

GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
7TH FLOOR, CUSTOM HOUSE, KARACHI

The Collectors of Customs, Collectorate of Customs, (Appraisalment - West / Appraisalment - East / Appraisalment - Port Muhammad Bin Qasim / Enforcement JIAP / Export / Export PMBQ), Karachi / Hyderabad / (Appraisalment / Enforcement), Quetta / Gawadar / (Appraisalment / Enforcement / AIIA), Lahore / Appraisalment, Faisalabad / Appraisalment Sambrial (Sialkot) / Enforcement, Multan / Islamabad / Gilgit - Baltistan / (Appraisalment Enforcement), Peshawar / Enforcement, Dera Ismail Khan.

DETERMINATION OF CUSTOMS VALUES OF GALVANIZED/ UN-GALVANIZED IRON
& STEEL WIRE ROPE SECTION 25A OF THE CUSTOMS ACT, 1969

(VALUATION RULING NO. 1789/2023)

File No. Misc/13/2010-VI/636

Dated: 22nd June, 2023

In exercise of the powers conferred under Section 25A of the Customs Act, 1969, Customs values of Galvanized/Non-Galvanized Iron & Steel Wire Rope are determined as follows:-

Background of the valuation issue: Earlier, the Customs values of Galvanized/ Non-Galvanized Iron & Steel Wire Rope were determined vide Valuation Ruling No. 1310/2018 dated 06-07-2018. The existing Valuation Ruling was almost 5 years old and it needed revision to reflect the current price trend prevailing in international market. An exercise was started to re-determine the Customs Value of subject goods. Meanwhile, a representation was also received from Collectorate of Customs Appraisalment (East), Karachi, vide Letter No. SI/Misc/0/2022-CoC-App (East) dated 23-02-2023 to redetermine the Customs values of Galvanized/ Non-Galvanized Iron & Steel wire Rope and to determine the values of old & used Iron & Steel wire Rope for curbing the menace of under-invoicing. Accordingly, an exercise was initiated by this Directorate to re-determine Customs values of Galvanized/ Non-Galvanized Iron & Steel Wire Rope and determine the values of old & used Iron & Steel Wire Rope under Section 25A of the Customs Act, 1969.

2. Stakeholders, participation in determination of customs values: Meetings were convened on 08-12-2022 & 29-03-2022 which were attended by the relevant stakeholders. The issues pertaining to the valuation of the subject goods were deliberated upon in detail in the afore-referred meetings.

3. Analysis / Exercise done to determine customs values: Ninety (90) days' clearance data was retrieved and the same has been scrutinized. Subsequently, market inquiries were conducted and examined in the light of this Directorate's Office OrderNo.17/2014 dated 19-03-2014 and in terms of Section 25 (7) of the Customs Act, 1969.

4. Method (s) adopted to determine customs values: valuation methods specified in Section 25 of the Customs Act, 1969, were duly applied in their sequential order to arrive at the Customs value of subject goods. The transaction value method, as provided in sub-section (1) of Section 25 of the Customs Act, 1969, was found inapplicable due to absence of information as required under sub-section (2) of Section 25 of Customs Act, 1969. Therefore, identical/similar goods value methods provided in Section 25(5) & (6) ibid were examined for applicability to determine Customs value of subject goods. The data provided some reference; however, it was found that the same could not be solely relied upon due to absence of absolute demonstrable evidences of quantities and qualities and variation in declaration. Information available was, hence, found incomplete. In line with statutory sequential order of Section 25 of the Customs Act, 1969, this Directorate conducted market inquiries under sub-section (7) of Section 25 of the Customs Act, 1969. Various wholesale markets were visited to observe the Customs values of Galvanized/ Non-Galvanized Iron & Steel wire Rope and old & used Iron & Steel wire Rope. On the basis of available data/information collected and exercise conducted, the value of Galvanized/ Non-Galvanized Iron & Steel Wire Rope and old & used Iron & Steel Wire Rope has been determined under sub-section (7), read with Section 25 (9), of Section 25 of the Customs Act, 1969.

5. Customs values for Galvanized/Non-Galvanized Iron & Steel Wire Rope and old & used Iron & Steel Wire Rope: Galvanized/Non-Galvanized Iron & Steel Wire Rope and old & used Iron & Steel Wire Rope shall be assessed to duty/ taxes at the Customs values as per the following table:

S. No.	Description of Goods	PCT CODE	Proposed PCT for WEBOC	Origin	Customs Values (C&F) US\$/Kg
(1)	(2)	(3)	(4)	(5)	(6)
1	Galvanized Iron & Steel Wire Rope	7312.1010 7312.1020 7312.1090 7312.9090	7312.1010.1200 7312.1020.1200 7312.1090.1200 7312.9090.1200	China	1.75
			7312.1010.1300 7312.1020.1300 7312.1090.1300 7312.9090.1300	All Other Origins	1.85
2	Non-Galvanized Iron & Steel Wire Rope	7312.1010 7312.1020 7312.1090 7312.9090	7312.1010.1400 7312.1020.1400 7312.1090.1400 7312.9090.1400	China	1.50
			7312.1010.1500 7312.1020.1500 7312.1090.1500 7312.9090.1500	All Other Origins	1.60
3	Old and Used Iron & Steel Wire Rope	7312.1010 7312.1020 7312.1090 7312.9090	7312.1010.1600 7312.1020.1600 7312.1090.1600 7312.9090.1600	China	1.20
			7312.1010.1700 7312.1020.1700 7312.1090.1700 7312.9090.1700	All Other Origins	1.30

6. In cases where declared values are higher than the Customs values determined in this Ruling, the assessing officers shall apply those values in terms of sub-section (1) of Section 25 of the Customs Act, 1969. In case of consignments imported by air, the assessing officers shall take into account the difference between air freight and sea freight while applying the Customs values determined in this Ruling.

7. Validity, of this Valuation Ruling: This Ruling, containing the customs values for assessment of subject imported goods, shall be applicable until and unless the same is rescinded or revised by the competent authority in terms of sub-section (4) of Section 25A of the Customs Act, 1969.

8. Revision of the values determined vide this Valuation Ruling: If aggrieved, a revision petition may be filed against this ruling as provided under Section 25D of the Customs Act, 1969, within 30 days from the date of its issuance, before the Director General, Directorate General of Customs Valuation, 7th Floor, Custom House, Karachi.

9. The Collectors of Customs may kindly ensure that the values given in this Valuation Ruling are applied by the concerned staff without fail. Any anomaly observed may kindly be brought to the notice of this Directorate immediately. Customs values determined in the Ruling are for the description and specification as mentioned in the table above of this Ruling. PCT Codes are mentioned for illustrative purposes so that Valuation Ruling values are made accessible to the assessing officers. The assessment shall be finalized on the basis of correct classification after fulfilling requisite formalities related to importability or any other certifications required thereon. In

addition to this, it is further necessary to verify that there is no mis-declaration of any sort or violation of Import Policy Order or Section 15 of the Customs Act, 1969 or any other law in vogue therein.

10. This Valuation Ruling supersedes the Valuation Ruling No. 1310/2018 dated 06-07-2018.

(FAYAZ RASOOL MAKEN)

Director

Copy for information to:-

1. The Member Customs (Operations), Federal Board of Revenue, Islamabad.
2. The Director General, Customs Valuation, Custom House, Karachi.
3. The Chief Collector of Customs, Appraisement (South), Custom House, Karachi.
4. The Chief Collector of Customs, Enforcement (South), Custom House, Karachi.
5. The Chief Collector of Customs, Appraisement (Central), Custom House, Lahore.
6. The Chief Collector of Customs, Enforcement (Central), Custom House, Lahore.
7. The Chief Collector of Customs (North), Custom House, Islamabad.
8. The Chief Collector of Customs, Baluchistan, Custom House, Quetta.
9. The Chief Collector of Customs, Khyber Pakhtunkhwa, Custom House, Peshawar.
10. The Director General, Intelligence and Investigation (Customs) FBR, Islamabad.
11. The Director General, PCA & Internal Audit, Karachi.
12. The Director General, IOCO, Karachi.
13. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad / Quetta / Peshawar / Faisalabad / Hyderabad / Multan.
14. The Director General, Transit Trade, Custom House, Karachi.
15. The Director, Directorate of Customs Valuation, Lahore/Quetta/Peshawar.
16. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system.
17. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
18. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
19. The Karachi Customs Agents Association, Bohri Road, Karachi.
20. The Webmaster, Federal Board of Revenue, Islamabad.
21. Guard File.