



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
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 ALUMINIUM FOIL & ALUMINIUM SHEETS UNDER SECTION 25A OF THE CUSTOMS ACT, 1969.

(VALUATION RULING NO ¹⁵⁷⁴ /2021)

No.Misc/16/2013-VI/986.

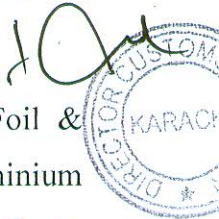
Dated:-30-11-2021

In exercise of the powers conferred under Section 25A of the Customs Act, 1969, the Customs values of Aluminium Foil & Aluminium Sheets are determined as follows:

2. **Background of the valuation issue:** Recently the importers of Aluminium Foil & Aluminium Sheets have agitated against the customs values of Aluminium Foil & Aluminium Sheets vide Valuation Ruling No.851/2016, dated 09.05.2016 which is five year old mainly on the ground that the values of the subject goods traded in the international market have appreciated. Meanwhile, Collectorate of Appraisalment (East) vide its Letter No.SI MISC/1207/KAPE/G-V/2021 dated 10.09.2021 has also requested to re-determine the value of subject goods. Thus, an exercise to determine the Customs values of the subject goods afresh was initiated.

3. **Stakeholders' participation in determination of Customs values:** Meetings were held on 15-10-2021 & 19-11-2021 with stakeholders including the representatives of importers and manufactures and trade bodies. All the participants were requested to submit following documents so that correct customs values could be determined:-

- i) Invoices of imports during last three months showing factual value.
- ii) Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
- iii) Copies of Contracts made / LCs opened during the last three months showing the value of item in question.



iv) Copies of Sales Tax Invoices issued during last four months showing the difference in price (excluding duty and taxes) to substantiate that the benefit of difference in price is passed on to the local buyers.

4. Some requisite documents were submitted by the participants. However, the manufacturers and importers were of the view that the prices should be equated with the international prices of Aluminium alloy increased or decreased as reflected in the LMB.

5. **Method adopted to determine Customs values:** Valuation methods provided under Section 25 of the Customs Act, 1969 were followed. Transaction value method provided given in Section 25 (1) was found inapplicable because the requisite information was not available. Identical / similar goods value Methods provided in Section 25(5) & (6) were examined which provided some reference values but due to wide variation could not be exclusively relied on. Deductive Value Method as envisaged under Section 25(7) of the Customs Act, 1969, as examined but the same was not helpful because the values varied according to the selling point of the market and all specifications were not readily available. Similarly, the value method under Section 25(8) of the Customs Act, 1969, could not be applied due to non-availability of details of expenses relating to conversion costs incurred in the country of manufacture. London Metal Exchange (LME) Prices of Aluminium were also checked within the meaning of proviso to sub-section (1) of Section 25A inserted vide Finance Act, 2021.

6. **Customs values hereinafter specified** shall be assessed to duty / taxes at the following minimum Customs Values:-

S.No.	Description of goods	PCT	Proposed PCT for WEBOC	Origin	Customs Values (C&F) (US\$/MT)
(1)	(2)	(3)	(4)	(5)	(6)
1	Plain Aluminium Foil Upto 10 Micron	7607.1100	7607.1100.1000	All Origin	4.22
2	Plain Aluminium Foil 11 to 20 Micron	7607.1100	7607.1100.1100	All Origin	4.17
3	Plain Aluminium Foil 21 to 65 Micron	7607.1100	7607.1100.1200	All Origin	4.10
4	Plain Aluminium Foil 66 to 100	7607.1100	7607.1100.1300	All Origin	4.05



	Micron				
5	Plain Aluminium Foil 101 to 150 Micron	7607.1100	7607.1100.1400	All Origin	3.99
6	Plain Aluminium Foil 151 to 200 Micron	7607.1100	7607.1100.1500	All Origin	3.93
7	Plain Aluminium Foil 201 to 300 Micron	7606.1100	7607.1100.1600	All Origin	3.88
8	Plain Aluminium Foil 301 to 400 Micron	7606.1100	7607.1100.1700	All Origin	3.81
9	Plain Aluminium Foil 401 to 500 Micron	7606.1100	7607.1100.1800	All Origin	3.76

7. In cases where declared / transaction 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 officer shall take into account the differential between air freight and sea freight while applying the Customs values determined in this Ruling.

8. **Validity of this Valuation Ruling:** The values determined vide this Ruling shall be the applicable Customs value for assessment of subject imported goods until and unless it is rescinded or revised by the competent authority in terms of Sub-Sections (4) of Section 25A of the Customs Act, 1969.


9. **Revision of the value determined vide this Valuation Ruling:** 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 issue of this ruling, before the Director General, Directorate General of Customs Valuation. 7th Floor, Custom House, Karachi.

10. The Collectors of Customs may kindly ensure that the values given in the Valuation Ruling for the given description of goods are applied by the concerned staff without fail. Any anomaly observed may kindly be brought to the notice of this Directorate General immediately. The Customs values determined in the ruling are for the description and specification as mentioned in Para-6. HS 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 all formalities relating to importability or any other certifications required thereon.

11. *This ruling supersedes Valuation Ruling No. 851/2016 dated 09-05-2016.*


(Syed Fawad Ali Shah)
Director

Copy for information to: -

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