



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE, KARACHI

The Collectors of Customs, Model Customs Collectorates, Appraisalment & Facilitation (East / West) / Port Muhammad Bin Qasim / JIAP, Karachi (Appraisalment & Facilitation / Enforcement & Compliance), AIIA Lahore / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad / Hyderabad / Quetta (Appraisalment / Preventive) / Peshawar (Appraisalment / Preventive) / Gawadar / Gilgit-Baltistan / Export (Karachi / Port Qasim)

**DETERMINATION OF CUSTOMS VALUES OF MOBILE PHONE LCD
SCREENS (HS CODE 8517.7000) UNDER SECTION 25A OF THE
CUSTOMSACT,1969.**

(VALUATION RULING NO 1576 /2021)

No.29/Mobile-LCD/25A/2019-VII/1024.

Dated:-08-12-2021

In exercise of the powers conferred under Section 25A of the Customs Act, 1969, the Customs values of Mobile Phone LCD screens are determined as follows:

2. **Background of the valuation issue:** Previous Valuation Ruling for Mobile Phone LCD Screens was issued vide Valuation Ruling No.1395/2019 dated 25-10-2019. Meanwhile, an exercise was conducted to identify old valuation rulings with a purpose to revise them due to increase in prices and inflation. Accordingly, an exercise was initiated by this Directorate General to determine customs values of these subject goods in terms of Section 25A of the Customs Act, 1969.

3. **Stakeholders' participation in determination of Customs values:** Meetings with stakeholders were convened 03-11-2021 and finally on 03.12.2021 which were attended by different stakeholders & importers. All the stakeholders / importers were requested to submit following documents before or during the course of meetings so that 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.

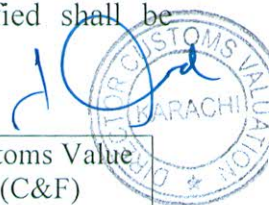
iv) Copies of Sales Tax Invoices issued during last four months showing the difference in price (excluding duty and taxes) to substantiate that the benefit of difference in price is passed on to the local buyers.

4. The importer submitted documents like Performa invoices, EIF Forms declaration etc to prove their contention that their declared values are correct. During the course of meetings, it was apprised that all mobile phone LCD screens are imported in different sizes for smart / android phones etc; and feature / bar phones. The LCD Screens are unbranded and involve many steps to bring it to its final stage.

5. **Method adopted to determine Customs values:** Custom Valuation methods given in Section 25 of the Customs Act, 1969 were followed / applied in sequential order to address the valuation of Mobile Phones LCD Screens. Transaction value method under Sub-Section (1) of Section 25 of the ibid was found inapplicable because requisite information under the law was not available. Identical/similar goods valuation methods provided in Sub-Sections (5) & (6) of Section 25 of the Customs Act, 1969 provided some reference values but due to wide variation and suppressed declaration, the same could not be relied upon. In the sequential order, this office then resorted to conduct a market inquiry and, consequently. Deductive Value Method under Sub-Section (7) of Section 25 of the Custom Act, 1969, was applied to arrive at the assessable Customs Value of the subjection goods, being most appropriate for the purpose. All the information so gathered was evaluated and analyzed for the purpose of determination of Custom Values.

6. **Customs values for Mobile Phone LCD Screens:-** hereinafter specified shall be assessed to duty / taxes on the Customs Values as given below:-

S. No	Description	PCT Heading	Proposed PCT for WeBOC	Origin	Customs Value (C&F) (US\$/Kg)
1	Mobile phone LCD Screens (without PCB) (By Sea)	8517.7000	8517.7000.1000	CHINA /HONGKONG	6.20
2	Mobile phone LCD Screens (without PCB) (By Sea)		8517.7000.1100	OTHERS	7.05



3	Mobile phone LCD Screens (without PCB) (By Air)		8517.7000.1200	CHINA /HONGKONG	4.50 + Air Freight
4	Mobile phone LCD Screens (without PCB) (By Air)		8517.7000.1300	OTHERS	5.85 + Air Freight

NOTE: This Valuation Ruling is not applicable on Service Packs.


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.

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 this 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.

11. ***This Valuation Ruling supersedes Valuation Ruling No. 1395/2019 dated 25-10-2019***


 (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 (Appraisal), 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.