

**The Collector of Customs**, Collectorate of Customs (Appraisalment -West / Appraisalment -East / Appraisalment - Port Muhammad Bin Qasim / Enforcement / JIAP), 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 / Exports (Port Qasim / Custom House Karachi) / Transit Trade, Karachi.

**DETERMINATION OF CUSTOMS VALUE OF ACRYLIC YARN (RAW WHITE & DYED)**  
**UNDER SECTION 25A OF THE CUSTOMS ACT, 1969**

**(VALUATION RULING NO. 1647-2022)**

No. Misc/25/2012-IV/448.

Dated: 11-05-2022



In exercise of the powers conferred under Section 25A of the Customs Act, 1969, the Customs value of Acrylic Yarn (Raw White and Dyed) are determined as follows:

2. **Background of the valuation issue:** Earlier, the Customs value of Acrylic Yarn (Raw White & Dyed) were determined under Section 25A of the Customs Act, 1969 vide Valuation Ruling No.795/2016 dated 18-01-2016 which was more than six years old. Representation from M/s All Pakistan Woolen Mills Association was received in this Directorate General for determination of fresh Customs value of Acrylic Yarn (Raw White & Dyed). In view of the foregoing, an exercise was initiated by this Directorate General to determine Customs value of subject goods afresh in terms of Section 25A of the Customs Act, 1969.

3. **Stakeholders' participation in determination of Customs value:** Meetings with stakeholders were held in this Directorate General on 15-03-2022 & 19-04-2022. The importers/stakeholders were requested to submit their proposals/suggestions as well as following documents before or during the course of stakeholders' meeting so that Customs value could be determined:

- i. Invoices of import during last three months showing factual values
- 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 meetings were attended by representatives of M/s All Pakistan Woolen Mills Association and M/s All Pakistan Textile Mills Association. The representatives also submitted some documents which were examined.

5. **Methods adopted to determine Customs value:** Valuation methods provided in Section 25 of the Customs Act, 1969, were duly applied in their regular sequential order to arrive at 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 wide variation of values in import data. Moreover, the requisite information under law was not available to arrive at correct transaction value. Therefore, identical/similar goods value methods provided in Sections 25 (5) & (6) ibid were examined for applicability to determine customs value of subject goods. The data provided some references; however, it was found that the same could not be solely relied upon due to absence of absolute demonstrable evidence of qualities and quantities, variation in declaration, variety and specifications. Information available was, hence, found inappropriate. In line with statutory sequential order of Section 25, this office conducted market inquiries under sub-Section (7) of Section 25 of the Customs Act, 1969. The prices of Acrylic Yarn varied significantly and were heavily dependent on quality and variety of goods. Hence this method of valuation could not be relied upon due to aforesaid reason. Valuation method vide Section 25(8) of the Customs Act, 1969, was examined for valuation, but the same also could not be applied due to non availability of conversion and processing cost of exporting country. Consequently, Fall Back method as provided under Section 25(9) of the Customs Act, 1969 was applied to arrive at assessable values of Acrylic Yarn.

6. **Customs value for Acrylic Yarn:** Customs value of Acrylic Yarn hereinafter specified shall be assessed to duty/taxes at the following minimum Customs value:

S. No.	Description of Goods	PCT Code	Proposed PCT for WeBOC	Origin	Customs Value (C&F) US\$ /KG
(1)	(2)	(3)	(4)	(5)	(6)
1	Acrylic Yarn (Raw White)	5509.3100	5509.3100.1000	All Origin	5.50
		5509.3200	5509.3200.1000		
		5509.6200	5509.6200.1000		
		5509.6900	5509.6900.1000		
2	Acrylic Yarn (Dyed)	5509.3100	5509.3100.1100	All Origin	6.10
		5509.3200	5509.3200.1100		
		5509.6200	5509.6200.1100		
		5509.6900	5509.6900.1100		



7. In cases where declared transaction values are higher than the Customs value determined in this Ruling, the assessing officers shall apply those values in terms of sub-Section 25 of the Customs Act, 1969. In case of consignments imported by air, the assessing officer shall take into account the air freight while applying the Customs value determined in this Ruling.

8. **Validity of 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, read with Rule 107(a), Chapter IX, of the Customs Rules, 2001.

9. **Revision of the value determined vide this Valuation Ruling:** This Valuation Ruling is appealable under the law and a revision petition may be filed against this Ruling, 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, 7<sup>th</sup> 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 Directorate General immediately. The Customs value determined in the ruling are for the descriptions and specifications as mentioned in Para-6. PCT Codes are mentioned for illustrative purpose 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. 795/2016 dated 18-01-2016.*

  
(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, Appraisalment (South) Custom House, Karachi.
- 4) The Chief Collector of Customs, Enforcement (South), Custom House, Karachi.
- 5) The Chief Collector of Customs, Appraisalment (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-FBR, Islamabad.
- 11) The Director General, PCA& Internal Audit, Karachi.
- 12) The Director General, IOCO, Karachi
- 13) The Director General, Transit Trade, Custom House Karachi
- 14) The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta/ Peshawar/ Faisalabad.
- 15) The Director, Transit Trade, Custom House Karachi
- 16) The Director, Directorate of Customs Valuation, Lahore.
- 17) The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WEBOC database system.
- 18) The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
- 19) The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
- 20) The Karachi Customs Agents Group, Bohri Road, Karachi
- 21) The Customs Agents Group, Lahore
- 22) The Webmaster, Federal Board of Revenue, Islamabad.
- 23) Guard File.