

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

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

DETERMINATION OF CUSTOMS VALUES OF CHLOROPRENE RUBBER
UNDER SECTION 25A OF THE CUSTOMS ACT, 1969.

1947
(VALUATION RULING NO. /2025)

C. No. Misc/03/2024-III/0025

Dated: 03-01-2025

In exercise of the powers conferred under Section 25A of the Customs Act, 1969, the Customs values of Chloroprene Rubber are determined as follows:

2- Background of the valuation issue: Board's letter No. C.No.01(36)app-ops /2024 dated 16-05-2024 and Chief Collector Appraisement South office letter No. C.No.SI/Misc/01/2023-CC (Appr) Pt-V/Vol-1/1108 dated 22-05-2024 received in this office regarding under invoicing and mis declaration in the import of chloroprene rubber CR, HS code 4002.4900. Hence, this Directorate, after scrutiny of the matter in detail and analysis of import data, decided to issue a new Valuation Ruling for Chloroprene Rubber, where for an exercise has been undertaken.

3. Stakeholders' participation in determination of Customs Values: Meetings were convened on 11-06-2024 & 18-12-2024 which were attended by all the relevant stakeholders. The issues pertaining to the valuation of subject goods were deliberated upon in detail in the afore-referred meetings. They argued that, in the absence of any VR, the impugned goods are being assessed at very high values that are not reflective of actual prices of goods. The issue of under-invoicing and smuggling of Chloroprene Rubber was also raised.

4. Analysis / Exercise done to determine Customs values: The stakeholders stated that issuance of a Valuation Ruling would harmonize and rationalize the values of Chloroprene Rubber. This would result in market competitiveness and increase the volume of import through proper channel. For this purpose, market inquiry was conducted and examined in the light of Directorate's Office Order No.17/2014 dated 19-03-2014 and in terms of Section 25 (7) read with Section 25(9) of the Customs Act, 1969.

5. Method (s) adopted to determine Customs values: Method (s) adopted to determine Customs values: Valuation methods specified in Section 25 of the Customs Act, 1969, were duly applied in sequential order to arrive at the Customs values 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 goods value method provided in Section 25(5) was examined for applicability to determine Customs values of subject goods. The data provided

