



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

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

DETERMINATION OF CUSTOMS VALUES OF OLD & USED AUTO PARTS
UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969

(VALUATION RULING NO. 1207 / 2017)

No.Reg.Misc/07/2008-VIIIA

Dated 15-09-2017

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of old and used auto parts, are determined as follows :-

2. **Background of the valuation issue:** Customs values of old & used Auto Parts were earlier determined and notified vide Valuation Ruling No.711/2015 dated 29-01-2015. A representation was received from Model Customs Collectorate Islamabad for redetermination of custom values of old and used auto parts. Moreover, the Valuation Ruling was more than 2 years old, therefore, an exercise was initiated to determine the customs values of old and used Auto Parts under Section 25-A of the Customs Act, 1969 to reflect the prices prevailing in the market.

3. **Stakeholders' participation in determination of Customs values:** Meetings were held with stakeholders on 15.12.2016, 05.01.2017 and 31.07.2017. The same were attended by representatives of M/s Sindh Auto Parts Importers & Dealers Association (SAPSIDA), M/s.Indus Motors Limited, M/s PAAPAM, KCC&I, Importers and officers / officials of MCC, Islamabad and other field formations. The importers were requested to submit the 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. During the meetings, importers argued that prices of old and used auto parts vary in the market on basis of their condition, type and use in any peculiar vehicles. They further contended that due to increase in rate of dollar and maximum duty structure, any increase in existing values would be detrimental to the trade. Internationally old and used auto parts are considered as scrap therefore; the values determined in the existing Valuation Ruling may be



maintained. However, on the contrary M/s PAAPAM submitted their written suggestions and proposals for increase in value of old and used auto parts. Sindh Auto Parts Importers & Dealers Association (SAPSIDA) also submitted their proposals but they could not substantiate their contentions with any corroboratory documents. MCC, Islamabad proposed some concrete changes in descriptions and value of different old and used auto parts.

5. **Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were applied sequentially to address the valuation issue at hand. Transaction Value Method under Sub-Section (1) of Section 25 of the Act ~~ibid~~ was found inapplicable because required information under the law was not available. Identical and Similar Goods valuation methods provided in Sub-Sections (5) and (6) of Section 25 of the Customs Act, 1969 provided some reference values but due to wide variations in the declarations the same could not be relied upon exclusively. In the sequential order, this office also conducted market inquiries in terms of Sub-Section (7) of Section 25 of the Customs Act, 1969. The prices of old and used parts varied in the market due to type and model of vehicle, serviceability and quality of used parts. Input and feed back by the Stakeholders were also considered. Online prices were also obtained. All the available information was analyzed and evaluated. Keeping all the above in view, Customs values of Old & Used Auto Parts are determined under Sub-Section (9) of Section 25 of the Customs Act, 1969.

6. **Customs values for Old & Used Auto Parts :** All origin Old & Used Auto Parts *hereinafter specified* shall be assessed to duty / taxes at the following Customs Values :-

S.No.	Description	PCT Heading	Proposed PCT Heading for WeBOC	Customs Values (C&F) USS/PC
(1)	(2)	(3)	(4)	(5)
1.	6-Cylinder Old & Used Diesel Engines with Head and Gear Box	8408.2090	8408.2090.1000	710
2.	6-Cylinder Old & Used Diesel Engines without Head and without Gear Box	8408.2090	8408.2090.1100	524
3.	4-Cylinder Diesel Engine with Head and Gear Box	8408.2090	8408.2090.1200	240
4.	4-Cylinder diesel engine with head but without gear box	8408.2090	8408.2090.1300	198
5.	3-Cylinder Diesel Engine with head and Gear Box	8408.2090	8408.2090.1400	206
6.	3-Cylinder diesel engine with head but without gear box	8408.2090	8408.2090.1500	164
7.	6-Cylinder Petrol Engines with Head and Gear Box	8408.2090	8408.2090.1600	330
8.	6-Cylinder petrol engine with Head but without Gear box	8408.2090	8408.2090.1700	210
9.	6-Cylinder petrol engine without head and without gear box	8408.2090	8408.2090.1800	144
10.	4-Cylinder Petrol Engine with Head and Gear Box	8408.2090	8408.2090.1900	205



11.	4-Cylinder petrol engine with head and without Gear box	8408.2090	8408.2090.2000	163
12.	4-Cylinder petrol engine without head and without gear box	8408.2090	8408.2090.2100	120
13.	3-Cylinder Petrol Engine with head and Gear Box	8408.2090	8408.2090.2200	200
14.	3-Cylinder Petrol Engine with head without Gear Box	8408.2090	8408.2090.2300	158
15.	3-Cylinder Petrol Engine without Head without Gear box	8408.2090	8408.2090.2400	125
16.	Engine Head per Cylinder	8708.9990	8708.9990.1000	11
17.	Gear Box for HTV	8708.4090	8708.4090.1000	120
18.	Gear Box for L.T.V.	8708.4090	8708.4090.1100	42
19.	Differential (8-Studs & Above)	8708.5010	8708.5010.1000	380
20.	Differential (6-Studs)	8708.5010	8708.5010.1100	143
21.	Differential (less than 6-Studs)	8708.5010	8708.5010.1200	75
22.	Axel Shaft for LTV	8708.3010	8708.3010.1000	21
23.	Axel Shaft for HTV	8708.3010	8708.3010.1100	24
24.	Hub Cutting of HTV	8708.5010	8708.5010.1300	72
25.	Hub Cutting of LTV	8708.5010	8708.5010.1400	35
26.	Driving Shaft for LTV (3 Pcs Set)	8708.3010	8708.3010.1200	17
27.	Driving Shaft for HTV (3 Pcs Set)	8708.3010	8708.3010.1300	35
28.	Axel Front for LTV	8708.3010	8708.3010.1400	13
29.	Axel Front for HTV	8708.3010	8708.3010.1500	15
30.	Rims for HTV	8708.7090	8708.7090.1000	32
31.	Rim for LTV	8708.7090	8708.7090.1100	10
32.	Shock Absorber/Struts (LTV) per pair	8708.8010	8708.8010.1000	12
33.	Shock Absorber / Struts (HTV) per pair	8708.8010	8708.8010.1100	16
34.	Car Bumper all kinds	8708.2939	8708.2939.1000	12
35.	Jack for Automotive Vehicles	8425.4900	8425.4900.1000	3
36.	Wheel Cap LTV	8708.9990	8708.9990.1100	2



37.	Differential Cutting for LTV	8708.5090	8708.5090.1000	65
38.	Ball Joint	8708.9990	8708.9990.1200	3
39.	Wind Screen for LTV	7007.1119	7007.1119.1000	20
40.	Wind Screen for HTV	7007.1119	7007.1119.1100	40
41.	Radiator for HTV	8708.9190	8708.9190.1000	30
42.	Radiator for LTV	8708.9190	8708.9190.1100	15
43.	Steering Box for HTV	8708.9410	8708.9410.1000	22
44.	Steering Box for LTV	8708.9410	8708.9410.1100	14
45.	Steering Wheel Assembly with column	8708.9410	8708.9410.1200	15
46.	Dash Board for Car with all provisions	8708.2939	8708.2939.1100	40
47.	Dash Board (Simple) for car without provisions	8708.2939	8708.2939.1200	30
48.	Dash Board for HTV (Simple)	8708.2939	8708.2939.1300	30
49.	Car Door	8708.2939	8708.2939.1400	30
50.	Car Seat (set of 3 Pcs)	8708.2939	8708.2939.1500	45
51.	Back Light Assembly	8512.2090	8512.2090.1000	5
52.	Head Light Assembly	8512.2090	8512.2090.1100	14
53.	Condenser	8415.9021	8415.9021.1000	15
54.	Side Beam for Hi-ACE	8708.2939	8708.2939.1600	18
55.	Hi-ACE Door	8708.2939	8708.2939.1700	16
56.	Hi-ACE Back Door	8708.2939	8708.2939.1800	27
57.	Front Bonnet for LTV	8708.2939	8708.2939.1900	16
58.	Cam Shaft for LTV	8483.1019	8483.1019.1000	12
59.	Cam Shaft for HTV	8483.1019	8483.1019.1100	17
60.	Crown Wheel with Pinion (CWP) for HTV	8483.1019	8483.1019.1200	42
61.	Crown Wheel with Pinion (CWP) for LTV	8483.1019	8483.1019.1300	32
62.	Crank Shaft HTV	8483.1019	8483.1019.1400	38
63.	Crank Shaft LTV	8483.1019	8483.1019.1500	28



64.	Brake Drum for LTV	8708.3039	8708.3039.1000	12
65.	Brake Drum for HTV	8708.3039	8708.3039.1100	24
66.	Oil Box for Steering	8708.9410	8708.9410.1300	5
67.	Differential Tube HTV	8708.5090	8708.5090.1100	140
68.	Differential Tube LTV	8708.5090	8708.5090.1200	60
69.	Speedo Meter	8708.9990	8708.9990.1300	7
70.	Side Mirror Power	8708.9990	8708.9990.1400	10
71.	Axel Knob Cutting	8708.9990	8708.9990.1500	5
72.	Coil Spring	8708.2919	8708.2919.1000	2
73.	Universal Joint	8483.6092	8483.6092.1000	2
74.	AC Compressor for LTV	8708.9990	8708.9990.1600	18
75.	AC Compressor HTV	8708.9990	8708.9990.1700	30
76.	Auto Fan	8708.2939	8708.2939.2000	4
77.	Clutch Plate for LTV	8708.9310	8708.9310.1000	5
78.	Clutch Plate for HTV	8708.9310	8708.9310.1100	8
79.	Pressure Plate for LTV	8708.9390	8708.9390.1000	10
80.	Pressure Plate for HTV	8708.9390	8708.9390.1100	15
81.	Automotive Manifolds	8708.9990	8708.9990.1800	10
82.	Universal Cross	8483.6092	8483.6092.1100	9
83.	Fuel Injection Pump	8413.3010	8413.3010.1000	19
84.	Brake Assembly	8708.9990	8708.9990.1900	24
85.	Front Axel with Side Hub	8708.5010	8708.5010.1500	80
86.	Water Bodies	8708.9990	8708.9990.2000	3
87.	Special Transmission Gear (Small)	8708.4090	8708.4090.1200	39
88.	Front Suspension	8708.8010	8708.8010.1200	22
89.	Brake Booster for LTV	8708.9990	8708.9990.2100	9
90.	Brake Booster for HTV	8708.9990	8708.9990.2200	11



91.	Carburetor	8708.9990	8708.9990.2300	11
92.	Self Starter	8708.9990	8708.9990.2400	7
93.	Alternator	8511.5020	8511.5020.1000	6

Note (a): It is quite an exhaustive list. However, if any old and used auto parts other than those mentioned in valuation ruling are imported, the Collectorate may assess the same under Section 25 of the Customs Act, 1969.

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 (1) or (3) of Section 25-A 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 25-D 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 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. Customs values determined in the ruling are for the description and specification as mentioned herein. PCT headings are mentioned for illustrative purpose so that valuation ruling values are made accessible to the assessing officer. The assessment shall be finalized on the basis of correct classification after fulfilling requisite formalities related to importability or any other certification 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 and cases be decided as per prevailing rules and procedure.

11. ***This ruling supersedes Valuation Ruling No.711/2015, dated 29-01-2015.***

(Dr. Wasif Ali Memon)
Director

Copy for information to :-

1. Member (Customs), F.B.R., Islamabad.
2. Director General, Customs Valuation, Custom House, Karachi.
3. Chief Collector of Customs, South (Appraisalment), Custom House, Karachi.
4. Chief Collector of Customs, South (Enforcement), Custom House, Karachi.