



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
7TH FLOOR, CUSTOM HOUSE
KARACHI
Phone: 021-99214144

C. No. Misc/05/2024-VII/842

Dated: 08-08-2025

VALUATION RULING NO. 2021 / 2025

1. This Ruling shall be applicable until the same is rescinded or revised in terms of sub-section (4) of Section 25A of the Customs Act, 1969.
2. The revision petition against this Valuation Ruling, can be filed under Section 25D of the Customs Act, 1969, within 30 days before the Director General, Customs Valuation.
3. The values in valuation ruling shall be treated as minimum benchmark values and shall be applicable to the given description and specification of goods.

Subject: **DETERMINATION OF CUSTOMS VALUE OF POWER TOOLS**
UNDER SECTION 25A OF THE CUSTOMS ACT, 1969.

1.	Valuation Ruling	This ruling supersedes Valuation Ruling No. 1908/2024 dated 03-10-2024.
2.	Date of meetings with stakeholders	The meetings with relevant stakeholders were conducted on-30-12-2024, 15-01-2025 and 17-06-2025.

3. **Background of the Issue:** The Directorate had issued Valuation Ruling No. 1908/2024 dated 03.10.2024 for power tools which was subsequently challenged by the stakeholders before the Director General, Valuation, Karachi under Section 25-D of the Customs Act, 1969. The Director General, Valuation vide Order-In-Revision 64/2024 dated 03.12.2024 rescinded valuation ruling under Section 25-D of the Customs Act, 1969. The Director, Customs Valuation, Karachi, was directed to undertake a fresh exercise under Section 25A, ensuring proper stakeholder consultation and application of valuation methodologies in sequence. Accordingly, in pursuance of analysis of import data, current market trends, the difference in market prices and customs values, an exercise for the re-determination of customs values of subject goods was initiated under Section 25 and 25A of the Customs Act, 1969.

4. **Analysis to determine Customs Values:** During the meeting, M/s MA Tools proposed that, as per CGO 05/2022, the unit of measurement be "piece" and voltage/wattage be included as a classification criterion. Other importers recommended removing branding and categorization of power tools, except for "A" category Japanese brands. They noted that the previous VR was based on Category B ($C = B \times 0.6$; $A = B \times 3$) and raised concerns over the non-disclosure of QY Research, stressing that if it is used, lower values from the same source should also be accepted. They added that over 600 items fall under this category and highlighted the possibility of concealment if assessed on a per-unit basis.

5. **Method (s) adopted to determine Customs values:** To determine the transaction values of the subject goods, the valuation methods prescribed under Section 25 of the Customs Act, 1969 were applied sequentially. The Transaction Value Method, as provided under sub-section (1) of Section 25, was found inapplicable since the declared values did not align with prevailing market prices. Similarly, the methods based on the values of identical and similar goods under sub-sections (5) and (6) could not be exclusively relied upon due to the lack of verifiable evidence regarding the commercial level, quality, and quantity of the goods.

Consequently, the Deductive Value Method, as outlined in sub-section (7) of Section 25, was employed to determine the customs values. In accordance with the procedure specified in Office Order No. 17/2014 dated 19.03.2014, a market inquiry was conducted. However, it could only yield results to some extent because of variations in market prices. In line with statutory sequential order of section 25, Computed value method, as provided in Section 25(8) of the Customs Act, 1969 was examined, but the same also could not be applied as the conversion cost from the constituent materials and allied expenses, in the country of export, were not available. Finally, the Customs values of the subject goods have been determined under Section 25(9), read with Section 25(7), of the Customs Act, 1969 and rule 121 of Customs Rules, 2001.

6. Customs values for Power Tools – In light of above, the customs values of power tools are determined and *hereinafter specified* shall be the customs value for assessment of duty / taxes given against them in the Table below: -

(1)	(2)	(3)	(4)	(5)	(6)	
Sr. No.	Description	PCT Code	Proposed PCT Code for WeBOC	Origin	Customs Values (C&F) US\$/Kg	
					Category A	Category B
1	Angle Grinder	8467.2900	8467.2900.1000	All Origins	3.80	2.55
2	Lithium-ion Angle Grinder (without battery)	8467.2900	8467.2900.1100		5.30	3.50
3	Lithium-ion Angle Grinder (with battery)	8467.2900	8467.2900.1200		6.30	3.98
4	Die Grinder	8467.2900	8467.2900.1300		4.50	2.80
5	Impact Wrench	8467.2900	8467.2900.1400		8.80	5.48
6	Lithium-ion Impact Wrench (with battery)	8467.2900	8467.2900.1500		8.50	5.55
7	Demolition Breaker	8467.2900	8467.2900.1600		3.60	2.28
8	Rotary Hammer	8467.2900	8467.2900.1700		3.90	2.48
9	Lithium-ion Rotary Hammer (with battery)	8467.2900	8467.2900.1800		5.00	3.20
10	Electric Drill/Impact Drill	8467.2100	8467.2100.1000		4.40	2.80
11	Lithium-ion Impact Drill (with battery)	8467.2100	8467.2100.1100		4.50	3.00
12	Circular Saw	8467.2200	8467.2200.1000		3.90	2.55
13	Lithium-ion Circular Saw (with battery)	8467.2200	8467.2200.1100		4.30	2.75
14	Chain Saw/ Jig Saw/Mitre Saw/Router Saw	8467.8100 8467.2900	8467.8100.1000 8467.2900.1900		3.80	2.55
15	High-Pressure Washer Jet Project	8424.3000	8424.3000.1000		3.30	2.18
16	Heat Gun	8467.2900	8467.2900.2000		4.45	2.95
17	Cordless-Screw Driver (with battery)	8467.2900	8467.2900.2100		3.80	2.60
18	Blower	8414.5910	8414.5910.1000		4.60	2.98
19	Lithium-ion Blower (with battery)	8414.5910	8414.5910.1100		5.00	3.30
20	Marble Cutter	8467.2900	8467.2900.2200		4.20	2.83
21	Orbital Sander/Belt Sander/Planner	8467.2900	8467.2900.2300		4.20	2.65
22	Other Power Tools	8467.2900	8467.2900.2400		3.80	2.53
Category A: The values mentioned at Column 6(A) are for brands of Power Tools: Bosch, Makita, Hitachi, AEG, Dewalt, Black & Decker, Milwaukee, Siemens.						
Category B: The values mentioned at Column 6(C) are for other brands.						

7. In cases, where declared values or values in invoice retrieved from the consignment, as the case may be, are higher than the customs values determined in this valuation ruling, the assessment shall be made on higher values in terms of sub-section (1) of Section 25 of the Customs Act, 1969.

8. In case of consignments imported by air, the difference between air freight and sea freight shall be added for the assessment of value.
9. The VR shall be applicable for the descriptions and specifications of goods as mentioned in the aforementioned table. HS Codes are mentioned for illustrative purposes.
10. The Collectorates of customs shall ensure the implementation of VR and in case of any anomaly may be brought to the notice of this Directorate immediately.



(Azhar Husain Merchant)
Director

Copy for necessary action and implementation:

The Collectors / Directors of Customs, Collectorates / Directorates of Customs (Appraisement-West / East / SAPT / PMBQ / JIAP / Enforcement/), Karachi / Hyderabad / (Appraisement / Enforcement / Ports), Quetta / Gwadar / Khuzdar (Appraisement / Enforcement / AIIA), (Appraisement-East / West, Lahore / Faisalabad Appraisement / Enforcement, Sargodha / Enforcement & Appraisement, Sambrial (Sialkot) / Enforcement, Multan / Islamabad / Gilgit-Baltistan / (Appraisement/ Enforcement), Peshawar / Enforcement, Dera Ismail Khan / Exports (Port Qasim/Custom House, Karachi) / Transit Trade, Karachi.

Copy for information:

- 1) The Member Customs (Operations), F.B.R., Islamabad.
- 2) The Director General, Customs Valuation, Custom House, Karachi.
- 3) All Chief Collectors / Director Generals of Customs, Karachi / Lahore / Islamabad / Quetta / Peshawar.
- 4) All Collectors / Directors of Customs, Karachi / Lahore / Islamabad/ Quetta/ Peshawar/ Faisalabad.
- 5) The Director, Directorate of Customs Valuation, Lahore / Quetta / Peshawar.
- 6) The Deputy Director (MIS), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WEBOC database system.
- 7) The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
- 8) The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
- 9) The Karachi Customs Agents Group, Bohri Road, Karachi.
- 10) The Webmaster, Federal Board of Revenue, Islamabad.
- 11) Guard File.