

C. No. Reg.Misc/26/2017-II/317

Dated: 22-04-2026

VALUATION RULING NO. 2071 / 2026

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 This Ruling shall be applicable until the same is rescinded or revised in terms of sub-section (4) of Section 25A of the Customs Act, 1969.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.

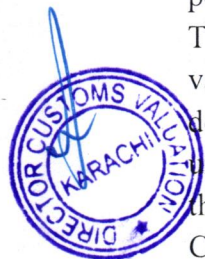
Subject: DETERMINATION OF CUSTOMS VALUES OF PHENOLIC RESIN, POLYURETHANE RESIN, POLYURETHANE RESIN (PRE-POLYMER FOR SHOE SOLE), THERMOPLASTIC POLYURETHANE (TPU), MELAMINE RESIN AND EPOXIDE RESIN UNDER SECTION 25A OF THE CUSTOMS ACT, 1969.

1.	Valuation Ruling	This Valuation Ruling supersedes Valuation Ruling No. 2013/2025 dated 21-07-2025.
2.	Date of meeting with stakeholders	The meeting with relevant stakeholders was held on 02.04.2026.

Background of the Issue: The customs values of Phenolic Resin, Polyurethane Resin, Polyurethane Resin (Pre-polymer for Shoe Sole), Melamine Resin and Epoxide Resin were last determined vide Valuation Ruling No. 2013/2025 dated 21-07-2025 under Section 25A of the Customs Act, 1969. The said ruling was more than nine months old. During this period, the international prices of key constituent raw materials increased substantially. These upward price movements necessitate a fresh review and re-determination of customs values. Moreover, several importers approached this Directorate requesting separate determination of customs values for Thermoplastic Polyurethane (TPU), which is imported under PCT heading 3909.5000. Therefore, this Directorate initiated fresh proceedings for the determination / revision of customs values of subject goods under Section 25A of the Customs Act, 1969.

2. Analysis/Exercise done to determine Customs Values: A meeting for determination of customs values of subject goods was held on the aforesaid date and was attended by representatives of Pakistan Footwear Manufacturers Association (PFMA) along with other stakeholders. For the purpose of valuation, ninety (90) days' import data was retrieved and examined. The data reflected variations in declared values depending upon origin, and finishing. The Directorate has considered all available data and determined that the revised values appropriately reflect prevailing international prices of the subject goods.

3. Method(s) adopted to determine Customs values: Valuation methods specified in Section 25 of the Customs Act, 1969 were applied in sequential order. The transaction value method under Section 25(1) was examined first; however, the same was found inapplicable due to absence of complete and verifiable information as required under Section 25(2) of the Customs Act, 1969 and variations observed in declared values. Thereafter, the values of identical goods under Section 25(5) were examined; however, due to variations in specifications, and nature of the subject goods, identical comparison could not be established



in all cases. Subsequently, the values of similar goods under Section 25(6) were examined on the basis of available import data. The import data provided a reasonable basis for determination of customs values for certain categories of goods; however, the same could not be uniformly applied across all items and categories without appropriate adjustments due to differences in product characteristics, specifications and origins. Thereafter, the deductive value method under Section 25(7) of the Customs Act, 1969 was examined. Market inquiry was conducted to ascertain prevailing market trends; however, the items are intermediary industrial inputs, could not be relied upon. The computed value method under Section 25(8) was also examined. Although complete and verifiable cost data from the country of export was not fully available, indicative international price trends of key raw materials, were analysed as cost components of the subject goods, which indicated an upward movement. These indicative inputs have been taken into account to assess the reasonableness of the determined customs values in light of prevailing global price trends. Accordingly, the customs values of the subject goods have been determined under Section 25(9), read with Sections 25(6) and 25(8) of the Customs Act, 1969, on the basis of analysed import data and indicative cost factors.

4. Customs Values for Phenolic Resin, Polyurethane Resin, Polyurethane Resin (Pre-Polymer for Shoe Sole), Thermoplastic Polyurethane (TPU), Melamine Resin and Epoxide Resin - hereinafter specified shall be assessed to duty / taxes at following Customs Values:

Sr. No.	Description of Goods	Origin	PCT	Proposed PCT for WeBOC	Customs Values (C&F) USS/Kg
1	Phenolic Resin	China / South Africa / Turkey/ Taiwan	3909.4000	3909.4000.1000	2.10
		Korea			2.80
		Europe / USA			3.03
2	Polyurethane Resin - Polyether based (Liquid Form)	China / Malaysia	3909.5000	3909.5000.1000	3.40
		Other Origins			3.52
3	Polyurethane Resin - Polyester based (Pre-Polymer for Shoe Sole)	China & UAE	3909.5000	3909.5000.1200	2.50
		Korea / Malaysia			2.55
		Other Origins			2.60
4	Thermoplastic Polyurethane (TPU) - Polyester based (Granules/Pellets)	China	3909.5000	3909.5000.1300	1.70
		Korea			1.80
		Singapore			2.00
		Europe			3.69
5	Thermoplastic Polyurethane (TPU) - Polyether based (Granules/Pellets)	China	3909.5000	3909.5000.1400	2.05
		Singapore			2.35
		Europe			3.90
6	Melamine Resin	China	3909.2000	3909.2000.1000	2.32
		Taiwan, Thailand & UAE			2.06
		Europe / USA			2.90
		Other Origins			2.80
7	Epoxide Resin	China / Taiwan	3907.3000	3907.3000.1000	3.50
		Korea / UAE			3.60

Note: Melamine & Epoxide Resin imported by Paint Industry shall be assessed by the Collectories under Section 25 of the Customs Act, 1969.

5. 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.

6. In case of consignments imported by air, the difference between air freight and sea freight shall be added for the assessment of value.

7. The Valuation Ruling shall be applicable for the descriptions and specifications of goods as mentioned in the aforementioned table. HS Codes are mentioned for illustrative purposes.

8. The Collectorates of Customs shall ensure the implementation of Valuation Ruling 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 (Headquarters-South)/ 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 Chairman, All Pakistan Customs Agents Association (APCAA), Karachi.
- 10) The Chairman, Karachi Custom Agents Association, Karachi.
- 11) The Karachi Customs Agents Group, Bohri Road, Karachi.
- 12) The Webmaster, Federal Board of Revenue, Islamabad.
- 13) Guard File.