

CUSTOMS NOTIFICATION

The Customs Ordinance (Chapter 235)

ORDER UNDER ARTICLE 10 OF SCHEDULE 'E'
OF THE CUSTOMS (AMENDMENT) ACT, No 2 OF 2003


IN pursuance of the powers vested in me by Article 10 of Schedule 'E' of the Customs (Amendment) Act, No 2 of 2003, I Ravi Karunanayake, Minister of Finance, do hereby order that the Customs value of motor vehicles imported and classifiable within the headings 87.02, 87.03, 87.04, 87.05 and 87.11 of the Harmonized Commodity Description and Coding System shall be as set out below and all Customs duties and other levies payable at the time of importation shall be calculated on the basis of such value. This Order shall be in force from 01st March 2016 and continue until further notice.

Customs Valuation of Motor Vehicles

The Customs value of motor vehicles of HS headings 87.02, 87.03, 87.04, 87.05 and 87.11 shall be the aggregate of the following items (i), (ii), (iii) and (iv).

- (i) Higher of the two alternative values of (a) and (b) below;
 - (a) Value of the vehicle, determined by the Director General of Customs based on the price furnished by the manufacturer of such vehicle.
 - (b) Invoiced Free On Board Value of the vehicle
- (ii) Cost of transport to the port of Sri Lanka
- (iii) Loading, unloading and handling charges associated with the transport to the port of Sri Lanka
- (iv) Cost of insurance to the port of Sri Lanka

The Gazette Notification No. 1933/16 of 22nd September 2015 and the Gazette Notification No. 1937/3 of 19th October 2015, published under Article 10 of Schedule 'E' of the Customs (Amendment) Act, No 2 of 2003 are hereby repealed with effect from 01st March 2016. However for the purpose of determination of Customs value of motor vehicles, imported based on the Letter(s) of Credit established on or before 18th October 2015 and not amended subsequently, the Gazette Notification No. 1901/3 dated February 10, 2015 shall be deemed to be in effect and applicable.



Ravi Karunanayake,
Minister of Finance

01st March 2016
Ministry of Finance
Colombo 01.