

**Anekant Education Society's**  
**Tuljaram Chaturchand College of Arts, Science and Commerce, Baramati, Dist. Pune**  
**(Autonomous)**  
**Faculty: Commerce**  
**PG Diploma in Taxation Laws**  
**SUBJECT: Customs Act 1962**  
**Code: PGDTL 104**  
**QUESTION BANK 2019-20**

**Q.1 Fill in the Blanks:**

1. Customs duty shall be levied at such rates as may be prescribed under Customs Tariff Act, 1975, or any other law in force on goods: .....
  - a) Imported into India by any person other than Government
  - b) Exported from India by any person other than Government
  - c) Imported into or exported from India by government
  - d) All of the above
  
2. The relevant date in case of filing refund claim may be any one of the following:
  - a) Date of let export order
  - b) Date of abandonment of goods
  - c) Date of destruction of goods State true or false
  - d) A and B
  
3. An exporter who has already filed duty drawback claim under All Industry Rate cannot file an Application for fixation of ....., if AIR is declared at 90% of duty paid.
  - a) Brand Rate
  - b) Special Brand Rate
  - c) Both a & b above
  - d) Reduced rate
  
4. Which of the following documents are required to be filed along with drawback claim application?
  - a) Triplicate copy of the Shipping Bill bearing examination report recorded by the proper officer of
  - b) the customs at the time of export
  - c) Copy of Bill of lading or Airway bill
  - d) All of the above

5. The modes of export allowable for drawback u/s 75 are:

- a) Post and Cargo
- b) Post, Cargo & Baggage
- c) Cargo and Baggage
- d) Post and Baggage

6. The rate of drawback on imported goods which are exported as such other than fuel and lubricant oil used in aircraft is:

- a) 100%
- b) 88%
- c) 98%
- d) 95%

7. To be eligible for drawback goods must be exported within ..... from the date of payment of duty on the importation thereof.

- a) a. One year
- b) b. Two years
- c) c. Three years
- d) d. Five years

8. The drawback on re-export is allowable on those goods which satisfies the conditions such as:

- a) they are originally imported into India
- b) duty has been paid at the time of importation
- c) goods which are to be re-exported must be easily identified as the same were imported into India
- d) All of the above

9. Coastal goods means:

- a) Imported goods
- b) Goods available in coastal area
- c) Other than imported goods
- d) All of the above

10. Warehousing without warehousing can also be applicable to stores which are supplied to .....without payment of import duty

- a) vessel
  - a) aircraft
  - b) vehicle
  - c) Both a and b above

11. The period of warehousing is..... From the date of warehousing order for any imported goods which are not intended to be used in 100% EOU/ EHTP/ STP

- a) 180 days
- b) 6 months
- c) 365 days
- d) 1 year

12. In case of bill of entry for warehousing, the importer has to execute a bond equal to the sum of..... The amount of duty assessed on such imported goods.

- a) twice
- b) thrice
- c) either a or b above
- d) five times

13. If license granted to any warehouse has been cancelled then the goods deposited in such warehouse shall be removed to another warehouse or be cleared for home consumption within..... From the date of serving order on the licensee

- a) ten days
- b) thirty days
- c) fifteen days or such extended period as the officer may allow
- d) seven days or such extended period as the officer may allow

14. In a licensed private warehouse, dutiable goods imported by or on behalf of ..... be deposited.

- a) Importer
- b) Exporter
- c) Either a or b above
- d) Licensee

15. Any licensed public warehouses can be used for depositing..... Goods.

- a) duty free
- b) dutiable
- c) exempt
- d) None of this

16. For the purpose of deductive value, unit price is the price at which greatest aggregate quantity sold to person who are:

- a) related to the sellers in India
- b) importer

- c) not related to the sellers in India
- d) All of the above

17. In case of sale of goods to a related party, transaction value is accepted where:

- a) The relationship does not influence the price
- b) The declared value of the goods closely approximates to the transaction value of identical or similar goods to unrelated buyer in India.
- c) The declared value of the goods closely approximates to the deductive or computed value for identical or similar goods.
- d) All of the above

18. Entry outward means general permission by customs authority to the master of vessels for allowing him to.....

- a) load the cargo
- b) load passenger
- c) load mail bags
- d) All of the above

19. The application by exporter to customs officer for clearance of goods for exportation is known as:

- a) Shipping Bill
- b) Bill of Export
- c) Bill of Lading
- d) Either a or b above

20. Mr. A can store the goods in public warehouse under the provision of warehousing without warehousing for-----.

- a) One year
- b) Six months
- c) One month
- d) 30 days

21. Within -----from the date of unloading goods should be cleared, warehoused or transshipped

- a) Within 5 days
- b) Within 10 days

- c) Within 15 days
- d) Within 30 days

22. The importer who fails to pay the duty within the time so specified, he shall be liable to pay interest at the rate of----- on the amount of duty not paid or short paid till the date of its payment.

- a) a.18%
- b) b.12%
- c) c.15%
- d) d.24%

23. The importer who present a bill of entry shall ensure:

- a) The accuracy & completeness of the information given therein
- b) The authenticity and validity of any document supporting it
- c) Both a & b
- d) None of the above

24. Bill of entry can be presented for:

- a) Home Consumption
- b) Warehousing i.e. Into Bond
- c) Clearance from warehouse for Home Consumption i.e. Ex-bond
- d) All of the above

25. Which of the following goods allow to unloaded from vessel even master of vessel not receives entry inward

- a) Baggage of crew
- b) mail bags
- c) Animals
- d) All of the above

26. The document which contains the detailed information to customs about goods in the vessels/aircraft/ vehicle is called as

- a) Arrival manifest or Import General Manifest /Import Manifest
- b) Bill of entry
- c) Import Report
- d) Both a & c above

27. Any goods, the import or export of which is subject to any prohibition under the Customs Act or any Other law for the time being in force, is known as:

- a) Restricted Goods
- b) Ineligible Goods
- c) Prohibited Goods
- d) Both a & c above

28. Which of the following person is included as a Person-in-Charge

- a) Master of the Vessel
- b) Commander or Pilot in charge of aircraft
- c) The Conductor, guard or any other person having the chief direction of the train
- d) All of the above

29. In relation to Vessel, Person-in-charge is known as:

- a) Sailor of the ship/vessel
- b) Guard or person having the chief direction of the vessel
- c) Master of the Vessel
- d) Commander of the Vessel

30. Container Freight Station can carried out customs processes such as:

- a) Processing of Import Manifest & Export Manifest
- b) Processing of Bill of entry
- c) Examination of goods
- d) All of the above

31. Container Freight Station is a place where only a part of the customs process mainly with the examination of goods is carried out, is set up with the main objective of:

- a) Decongesting the Land Customs Station
- b) Decongesting the Ports
- c) Decongesting the ICD's
- d) Decongesting the Customs Airport

32. Inland Container Depot is a Custom Station duly:

- a) Appointed by Central Board of Excise & Customs
- b) Licensed by Central Board of Excise & Customs
- c) Appointed by Central Board of Indirect Taxes & Customs
- d) Licensed by Central Board of Indirect Taxes & Customs

33. Books of account includes ledgers, daybook, cashbook, other accounts related records kept in:

- a) written form

- b) printed form
- c) electronic form
- d) any of the above

34. Where the audit is conducted at the premises of the audited, the proper officer shall complete audit within:

- a) 30 days from the date when audit documents are made available
- b) 30 days from the date of starting of the audit
- c) 15 days from the date when audit documents are made available
- d) 15 days from the date of starting of the audit

35. The proper officer shall give advance notice to the audited before start of audit under customs, not less than:

- a) 30 days
- b) 25 days
- c) 15 days
- d) 60 days

36. Which of the following duties or taxes included for the calculation of duty referred to in section 3(5)?

- a) Basic Customs Duty u/s 12
- b) ACD 3(1) or 3(3)
- c) Transaction value or Tariff value
- d) All of the above

37. For the purpose of valuation under ACD 3(1), the value of imported article shall not include:

- a) Transaction value or Tariff value [section 14]
- b) Basic Customs Duty [section 12]
- c) Social welfare surcharge on above
- d) Safeguard duty [section 8B and 8C]

38. Two Types of Duty:

1. For the purpose of valuation under ACD 3(1), the value of imported article shall be the aggregate of: .....

- a) Transaction value u/s 14 (1) or Tariff value u/s 14(2) and Basic Customs Duty u/s 12
- b) Countervailing duty referred to in section 9
- c) Duty referred to in sub-section (3) &(5)
- d) All of the above

39. Remission of duty can be granted by Assistant Commissioner on any imported goods that are: .....

- a) lost or stolen
- b) lost or destroyed
- c) pilfered
- d) Either a or b above

40. If any warehoused goods had been damaged at any time before clearance for home consumption, the abatement is available only if such damaged is:

- a) on account of any accident
- b) due to willful act, negligence or default of owner, his employee or agent
- c) not due to willful act, negligence or default of owner, his employee or agent
- d) Both a and c above

41. The abatement of duty on damaged or deteriorated goods can be granted by:

- a) Assistant Commissioner
- b) Deputy Commissioner
- c) Joint Commissioner
- d) a or b above

42. If the pilfered goods are restored to the importer then importer is liable to pay duty at the rate prevailing on the date of:

- a) filing bill of entry by the importer
- b) filing import manifest or report by the person-in-charge
- c) restoration by the port authority to the importer
- d) order of clearance by the proper officer

43. The relevant date for duty payable on pilfered goods is the date of:

- a) filing of bill of entry
- b) order of clearance
- c) filing of Import General Manifest or Report
- d) granting entry inward

44. The duty is not payable by the importer in case of pilfered goods only if any goods are pilfered:

- a) after unloading thereof
- b) after unloading thereof but before order of clearance by proper officer for deposit in warehouse or home consumption



- c) after clearance of order by proper officer
- d) before unloading thereof

45. In the context of Customs Act, 1962, the term “pilfer” means:

- a) to steal
- b) petty theft
- c) both a & b above
- d) none of the above

46. The importer or exporter shall be liable to pay interest, on any amount payable to Central Government when finally assessed or re-assessed duty amount is more than duty provisionally paid, at the rate of:

- a) a.24% p.a.
- b) b.15% p.a.
- c) c.18% p.a.
- d) d.12% p.a.

47. As per Customs Act, 1962, the term “Import” with its grammatical variation and cognate expression means:

- a) Purchase from foreign country
- b) Supplier is located outside India
- c) Bringing into India from a place within India
- d) Bringing into India from a place outside India

48. The process of Export is said to be completed when the goods:

- a) Reached the destination port
- b) Crosses the Indian Port
- c) Crosses the Indian Territorial water
- d) Crosses the Indian Customs Water

49. The term Export with its grammatical variation & cognate expression means:

- a) Supply of goods to a recipient located outside India
- b) Supply beyond territorial water
- c) Both a & b above
- d) Taking out of India to a place outside India

50. Territorial water of India extends upto:

- a) 24 nautical miles into the sea from the appropriate base line
- b) 24 nautical miles

- c) 12 nautical miles into the sea from the appropriate base line
- d) 12 nautical miles

51. As per section 2(3) of Customs Act, 1962, Baggage includes:-

- a) Unaccompanied baggage
- b) But does not include Motor Vehicles
- c) Both a & b
- d) None of the above

52. As per Customs Act, 1962, Conveyance includes:

- a) Vessel
- b) Aircraft
- c) Vehicle including railway vehicle
- d) All of the above

53. The basic condition for levy of Customs Duty is:

- a) There must be import or export of goods
- b) There must be import or export of services
- c) There must be import or export of goods or services or both
- d) All of the above

54. Customs duty shall be levied at such rates as may be prescribed under Customs Tariff Act, 1975, or any other law in force on goods:

- a) Imported into India by any person other than Government
- b) Exported from India by any person other than Government
- c) Imported into or exported from India by government
- d) All of the above

**Q.2 Answer in one sentence:**

1 who is treated as **adjudicating authorities** under the customs Act, 1962?

2 Define “**Applicant.**”

3 Define “**Appellate Tribunal.**”

4 Define “**Assessment.**”

5 What do you mean by Baggage?

6 Define “**Bill of entry.**”

7 What is meant by coastal goods?

8 Define “**Dutiable goods.**”

9 Define “**Export.**”

10 what do you mean by export goods.

- 11 What is mean by goods?
- 12 What do you mean by imported goods?
- 13 What is mean by Prohibited goods?
- 14 Define “**Stores.**”
- 15 Define “**Tariff value.**”
- 16 What do you mean by value?
- 17 Define “**Warehouse.**”
- 18 What is mean by warehouse goods?
- 19 Define “**Customs area.**”
- 20 Define “**Customs Station.**”
- 21 Define “**foreign post office.**”
- 22 Define “**Illegal goods.**”
- 23 Define “**Notified date.**”
- 24 Define “**Notified Goods.**”
- 25 What is mean by Advance Ruling?
- 26 What do you mean by Activity?
- 27 Define “**Adjudicating authority.**”

### **Q.3 Short Notes:**

- 1 Explain the recovery of sums due to Government.
- 2 Explain the power to allow import or export on execution of bonds in certain cases.
- 3 Explain the provisions power to take samples.
- 4 Write short note on Appearance by authorized representative?
- 5 Write short note on Liability of principal and agent U/s 147?
- 6 Write short note on procedure for sale of goods and application of sale proceeds?
- 7 Write short note on Baggage Transit Regulations U/s 81.
- 8 Write short note on Temporary Detention of Baggage U/s 80.
- 9 Write short note on Rate of duty and tariff Valuation.
- 10 Explain the provisions for ‘Declaration by owner of baggage’.
- 11 Write short note on SEZ.
- 12 Explain the provisions related to SEZ under Customs Act, 1962?
- 13 Write short note on Interest on drawback.
- 14 Write short note on Interest on Drawback.

- 15 Who can apply for Advance Rulings?
- 16 What is the scope of Advance Ruling Authority?
- 17 Write short note on functions and Authority for Advance Ruling.
- 18 Explain the provisions related to refund under customs Act, 1962.

**Q. 5 Long answer questions:**

- 1 What are the offences under the customs Act, 1962?
  - 2 Explain in details of Appeals and Revision under the customs Act, 1962.
  - 3 What are the powers of the settlement commission under the customs Act, 1962?
  - 4 Explain confiscation of improperly imported goods.
  - 5 Explain confiscation of improperly exported goods.
  - 6 Explain the provisions for confiscation of conveyances, package, smuggled goods, cancelling smuggled goods and sale proceeds of smuggled goods.
  - 7 Explain the various Penalties regarding confiscation under customs Act, 1962.
  - 8 Explain in details of provisions for Search, Seizure and Arrests under the customs Act, 1962.
  - 9 Explain the provisions related to coastal goods and vessels.
  - 10 Explain in details of Duty Drawback under Customs Act, 1962.
  - 11 Explain the various provisions related to Warehousing in Customs Act, 1962.
  - 12 Explain the provisions related to Goods in Transit under Customs Act, 1962.
  - 13 What is the procedure for clearance of Export Goods?
  - 14 What is the procedure for clearance of Imported Goods?
  - 15 Explain the provisions in Relation to conveyances carrying imported goods?
  - 16 What is Advance Ruling? Which are the provisions applicable to Advance Ruling?
  - 17 What are the provisions regarding levy and exemption of customs duties under the customs Act, 1962?
  - 18 What are the various measures to detect goods which are illegally exported?
  - 19 What are the various measures to detect illegally imported goods?
  - 20 What are the powers of the customs department to prohibit importation or exportation goods?
  - 21 Explain the appointment of customs Ports, Airports?
  - 22 Explain the various Officers of customs department with reference to U/s 3 to U/s 6 of customs Act, 1962.
- .....