

DEPARTMENTAL EXAMINATION OF INSPECTORS OF CENTRAL TAX

PAPER-II :: CUSTOMS (With Books)

DATE: 07.08.2024
TIME: 2.00 PM to 5.00PM

MAXIMUM MARKS: 100
PASS MARKS: 50

Note:-

1. All Questions are compulsory.
2. The candidates have option to answer in Hindi.
3. Relevant Statutory authority must be quoted while answering the question.
4. Use of Mobile/ Smart Phones and other electronic devices is strictly prohibited during examination

SUGGESTED BOOKS:-

1. The Customs Act, 1962 (52 of 1962)
2. The Customs Tariff Act, 1975 (51 of 1975)
3. The Customs Rules and Procedures
4. The Foreign Trade Policy-2021-2026 and ITC (HS)
5. Handbook of Export and Import Procedure
6. Customs, Allied Acts and Rules made thereunder
7. The Special Economic Zone Act, 2005 and Rules made thereunder.

Q.No.1: This question consists of fifteen multiple choice questions. Identify the most appropriate or correct choice. All questions are compulsory. [15x1=15]

(i) As per the section 2(2) of the Customs Act, 1962 'assessment' includes –

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|----------------------------|--|
| (a) Provisional assessment | (c) Reassessment |
| (b) Self-assessment | (d) Any assessment in which the duty is NIL. |

Select the correct answer from the option given below:

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|--------------------------|--------------------------|
| (A) (a) & (b) above | (C) (a), (b) & (c) above |
| (B) (a), (b) & (d) above | (D) All of the above |

(ii) Under the Customs Act, 1962, the rule making power is delegated to –

- (a) Central Board of Indirect Taxes and Customs (CBIC)
- (b) Central Government
- (c) Respective State Government
- (d) Partly to the Central Government and partly to the respective State Government

(iii) For which of the following Rules can be made by the Central Government under section 156 of the Customs Act, 1962-

- (a) Transaction Value
- (b) Form of Bill of Entry
- (c) Import and export manifest
- (d) Conditions of transshipment and removal of goods without payment of duty

(iv) Which section of the Customs Act, 1962 provides for levy of Customs Duty on export and Import?

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|----------------|----------------|
| (a) Section 3 | (c) Section 17 |
| (b) Section 14 | (d) Section 12 |

(v) Where shall an appeal against the order passed by the CESTAT involving classification of imported goods lie?

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|------------------------|---|
| (a) High Court | (d) CESTAT cannot pass order on valuation matters |
| (b) Supreme Court | |
| (c) Central Government | |

(vi) Which of the following is a taxable event for imported goods?

- (a) Unloading of imported goods at Customs Port
- (b) Date of entry into the Indian Territorial waters
- (c) Date of presentation of bill of entry
- (d) Date on which the goods cross the Customs barrier

(vii) Imported goods shall not be unloaded from and export goods shall not be loaded on any conveyance except under the supervision of –

- | | |
|------------------------|---------------------------|
| (a) The proper officer | (c) Any authorized person |
| (b) Importer himself | (d) None of the above |

(viii) What is the basis for a search and subsequent seizure?

- (a) Instruction of senior officers
- (b) Inconvertible proof of evasion or concealment
- (c) DRI-1 filed by an officer
- (d) Reasonable belief about concealment of goods/ documents liable to confiscation

(ix) Who has the power to arrest under the Customs Act?

- (a) Gazetted officer
- (b) Non-gazetted officer
- (c) Assistant/ Deputy Commissioner
- (d) Any officer authorized by the Commissioner/ Principal Commissioner

(x) Identify the international Convention/ Protocol which deals with transboundary movement of Hazardous waste?

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|------------------------------|-----------------------|
| (a) Revised Kyoto Convention | (c) Vienna Convention |
| (b) Cartagena Protocol | (d) Montreal Protocol |

- (xi) Under what situation, show cause notice transferred to the Call Book can be taken out of Call Book? Identify the correct reason?
- (a) When the request of the party has been rejected by the Settlement Commission.
 (b) It depends upon the overall pendency position of show cause notices in the Commissionerate
 (c) Show cause when transferred to call book cannot be taken out of call book any point of time
 (d) As per the order of the Chief Commissioner
- (xii) Which of the following has not been issued under the Customs Act, 1962?
- (a) The Intellectual Property Rights (Imported goods) Enforcement Rules, 2007
 (b) The Customs Authority for Advance Rulings Regulations, 2021
 (c) The Foreign Trade Policy, 2020-2025
 (d) The Customs Valuation (Determination of the Value of Imported Goods) Rules, 2007
- (xiii) What is the quantum of pre deposit for a person filing second appeal before CESTAT when 7.5% of the duty has already been pre-deposited by him at the time of filing appeal before the Commissioner (Appeals)?
- (a) 10% of duty (c) 5% of duty
 (b) 2.5% of duty (d) NIL
- (xiv) When a person can make an application to the Settlement Commission under Customs act, 1962?
- (a) Before issue of show cause notice
 (b) Before final appeal against order in original passed.
 (c) Before adjudication of show cause notice
 (d) None of these
- (xv) Section 25 of the Customs Act, 1962 deals with
- (a) Dutiable goods (c) Claim for a refund of duty
 (b) Provisional assessment of duty (d) Power to grant exemption from duty

Q.No.2: Find the relevant section (including the sub-section or clause) of the Customs Act, 1962 dealing with the following and write in brief about the provision (in 30-50 words) [10x2= 20 marks]

- (a) Compounding of offences (f) Customs Post Clearance Audit
 (b) Licensing of Special Warehousing (g) Remission of duty on abandoned goods
 (c) Provisional release of goods (h) Power to summon people
 (d) Pre-notice consultation (i) Filing of Appeal before CESTAT
 (e) Import manifest (j) Authority for Advance ruling

Q.No.3: Write the full form and a short note of the following Abbreviations (in 30 words) [10x2= 20 marks]

- (i) SCOMET (v) RODTEP (ix) CAROTAR
 (ii) CPFEPASA (vi) EOU (x) DGFT
 (iii) ICEGATE (vii) LEO
 (iv) DRI (viii) DIGIT

Q.No.4: Differentiate between the terms given below in 50 words. Answer any five. [5x3= 15 marks]

- (i) Transaction value and Tariff value (v) Seizure and Confiscation
 (ii) Prohibited goods and restricted goods (vi) O-I-O and O-I-A
 (iii) EOU and SEZ schemes (vii) ICD and CFS
 (iv) Anti-dumping duty and Safeguard duty (viii) Penalty and Prosecution

Q.No.5: Find out the Allied acts along with the year of enactment which is applicable to import/ export of commodity listed below. [10x2=20 marks]

Sl. No	Commodity	Full name of the Allied Act
1	Insecticide/ Pesticide	
2	Ammonium Nitrate	
3	Chemical Weapons	
4	Ozone Depletion Substance	
5	Food Product	
6	Hazardous dangerous chemical	
7	Endangered species of flora and fauna specified under CITES	
8	Hazardous waste	
9	Antique	
10	Weapons of mass destruction	

Q.No.6: Find the most appropriate Customs Tariff heading of the commodities given below. [10x1= 10 marks]

- (i) Catfish (Fresh and chilled) (vi) Nickel ore
 (ii) Kidney beans (vii) Buffalo Tallow
 (iii) Letter pads (viii) Sandalwood oil
 (iv) Aluminium Pressure Cooker (ix) Glass bangles
 (v) Cotton Curtains (x) Potassium permanganate

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