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Domain Focussed
B-School

University of Petroleum & Energy Studies

College of Management & Economics Studies

Kandoli Campus, Dehradun

End-Semester Examination – April, 2017

Programme Name: BBA-FT

Semester VI

Subject: Customs Clearance Procedures

M.Marks: 100

Subject code: BBFT 114

Duration: 3 Hrs

Section 'A' (20 Marks)

All questions in this section are compulsory. Each question carries 2 marks.

1. Expenditure on display of your product in a foreign country can be reimbursed throughscheme of the Foreign Trade Policy of India. (MDA/MAI/EPCG/DFIA/MEIS)
2. Payment of Customs Duty can be waived off at the time of imports through Licence (ST49/DFIA/ARE 1)
3. Advance Authorisation Scheme exempts import duty on..... (used cars/Capital Goods/Raw Material)
4. Duty Credit Scripts can be used for payment of which taxes and duties?
5. Restricted items can be imported provided you have a licence issued by (DGFT/CBEC/EPC/Not applicable)
6. Who pays import duty in CIF terms of contract? (Importer/Exporter)
7. DFIA Licence is issued by (Income-tax deptt./Sales Tax deptt./DGFT/Customs)
8. Duty Drawback is a levied on/given to an Exporter at the time of export. (Penalty/Incentive).
9. Sale of goods by a manufacturer in DTA to a unit in EOU can be treated as "Exports" for DTA unit. (True/False)
10. Anti-Dumping duty is levied on specific products at the time of..... (Exports/Imports) to/from a country.

Section B (30 marks)

Attempt any 3 questions. Each question carries 10 marks.

1. What is DGFT? What is its role in International Business and what are its functions?
2. What do you understand by EPCG scheme? Who is eligible to get benefits from this scheme and what are the terms and conditions to get the benefit?
3. What is Foreign Exchange? What are the factors that affect its demand and supply?
4. What is the difference between Bill of Entry for Home consumption and Bill of Entry for Warehousing?

Section C (30 Marks)

Attempt 2 questions. Each question carries 15 marks.

1. What is MEIS? How does this scheme work and in what form are the incentives given to exporters?
2. What do you understand by Customs Duty? Who decides how much duty to be levied? What are the different elements of Customs duty and how is it calculated?
3. What is a Shipping Bill? Who issues and what is the procedure to obtain this document? What is its importance?

Section D (20 Marks)

While we import goods for commercial purposes, different departments in the government of India come into action and play their assigned role to check if all procedures are followed or not. The DGFT ensures that the goods being imported are as per policy, the finance department ensures collection of revenue, administration and logistics department ensures that the movement of goods at the ports is smooth etc.

Explain in detail, the complete procedure of Imports of commercial goods with regard to customs, warehousing, documentation and clearances by all departments concerned. Confine your answer to "Second check method of customs clearance".