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Warehouse



Think GST !
Think Vishal Sir...!!



1. The power to license public warehouses lies with:

- a. Principal Commissioner of Customs
- b. Commissioner of Customs
- c. Assistant / Deputy Commissioner of Customs
- d. Principal Commissioner of Customs or Commissioner of Customs

Ans:-(a) (b) (c) (d)

2. Any licensed public warehouses can be used for depositing..... goods

- a. duty free
- b. dutiable
- c. exempt
- d. import

Ans:-(a) (b) (c) (d)

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

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

Ans:-(a) (b) (c) (d)

4. The licensed public warehouses wherein dutiable goods may be deposited shall be caused to be locked by the proper officer and no person shall enter without the permission of proper officer

State true or false

- a. True
- b. False

Ans:-(a) (b) (c) (d)

5. Which of the following goods has been notified by the Board to be deposited in the licensed Special Warehouses?

- a. Gold, silver, other precious & semi-precious metals
- b. goods to be supplied to duty free shops in customs area
- c. Goods to be supplied to foreign privileged person

d. All of the above

Ans:-(a) (b) (c) (d)

6. 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

Ans:-(a) (b) (c) (d)

7. 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

Ans:-(a) (b) (c) (d)

8. Mr. Raj imported goods worth ₹ 20 lakhs on which duty is payable at the rate of 10%. Determine the amount of bond to be executed by Mr. Raj if he wants to file bill of entry for warehousing u/s 46 and assessed duty u/s 17 or 18.

- a. ₹ 2 lakhs
- b. ₹ 4 lakhs
- c. ₹ 6 lakhs
- d. ₹ 8 lakhs

Ans:-(a) (b) (c) (d)

9. In case of multiple sales in high sea, the transaction value under rule 4 of Customs Valuation Rules shall be:

- a. The price paid by the first buyer

- b. The average price paid by all the buyers involved in high sea sale
- c. The price paid by the last buyer
- d. The highest price paid by any of the buyer

Ans:-(a) (b) (c) (d)

10. The period of warehouse available for any Capital goods which are intended to be used in any 100% EOU/ EHTP/ STP or any warehouse wherein manufacture or other operations have been permitted u/s 65 shall be:

- a. 1 year from the date of warehousing order
- b. 3 years from the date of warehousing order
- c. Till there clearance from warehouse
- d. Ninety days from the date of warehousing order

Ans:-(a) (b) (c) (d)

11. Mr. George imported some goods not being capital goods, which are intended to be used in 100% Electronic Hardware & Technology Park. Mr. George filed a bill of entry for warehousing u/s 46 and wants to know the time limit of warehousing period available to goods imported by him. Kindly guide Mr. George as per the provision of law.

- a. 3 years from the date of warehousing order
- b. till there clearance from warehouse
- c. 1 year from the date of warehousing order
- d. No such period specified

Ans:-(a) (b) (c) (d)

12. 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

Ans:-(a) (b) (c) (d)

13. The period of warehousing as mentioned in section 61 cannot be extended by the Principal Commissioner or Commissioner of customs even though sufficient cause being shown by the importer.

Identify the correctness of the above statement

- a. Correct
- b. Incorrect

Ans:-(a) (b) (c) (d)

14. The Assistant Commissioner or Deputy Commissioner of Customs may extend the period of warehousing for imported goods by not more than one year at a time.

State true or false

- a. True
- b. False

Ans:-(a) (b) (c) (d)

15. If any warehoused goods other than goods intended to be used in 100% EOU /EHTP/ STP, remains in warehouse for a period more than from the date of order of warehousing, importer shall be liable to pay interest at the rate of on the amount of duty payable at the time of clearance of goods.

- a. 60 days : 12% p.a.
- b. 1 year : 18% p.a.
- c. 90 days :15% p.a.
- d. 1 year : 15% p.a.

Ans:-(a) (b) (c) (d)

16. Pratibha Industries imported metal sheets from Australia for ₹ 20 lakhs. The proper officer issued order for clearance

of goods for warehousing for a period of 1 year on 1.1.18. On 30.9.18 100% exemption has been granted to metal sheets from custom duty in India. Pratibha Industries cleared goods for home consumption on 31.12.18. State at which rate Pratibha Industries is liable to pay interest on goods remained in warehouse.

- a. 18% p.a. on duty payable at the time of clearance for home consumption
- b. 15% p.a. on duty payable at the time of clearance for home consumption
- c. No interest is payable as goods are exempt at the time of clearance for home consumption
- d. 12% p.a. on duty payable at the time of clearance for home consumption

Ans:- (a) (b) (c) (d)

17. Star Industries imported music instruments from Russia for ₹ 10 lakhs. The proper officer issued order for clearance of goods for warehousing on 1.1.19. Star Industries cleared goods for home consumption on 31.12.19 by paying custom duty @ 10%.

Calculate the interest payable by Star Industries as per warehousing provisions.

- a. ₹ 15000
- b. ₹ 18000
- c. ₹ 13562
- d. ₹ 11301

Ans:- (a) (b) (c) (d)

18. An owner of warehoused goods has following rights to deal with those goods except:

- a. Inspect or sort the goods
- b. Show the goods for sale
- c. Carry out necessary treatment on containers to prevent loss or deterioration or damage to the goods

d. All of the above

Ans:- (a) (b) (c) (d)

19. If any importer imported goods for carrying out manufacturing or other processes in warehouse, then the waste generated out of such manufacturing process shall be remitted from duty if:

- a. Resultant product is fully exported
- b. Such waste product is fully destroyed or duty has been paid on such waste as if it is imported in that form
- c. Resultant product is fully cleared for home consumption in India
- d. Both a & b above

Ans:- (a) (b) (c) (d)

20. If the resultant product emerged out of manufacturing process carried out in warehouse, is fully cleared for home consumption then the warehoused goods contained in waste or refusal shall be liable to duty at the rate applicable to:

- a. Original imported goods
- b. Waste product
- c. Resultant product
- d. Either b or c above

Ans:- (a) (b) (c) (d)

21. Mr. Ketan imported Spare parts of machinery and warehoused those goods. As per the provisions of customs law, Mr. Ketan can relinquish his title on such warehoused goods upon payment of:

- a. Import duty
- b. Warehousing interest
- c. Penalties if any payable
- d. All of the above

Ans:- (a) (b) (c) (d)

22. Solitaire Pvt. Ltd. cleared its goods stored in warehouse for home consumption before completion of 90 days by presenting ex-bond bill of entry, but failed to pay the import duty within 2 days of return of assessed bill of entry by the officer. State the implication of delay in payment of import duty by Solitaire Pvt. Ltd.

- a. Interest is payable @ 15% on the amount of duty
- b. No interest will be payable as goods removed from warehouse before 90 days
- c. Interest is payable @ 18% on the amount of duty
- d. only warehousing interest is payable

Ans:-(a) (b) (c) (d)

23. The power to remit duty in case of volatile warehoused goods found to be deficient in quantity due to natural loss, lies with:

- a. Principal Commissioner/ Commissioner of customs
- b. Assistant/ Deputy Commissioner of customs
- c. Chief Commissioner of customs
- d. Joint Commissioner of customs

Ans:-(a) (b) (c) (d)

24. Kesoram Rayon deposited his imported goods in customs warehouse but failed to clear those goods from the warehouse before the expiry of warehousing period. The rate of duty applicable to Kesoram Rayon will be the rate in force on the date of:

- a. Presentation of bill of entry for warehousing

- b. Deemed removal i.e. the date on which the warehousing period expires
- c. Presentation of bill of entry for home consumption
- d. Either b or c above

Ans:-(a) (b) (c) (d)

25. Mr. Gujral imported certain goods in Jan 2019. An into bond bill of entry was presented on 10th Jan, 2019. Assessable value was \$ 15,00,000. The order permitting the deposit of goods in warehouse for two months was issued on 15th Jan, 2019. Mr. Gujral failed to clear the imported goods before the expiry of warehousing period i.e. upto 14th March, 2019. Mr. Gujral did not obtain any extension of time as well. Mr. Gujral cleared the goods on 30th April, 2019.

Date	10.1.19	15.1.19	14.3.19	30.4.19
Basic Customs Duty	10%	8%	18%	Exempt

Identify the rate of duty applicable on clearance of goods by Mr. Gujral

- a. 10%
- b. 8%
- c. 18%
- d. Exempt

Ans:-(a) (b) (c) (d)

Answer:-

1	d	11	b	21	c
2	b	12	d	22	b
3	d	13	b	23	b
4	b	14	b	24	b
5	d	15	c	25	c
6	d	16	c		
7	b	17	d		
8	c	18	d		
9	c	19	d		
10	c	20	a		