

DATE

STUDENT NO

EXAMINATION CENTRE

**THE SHIPPING AND FORWARDING AGENTS' ASSOCIATION OF
ZIMBABWE (SFAAZ)**



CUSTOMS LEGISLATION & PROCEDURES DIPLOMA COURSE

FINAL EXAMINATION

PAPER ONE

MULTIPLE CHOICE/SHORT ANSWER/TRUE OR FALSE

3 SEPTEMBER 2020

TIME ALLOCATION: (1 HOUR)

- Answer all questions from PART A to Part C.
- Remember to complete the information required in the space provided on this page.
- Your student number must also appear on all answer sheets.
- This examination script is the property of SFAAZ and must not be removed from the examination room.
- This paper carries 20% of the final examination marks.

PART A: Short Answers:

Answer all questions in this part. Write your answers in the space provided. Each question carries 1 mark.

1. The legislation in which excisable goods are listed is known as

.....

2. Legislation is divided into Principal legislation and
legislation.

3. Kazungula is a border between Zimbabwe and

4. Calculate the VDP for a parcel coming in by Air with an FCA price of USD1000.00. The item is not listed in the Customs and Excise (Designation of Foreign Currency Dutiable Goods) Notice. The importer was offered free transport. The rate of exchange 1USD = ZWL85.00

.....

5. After landing in Zimbabwe, the Pilot of an aeroplane must report the plane's arrival within
..... hours of its landing.

6. Goods are said to be duly warehoused in a Bonded Warehouse only after the following document
has been processed

7. Besides Zimbabwe, name any other country that is in both COMESA and
SADC.....

8. Customs Warehouses are also known as

9. What does the abbreviation 'VOC' stand for?

.....

10. Besides Zimbabwe and Zambia, which other country is involved in the COMESA Simplified Trade Regime (CSTR)

11. Name any place in Zimbabwe that has been accorded the Special Economic Zone status

12. Products made from goods brought in under an IPR facility are known as products.

13. Exportation of Gold is controlled by

14. General Registration certificate is used for

15. Which valuation method allows the commissioner to use any other method with reasonable adjustments?

16. What do you understand by pre-clearance of goods on import?

17. You will find a list of Customs forms in the

18. The Minister of Finance can stop the importation of cheap clothing by introducing a high rate of duty also called a Tariff barrier. He can also introduce a non-tariff barrier such as

19. What section of the Customs Excise Act deals with the obstruction of officers?

.....

20. INCOTERMS stands for

.....

[Total Part A - 20 marks]

PART B: Multiple Choice:

Indicate the correct answer by putting the answer in the brackets provided. For example if your answer is “A” then put your correct answer as “Answer (A)”. Answer all questions from this part. Each question carries 1 mark

21. In the process of goods valuation, a rate of exchange is used to

- a. Convert USD to another currency.
- b. Convert USD to Zimbabwe dollar.
- c. Convert Zimbabwe dollar to USD.
- d. Convert given currency to either USD or ZWL.
- e. Convert Zimbabwe dollar to another currency. ()

22. Which legislation provides the distance within which Bonded Warehouses may be established from the Warehousing port?

- a. Customs and Excise Act.
- b. General Regulations.
- c. Ports of Entry and Routes order.
- d. IPR regulations.
- e. SI109 of 1996. ()

23. Which incoterm from the given below has a unique obligation to the seller which you will not find in the other given incoterms?

- a. FCA
- b. CIP
- c. CPT
- d. CIF
- e. DAP ()

24. The maximum period to claim a refund of duty that was overpaid is

- a. 90 days.
- b. 6 months.
- c. 12 months.
- d. 36 months.
- e. 60 months. ()

25. When goods are taken out of a Bonded Warehouse for entry for consumption, the applicable rate of duty is

- a. The rate applicable at the time the goods were warehoused.
- b. The rate applicable at the time the goods first entered Zimbabwe.
- c. The rate applicable at the time of clearance.
- d. The rate applicable at the time of clearance provided that the rate is not less than that was applicable at the time of warehousing.
- e. None of the above. ()

26. Which of the following is true for Zimbabwean legislation?

- a. Ministers may gazette regulations.
- b. Ministers may gazette Acts without going through Parliament.
- c. A bill which has passed through Parliament and signed by the President is gazetted as an Act.
- d. Both (a) and (c) above.
- e. None of the above. ()

27. Which statutory instrument gives applicable rates of import VAT?

- a. Customs act.
- b. VAT regulations.
- c. Reserve Bank act.
- d. Customs tariff.
- e. Customs and Excise (VAT rates) regulations ()

28. Which of the following is not a method of payment in international trade?

- a. Cash.
- b. Telegraphic transfer.
- c. Discounts.
- d. Barter.
- e. Letters of credit. ()

29. Which one of the following is not a base metal?

- a. Copper.
- b. Aluminium.
- c. Steel.
- d. Wolfram.
- e. Rhodium. ()

30. Which of the following is not a rule of origin?

- a. The requirement for the goods to be accompanied by a certificate of origin.
- b. All payments must be made in foreign currency.
- c. Goods should attain minimum local content requirement.
- d. Goods should be consigned directly to importing country.
- e. There must be substantive transformation of imported goods. ()

31. The additional code of a Customs procedure Code:

- a. Is used for tariff classification.
- b. Tells us the last procedure undertaken on the goods.
- c. Tells us which rebates if any, will apply on the goods.
- d. Always suspends duty payable.
- e. Is only used when clearing goods for home consumption. ()

32. The following information is mandatory on a commercial invoice except:

- a. Date.
- b. Value of goods.
- c. Freight costs.
- d. Description of goods.
- e. Consignee. ()

33. Surtax is charged on imports listed in the Surtax Tariff. The following rates are provided for in the surtax tariff:

- a. 10% and 25%.
- b. 10% and 15%.
- c. 15% and 25%.
- d. 25% and 35%.
- e. 15% and 35%. ()

34. A ZIMRA officer makes a physical examination of a private Zimbabwe registered car coming into Zimbabwe and discovers that the car has a false compartment where there are undeclared goods. The goods do not pay duty. What will the officer do with the goods and vehicle?

- a. Seize the vehicle and the goods.
- b. Seize the goods and release the vehicle.
- c. Release both goods and vehicle since none of them pays duty.
- d. Release the goods and seize the vehicle.
- e. None of the above. ()

35. Storage charges in a state warehouse will be charged on goods:

- a. After 3 days.
- b. After 3 hours.
- c. After 30 days.
- d. From time of warehousing.
- e. After 24 hours. ()

36. Who, of the following, is empowered by the Act to enter into Customs Agreements?

- a. Commissioner General of Zimra.
- b. Minister of Finance.
- c. President of Zimbabwe.
- d. The proper officer.
- e. Minister of Industry and Commerce. ()

[Total Part B – 15 marks]

PART C: True or False:

Indicate the correct answer in the brackets provided by endorsing either a (T) for True or an (F) for False. Each question carries 1 mark

37. The ZIMRA commissioner General is responsible for the day to day running of ZIMRA.

True / False Answer ()

38. Legislation includes all of the following: Customs and Excise act, Customs and Excise General Regulations, Valuation Manual, Ports of Entry and Route Order.

True / False Answer ()

39. All imports must be covered by a Licence.

True / False Answer ()

40. A CD1 is an exchange control document issued by the Reserve Bank of Zimbabwe.

True / False Answer ()

41. A government gazette published on a Friday is known as an Extra Ordinary government gazette.

True / False Answer ()

42. Importation of marijuana into Zimbabwe is prohibited.

True / False Answer ()

43. Individuals are prohibited from importing goods of a commercial nature. Only companies are allowed.

True / False Answer ()

44. Zimra will levy a fine if a truck carrying goods in transit through Zimbabwe fails to exit within 3 days.

True / False Answer ()

45. Loaded commercial trucks coming from Zambia have a choice of coming into Zimbabwe through Chirundu border post.

True / False Answer ()

46. A Form 49 is used only for the clearance of personal goods and not for commercial goods.

True / False Answer ()

47. A remote control unit of a Television imported together with the television is regarded as an accessory and is classified in the tariff for televisions.

True / False Answer ()

48. First Schedule, Part III of the Tariff Notice 2017, specifies goods that may be cleared under Conditional Entry.

True / False Answer ()

49. A Bill of lading is issued for Sea transportation.

True / False Answer ()

50. General Interpretative Rule 3(a) enables us to classify motor vehicle tyres in Chapter 40 and not as parts of vehicles in Chapter 87.

True / False Answer ()