

DATE

STUDENT NO.....

EXAMINATION CENTRE

**THE SHIPPING AND FORWARDING AGENTS' ASSOCIATION OF
ZIMBABWE**



CUSTOMS LEGISLATION AND PROCEDURES DIPLOMA COURSE

PROGRESS TEST ONE

PAPER TWO

GENERAL PAPER / EXPORT BILL OF ENTRY

25 FEBRUARY 2022

TIME ALLOCATION: (2 HOURS)

INSTRUCTIONS

- Answer question 1 in Part A, **bill of entry export** i.e. **Question 1 is compulsory.**
 - You are strongly advised not to spend the majority of your time on the entry.
 - The bill of entry must be complete in all respects. Assume you are operating in a manual environment and entry is to be submitted ready for processing by ZIMRA.
- Answer three (3) questions from Part B, **(select 3 out of 4 from this Part)**
- You may **ONLY** refer to relevant statutory legislation. Course modules, or any other notes and reference material other than legislation are not allowed.
- This paper constitutes 60% of the progress test 1 mark.

Part A

Question One

1. Given the attached documents you are required to complete a permanent export bill of entry form 21.

2. DOCUMENTS ATTACHED:

- i. CD1 form
- ii. commercial invoice
- iii. consignment note

3. ADDITIONAL INFORMATION:

Exporter BPN: 0200107726

Clearing Agent: Shipping Express

151 Arcade Street, Hillside, Harare

BPN : 0200035876

Declarant Reference: Student to use own

Bank code: 02

Bank Branch code: 2563

Goods are located at exporter's premises

Truck to ferry goods booked but registration not allocated.

Goods are not containerized.

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**EXCHANGE CONTROL ACT (CHAPTER 22:05)
APPLICATION TO EXPORT GOODS FROM ZIMBABWE**

EXPORTERS INVOICE NUMBERS
157200

CUSTOMS COPY

0000025022022
^0”PWY:30,+
This number must not be altered or obliterated

1. Full Name And Address Of Consignee NTWANE TRADERS CC 7 MOPANI CIRCLE NDOLA ZAMBIA		2. Full Name And Address Of Exporter STRONTO PRINTERS AND SIGNS 43 BROADLANDS ROAD EMERALD HILL HARARE	
3. Country of Final Destination ZAMBIA		4. Name and branch of Exporter’s Bank in Zimbabwe FIRST CAPITAL / AVONDALE	
5. Purpose Code Of Contract: SS Sales		PAYMENT ARRANGMENTS (Para’s 8 to 15 need to be completed only of goods are being exported in pursuance of a contract of sale)	
6. If a Contract (i) Is the sale F.O.R, FOB, C&F or CIF? FCA (ii) Place (i.e. F.O.B. Durban) / Port Of Exit HARARE / CHIRUNDU		8. Currency in which the goods are invoiced and will be paid for United States of America, Dollars	
(iii) Name of Haulier / Transporter		9. Amount and denomination of foreign currency to be received in Zimbabwe in settlement USD 17500.00	
7. If not a sale, state reason for export		10. Rate of exchange used for calculation at 9 1	
Expected Acquittance Date 21/03/2022		11. Credit terms agreed to under the contract 30	
13. Final date for the receipt of the sale proceeds in Zimbabwe: 21/03/2022		12. if credit terms exceed 90 from export, Exchange Control Authority number and date for such terms XXXXXXXXXXXXXX	
15. VALUE TO BE STATED IN ZIMBABWE DOLLARS		14. Net Mass: 22000 kgs	
a)Export Value USD 17500.00	b) ADD charges payable by exported for Freight Z\$ 0.00 Insurance and other Charges Z\$0.00	c) Commission (0.00% of 15a) Z\$0.00 Deduct (YES / Authority Number : XXXXXXXX d) Discount (0.00% of 15a) Z\$0.00 Deduct (YES / Authority Number : XXXXXXXX Amount to be received in Settlement \$17500.00	
16. Where goods are being exported for purpose other than sale, value of goods Z\$0.00			
Line Ref.	17. Marks And Numbers	18. No. & Type of PKG	19. Description and Particulars of Goods SECTOR: Manufacturing
			Type of Goods Quality Quantity Unit Price
1	ADD	10 pallets	Desk calendars Very Good 5000 3.50
Description		2022 printed desk calendars	

Stronto Printers and Signs

43 BROADLANDS ROAD
EMERALD HILL
HARARE
ZIMBABWE

Tel: 00263 242 443322
Email: info@stronto.com

COMMERCIAL INVOICE

BUYER:
NTWANE TRADERS CC
7 MOPANI CIRCLE
NDOLA
ZAMBIA

Date: 22 February 2022

Invoice No.: 157200

Mode of transport: Road

Buyer's Order No. 22 DCAL

Date of departure: 27 February 2022

Port of Exit: Chirundu

Term of Payment: 30 days from invoice

Destination Country: Zambia

Marks & Numbers	Description	Quantity	Unit Price	Amount
Add	2022 Printed Desk calendars	5000	USD 3.50	US\$ 17,500.00
	FCA Harare		Total	US\$17,500.00

Total: Seventeen Thousand Five Hundred United States Dollars only.

CONSIGNMENT NOTE

Date: 22/02/2022

Ref no. 157200

Shipper/Exporter	Buyer/ Importer
STRONTO PRINTERS AND SIGNS 43 BROADLANDS ROAD EMERALD HILL HARARE	NTWANE TRADERS CC 7 MOPANI CIRCLE NDOLA ZAMBIA

No packages	Description	weight
10 pallets	Desk calendars	22000 kgs

Port of exit: Chirundu

Part B: ANSWER ONLY THREE (3) QUESTIONS FROM THIS PART

QUESTION TWO

A. Explain in brief with an example for each what you understand by:

- i. Time of importation for goods imported by road (3 marks)
- ii. ad valorem rate of duty (3 marks)
- iii. “essential character” in rule 2A of the Customs Tariff (3 marks)
- iv. “Quantity data” column in the Customs tariff (3 marks)
- v. Road manifest (3 marks)

B. Complete the remaining ranks on the Zimra organogram as we move from the top to the bottom.
We have the Commissioner General, Commissioner Customs and excise, Regional Managers,
(4 marks)

C. Complete the following abbreviations:

- i. SFAAZ
- ii. ZIMRA
- iii. TAG
- iv. PERO
- v. FTA
- vi. VDP (6 marks)

(Total 25 marks)

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QUESTION THREE

- a) Name any 4 border posts that border Mozambique (4 marks)
- b) Identify the style of rate of duty for each of the following:
- i. 20% OR \$50/kg
 - ii. \$100/Unit
 - iii. 40%
 - iv. 65% + \$20/kg (4 marks)
- c) A consignment of 50 pumps is imported from Zambia and the VDP is calculated to be ZWL \$1,850,000. Calculate how much will be the total payable on a bill of entry if the following rates apply:
- i. Customs Duty rate is 25%, VAT is payable, No surtax is payable, No Tax clearance certificate is produced. (7 marks)
 - ii. Customs duty rate is 40% + \$400/Unit, VAT is payable, Surtax is payable at 25%, Valid tax clearance certificate was produced. (10 marks)

NB. Presumptive tax is calculated at a rate of 30% when payable.

(Total 25 marks)

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QUESTION FOUR

- a) A trade agreement will contain rules of origin to avoid importation of goods from countries that are not part of the agreement. Explain with examples three rules of origin that you are familiar with. (9 marks)
- b) A consignment of spares is bought from factory “point A” in South Africa for USD12,000 EXW. The importer is then charged \$400 for packing and another \$800 for export documentation. A transport charge of \$120 was also charged for moving the goods from the Factory to the transporter’s yard “point B” where they were loaded on a commercial truck provided by the buyer for export to Zimbabwe. Freight costs were \$900 from Johannesburg to Beitbridge point “C” and \$950 from Beitbridge to Harare “point D”. The spares were not insured.

Required:

- i. Identify the FOB point and calculate the FOB value for the consignment. (4 marks)
- ii. Calculate the VDP (4 marks)

(Show your calculations. Assume all charges are in USD and the goods pay duty in foreign currency.)

- c) A bill of entry may be routed Green if it is of low risk. Identify without explaining three other possible routes in ASYCUDA. (3 marks)
- d) Besides the bill of entry form 21, ZIMRA uses other forms to clear goods on import and export. Explain the clearances that are done on the following forms:
- i. Form 50
 - ii. Form 49
 - iii. TIP
 - iv. ATIP
 - v. CTIP (5 marks)

{Total: 25 marks}

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QUESTION FIVE

- a) Give the formula for calculating Value Added Tax (VAT) on a duty paying import entry. (3 marks)
- b) Name any four commodities, including their customs tariffs that are currently exempt from payment of VAT on import. (4 marks)
- c) The incoterm EXW is unique in that it is the only incoterm where export documentation is the responsibility of the buyer. Identify and explain the uniqueness of two other incoterms. (4 marks)
- d) Explain with an example the goods that you would expect to find at the following places: (8 marks)
- i. Customs yard
 - ii. Transit shed
 - iii. State warehouse
 - iv. Container depots
- e) Identify the licences and permit (if any) required for the importation of the following products: (6 marks)
- i. Prison made goods
 - ii. Crocodile skins
 - iii. Pistols (firearms)

{Total: 25 marks}