

**U.S. CUSTOMS AND BORDER PROTECTION**

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**Customs Broker License Examination**

**DIRECTIONS - READ CAREFULLY**

This examination consists of 80 questions. The minimum passing score is 75%. For each question, choose the letter representing your answer (**A, B, C, D, or E**) and completely darken the corresponding space on your answer sheet. There is no penalty for guessing; therefore, you should attempt to answer every question. **Each question is designed to have a single best answer.**

You are responsible for having the following references:

- **Harmonized Tariff Schedule of the United States (2008)** USITC Publication 3840 (Supplement 1)
- **Title 19, Code of Federal Regulations** Revised as of April 1, 2007 (**Parts 1-199**)
- **Customs and Trade Automated Interface Requirements (CATAIR)**
  - Appendix B – Valid Codes
  - Appendix D – Metric Conversion
  - Appendix E – Valid Entry Numbers
  - Appendix G – Common Errors
  - Appendix H – Census Warning Messages
  - Appendix L – Drawback Errors
  - Glossary of Terms
- **Instructions for Preparation of CBP Form 7501 (8-30-2005)**
- **C-TPAT – Minimum Security Criteria for Customs Brokers (3-20-2007)**
- 
- **Submission Changes for Supplemental Information Letters and Post Entry Amendments**
- **Directives**
  - 3510-004, Monetary Guidelines for Setting Bond Amounts
  - Amendment to 3510-004 for Certain Merchandise Subject to Antidumping/Countervailing Duty Cases
  - 3550-055, Instructions for Deriving Manufacturer/Shipper Identification Code
  - 3550-067, Entry Summary Acceptance and Rejection Policy
  - 3550-079A, Ultimate Consignee at time of Entry or Release
  - 3560-001A, Census Interface-Processing Procedures
  - 5610-002A, Standard Guidelines for the Input of Names and Addresses Into Automated Commercial System (ACS) Files

This examination lasts four (4) hours. When you finish, please give your answer sheet to the test administrator. **You may take this booklet with you.**

**DO NOT TURN THIS PAGE UNTIL TOLD TO DO SO BY THE EXAMINER.**

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## Customs Broker License Examination

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## **Section 1: ENTRY**

1. Currently a shipment is subject to a 2.9% rate of duty. Commencing January 1<sup>st</sup> of next year, the rate of duty will be reduced to an unconditional "Free" rate of duty. What type of entry procedure may allow an importer to enter the goods at the "Free" rate of duty if the goods are entered for consumption on December 23<sup>rd</sup> of the current year?
  - A. Entry/Entry Summary
  - B. Warehouse
  - C. Special Permit for Immediate Delivery
  - D. Entry filed without summary and the CBP Officer authorizes release of the merchandise
  - E. Informal Entry
  
2. Which of the following qualifies as an informal entry?
  - A. A mail shipment valued at \$2,500
  - B. A sea shipment valued at \$4,500
  - C. An air shipment valued at \$1,200
  - D. A shipment of office supplies valued at \$3,950
  - E. A sea shipment valued at \$2,500
  
3. If an importer anticipates that the merchandise entered under a Temporary Importation under Bond (TIB) will not be exported or destroyed in accordance with the terms of the bond, the importer may indicate to Customs in writing before the bond period has expired of the anticipatory breach. When are the liquidated damages for the anticipatory breach to be paid?
  - A. At the time of breach
  - B. At the time of exportation
  - C. One year from the date of importation
  - D. When the liquidated damage is issued
  - E. Three years from the date of importation

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4. What information is **NOT** needed on the commercial invoice to describe tubes, pipes, hoses and fittings therefore, of plastic – found under HTS 3917?
- A. Type of polymer
  - B. Diameter size in mm
  - C. Whether rigid or flexible
  - D. Whether with or without fittings
  - E. Reinforcing material
5. Which of the following **CANNOT** be entered under an informal entry?
- A. Personal and household effects of a returning resident of the U.S. taken abroad for their account valued at \$3,500.
  - B. Vinyl floor tile covering valued at \$300
  - C. Paintings imported by the Hindu American Religious Institute valued at \$2,500
  - D. Business cards for Company XYZ Electronics valued over \$250
  - E. Scissors made in the USA, valued at \$5000, returned for credit from a foreign purchaser
6. What is the country of origin of insecticide classified in subheading 3808.10? The active ingredient (insecticide) is blended with surfactants and packaged for retail sale in Canada. The active ingredient classified in Chapter 29 is manufactured in England. The surfactants classified in Chapter 34 are manufactured in the USA. The packaging classified in Chapter 39 is manufactured in Korea.
- A. Canada
  - B. England
  - C. European Union
  - D. USA
  - E. Korea
7. An informal entry is allowed on commercial shipments of plastic door frames under HTS3925.20.0010 if the import value is equal to or less than what amount?
- A. \$250
  - B. \$1250
  - C. \$1500
  - D. \$2000
  - E. \$2250

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8. How much **DUTY** is owed on the following shipment? The tariff rate quota for evaporated milk classified under HTS 0402.91.1000 produced in Denmark filled on opening day. All shipments entered after opening day must be entered under HTS 0402.91.7000 (over quota rate). An importer has a shipment of 12,500 kgs. of evaporated milk valued at \$5,000 and wants to enter at the over quota rate during the effective period of safeguards.
- A. \$275.00
  - B. \$1,300.00
  - C. \$3,912.50
  - D. \$4,437.50
  - E. \$5,212.50
9. What duties and fees are due on an entry of hot-rolled carbon steel valued at \$250,000, classified under 7208.10.1500/Free and imported into the U.S. directly from a steel exporter in Thailand? The steel falls within the scope of merchandise subject to antidumping (AD) and countervailing (CVD) cases A-549-817 and C-549-818, the entry qualifies for special duty-free treatment under the GSP program, and there is no Harbor Maintenance Fee.
- A. None
  - B. Merchandise Processing Fee (MPF) of \$525; the assigned rate of AD for this exporter/manufacturer; the assigned rate of CVD for this exporter/manufacturer
  - C. Only MPF because Thailand qualifies for duty exemption under GSP
  - D. MPF of \$485; the assigned rate of AD for this exporter/manufacturer; the assigned rate of CVD for this exporter/manufacturer
  - E. Only the assigned rate of AD and CVD -- no MPF or other duty is required to be paid
10. Which option can be used for a shipment ineligible for entry according to Federal Food Drug and Cosmetic Act requirements?
- A. Release the shipment without bond directly to the importer
  - B. File a temporary importation bond to allow the importer to sell the merchandise
  - C. Transport the merchandise to the salvage wholesale lot for distribution
  - D. File a single transaction bond for three times the entered value
  - E. Export the merchandise under CBP supervision

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11. Furniture **NOT** entered within \_\_\_\_\_ days after timely arrival is subject to general order.
- A. 10 calendar
  - B. 15 business
  - C. 15 calendar
  - D. 30 calendar
  - E. 30 business
12. Merchandise originating in and imported directly from \_\_\_\_\_ is **NOT** excluded from the Merchandise Processing Fee.
- A. Morocco
  - B. Israel
  - C. Bangladesh
  - D. Northern Marianas (Saipan)
  - E. Madagascar – Originating under the African Growth and Opportunity Act
13. Which class of merchandise **CANNOT** be diverted to a port other than the port named in any type of transportation entry without prior application or approval of the Port Director at the port of origin?
- A. Alcoholic beverages
  - B. Food products
  - C. Medical devices
  - D. Cigars, cigarettes and manufactured tobacco
  - E. Textiles or Textile products subject to section 204, Agricultural Act of 1956 as amended
14. What CBP form are importers of foreign-made films required to complete stating their film contains no urging of treason or insurrection against the United States?
- A. 3291
  - B. 3311
  - C. 3461
  - D. 7501
  - E. 7506

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15. Based on the following information, the country of origin is \_\_\_\_\_ and the country of export is \_\_\_\_\_.

Parts manufactured in Japan are sold to a Korean firm that incorporates them into engines. The engines are shipped from Korea to Hong Kong where they are tested and re-packed into shipping containers. From Hong Kong the engines are sold to a company in Taiwan. Finding no market at home, the Taiwan company immediately resells the merchandise to the U.S. After a week in Taiwan, the goods are finally shipped to the U.S.

- A. Japan; Japan
- B. Korea; Japan
- C. Korea; Hong Kong
- D. Korea; Taiwan
- E. Hong Kong; Taiwan



## **Section 2: CLASSIFICATION**

16. What is the classification for a plastic tripod (accessory) designed for use with digital still image cameras?
- A. 9006.91.0000
  - B. 8529.90.2200
  - C. 8529.90.8300
  - D. 7326.90.8587
  - E. 3926.90.9980
17. What is the classification of a child's woven short sleeve shirt, with a full frontal opening secured by buttons fastened right over left, a shirt tail, a frontal pocket and constructed from 100 percent bamboo? Based on processing, the bamboo is an artificial textile material.
- A. 6206403050
  - B. 6205302080
  - C. 6205900740
  - D. 6206900040
  - E. 6106202030
18. What is the classification of a new baby grand piano, containing a case measuring 153 cm in length and 129 cm in height?
- A. 9201.10.0041
  - B. 9201.20.0011
  - C. 9201.20.0021
  - D. 9201.20.0005
  - E. 9201.10.0031
19. What is the classification for boy's knitted shirts made of 75% cotton and 25% acrylic fabric?
- A. 6105.10.0010
  - B. 6105.20.2030
  - C. 6105.90.8010
  - D. 6105.10.0030
  - E. 6105.10.0020

**20.** What is the classification for merchandise entered under Temporary Importation under Bond that is only allowed to be in the U.S. for a period of six months and shall not be extended?

- A.** 9813.00.10
- B.** 9813.00.30
- C.** 9813.00.35
- D.** 9813.00.50
- E.** 9813.00.75

**21.** What is the 8-digit classification of a windshield for a motor vehicle composed of laminated safety glass?

- A.** 7007.11.00
- B.** 7007.21.10
- C.** 7007.29.00
- D.** 7020.00.60
- E.** 8708.99.81

**22.** Which of the following HTS headings should be used in classifying the following hairdressing set?

Towel classified in HTS heading 6302  
Shampoo classified in HTS heading 3305  
Hair gel classified in HTS heading 3305  
Brush classified in HTS heading 9603  
Comb classified in HTS heading 9615  
Hair dryer classified in HTS heading 8516  
Leather case to hold the above items classified in HTS heading 4202

- A.** 6302
- B.** 3305
- C.** 9615
- D.** 8516
- E.** 4202

**23.** What is the classification of a pneumatic handheld impact riveter imported by a manufacturer of civil aircraft in Seattle? The riveter is specially designed and is used for attaching metal sheeting on aircraft.

- A.** 8803.30.0030
- B.** 8803.20.0030
- C.** 8467.21.0010
- D.** 8467.19.1000
- E.** 8203.30.0000

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24. What is the classification for a hand-held portable video game for personal use?
- A. 9504.90.4000
  - B. 9504.10.0000
  - C. 9503.00.0080
  - D. 9504.30.0010
  - E. 9504.90.9080
25. What is the classification of plastic hair combs, quantity of 11,088 pieces valued at \$0.25 each? (Note: A “gross” equals 144 pieces)
- A. 9615.11.1000
  - B. 9615.11.2000
  - C. 9615.11.3000
  - D. 9615.11.5000
  - E. 9615.19.4000
26. What is the classification for shaving cream not containing alcohol?
- A. 3304.99.5000
  - B. 3305.90.0000
  - C. 3307.10.1000
  - D. 3401.20.0000
  - E. 3402.90.5050
27. Which of these items would be classified in HTS Chapter 62?
- A. Doll dress
  - B. Leather belt
  - C. Dog sweater
  - D. Wool knitted hat
  - E. Woven cotton martial arts uniform
28. What is the classification and **RATE OF DUTY** for Deltamethrin (an insecticide) unmixed and in packaging for retail sale? It is manufactured in England and is being imported from Canada.
- A. 9902.01.49 with 3808.91.2500; duty rate of Free
  - B. 3808.91.2500; duty rate of 6.5%
  - C. 3808.91.2500 with SPI CA; duty rate of Free
  - D. 2926.90.3000; duty rate of 6.5%
  - E. 9902.01.49 with 2926.90.3000; duty rate of Free

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- 29.** What is the classification of a 3-layer unidirectional laminated bamboo molding in lengths of 10 ft?
- A.** 4412.10.0500
  - B.** 4412.10.9000
  - C.** 4418.72.9100
  - D.** 4418.72.9500
  - E.** 4418.79.0000
- 30.** What is the classification of a watch box constructed of molded plastic wholly covered on the exterior by man-made textile fibers?
- A.** 4202.99.1000
  - B.** 4202.92.9010
  - C.** 4202.32.9550
  - D.** 4202.92.9026
  - E.** 4202.99.3000
- 31.** What is the classification of a camping hammock that is constructed of two panels, both of synthetic woven fabric? The panels are sewn together to create the main body. Each end of the hammock has a textile cord used to attach to a tree. The design includes a ridge line with mesh pocket, bottom entrance with Velcro closure, rain fly (of the same fabric, to be draped on a cord over the hammock for shelter), and tree hugger straps. It is designed for sleeping or resting, and as a camping good.
- A.** 5608.90.3000
  - B.** 6306.99.0000
  - C.** 6306.22.1000
  - D.** 6306.22.9010
  - E.** 5609.00.3000
- 32.** A U.S. made desk lamp is exported to Italy for repair under warranty and returned to the U.S. The lamp is classified under 9405.20.8010 @ 3.9%. What is the alternate classification for the lamp?
- A.** 9403.20.0030
  - B.** 9405.40.8000
  - C.** 9801.00.1010
  - D.** 9802.00.4040
  - E.** 9801.00.1012

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**33.** What is the classification for a non-solenoid type, non-pressure reducing pneumatic valve for directional control?

- A.** 8481.10.0060
- B.** 8481.20.0030
- C.** 8481.20.0070
- D.** 8481.10.0090
- E.** 8481.30.9000

**34.** What is the classification unfinished solid oak flooring that is tongue and grooved on its edges and ends?

- A.** 4409.29.0555
- B.** 4409.29.2560
- C.** 4418.79.0000
- D.** 4418.90.4605
- E.** 4421.90.9760

### **Section 3: WAREHOUSE**

35. Furniture entered as a warehouse entry must be withdrawn for consumption, exported, or destroyed within what time frame?
- A. 5 years from the date of importation
  - B. 5 years from the date of entry
  - C. 5 years from the date of arrival
  - D. 3 years from the date of importation
  - E. 3 years from the date of entry
36. When a warehouse entry that has not been extended is not liquidated within \_\_\_\_\_ from the date of final withdrawal, the warehouse entry will be deemed liquidated by operation of law.
- A. 5 years
  - B. 10 days
  - C. 14 days
  - D. 180 days
  - E. 1 year
37. A CBP Form \_\_\_\_\_ must be presented to CBP to request the manipulation of merchandise admitted into a Foreign Trade Zone.
- A. 213
  - B. 214
  - C. 216
  - D. 3499
  - E. 4607
38. A CBP Form \_\_\_\_\_ must be presented to obtain release of merchandise intended to be admitted into a Foreign Trade Zone.
- A. 3124
  - B. 7533
  - C. 3461
  - D. 216
  - E. 214

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- 39.** If no entry has been filed for the goods at the port of entry, or at the port of destination for an in-bond shipment within \_\_\_\_\_ days after their arrival, the goods may be placed in a general warehouse at the importer's risk and expense.
- A.** 15 calendar
  - B.** 10 business
  - C.** 15 business
  - D.** 20 business
  - E.** 30 calendar

## **Section 4: QUOTA**

40. For Quota priority and status purposes, presentation of an entry summary for consumption or withdrawal for consumption in proper form means:
- A. The documents have been submitted for and have undergone preliminary review in advance of an opening moment
  - B. A correct entry summary or withdrawal for consumption is accompanied by estimated duties attached or entry/entry summary information and a valid scheduled statement date have been successfully received by CBP via ABI
  - C. The documents have been submitted prior to the opening of the quota period
  - D. A correct entry summary or withdrawal for consumption is submitted/received via ABI
  - E. A correct entry summary or withdrawal for consumption is accompanied by estimated duties attached or entry/entry summary information and a valid scheduled statement date have been successfully received by CBP via ABI regardless of whether the merchandise has arrived in the port limits
41. When the quantity of imported merchandise exceeds a tariff-rate quota restraint, the importer may **NOT**:
- A. Hold the merchandise for the next opening by placing it in a bonded warehouse
  - B. Export the merchandise
  - C. Destroy the merchandise under CBP supervision
  - D. Pay the over-quota (high) duty rate
  - E. Commingle the merchandise and classify as non-quota class goods
42. Which is **TRUE** for quotas expected to fill immediately upon opening?
- A. Submissions prior to opening moment are accorded preferential quota priority and status
  - B. The opening moment is 12:00 noon in all time zones
  - C. Entries or withdrawals for consumption submitted timely and in proper form for the opening are all considered presented simultaneously for reporting purposes
  - D. For the opening, an importer may present an unlimited quantity in order to maximize their allotment should a proration be necessary
  - E. When entries or withdrawals for consumption are resubmitted within five days of the announcement of a proration, they are given a new date and time of presentation

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43. What statement is **TRUE** if merchandise subject to a tariff-rate quota is released by a special permit for immediate delivery and the entry summary is filed after the quota period ends and the quota has filled?
- A. The ID/entry establishes quota priority and status with approval from Headquarters and the quota will be charged to the current quota period.
  - B. Proper submission of an entry summary will entitle the importer to the in-quota (low) rate of duty for the entire quantity of the shipment, regardless of the fill status of the quota.
  - C. The filer is only subject to payment of any duties due at the over-quota (high) rate if the quota is filled prior to the filing of an entry summary/withdrawal for consumption.
  - D. There is no further impact once the filer submits the entry summary or withdrawal for consumption and the quota is charged/accepted.
  - E. If the entry summary is not presented timely, the Port Director may issue liquidated damages for the late filing of the entry summary and the high (over-quota) duty rate must be paid. Quota is charged to the period in effect when the merchandise was released.
44. An absolute or quantitative quota:
- A. Permits a specified quantity of merchandise to be entered or withdrawn for consumption at a reduced duty rate during a specified period.
  - B. Grants precedence to one entry or withdrawal for consumption of quota-class merchandise over other entries or withdrawals of merchandise subject to the same quota.
  - C. Must be detained by the port director pending advice from the Department of Agriculture.
  - D. Means an entity operating in any mode or intermodally moving cargo by special express commercial service under closely integrated administrative control.
  - E. Permits a limited number of units of specified merchandise to be entered or withdrawn for consumption during specified periods

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45. Which statement best applies to quota proration?
- A. The quantities on all entry summaries or withdrawals for consumption properly presented for a quota that oversubscribes at opening are allotted a percentage of the quantity presented in relation to the quantity available
  - B. When a revised entry summary is returned with prorated amounts indicated, a new date and time of presentation is established
  - C. Time zones are not taken into consideration when considering which entry summaries were properly presented for an opening moment and therefore eligible for proration
  - D. Headquarter's instructions specify mandatory requirements for disposition of quantities in excess of the restraint limit
  - E. Pre-filing of an entry summary will accord that quantity quota priority and status

## Section 5: VALUE

**46.** An importer wants to purchase a product which is manufactured according to a patented process. The right to use this process costs the manufacturer \$1.00 per unit produced. This cost is passed along to the importer as a separate charge. This charge represents:

- A. A restriction precluding Transaction Value
- B. A royalty requiring an adjustment under Transaction Value
- C. A condition precluding Transaction Value
- D. An assist requiring an adjustment under Transaction Value
- E. Transaction Value

**47.** What is the transaction value (rounded to the nearest dollar) of a shipment with details as follows:

\$16,050 CIF NY, Duties and Merchandise Processing Fee (MPF) paid

Price Includes:	\$3000	Air freight
	\$ 500	Air Insurance

Actual duty rate is 13.2%

- A. \$12,550
- B. \$11,066
- C. \$10,867
- D. \$11,052
- E. \$11,064

**48.** In determining valuation, Customs may appraise merchandise based on:

- A. The higher of the alternative values when the difference exceeds 5%
- B. The price of the merchandise in the domestic market in the country of export
- C. The selling price in the United States of identical or similar merchandise produced in the United States
- D. The price of merchandise for export to the United States
- E. Minimum values of appraisement

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49. Which of the following statements is **TRUE** based on the following information? A cruise line wants to donate 500 surplus TV sets to a charity in the United States. The TV sets were imported into the U.S. four years earlier for use on the cruise ships and duty was paid by the cruise line. At the time duty was paid four years ago, the wholesale value of the TV sets was \$5000. The cruise line now states that the TV sets have no value due to depreciation.
- A. The merchandise is not subject to duty since the goods are being donated to a charity
  - B. The merchandise is not subject to duty since duty was paid previously
  - C. The merchandise is not subject to duty since the importer declared the value at zero
  - D. The merchandise is subject to duty based on the original wholesale value
  - E. The merchandise is subject to duty based on a reasonably adjusted value
50. The Port Director informs the importer that CBP finds grounds for rejecting the transaction value declared by the importer and the rejection increases the duty liability. Under such circumstances:
- A. The importer has 20 days to respond in writing to the Port Director if in disagreement
  - B. CBP rate advances the entry selecting from the hierarchical order the method of valuation for which sufficient information has previously been provided
  - C. Importer's recourse is the selection of any preferred alternate method of valuation
  - D. The importer has 30 calendar days to respond in writing to the Port Director if in disagreement, without affecting or replacing the administrative ruling procedures contained in 19 CFR 177, or any other CBP procedure
  - E. Identical valuations accepted under transaction value during prior importations at other ports preclude rejection of transaction value for subsequent entries

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## **Section 6: BROKER COMPLIANCE**

51. If refunds on entries for a particular importer are to be sent in care of the broker who files the entries, the broker's IRS EIN number needs to be listed in block 24 of CBP Form 7501 of each entry. In addition, CBP Form \_\_\_\_\_ must be on file with CBP.
- A. 3461
  - B. 3311
  - C. 4455
  - D. 4811
  - E. 7512
52. If a customs broker uses their importer bond to affect the release of goods from CBP custody and files the entry summary timely but fails to submit duties because he hasn't received payment from the consignee, what parties will the liquidated damages be assessed against?
- A. Broker and surety
  - B. Importer and surety
  - C. Carrier and surety
  - D. Broker, consignee and surety
  - E. Broker and consignee
53. Which of the following is **CORRECT** regarding the triennial status report?
- A. The licensed broker must submit a payment of \$300 accompanied by a report every three years and must be filed at the port where the original broker license was delivered
  - B. The licensed broker must submit a payment of \$100 accompanied by a report every year and must be filed at the port where the original broker license was delivered
  - C. The licensed broker must submit a payment of \$100 accompanied by a report every three years and must be filed at the port where the original broker license was delivered
  - D. The licensed broker must submit a payment of \$300 every year and must be filed at the port where the original broker license was delivered
  - E. The licensed broker must submit a payment of \$100 due every year and can be filed in any port

54. An application for an individual Customs broker license must be executed on a CBP Form \_\_\_\_\_ and submitted within \_\_\_\_\_.
- A. 3124E; 3 years after the applicant took and passed the written examination
  - B. 3124; 5 years after the applicant took and passed the written examination
  - C. 3124E; 30 days prior to the examination date
  - D. 3131; 30 days prior to the expiration of the three-year period after the applicant took and passed the written examination
  - E. 3124; 3 years after the applicant took and passed the written examination
55. A corporate broker in Miami wishes to expand their business and open an office in San Francisco. They hire a permit qualifier, who is licensed in the district that includes San Francisco and opens the office on January 2, 2008. On February 17, 2009 the permit qualifier submits his resignation effective March 2, 2009. Until which date may the San Francisco office remain open and conduct Customs business without a licensed broker from the district that includes San Francisco?
- A. April 2, 2009
  - B. May 1, 2009
  - C. June 1, 2009
  - D. August 29, 2009
  - E. March 1, 2010
56. If a corporate broker wants to continue to conduct Customs business after the officer who qualified its license retires, it must \_\_\_\_\_.
- A. request a written waiver from CBP Headquarters to allow continued use of the broker's license to conduct Customs business
  - B. appoint a new broker as an officer of the corporation and license qualifier, and the retired broker must advise CBP he is no longer qualifying the corporate license
  - C. submit a power of attorney to CBP
  - D. notify the port director in writing that the broker has retired and is no longer an officer of the corporation but will continue to qualify its license
  - E. ensure that the broker submits his license to CBP for cancellation

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## **Section 7: TRADE AGREEMENTS**

57. A NAFTA claim for a refund of duties after importation does **NOT** need to contain which of the following:
- A. A written declaration stating that the merchandise qualified as originating at the time of importation
  - B. A written statement indicating whether or not the importer provided a copy of the entry summary or equivalent documentation to anyone else
  - C. A written statement indicating whether or not Drawback has been paid
  - D. A written statement indicating whether or not any person has filed a Protest, Petition, or request for reliquidation of the merchandise
  - E. A NAFTA Certificate of Origin
58. Which of the following statements regarding the Generalized System of Preferences (GSP) is true?
- A. GSP is a trade program reserved for countries that export a majority of their originating goods to the U.S.
  - B. GSP is a “unilateral” trade program, in that the countries which are granted special treatment for imports into the U.S. do not reciprocate
  - C. The special program indicator (SPI) “A\*” is reserved for the “least-developed beneficiary developing countries” (LDBDC)
  - D. GSP is one of the newest trade programs to be put into effect
  - E. Because it was one of the first trade programs to be instituted, GSP did not include an expiration date in the presidential proclamation and therefore is not subject to periodic renewal by Congress
59. Under the U.S. – Chile Free Trade Agreement, a person selecting an inventory management method for particular fungible goods or materials must continue to use that method for those fungible goods or materials for \_\_\_\_\_.
- A. 180 days
  - B. 90 days
  - C. 30 days
  - D. 1 fiscal year
  - E. 60 days

60. Women's polyester yoga pants are imported into the U.S. An accompanying Multiple Country of Origin Declaration states that the garments are manufactured in the following manner:

- 1) the fabric (6006.32.0040) is knit in the U.S.
- 2) the sewing thread (5401.10.0000) used to assemble the garment is of Korean origin
- 3) the cutting of fabric components is done in Mexico
- 4) the assembly is done in Guatemala
- 5) inspection and packing are done in Mexico

How should these garments be entered?

- A. 9802.00.9000 / 6104.63.2011
  - B. 6104.63.2011 MX
  - C. 6104.63.2011 P
  - D. 6104.63.2011 P+
  - E. 6104.63.2011
61. Which statement is **TRUE** regarding the NAFTA eligibility of a shipment of men's western boots entered under 6403.51.3030? The boots are made in Mexico. The only foreign material is tanned ostrich leather skins imported from South Africa costing \$12.69/pr. The originating materials have a total cost of \$14.14/pr. Craftsman labor costs are \$1.11/pr. Factory overhead costs are \$0.40/pr. The F.O.B. invoice value is \$69.00/pr.
- A. Boots qualify for NAFTA, meets tariff shift and has a RVC under the Transaction Value Method of 81.61%
  - B. Boots qualify for NAFTA, meets tariff shift and has a RVC under the Net Cost Method of 55.22%
  - C. Boots do not qualify for NAFTA and the tariff shift requirement is not met.
  - D. Boots do not qualify for NAFTA and although the boots meet the tariff shift, the RVC under the Net Cost Method is 52.7%
  - E. Boots do not qualify for NAFTA and although the boots meet the tariff shift, the RVC under the Build Up Method is 49.89%.

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- 62.** Which of the following Trade Programs/Agreements is based on the GSP model requiring a substantial transformation plus 35% value added by a beneficiary country?
- A.** United States - Australia Free Trade Agreement
  - B.** Dominican Republic-Central America-United States Free Trade Agreement
  - C.** United States-Chile Free Trade Agreement
  - D.** Jordanian Free Trade Area Implementation Act
  - E.** United States – Singapore Free Trade Agreement
- 63.** An importer has \_\_\_\_\_ to file a post-importation duty refund claim for any excess duties on a NAFTA shipment.
- A.** one year from the date of entry summary
  - B.** one year from the date of liquidation
  - C.** one year from the date of entry
  - D.** one year from the date of importation
  - E.** 180 days from the date of liquidation

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## **Section 8: GENERAL**

64. A shipment of metal furniture for which a type 01 consumption entry was filed was found to be improperly marked with country of origin. The importer was issued a CBP Form 4647 Notice to Mark/Redeliver. The importer of these goods has how many days to redeliver and mark these goods before the port director demands payment of liquidated damages?
- A. 10 business days
  - B. 30 days
  - C. 15 days
  - D. 60 business days
  - E. 90 days
65. Under what circumstances can relief from full liquidated damages be denied when articles are not legally marked with the country of origin? The entry has not been liquidated.
- A. The importer has previous violations
  - B. The marking duties have not been deposited
  - C. The merchandise is subject to restrictions
  - D. The petition is untimely
  - E. The importer has made a good faith effort to effect redelivery of the merchandise
66. Which statement about a carnet is **FALSE**?
- A. It must include an English translation
  - B. It must reflect the period of validity
  - C. It must be fully completed in accordance with all its provisions
  - D. It must be accompanied by a Single Transaction Bond
  - E. It must state the area of validity
67. Which of the following would invalidate a prior disclosure?
- A. The disclosure does not identify the class or kind of merchandise involved in the violation
  - B. The disclosure is verbal rather than in writing
  - C. The disclosing party does not tender any actual loss of duties, taxes and fees or actual loss of revenue at the time of the disclosure
  - D. The disclosing party is unable to identify specific entries
  - E. A formal investigation has commenced unbeknownst to the disclosing party

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68. Any person who pays by check duties, taxes, fees, interests or any other charges/obligations due to CBP, that are not guaranteed by a bond, can be assessed a charge of \_\_\_\_\_ for each check returned unpaid to the National Finance Center by a financial institution. In this situation, the maker of the check was at fault in connection with the return of the check.
- A. \$10.00
  - B. \$25.00
  - C. \$33.00
  - D. No fee
  - E. \$30.00
69. What is the International Standard Country Code (ISO Code) for Ireland?
- A. ID
  - B. IE
  - C. IL
  - D. IN
  - E. IR
70. Which fee is collected by CBP, but request for refunds must be through another government agency?
- A. Merchandise processing fee
  - B. Customs broker license application fee
  - C. Cotton fee
  - D. Harbor maintenance fee
  - E. Cartage license fee
71. What should a broker **NOT** do after preparing an ABI entry summary and receiving a Census warning of OR-LO Val/Qty(1) upon transmittal of the entry summary data?
- A. Attach a note to the entry summary explaining why the data is correct and submit the entry summary
  - B. Correct the data and retransmit the entire entry summary through ABI
  - C. Change the incorrect information by making pen and ink changes only on the CBP Form 7501
  - D. Verify HTS reporting quantity to the invoice quantities
  - E. Verify the classification of the merchandise

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72. Which of the following markings is **NOT** acceptable?
- A. Spanish Olives
  - B. Hecho en Mexico
  - C. Made in Italie
  - D. Product of Luxemb.
  - E. Guatemala
73. What is the correct Manufacturer Identification Code (MID) for the following importer?
- Import and Sell Stuff Co., Ltd.  
30832 Keel Road, Suite 6091  
6100 Dublin, Ireland
- A. IEIMPSEL3083DUB
  - B. IRIMPSEL6100DUB
  - C. IEIMPSEL6091DUB
  - D. IRIMPSEL3083DUB
  - E. IEIMPAND3083DUB
74. An ABI filer using statement processing shall provide a valid scheduled statement date within \_\_\_\_\_ days (excluding Saturday, Sunday and Holidays) of the entry of the related dutiable merchandise.
- A. 2
  - B. 5
  - C. 7
  - D. 10
  - E. 15
75. What is the check digit for filer code KAW and transaction number 3477248, given that the filer is not close to exhausting existing entry numbers and no check digit factors have been authorized by CBP?
- A. 0
  - B. 1
  - C. 2
  - D. 3
  - E. 4

76. If an importer disagrees with CBP's denial of a protest, the importer \_\_\_\_\_.
- A. may file another protest
  - B. has no other options
  - C. may ask CBP for internal advice on the protest
  - D. may request in writing a CBP Headquarters ruling on the protest
  - E. may file a civil action in the Court of International Trade
77. What type of entry would be required for plastic pipes of polymers of ethylene classified as 3917.21.0000, for personal use and valued at \$321.00?
- A. Informal
  - B. Formal
  - C. Transportation
  - D. Warehouse
  - E. Miscellaneous
78. A single entry bond would **NOT** have to be executed in an amount at least three times the total entered value for \_\_\_\_\_.
- A. shoes
  - B. vodka
  - C. cheese
  - D. a motor vehicle
  - E. a medical instrument
79. A freight forwarder must pay a fee of \_\_\_\_\_ when submitting a CBP Form 301 application to the Port Director to be authorized to receive merchandise for transportation in bond.
- A. \$ 0.00
  - B. \$ 25.00
  - C. \$ 50.00
  - D. \$ 75.00
  - E. \$ 100.00

80. What Federal Agency enacted the **Textile Fiber Products Identification Act** which spells out labeling requirements for imported textile fiber products?
- A. Customs and Border Protection
  - B. Consumer Product Safety Commission
  - C. Office of Textiles and Apparel
  - D. Agriculture Marketing Service
  - E. Federal Trade Commission

**STOP.**

**THIS IS THE END OF THE TEST.**

**You may use the remaining time to go back and check your answers.**

**Please double check that your address is CORRECTLY bubbled in on your answer sheet. Your entire address must be filled in, including apartment numbers. Incorrectly bubbling of your address will delay notification of the results of the exam. If your address does not fit into the appropriate boxes, provide the Test Administrator with your full address AFTER the exam.**