

OCTOBER 2020 AM CUSTOMS BROKER LICENSE EXAM ANSWER KEY

Revised 11-18-2020

Questi	Answer	Citations
1	C	19CFR§111.2(a)(1)
2	D	19CFR§111.28(b)(1)(i)
3	D	19CFR§111.24
4	C	19CFR§111.36(c)(2)(i)
5	D	19CFR§111.39(b)
6	C	19CFR§111.36(a)
7	C & E	19CFR§24.23(b)(B)(ii)(2)(i) & 19CFR§111.96
8	C	19CFR§111.11 and 19 CFR§111.16
9	D	19CFR§24.5
10	B	19CFR101.1
11	C	Prep of 7501 Instructions
12	A	19CFR§10.37
13	B	19CFR§24.3(a)
14	E	19CFR§24.24(d)(1)
15	Credit to All	19CFR§145.31, 19CFR§141.1(b)(1), 19CFR§24.23(b)-(c), 19CFR§145.4
16	E	19CFR§141.101(a)-(e)
17	A	19CFR§128.24, ACE Business Rules Sec. 7.1, Pg 14
18	C	19CFR§159.12 & 19CFR§159.51
19	E	Right to Make Entry CD 3530-002A, Section 5.14.1
20	C	19CFR§141.12, 19CFR§141.4(b)(1), 19CFR§141.5, 19CFR§141.31(c), 19CFR§141.40, HTSUS General Note 3(e)(ii)
21	D	19CFR§141.35
22	A	19CFR§141.34
23	C	19CFR§174.3(1)
24	C	19CFR§134.11
25	B	19CFR§134.33
26	A	19CFR134.1 & General Note 2
27	B	19CFR§102.21
28	C	Prep of 7501 Column 2
29	C	Prep of 7501 Column 4
30	C	Prep of 7502 Column 24
31	E	No FTA for China
32	E	19CFR§24.23



U.S. Customs and
Border Protection

Questi	Answer	Citations
33	E	Prep of 7501 Column 40
34	D	19CFR§113.13(b)
35	B	19CFR§113.13(c)
36	D	19CFR§ 113.72, 19CFR§113.68, 19CFR§113.69, 19CFR§113.71
37	E	19CFR§113.63(g)
38	C	19CFR§171.1(c)(2)
39	C	19CFR§171.61
40	D	19CFR§174.23
41	Credit to All	19CFR§172.2(d)
42	E	HTSUS 9813.0060 Additional U.S. Note #2 for Chapter 1
43	B	HTSUS 2923.10.0000
44	C	HTSUS 9403.60.8051 Note 2 to Chapter 94, Note 4 to Chapter 94, Note 1(o) to chapter 44, GRI3(a) HTSUS
45	E	HTSUS 9401.90.5081, Chapter 94 Note 3(a) and GRI 1
46	E	HTSUS 7907.00.6000,
47	E	HTSUS 9019.10.2050, HTS note 1 Chapter 82, HTS Note 2(d) to Chapter 6CF8: HTS GRIs 1 and 6
48	B	HTSUS 3815.90.30
49	Credit to All	
50	B	HTSUS 7304.41.3005, GRIs 1, Chapter 72, Note 1(d) – Steel, Note 1(e) – Stainless Steel, Note 1(f) – other alloy steel, Chapter 72 Statistical Note 1 – High-nickel alloy steel
51	C	HTSUS 8511.50.0000
52	B	HTSUS 8428.90.0290, GRI 1 and Section XVII Note 2(e)
53	C	HTSUS 9506.91.0030
54	B	Section 7.5, Page 17, ACE Business Rules and Process Document
55	E	Section 1.10, Page 2, ACE Business Rules and Process Document
56	D	Section 7.3, Page 15, Ace Business Rules and Process Document
57	D	19CFR§ 165 Scope
58	D	19CFR§133.27(a)
59	D	Entered Value \$9875.00 – Duty Rate 2.4%, MPF .3464%, ADD 72.65% - $\$9875 \times 2.4\% \text{ duty} = \237.00 , $\$9875 \times .3464\% \text{ MPF} = \34.21 $\$9875 \times 72.65\% \text{ ADD} = 7174.19$. TOTAL DUTIES/FEES DUE = $\$237.00 + \$34.21 + \$7174.19 = \7445.40
60	C	19CFR§ 165.11(b)(3)
61	C	19CFR§ 191.71(a)
62	E	19CFR§ 190.7(b)(3)(i-viii)
63	D	19CFR§ 191.194(f)



Questi	Answer	Citations
64	A	\$185,000 total entered value excluding NDC divided by invoice value \$187,500 = .986666 relative value ratio. .986666 x \$200 per unit = \$197.33333 relative value ratio of each bike. \$197.33333 x 200 bikes = \$39,466.666 prorated value of the claimed merchandise. \$39,466.666 divided by \$185,000 = .213333 apportioned amount of MPF per unit. .213333 x \$485 total MPF paid = \$103.46666 100% of MPF paid. \$103.46666 x 99% = \$102.43 is the drawback refund claimed amount on MPF - 19CFR§ 191.51(b)(2)(iv)
65	B	19CFR§ 10.401
66	A	19CFR§ 24.23(c)(5), 19CFR§ 24.23(b)(1) & 24.23(c)(5), 19CFR§
67	E	19CFR§ 102.20(g)
68	B	General Note 12, HTSUS
69	D	19CFR§ 146.2
70	D	19CFR§ 146.63(c)(1)
71	C	19CFR § 19.36(c)
72	C	19CFR§ 146.14
73	D	19CFR§ 133.21
74	D	19CFR§ 133.3(2)(b)
75	C	19CFR§ 133.21
76	C	19CFR§ 133.2 (a)(b)(c)(d)
77	D	19CFR§ 152.103
78	D	19CFR§ 152.103(b)
79	E	19CFR§ 152.102(a)
80	D	19CFR§ 10.8 The duty rate for 9802.00.50 is based upon the value of the repairs or alterations. The value of the repairs is \$50. \$50 x duty 2.5% = \$1.25

Reference Materials:

- [Harmonized Tariff Schedule of the United States](#) (2019 Basic Edition, No Supplements)



- [Title 19, Code of Federal Regulations](#) (2019 Revised as of April 1, 2019 (Parts 1 to 199))
- Instructions for Preparation of [CBP Form 7501](#) (December 2019)
- Right to Make Entry Directive 3530-002A
- Business Rules and Process Document (Trade-External) Ace Entry Summary
Version 9.75 – Section 1 - 12

