



INDIAN INSTITUTE OF MATERIALS MANAGEMENT

Post Graduate Diploma in Materials Management
Graduate Diploma in Materials Management

Dec 2016

PAPER No. 7

INTERNATIONAL TRADE

Date: 13.12.2016

Time: 10.00 a.m. to 1.00 p.m.

Max. Marks: 100

Duration: 3 Hrs.

Instructions:

1. From Part A – answer all questions (compulsory). Each sub questions carries 1 mark.
2. From Part B – Answer any 3 questions out of 5 questions. Each sub-question carries 16 marks.
3. Part C is a case study (compulsory) with questions. Read the case study carefully and answer the questions.
4. Please read the instructions given in the answer sheet.

Total: 32 Marks

Total : 48 Marks

Total: 20 Marks

Part – A

32 Marks

(Attempt all questions Each sub questions carries 1 mark.)

Q.1. Select appropriate answer

1. Antidumping is a type of
(a) export duty (b) custom duty (c) excise duty (d) service tax
2. FIEO is
(a) Export promotion organization (b) import restriction
(c) import of weapons (d) trade dispute organization
3. L/C is opened by
(a) importer (b) clearing agent (c) RBI (d) federation of trade
4. Special Additional Duty (SAD) is
(a) cenvatable (b) safeguard duty (c) non cenvatable (d) type of service tax
5. Rent of container is
(a) a type of duty (b) freight (c) demmorage (d) cost of item
6. ECGC is
(a) negotiable document (b) non negotiable document
(c) freight receipt (d) a type of insurance
7. Swachh Bharat Cess is
(a) value added on export (b) value added on import
(c) type of service tax (d) cenvatable
8. Following is a type of trade block
(a) BRIC (b) advance authorization (c) anti dumping duty (d) CESS on CVD

Q. 2 Give Full Forms - (Any Eight)

- (1) FOB (2) DDU (3) CAD (4) SCN
(5) S/B OR SB (6) FIEO (7) DES (8) IGM
(9) SCOMET (10) CIP

Q. 3 Mention True Or False

1. B/E is filled in the name of clearing agent
2. Anti dumping duty once imposed is for ever
3. Import policy is published by commerce minister
4. Supplies to SEZ is domestic sale
5. 25% duty is leviable on import against advance license
6. Economic order quantity is not tool of inventory control
7. WTO is trade organization in India
8. Customs/ central excise are indirect taxes

Q.4. Match the following**Column A****Column B**

Sr. N O.		Sr. No.	
1	SCOMET	a.	Type of protection to domestic manufacturer
2	RCMC	b.	Value added tax
3	Safe Guard Duty	c.	Non negotiable acknowledgement of transport
4	Air Way Bill	d.	Order passed by customs/c.ex
5	OIO	e.	Items restricted for export
6	CENVAT	f.	Export oriented unit
7	EOU	g.	Fresh levy on service tax
8	Swachh Bharat Cess	h.	Export promotion council

PART-B

Write any three (3) of the following questions 16 marks each (48 Marks)

Q.5 Discuss - Special Economic Zone Scheme As An Effective Export Promotion Measure

Q. 6 Role Of IMF (International Monetary Fund)

Q. 7 Discuss EPCG Scheme And Its Importance To Enhance The Exports.

Q. 8 Discuss Anti Dumping Measures

Q. 9 Short Notes (Any Four)

- (1) CENVAT
- (2) Export Of SCOMET Items
- (3) Documents Of Import Clearance
- (4) Types Of Payment Terms –List Out & Discuss Any Three
- (5) High Seas Purchase
- (6) Trade Deficit

PART- C

20 marks

(Compulsory)

Q 10. Read the case study carefully and answer the 5 question given at the end.

- A) ABC Co. has imported 30 m.t material for us \$ 30000.00 CIF cost(@ \$ 10000/10 mt) . He has to clear 20 m.t advance license and balance 10 m.t without licence.
(decimal can be rounded off)

Questions:

- 1) Total cost of duty paid material 10 M.T(CIF+ DUTY)
- 2) Total cost of material cleared under advance Licence(CIF+ DUTY)
- 3) Amount of duty (with break up) eligible for CENVAT
- 4) Amount of duty not eligible for CENVAT
- 5) Amount of duty paid for 20 M.T materials

Use following data

- 1) Duty rate: 5 % basic duty + 12.5 % CVD +4% SAD.
- 2) CVD is on (CIF +basic duty)
- 3) SAD is on (CIF+ basic duty +CVD)
- 4) Exchange rate : 1\$ = Rs.68.00
