

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) |



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| 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

