

WAREHOUSING

Question 1

Write a brief note on the warehousing procedure for goods removed from the factory under the Central Excise Act, 1944 and Rules made thereunder. (6 Marks) (May 2011)

Answer

The procedure for warehousing of goods removed from a factory is detailed below:

- (i) Warehouse should be registered by Excise Commissioner.
- (ii) The consignor shall prepare an application for removal of goods from a factory to a warehouse in quadruplicate and shall also prepare an invoice for goods to be warehoused.
- (iii) He has to send original, duplicate and triplicate application and duplicate invoice along with goods to the warehouse of destination. The quadruplicate copy of application has to be sent to the Superintendent of Central Excise in-charge of his factory within 24 hours.
- (iv) Within 24 hours of receipt of the goods, the consignee shall verify the goods with all the copies of application.
- (v) The consignee has to send:
 - (a) Original copy to Superintendent-in-charge of his warehouse.
 - (b) Duplicate copy of consignor and retain the triplicate for record.
- (vi) The Superintendent-in-charge of the warehouse shall countersign the application received by him and send the same to Superintendent-in-charge of the consignor.
- (vii) The consignor shall retain the duplicate application duly endorsed by the consignee for his record.