

ICMAI CCGST – MCQ & Case Studies on GST



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Multiple Choice Questions

Multiple Choice Questions – Question 1

Question	Options	
GST was introduced in Jammu and Kashmir with effect from which date?	A	01-08-2017
	B	01-07-2017
	C	01-01-2018
	D	08-07-2017

Correct Alternative - (D) 08-07-2017

Multiple Choice Questions – Question 2

Question	Options	
When is Integrated Goods and Services Tax levied?	A	Sold from one GST dealer to another GST dealer in same district
	B	There is interstate supply
	C	Sold from one branch to other branch within same GSTIN
	D	Sold within a State

Correct Alternative - (B) There is interstate supply

Multiple Choice Questions – Question 3

Question	Options	
Which of the following tax which was not subsumed into GST	A	VAT
	B	Excise duty
	C	Basic Customs Duty
	D	Purchase tax

Correct Alternative - (C) Basic Customs Duty

Multiple Choice Questions – Question 4

Question	Options	
Cheap Limited got Order for Demand of Rs 1,00,000 tax, Interest of Rs 20,000 and Penalty of Rs 1,00,000. Subsequently, Department decided to enhance the demand the tax and penalty to Rs 2,00,000. No opportunity of being heard was given to the company. Now, Chairman seeks your advise on enhanced demand	A	Department may enhance the demand without any hearing
	B	Only 10% of demand can be enhanced without any hearing
	C	At proper officer's discretion
	D	No demand can be enhanced without giving any opportunity of being heard to Cheap Ltd

Correct Alternative - (D) No demand can be enhanced without giving any opportunity of being heard to Cheap Ltd

Multiple Choice Questions – Question 5

Question	Options	
A Special audit under GST is conducted by	A	Commissioner
	B	CGST Officer
	C	CAG
	D	Chartered Accountant / Cost Accountant

Correct Alternative - (D) Chartered Accountant / Cost Accountant

Multiple Choice Questions – Question 6

Question	Options	
In which of the following cases, Advance ruling under GST can not be sought?	A	Determination of time and value of supply of goods or services or both
	B	Determination of whether a particular transaction is supply of goods or services or both
	C	Determination of place of supply
	D	Applicability of a notification issued under CGST Act

Correct Alternative - (C) Determination of place of supply

Multiple Choice Questions – Question 7

Question	Options	
Which courts cannot take cognizance of an offence under CGST Act, 2017?	A	Courts inferior than Magistrate of the First Class
	B	High Court
	C	Supreme Court
	D	Session court

Correct Alternative - (A) Courts inferior than Magistrate of the First Class

Multiple Choice Questions – Question 8

Question	Options	
As per CGST Act, the value of supply should include which of the following?	A	Any non-GST taxes, duties, cesses, fees charged by supplier separately
	B	Interest, late fee or penalty for delayed payment of any consideration for any supply of goods or services
	C	Subsidies directly linked to the price except subsidies provided by the Central and State Government
	D	All of the above

Correct Alternative - (D) – All of the above

Multiple Choice Questions – Question 9

Question	Options	
In case of exempt goods, upon seizure, where the owner of the goods comes forward for payment of such penalty, the penalty amount shall be	A	2% of the value of goods or Rs. 25,000 whichever is lower
	B	200% of the tax payable on such goods
	C	5% of the value of goods of Rs. 25,000 whichever is lower
	D	5% of the value of goods or Rs. 25,000 whichever is lower

Correct Alternative - (A) 2% of the value of goods or Rs. 25,000 whichever is lower

Multiple Choice Questions – Question 10

Question	Options	
In case of taxable goods, upon seizure, where the owner of the goods does not come forward for payment of such penalty, the penalty amount shall be	A	2% of the value of goods or Rs. 25,000, whichever is lower
	B	200% of the tax payable on such goods
	C	50% of the value of goods or 200% of the tax payable on such goods, whichever is higher
	D	5% of the value of goods or Rs. 25,000 whichever is lower

Correct Alternative - (C) - 50% of the value of goods or 200% of the tax payable on such goods, whichever is higher

Multiple Choice Questions – Question 11

Question	Options	
Input tax credit on capital goods can be availed in how many installments?	A	In Six Instalments
	B	In Thirty Six Instalments
	C	In One Instalment
	D	In twelve instalments

Correct Alternative - (C) In One Instalment

Multiple Choice Questions – Question 12

Question	Options	
What is the penalty for Failure to Furnish information return u/s 150?	A	Rs. 50/ day for the period during which such failure continues Subject to maximum penalty of Rs. 25,000
	B	Rs. 500/ day for the period during which such failure continues Subject to maximum penalty of Rs. 50,000
	C	Rs. 100/ day for the period during which such failure continues Subject to maximum penalty of Rs. 5,000
	D	No penalty specified

Correct Alternative - (C) - Rs. 100/ day for the period during which such failure continues Subject to maximum penalty of Rs. 5,000

Multiple Choice Questions – Question 13

Question	Options	
Mr. A is a Government Servant and is proposed to be prosecuted for an offence under CGST Act, 2017. What is the pre-requisite for his prosecution?	A	He can be prosecuted only with the previous sanction of the Government
	B	He can be prosecuted only with the previous sanction of the Commissioner
	C	No prior permission is needed for his prosecuted
	D	A government servant is immune from any prosecution under CGST Act

Correct Alternative - (A) - He can be prosecuted only with the previous sanction of the Government

Multiple Choice Questions – Question 14

Question	Options	
Mr. Sharp is a director of public Listed Company and is proposed to be prosecuted for an offence under CGST Act, 2017. What is the pre-requisite for his prosecution?	A	He can be prosecuted only with the previous sanction of the Government
	B	He can be prosecuted only with the previous sanction of the Commissioner
	C	No prior permission is needed for his prosecuted
	D	A government servant is immune from any prosecution under CGST Act

Correct Alternative - (B) - He can be prosecuted only with the previous sanction of the Commissioner

Multiple Choice Questions – Question 15

Question	Options	
Application for Compounding shall be made in_____	A	Form GST CPD – 03
	B	Form GST DRC – 03
	C	Form GST CPD – 01
	D	Form GST CPD - 02

Correct Alternative - (C) – Form GST CPD 01

Multiple Choice Questions – Question 16

Question	Options	
What is the rate of interest to be payable in case of delay in sanctioning the refund claimed?	A	Not exceeding 6%
	B	Not exceeding 9%
	C	Not exceeding 12%
	D	Not exceeding 18%

Correct Alternative - (A) – Not exceeding 6%

Multiple Choice Questions – Question 17

Question	Options	
Who is the Chairperson of the GST Council?	A	Finance Secretary
	B	Union Finance Minister
	C	State's Finance Minister by rotation
	D	Prime Minister

Correct Alternative - (B) – Union Finance Minister

Multiple Choice Questions – Question 18

Question	Options	
Under GST law SAC refers to	A	Systematic Accounting Code
	B	Service Accounting Code
	C	Service Activity Code
	D	System administration code

Correct Alternative - (B) – Service Accounting Code

Multiple Choice Questions – Question 19

Question	Options	
Base metals, gold, silver, articles of jewellery are taxable in GST at the rate of	A	1%
	B	0.25%
	C	3%
	D	5%

Correct Alternative - (C) – 3%

Multiple Choice Questions – Question 20

Question	Options	
The rate of IGST is equal to the rate of	A	UTGST
	B	CGST
	C	SGST
	D	CGST rate plus the rate of SGST/ UTGST

Correct Alternative - (D) – CGST rate plus the rate of SGST/ UTGST

Multiple Choice Questions – Question 21

Question	Options	
Export of goods or services or both or Supply of goods or services to SEZ Unit or Developer is	A	Subject to IGST
	B	Subject to SGST plus CGST
	C	Zero rated
	D	Subject to CGST plus IGST

Correct Alternative - (C) – Zero rated

Multiple Choice Questions – Question 22

Question	Options	
What is the maximum amount of demand for which the officer can issue an order under section 73 in case of other than fraud, misstatement or suppression?	A	Amount of tax + interest + penalty of 10% of tax
	B	Amount of tax + interest + penalty of 10% of tax or Rs 10,000/- whichever is higher
	C	Rs 10,000/-
	D	Amount of tax + interest + 25% penalty

Correct Alternative - (B) – Amount of tax + interest + penalty of 10% of tax or Rs 10,000/- whichever is higher

Multiple Choice Questions – Question 23

Question	Options	
Supply of two or more taxable supplies naturally bundled and supplied is called as?	A	Mixed Supply
	B	Composite Supply
	C	Common Supply
	D	Continuous Supply

Correct Alternative - (B) – Composite Supply

Multiple Choice Questions – Question 24

Question	Options	
Lease, tenancy, easement or licence to occupy land is a supply of	A	Service
	B	Goods
	C	Both Goods and Service
	D	Neither supply of Goods nor Service

Correct Alternative - (A) – Service

Multiple Choice Questions – Question 25

Question	Options	
A supplier has claimed depreciation as per Income Tax Act, 1961 on total value of Capital goods (including GST). Which of the following statement is true	A	ITC available only 5% per quarter on said tax
	B	ITC on said GST component is not available
	C	ITC available only 50% of GST paid
	D	ITC is fully available

Correct Alternative - (A) – ITC on said GST component is not available

Multiple Choice Questions – Question 26 15

Question	Options	
Every registered taxable person shall display his certificate of registration in a prominent location at his principal and at every other place of business also GSTIN shall be displayed on the name board at the entry of such places	A	No, certificate of registration to be displayed only at a registered place of business and GSTIN need not be displayed on the name board.
	B	No, GSTIN to be displayed only on the invoices.
	C	Above statement is correct subject to certificate of registration to be displayed only at registered place of business.
	D	Yes, above statement is correct.

Correct Alternative - (D) – Yes, above statement is correct.

Multiple Choice Questions – Question 27

Question	Options	
Indian Oil Corporation Ltd. sends 10,000 litres of petrol every day to a petrol pump and invoices the same every week. This is a case of	A	Mixed Supply
	B	Composite Supply
	C	Common Supply
	D	Continuous Supply

Correct Alternative - (D) – Continuous Supply

Multiple Choice Questions – Question 28

Question	Options	
Where a supply is received at more than one place 'location of the recipient of services' is	A	Location of the establishment most directly concerned with the receipt of the supply
	B	Location of service provider
	C	Location of service receiver
	D	Place where payment is received

Correct Alternative - (A) – Location of the establishment most directly concerned with the receipt of the supply

Multiple Choice Questions – Question 29

Question	Options	
Place of supply of goods exported from India shall be	A	The location outside India
	B	Location of exporter
	C	State in India in which goods reach first for export
	D	Place of supply not applicable

Correct Alternative - (A) – The location outside India

Multiple Choice Questions – Question 30 15

Question	Options	
In GSTR 1, which of the below amendment in Taxable B2CL (Business2Customer - Large) outward supplies is not allowed?	A	GSTIN
	B	Taxable Value
	C	Tax
	D	Place of supply

Correct Alternative - (A) – GSTIN

Multiple Choice Questions – Question 31

Question	Options	
Which of the following is not required to be uploaded while filing GSTR 9C	A	Balance Sheet
	B	P&L Account
	C	Income Statement
	D	Trial Balance

Correct Alternative - (D) – Trial Balance

Multiple Choice Questions – Question 32

Question	Options	
With respect to GST registration, which one of the statement is true	A	PAN is not required for Registration of Composition Delaler
	B	A non-resident taxable person may be granted registration on the basis of any other document
	C	Persons required to deduct tax at source u/s 51 may have TAN in lieu of PAN.
	D	Both (B) and (C)

Correct Alternative - (D) – Both (B) and (C)

Multiple Choice Questions – Question 33

Question	Options	
NIL Annual Return may be filed if all the conditions are satisfied except	A	Not made any outward supplies, and
	B	No Liability of any kind, and
	C	Not made any communication with Department, and
	D	Not claimed any refund

Correct Alternative - (C) – Not made any communication with Department, and

Multiple Choice Questions – Question 34

Question	Options	
Form for payment of differential tax liability in Annual Return/ Reconciliation Statement is	A	GST PMT 09
	B	DRC 03
	C	GSTR 3B
	D	GSTR 1

Correct Alternative - (B) – DRC 03

Multiple Choice Questions – Question 35

Question	Options	
Validity of Challan Created in Form GST PMT 06 is	A	15 Days
	B	30 Days
	C	No validity
	D	90 Days

Correct Alternative - (A) – 15 days

Multiple Choice Questions – Question 36

Question	Options	
Every registered taxable person shall be entitled to take credit of input tax in his return and such input tax credit shall be credited to	A	Personal Ledger Account
	B	Electronic Cash Ledger
	C	Electronic Credit Ledger
	D	Electronic Refund Ledger

Correct Alternative - (C) – Electronic Credit Ledger

Multiple Choice Questions – Question 37

Question	Options	
Money as defined in CGST Act, 2017 means?	A	Indian legal tender
	B	Cheque/ Promissory note
	C	Foreign currency
	D	All the above

Correct Alternative - (D) – All the above

Multiple Choice Questions – Question 38 15

Question	Options	
In case, more than one place of business situated within a state specified in the Registration Certificate, the books and Accounts shall be maintained at	A	Each place of business pertaining to such place
	B	Place where the books of accounts are maintained for all places situated within a state
	C	At principal place of business covered mentioned in the Registration Certificate for all places of business in each State
	D	Any of the above

Correct Alternative - (A) – Each place of business pertaining to such place

Multiple Choice Questions – Question 39

Question	Options	
The time period prescribed for maintenance of accounts and records, if the taxable person is a party to an appeal or revision shall be	A	Two year after final disposal of such appeal or revision or proceeding, or until the expiry of thirty-six months from the last date of filing of Annual Return for the year pertaining to such accounts and records, whichever is later
	B	Two year after final disposal of such appeal or revision or proceeding, or until the expiry of sixty months from the last date of filing of Annual Return for the year pertaining to such accounts and records, whichever is later
	C	One year after final disposal of such appeal or revision or proceeding, or until the expiry of seventy-two months from the last date of filing of Annual Return for the year pertaining to such accounts and records, whichever is later
	D	One year after final disposal of such appeal or revision or proceeding, or until the expiry of forty months from the last date of filing of Annual Return for the year pertaining to such accounts and records, whichever is later

Correct Alternative - (C) One year after final disposal of such appeal or revision or proceeding, or until the expiry of seventy-two months from the last date of filing of Annual Return for the year pertaining to such accounts and records, whichever is later

Multiple Choice Questions – Question 40

Question	Options	
Aggregate turnover does not include	A	Value of all taxable supplies
	B	Taxes paid under GST Laws (CGST, SGST,IGST,UTGST or Cess)
	C	Value of Exempt supplies
	D	Export of Goods or Services

Correct Alternative - (B) Taxes paid under GST Laws (CGST, SGST,IGST,UTGST or Cess).

Multiple Choice Questions – Question 41

Question	Options	
Who among the following is a person Responsible for maintaining books of Accounts?	A	Registered Person having a GSTIN
	B	specialized agency of the UNO notified under the UN (Privileges and Immunities) Act, 1947
	C	Multilateral Financial Institution and Organizations notified under the UN (Privileges and Immunities) Act, 1947
	D	Consulate or Embassy of foreign countries

Correct Alternative - (A) Registered Person having a GSTIN

Multiple Choice Questions – Question 42

Question	Options	
For the Financial year 2022-23, A Limited wishes to know the period of retention of books of accounts (Other wise than in appeal or revision or proceedings pending).	A	31 st Dec 2023
	B	31 st Dec 2029
	C	31 st Dec 2026
	D	31 st Dec 2027

Correct Alternative - (B) 31st December 2029

Multiple Choice Questions – Question 43 15

Question	Options	
The term “used in the course or furtherance of business” means?	A	It should be directly co-related to output supply
	B	It is planned to use in the course of business
	C	It is used or intended to be used in the course of business
	D	It is used in the course of business for making outward supply

Correct Alternative - (C) It is used or intended to be used in the course of business

Multiple Choice Questions – Question 44

Question	Options	
Whether credit on inputs should be availed based on receipt of documents or receipt of goods	A	Receipt of Goods
	B	Receipt of Documents
	C	Both
	D	Either Receipt of Goods or Receipt of Documents

Correct Alternative - (C) – Both

Multiple Choice Questions – Question 45

Question	Options	
The tax paying documents in section 16(2) is	A	Bill of entry, Invoice raised on RCM supplies, etc.
	B	Acknowledged copy of tax paid to department
	C	Supply invoice by the recipient
	D	Any of the above

Correct Alternative - (A) Bill of entry, Invoice raised on RCM supplies, etc.

Multiple Choice Questions – Question 46 15

Question	Options	
The time limit to pay the value of supply with taxes to avail the input tax credit?	A	Three Months from the date of Invoice
	B	Six Months from the date of Invoice
	C	One Hundred and Eighty Days from the date of Invoice
	D	Till the date of filing of Annual Return

Correct Alternative - (C) One Hundred and Eighty Days from the date of Invoice

Multiple Choice Questions – Question 47

Question	Options	
What is the time limit for taking input tax credit by a registered taxable person?	A	No time limit
	B	1 year from the date of invoice
	C	Due date of furnishing of the return under section 39 for the month of November following the end of financial year to which such invoice or invoice relating to such debit note pertains
	D	30 th November of the next FY to which such invoice or invoice relating to such debit note pertains or furnishing of the relevant annual return, whichever is earlier.

Correct Alternative - (D) 30th November of the next FY to which such invoice or invoice relating to such debit note pertains or furnishing of the relevant annual return, whichever is earlier.

Multiple Choice Questions – Question 48

Question	Options	
Banking company or Financial Institution have an option of claiming	A	Either Eligible Credit or 50% credit
	B	Only 50% Credit
	C	Only Eligible credit
	D	Eligible credit and 50% credit

Correct Alternative - (A) Either Eligible Credit or 50% credit

Multiple Choice Questions – Question 49 15

Question	Options	
The details of challans in respect of goods dispatched to a job worker or received from a job worker or sent from one job worker to another during a quarter shall be included in FORM_____?	A	Form GST ITC-03
	B	Form GST ITC-04
	C	Form GST ITC-02
	D	Form GST ITC-01

Correct Alternative - (B) – Form GST ITC-04

Multiple Choice Questions – Question 50

Question	Options	
The time limit beyond which if capital goods are not returned, the capital goods sent for job work shall be treated as supply	A	One Year
	B	Six Months
	C	Three Years
	D	One Year from end of the Financial Year

Correct Alternative - (C) Three Years

Multiple Choice Questions – Question 51

Question	Options	
Which of the following is not covered in the purview of Advance Ruling as per Sec 97 (2) of the CGST Act?	A	Classification of goods or services or both
	B	Determination of time and value of supply of goods or services or both
	C	Determination of Place of Supply of goods or services or both
	D	Clarification on registration requirements of the applicant

Correct Alternative - (C) Determination of Place of Supply of goods or services or both

Multiple Choice Questions – Question 52

Question	Options	
What is the form for making application for Advance Ruling?	A	Form GST ARA – 01
	B	Form GST ITC – 01
	C	Form APAF – 01
	D	Form GST RFD – 01

Correct Alternative - (A) Form GST ARA - 01

Multiple Choice Questions – Question 53

Question	Options	
What is the amount of fees to be paid for obtaining Advance Ruling by Normal Tax Payer in case of CGST and SGST?	A	Rs 5,000 each under CGST and SGST
	B	Rs 10,000 each under CGST and SGST
	C	No fees is to be paid for seeking advance ruling
	D	Rs 2,500 each under CGST and SGST

Correct Alternative - (A) Rs 5,000 each under CGST and SGST

Multiple Choice Questions – Question 54

Question	Options	
Zero rated supply includes	A	Export of goods and services
	B	Supply of goods and services to a SEZ developer or SEZ Unit
	C	Supply of goods and services by a SEZ developer or SEZ Unit
	D	Both (A) and (B)

Correct Alternative – Option D - Both (A) and (B)

Multiple Choice Questions – Question 55

Question	Options	
The provider of AMC service outside India has entered into an agreement for an aircraft company PQR located in India AMC. The service provider provides repair service to the aircraft when it was in India. The place of service in this case is	A	Outside India
	B	In India
	C	Either (A) or (B)
	D	None of the above

Correct Alternative - (B) – In India

Multiple Choice Questions – Question 56

Question	Options	
If XYZ Ltd a company based out of Bangalore, awards online maintenance contract of its servers located in Mumbai office to Y INC, a company based out of USA, and as per the terms of the online maintenance Y INC shall be required to perform regular maintenance from USA using Internet, then the place of supply is	A	Bangalore
	B	Mumbai
	C	USA
	D	None of the Above

Correct Alternative - (B) – Mumbai

Multiple Choice Questions – Question 57

Question	Options	
Every registered person shall self-assess the taxes payable under this Act and furnish a return for each tax period as specified under section 39. Such Assessment is known as?	A	Summary Assessment
	B	Self Assessment
	C	Provisional Assessment
	D	Scrutiny of Returns

Correct Alternative - (B) Self Assessment

Multiple Choice Questions – Question 58

Question	Options	
Proper Officer will scrutinize the return and related particulars furnished by the registered person to verify the correctness of the return and inform him of the discrepancies noticed by him in Form _____.	A	ASMT 11
	B	ASMT 12
	C	ASMT 01
	D	ASMT 10

Correct Alternative - (D) – ASMT 10

Multiple Choice Questions – Question 59

Question	Options	
The process of Assessment involves	A	Determination of Audit Evidence
	B	Determination of tax liability
	C	Determination of compliance level
	D	Determination of Income Tax payable

Correct Alternative - (B) Determination of Tax Liability

Multiple Choice Questions – Question 60 15

Question	Options	
In case of Notice issued for Scrutiny of Returns, if satisfactory explanation is not furnished for the discrepancies within a period of thirty days of being informed by the proper officer or such further period as may be permitted proper officer may initiate appropriate action -	A	Section 66 (Special Audit)
	B	Section 67, (Inspection, Search Seizure)
	C	Proceed to determine the tax and other dues under Section 73 or Section 74
	D	Any of the Above

Correct Alternative - (D) Any of the above

Multiple Choice Questions – Question 61 15

Question	Options	
Whether proper officer can proceed Suo-moto in assessing the tax liability of a taxable person on possession of relevant evidence?	A	No, the proper officer has to obtain prior permission of [Additional/Joint Commissioner] to proceed to assess the tax liability
	B	No, the proper officer has to obtain prior permission of Chief Commissioner to proceed to assess the tax liability
	C	No, the proper officer has to obtain prior permission of Principle Chief Commissioner to proceed to assess the tax liability
	D	Yes, the proper officer can proceed Suo-moto in assessing the tax liability of a taxable person on possession of relevant evidence

Correct Alternative - (A) -- No, the proper officer has to obtain prior permission of [Additional/ Joint Commissioner] to proceed to assess the tax liability.

Multiple Choice Questions – Question 62

Question	Options	
Proper officer shall pass an order (Provisional assessment request), within a period not later than ____ days from the date of receipt of such request	A	90 Days
	B	30 Days
	C	45 Days
	D	120 Days

Correct Alternative - (A) – 90 days

Multiple Choice Questions – Question 63

Question	Options	
Which of the following forms are used for registration?	A	Form GSTR 1
	B	Form GSTAPL – 01
	C	Form GST REG - 01
	D	Form GST RFD – 01

Correct Alternative - (C) – Form GST REG 01

Multiple Choice Questions – Question 64

Question	Options	
A person having ____ business verticals in a State ____ obtain a separate registration for each business vertical.	A	Single, shall
	B	Multiple, shall
	C	Multiple, may
	D	Single, may

Correct Alternative - (C) – Multiple, may

Multiple Choice Questions – Question 65 15

Question	Options	
Which of the following requires amendment in the registration certificate?	A	Change of name of the registered person
	B	Change in constitution of the registered person
	C	Addition, deletion or retirement of partners or directors, Karta, Managing Committee, Board of Trustees, Chief Executive Officer or equivalent, responsible for the day to day affairs of the business
	D	All of the above

Correct Alternative - (D) – All of the above

Multiple Choice Questions – Question 66 15

Question	Options	
What are the consequences of obtaining registration by misrepresentation?	A	Liable to cancellation of registration by proper officer
	B	Liable to a fine not exceeding Rs 1,000,000/-
	C	Imprisonment for a period of 6 months to 3 years.
	D	Both (B) and (C)

Correct Alternative - (A) – Liable to cancellation of registration by proper officer

Multiple Choice Questions – Question 67

Question	Options	
An Unique Identity Number will be allotted to the following persons upon submitting an Application?	A	All the taxable persons can apply
	B	Only unregistered persons can apply
	C	Specialized agency of the UNO or any multilateral financial institution or consulate or embassy of foreign countries
	D	No such concept under CGST/SGST Act

Correct Alternative - (C) – Specialized agency of the UNO or any multilateral financial institution or consulate or embassy of foreign countries

Multiple Choice Questions – Question 68

Ques.	Options	
How the aggregate turnover of Rs 20 Lakh is calculated?	A	Aggregate value of all taxable supplies (excluding the value of inward supplies on which tax is payable by a person on reverse charge basis), exempt supplies, export of goods/services and interstate supplies of a person having same PAN computed on all India basis
	B	Aggregate value of all taxable supplies(excluding the value of inward supplies on which tax is payable by a person on reverse charge basis), exempt supplies, export of goods/services and interstate supplies of a person computed for each state separately
	C	Aggregate value of all taxable intrastate supplies, export of goods/services and exempt supplies of a person having same PAN computed for each state separately
	D	Aggregate value of all taxable supplies(excluding the value of inward supplies on which tax is payable by a person on reverse charge basis), exempt supplies, export of goods/services and interstate supplies of a person having same PAN computed on all India basis and excluding taxes if any charged under CGST Act, SGST Act and IGST Act

Correct Alternative - (D) – Aggregate value of all taxable supplies(excluding the value of inward supplies on which tax is payable by a person on reverse charge basis), exempt supplies, export of goods/ services and interstate supplies of a person having same PAN computed on all India basis and excluding taxes if any charged under CGST Act, SGST Act and IGST Act

Multiple Choice Questions – Question 69

Question	Options	
Who will take registration on services in relation to transportation of goods (including used household for personal use) if, GTA avails ITC on supplies made by him	A	GTA, forward charge
	B	GTA, RCM
	C	Service receiver, forward charge
	D	Service receiver, RCM

Correct Alternative - (A) – GTA, forward charge

Multiple Choice Questions – Question 70 15

Question	Options	
Under what circumstances physical verification of business premises is mandatory?	A	Physical verification of business premises is a discretionary power of proper officer.
	B	If additional information for registration asked by the proper officer is not submitted within specified time
	C	If certificate of registration is obtained on misrepresentation of facts.
	D	If photograph of the business premise is not uploaded in the common portal within specified time.

Correct Alternative - (A) – Physical verification of business premises is a discretionary power of proper officer

Multiple Choice Questions – Question 71

Question	Options	
Certain entities/persons are termed as Related Persons. Which of the below is not related persons as per CGST Act, 2017?	A	Officers or directors of one another's business
	B	Directly or indirectly owns, controls or holds less than 24% of outstanding shares
	C	Husband and Wife
	D	Legally recognised partners in business

Correct Alternative - (B) – Directly or indirectly owns, controls or holds less than 24% of outstanding shares

Multiple Choice Questions – Question 72

Question	Options	
What will be the value of supply if Bajaj Electronics supply Sony television set for Rs 85,000 along with the exchange of an old TV and if the price of the Sony television set without exchange is Rs 1,00,000?	A	Rs 85,000
	B	Rs 15,000
	C	Rs 1,00,000
	D	Rs 1,15,000

Correct Alternative - (C) – Rs 1,00,000

Multiple Choice Questions – Question 73

Question	Options	
Rule 30 of the CGST Rules inter alia provides value of supply of goods or services or both based on cost shall be _____% of cost of production or manufacture or the cost of acquisition of such goods or the cost of provision of such services:	A	100%
	B	90%
	C	120%
	D	110%

Correct Alternative - (D) – 110%

Multiple Choice Questions – Question 74

Question	Options	
As per Sec 15 of the CGST Act, 2017, the value of supply of goods and services shall be the _____	A	Transaction Value
	B	MRP
	C	Market Value
	D	Cost price

Correct Alternative - (A) – Transaction Value

Multiple Choice Questions – Question 75 15

Question	Options	
When can the transaction value be rejected for computation of value of supply	A	When the buyer and seller are related and price is not the sole consideration
	B	When the buyer and seller are related or price is not the sole consideration
	C	It can never be rejected
	D	When the goods are sold at very low margins

Correct Alternative - (A) – When the buyer and seller are related and price is not the sole consideration

Multiple Choice Questions – Question 76

Question	Options	
In case of supply of services, the tax invoice shall be prepared in how many copies?	A	Original
	B	Original and Duplicate
	C	Original, Duplicate and Triplicate
	D	Original, Duplicate, Triplicate and extra copy

Correct Alternative - (B) Original and Duplicate

Multiple Choice Questions – Question 77

Question	Options	
M/s A Ltd supplies goods which are packed and transported with packing materials, transport and insurance. This is a case of	A	Mixed Supply
	B	Composite Supply
	C	Exempt Supply
	D	Continuous Supply

Correct Alternative - (B) Composite Supply

Multiple Choice Questions – Question 78

Question	Options	
Any person who occasionally undertakes transactions involving supply of goods or services or both, but who has no fixed place of business or residence in India is	A	Business person
	B	Casual Taxable Person
	C	Non Resident Taxable Person
	D	Composition Dealer

Correct Alternative - (C) Non Resident Taxable Person

Multiple Choice Questions – Question 79

Question	Options	
After receiving advance payment, no supply is made against such advance, what document may be issued fir refund of entire advance payment?	A	Refund Voucher
	B	Receipt Voucher
	C	Cash Voucher
	D	Tax invoice

Correct Alternative - (A) – Refund Voucher

Multiple Choice Questions – Question 80

Question	Options	
When an order issued u/s 64 (Summary Assessment) may be withdrawn?	A	On an application made by taxable person
	B	If the Additional/Joint Commissioner considers that such order is erroneous
	C	The order passed u/s 64 cannot be withdrawn
	D	(A) Or (B)

Correct Alternative - (D) – (A) or (B)

Case Studies

Case Study 1

Case Study

P Limited, a principal, registered in Delhi supplied inputs amounting to Rs 5,00,000 to JW Ltd, job-worker located in Uttarakhand on 1st Jan 2022 for processing. Out of the inputs, JW Limited processed and returned goods amounting to Rs 2,00,000 on 15th December, 2022. As on date remaining goods lie with JW Limited. P Ltd claimed Input tax credit of Rs 90,000 while procuring goods.

Please answer the below questions based on the aforesaid information -

Case Study (1) - 1 of 5 Questions –

Question	Options	
Who is responsible for file Job Work Return?	A	P Ltd
	B	JW Ltd
	C	Either P Ltd or JW Ltd
	D	No Return is to be filed

P Limited, a principal, registered in Delhi supplied inputs amounting to Rs 5,00,000 to JW Ltd, job-worker located in Uttarakhand on 1st Jan 2022 for processing. Out of the inputs, JW Limited processed and returned goods amounting to Rs 2,00,000 on 15th December, 2022. As on date remaining goods lie with JW Limited. P Ltd claimed Input tax credit of Rs 90,000 while procuring goods.

Case Study (1) - 2 of 5 Questions –

Question	Options	
What is the name of the GST return to be furnished?	A	Form GST ITC-03
	B	Form GST ITC-04
	C	Form GST ITC-02
	D	Form GST ITC-01

P Limited, a principal, registered in Delhi supplied inputs amounting to Rs 5,00,000 to JW Ltd, job-worker located in Uttarakhand on 1st Jan 2022 for processing. Out of the inputs, JW Limited processed and returned goods amounting to Rs 2,00,000 on 15th December, 2022. As on date remaining goods lie with JW Limited. P Ltd claimed Input tax credit of Rs 90,000 while procuring goods.

Case Study (1) - 3 of 5 Questions –

Question	Options	
For sending the processed inputs of Rs 2,00,000 back to P Ltd, JW Limited is required to issue which of the following documents?	A	Invoice and E-Way Bill
	B	Delivery Challan and E-Way Bill
	C	Only E-Way Bill
	D	Invoice and Delivery Challan and E-Way Bill

P Limited, a principal, registered in Delhi supplied inputs amounting to Rs 5,00,000 to JW Ltd, job-worker located in Uttarakhand on 1st Jan 2022 for processing. Out of the inputs, JW Limited processed and returned goods amounting to Rs 2,00,000 on 15th December, 2022. As on date remaining goods lie with JW Limited. P Ltd claimed Input tax credit of Rs 90,000 while procuring goods.

Case Study (1) - 4 of 5

Question	Options	
What is the time limit for P Ltd to receive the processed inputs back from JW Ltd?	A	One Year
	B	Six Months
	C	Three Years
	D	One Year from end of the Financial Year

P Limited, a principal, registered in Delhi supplied inputs amounting to Rs 5,00,000 to JW Ltd, job-worker located in Uttarakhand on 1st Jan 2022 for processing. Out of the inputs, JW Limited processed and returned goods amounting to Rs 2,00,000 on 15th December, 2022. As on date remaining goods lie with JW Limited. P Ltd claimed Input tax credit of Rs 90,000 while procuring goods.

Case Study (1) - 5 of 5 Questions –

Question	Options	
How much ITC is to be reversed by P Ltd for inputs lying with JW Ltd as on date?	A	Rs 54,000
	B	Rs 90,000
	C	No reversal if required
	D	Rs 44,000

P Limited, a principal, registered in Delhi supplied inputs amounting to Rs 5,00,000 to JW Ltd, job-worker located in Uttarakhand on 1st Jan 2022 for processing. Out of the inputs, JW Limited processed and returned goods amounting to Rs 2,00,000 on 15th December, 2022. As on date remaining goods lie with JW Limited. P Ltd claimed Input tax credit of Rs 90,000 while procuring goods.

Answer Key – Case Study 1

Q. No	Correct Option	
1 of 5	A	P Limited
2 of 5	B	Form GST ITC-04
3 of 5	B	Delivery Challan and E-Way Bill
4 of 5	A	One Year
5 of 5	A	Rs 54,000

Case Study 2

Case Study

Electronic Credit Ledger balance as on 20th December, 2022 of Rulz Ltd is below -
IGST - Rs 1,00,000

CGST and SGST of Rs 80,000 each

Tax payable is Rs 50,000 for IGST, and
Rs 1,20,000 each under CGST and SGST.

Please answer the below questions based on the aforesaid information -

Case Study(2) - 1 of 5 Questions -

Question	Options	
How much ITC can be utilised for payment of output Liability by Rulz Ltd?	A	Rs 1,60,000
	B	Rs 1,80,000
	C	Rs 2,60,000
	D	No ITC can be availed

Electronic Credit Ledger balance as on 20th December, 2022 of Rulz Ltd is below -
IGST - Rs 1,00,000; CGST and SGST of Rs 80,000 each
Tax payable is Rs 50,000 for IGST, and
Rs 1,20,000 each under CGST and SGST.

Case Study(2) - 2 of 5 Questions -

Question	Options	
Out of the available IGST ITC, how much can be offset against payment of IGST Liability?	A	Rs 50,000
	B	Rs 1,00,000
	C	Use CGST ITC first
	D	Rs 2,60,000

Electronic Credit Ledger balance as on 20th December, 2022 of Rulz Ltd is below -
IGST - Rs 1,00,000; CGST and SGST of Rs 80,000 each
Tax payable is Rs 50,000 for IGST, and
Rs 1,20,000 each under CGST and SGST.

Case Study(2) - 3 of 5 Questions -

Question	Options	
How much cash is payable by Rulz Ltd considering all ITC is used for for set off?	A	Rs 10,000
	B	Rs 30,000
	C	Rs 2,90,000
	D	NIL

Electronic Credit Ledger balance as on 20th December, 2022 of Rulz Ltd is below -
IGST - Rs 1,00,000; CGST and SGST of Rs 80,000 each
Tax payable is Rs 50,000 for IGST, and
Rs 1,20,000 each under CGST and SGST.

Case Study(2) - 4 of 5 Questions -

Question	Options	
Select the correct off-set mechanism/order of IGST ITC as per GST Rules	A	IGST to be exhausted first against IGST and remaining IGST ITC can be used to offset CGST or SGST in any order of preference
	B	IGST to be exhausted first against IGST and remaining IGST ITC can be used to offset against CGST only
	C	IGST to be exhausted first against IGST and remaining IGST ITC can be used to offset against SGST only
	D	You may choose any category of ITC to offset any category of Output tax

Electronic Credit Ledger balance as on 20th December, 2022 of Rulz Ltd is below -
IGST - Rs 1,00,000; CGST and SGST of Rs 80,000 each
Tax payable is Rs 50,000 for IGST, and
Rs 1,20,000 each under CGST and SGST.

Case Study(2) - 5 of 5 Questions –

Question	Options	
What would you do, if CGST ITC balance of Rs 10,000 remains after off-set and SGST liability of Rs 10,000 is still to be set off	A	Use CGST balance against SGST liability
	B	Do not file GST Return
	C	Pay cash of Rs 10,000 for SGST liability
	D	Use balance of Cess for paying SGST liability

Electronic Credit Ledger balance as on 20th December, 2022 of Rulz Ltd is below -
IGST - Rs 1,00,000; CGST and SGST of Rs 80,000 each
Tax payable is Rs 50,000 for IGST, and
Rs 1,20,000 each under CGST and SGST.

Answer Key – Case Study 2

Q. No	Correct Option	
1 of 5	C	Rs 2,60,000
2 of 5	A	Rs 50,000
3 of 5	B	Rs 30,000
4 of 5	A	IGST to be exhausted first against IGST and remaining IGST ITC can be used to offset CGST or SGST in any order of preference
5 of 5	C	Pay cash of Rs 10,000 for SGST liability

Case Study 3 Multiple Choice Questions –

Case Study
<p>A Limited, West Bengal has purchased a Plant and Machinery for Rs 4,00,000 on 23rd Feb 2019. GST paid on such asset was Rs 72,000. on 20th February, 2022 these assets are sold for Rs 2,00,000. GST rate on machinery is 18%</p> <p>Please answer the below questions based on the aforesaid information -</p>

Case Study(3) - 1 of 5 Questions –

Question	Options	
How much ITC, A Limited can avail in GST Returns?	A	Rs 72,000
	B	Rs 3,000
	C	No ITC can be availed
	D	Rs 36,000

A Limited, West Bengal has purchased a Plant and Machinery for Rs 4,00,000 on 23rd Feb 2019. GST paid on such asset was Rs 72,000. on 20th February, 2022 these assets are sold for Rs 2,00,000. GST rate on machinery is 18%

Case Study(3) - 2 of 5 Questions –

Question	Options	
How much GST is payable when the machinery is sold on 20th Feb, 2022	A	NIL
	B	Rs 36,000
	C	Rs 72,000
	D	Rs 50,000

A Limited, West Bengal has purchased a Plant and Machinery for Rs 4,00,000 on 23rd Feb 2019. GST paid on such asset was Rs 72,000. on 20th February, 2022 these assets are sold for Rs 2,00,000. GST rate on machinery is 18%

Case Study(3) - 3 of 5 Questions –

Question	Options	
How many quarters, the machinery is put to use?	A	9 Quarters
	B	8 Quarters
	C	12 Quarters
	D	13 Quarters

A Limited, West Bengal has purchased a Plant and Machinery for Rs 4,00,000 on 23rd Feb 2019. GST paid on such asset was Rs 72,000. on 20th February, 2022 these assets are sold for Rs 2,00,000. GST rate on machinery is 18%

Case Study(3) - 4 of 5 Questions –

Question	Options	
What is the GST ITC to be reversed when the asset is sold for Rs 2,00,000 on 23rd Feb 2022. GST collected from customer is Rs 36,000 on sale of asset?	A	Rs 7,200
	B	Rs 72,000
	C	Rs 46,800
	D	No ITC has to be reversed

A Limited, West Bengal has purchased a Plant and Machinery for Rs 4,00,000 on 23rd Feb 2019. GST paid on such asset was Rs 72,000. on 20th February, 2022 these assets are sold for Rs 2,00,000. GST rate on machinery is 18%

Case Study(3) - 5 of 5 Questions –

Question	Options	
If the customer is located in Odisha. What is the place of supply?	A	West Bengal
	B	Odisha
	C	Either West Bengal or Odisha
	D	Place of supply is immaterial

A Limited, West Bengal has purchased a Plant and Machinery for Rs 4,00,000 on 23rd Feb 2019. GST paid on such asset was Rs 72,000. on 20th February, 2022 these assets are sold for Rs 2,00,000. GST rate on machinery is 18%

Answer Key – Case Study 3

Q. No	Correct Option	
1 of 5	A	Rs 72,000
2 of 5	B	Rs 36,000
3 of 5	D	13 Quarters
4 of 5	D	No ITC has to be reversed
5 of 5	B	Odisha

Case Study 4

Multiple Choice Questions –

Case Study
<p>HOKA Ltd, a retailer packs a bottle of shampoo, conditioners, soap, printed book, sweets and chocolates as a "gift hamper" for Rs 10,000. Individual rate of GST on shampoo, conditioners, soap is 18%, printed book is exempt, sweets is taxable at 5% and chocolates taxable at 12%</p> <p>Please answer the below questions based on the aforesaid information -</p>

Case Study(4) - 1 of 5 Questions -

Question	Options	
What is the nature of supply of the gift hamper?	A	Mixed Supply
	B	Composite Supply
	C	Exempt Supply
	D	Non GST Supply

HOKA Ltd, a retailer packs a bottle of shampoo, conditioners, soap, printed book, sweets and chocolates as a "gift hamper" for Rs 10,000. Individual rate of GST on shampoo, conditioners, soap is 18%, printed book is exempt, sweets is taxable at 5% and chocolates taxable at 12%
Please answer the below questions based on the aforesaid information -

Case Study(4) - 2 of 5 Questions –

Question	Options	
Compute the GST payable on such gift Hamper?	A	Rs 1,200
	B	NIL
	C	Rs 1,800
	D	Rs 500

HOKA Ltd, a retailer packs a bottle of shampoo, conditioners, soap, printed book, sweets and chocolates as a "gift hamper" for Rs 10,000. Individual rate of GST on shampoo, conditioners, soap is 18%, printed book is exempt, sweets is taxable at 5% and chocolates taxable at 12%
Please answer the below questions based on the aforesaid information -

Case Study(4) - 3 of 5 Questions -

Question	Options	
What is the total invoice value?	A	Rs 11,800
	B	Rs 11,200
	C	Rs 10,000
	D	Rs 10,500

HOKA Ltd, a retailer packs a bottle of shampoo, conditioners, soap, printed book, sweets and chocolates as a "gift hamper" for Rs 10,000. Individual rate of GST on shampoo, conditioners, soap is 18%, printed book is exempt, sweets is taxable at 5% and chocolates taxable at 12%
Please answer the below questions based on the aforesaid information -

Case Study(4) - 4 of 5 Questions -

Question	Options	
What is the taxable value of supply in this case?	A	Rs 11,800
	B	Rs 11,200
	C	Rs 10,000
	D	Rs 10,500

HOKA Ltd, a retailer packs a bottle of shampoo, conditioners, soap, printed book, sweets and chocolates as a "gift hamper" for Rs 10,000. Individual rate of GST on shampoo, conditioners, soap is 18%, printed book is exempt, sweets is taxable at 5% and chocolates taxable at 12%
Please answer the below questions based on the aforesaid information -

Case Study(4) - 5 of 5 Questions –

Question	Options	
For sale of the gift hamper which document is required to be issued by HOKA Ltd?	A	Delivery Challan
	B	Invoice
	C	Bill of Supply
	D	Debit Note

HOKA Ltd, a retailer packs a bottle of shampoo, conditioners, soap, printed book, sweets and chocolates as a "gift hamper" for Rs 10,000. Individual rate of GST on shampoo, conditioners, soap is 18%, printed book is exempt, sweets is taxable at 5% and chocolates taxable at 12%
Please answer the below questions based on the aforesaid information -

Answer Key – Case Study 4

Q. No	Correct Option	
1 of 5	A	Mixed Supply
2 of 5	C	Rs 1,800
3 of 5	A	Rs 11,800
4 of 5	C	Rs 10,000
5 of 5	B	Invoice

Thank you

Thanks for your Patience and Time

