

MCOM PART II (SEM IV)/PAPER CODE - 67506/INDIRECT TAX INTRODUCTION TO GOODS & SERVICE TAX

QUESTION BANK

Sr. No	Question	A	B	C	D	Correct Option	Solution
1	To ensure single interface all administrative control over _____ of taxpayer having Turnover below Rs. 1.5 crore would vest with Central Tax administration and over 90% with the state tax administration.	90%	50%	60%	10%	d	10%
2	GST stands for _____.	Goods and Supply Tax	Government Sales Tax	Goods and Service Tax	Good and Simple Tax	c	Goods and Service Tax
3	Supply of the _____ is not liable to GST	Alcoholic liquor for industrial consumption	Alcoholic liquor for medicinal consumption	Alcoholic liquor for human consumption	Alcoholic liquor for animal consumption	c	Alcoholic liquor for human consumption
4	GSTN would provide three front end services to the taxpayers namely _____.	submission, filling and printing	registration, payment and return	tracking, coding and billing	scanning, printing and analysis	b	registration, payment and return
5	Chairperson of the GST council is _____.	Union Minister of state in charge of revenue	Union Finance Minister	One elected person amongst the state finance Minister's	Minister in charge of Finance or Taxation	b	Union Finance Minister
6	As per Article _____ of the Constitution, GST is levied on all goods and services, except alcoholic liquor for human consumption.	363(2A)	364(2A)	365(2A)	366(2A)	d	366(2A)
7	Where the application for grant of registration has been approved, certificate of registration in _____ shall be made available to the applicant on the _____	Form GST reg-06, common portal	Form GST cer 06, common portal	Form GST cer 06, jurisdictional office	Form GST reg10, common portal	a	Form GST reg-06, common portal
8	Taxable minimum turnover limit in GST that is applicable to the state of Maharashtra	10 lakh	2500000	1.5 crore	2000000	d	2000000

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9	Mr. A of Pune till date is only engaged in making exports and supplies to SEZ units. His aggregate turnover is Rs.15 lacs. Is Mr. liable to registration in GST?	No, as threshold limit is not crossed	Yes, as the value of threshold limit has exceeded 10 lacs	yes, since it is an inter state supply	no, as the sale in intra state sale	c	yes, since it is an inter state supply
10	Can a person without GST registration claim ITC and collect tax?	yes	no	at the discretion of the Government	cannot claim ITC but have to collect tax from the customers	b	no
11	A Unique Identity Number will be allotted to the following person sampon submitting an application	All the taxable persons can apply	Only unregistered persons can apply	Specialised agency of the UNO aur any multilateral financial institution all consulate or Embassy of foreign countries	No such concept under cgst/ sgst act	c	Specialised agency of the UNO aur any multilateral financial institution all consulate or Embassy of foreign countries
12	Compensation under the Goods and Service Tax Compensation to States Act, 2017 will be provided to a state for a period of _____ from the date on which brings its CGST Act into force.	three years	four years	c. five years	d. ten years	c	five years
13	The Vice-chairman of the GST council is _____.	Union Minister of state in charge of revenue	Union Finance Minister	One elected person amongst the state finance Minister's	Minister in charge of Finance or Taxation	c	One elected person amongst the state finance Minister's
14	_____ is levied on Intra-State Supply of goods and/or services in Union Territory.	IGST	Only CGST	Only UTGST	CGST and UTGST	d	CGST and UTGST
15	GST was introduced in India on _____.	01-04-2017	01-05-2017	01-06-2017	01-07-2017	d	01-07-2017
16	Indian GST model has _____ tier rate structure	3	4	5	6	b	4

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17	CGST stands for _____.	Country Goods and Service Tax	Civil Goods and Service Tax	Central Goods and Service Tax	Counter Goods and Service Tax	c	Central Goods and Service Tax
18	UTGST stands for _____.	Universal Territory Goods and Service Tax	Under Territory Goods and Service Tax	Union Territory Goods and Service Tax	Upper Territory Goods and Service Tax	c	Union Territory Goods and Service Tax
19	Indian GST is similar to GST in _____.	USA	UK	France	Canada	d	Canada
20	IGST is applicable to _____.	intra-state supply	inter-state supply	Expenditure	Receipts of fees	b	inter-state supply
21	Mr. X a dealer in Gujarat had sold the goods to dealer in Punjab. It is _____.	Intra-state supply	Inter-state supply	International supply	Domestic supply	b	Inter-state supply
22	Taxes or levies to be subsumed should be primarily in the nature of _____, either on the supply of goods or on the supply of services.	direct taxes	indirect taxes	wealth tax	income tax	b	indirect taxes
23	Within How many days a person should apply for registration?	within 60 days from the date he becomes liable for registration	Within 30 days from the date it becomes liable for registration	No time limit	Within 90 days from the date he becomes liable for registration	b	Within 30 days from the date it becomes liable for registration
24	A person is not required to obtain registration if he is required to pay tax under reverse charge and there are no taxable supplies made by him	Incorrect, if a person who is required to pay tax under reverse charge, irrespective of Threshold limit he shall obtain registration	Incorrect, if a person who is required to pay tax under reverse charge he shall obtain registration only is touch value of supplies under reverse charge exceed the threshold limit	Above statement is correct	Person is required to obtain registration if he is required to pay tax under reverse charge and also he is making taxable supplies irrespective of the threshold limit	a	Incorrect, if a person who is required to pay tax under reverse charge, irrespective of Threshold limit he shall obtain registration

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25	What are the consequences of obtaining registration by misrepresentation?	Liable to cancellation of registration by proper officer	Liable to a fine not exceeding rupees 10 lacs	Imprisonment for a period of six months to three years	Both B and C	a	Liable to cancellation of registration by proper officer
26	Where a change in the constitution of any business results in change of the Permanent Account Number (PAN) of a registered Person, the person shall apply for _____	Fresh Registration	Amendment of Registration	Cancellation of registration	No effect on registration	a	Fresh Registration
27	The application shall be forwarded to the _____ who shall examine the application and the accompanying documents for GST registration	Proper Officer	GSTN	GSTP	GST Portal	a	Proper Officer
28	Suppose a dealer who is the resident of Delhi has business places both at Delhi and Uttar Pradesh. From where does he have to take registration for GST?	Delhi only	Uttar Pradesh only	He has to take separate GST registration both at Delhi and Uttar Pradesh with the same pan	From either of the states	c	He has to take separate GST registration both at Delhi and Uttar Pradesh with the same pan
29	Where a business carried on by a taxable person registered under this act is transferred to another person as a Going Concern	Transferors orders registration shall be taken as transferee's registration	The transferee shall be liable to be registered with effect from the date of transfer	Both transferor and transferee are required to obtain fresh registration	The transferor will register separately	b	The transferee shall be liable to be registered with effect from the date of transfer
30	Every person registered under any of the existing laws who is not liable to be registered under the act may on or before_____, at his option, submit an application in Form GST reg-21 9 for the cancellation of registration granted to him.	September 30 2018	October 31 2018	November 30 2018	March 31 2019	d	March 31 2019
31	GST is a matter of jurisdiction of _____.	Union government	Local bodies	Both central and state government	state government	c	Both central and state government
32	The subsumation of taxes should result in free flow of _____ in intra and inter state levels.	tax credit	goods and services	revenue	expenses	a	tax credit

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33	Does cancellation of registration under cgst affect the liability under sgst/ I GST for prior to cancellation of registration?	Cancellation of registration will immune his liability under cgst only.	Cancellation of registration will immune his liability under my iGST only	Cancellation of registration will immune his liability under sgst and cgst but not under I GST	Cancellation does not affect the liability of a taxable person to pay taxes and other dues under cgst/ sgst/ I GST act.	d	Cancellation does not affect the liability of a taxable person to pay taxes and other dues under cgst/ sgst/ I GST act.
34	An e-commerce operator should get registered?	Yes, irrespective of Threshold limit	No, required to register only if his aggregate turnover exceeds the threshold limit	Yes, if he located in North eastern states	He is required to register if he is liable to collect tax at source and /or his aggregate turnover exceeds the limit	d	He is required to register if he is liable to collect tax at source and /or his aggregate turnover exceeds the limit
35	SAC Code stands for	Services Accounting Code	Software Accounting Code	System Accounting Code	Service Application Code	a	Services Accounting Code
36	Suppose a multinational company has place of business all over India. Can such an MNC take a single centralised GST registration?	Yes	no (it has to take registration in all the states from where it makes supplies of goods and services)	Registration only from the state in which its head office in India is situated	either a or c	b	b no (it has to take registration in all the states from where it makes supplies of goods and services)
37	What is cut off turnover limit for compulsory registration under GST	9 lacs	exceeds 20 lacs	50 lacs	no limit for registration	b	exceeds 20 lacs
38	Under what circumstances physical verification of business premises is mandatory?	Physical verification of business premises is is a discretionary power of proper officer	If additional information for registration asked by the proper officer is not submitted within specified time	if certificate of registration is obtained on misrepresentation of facts	If photograph of the business premises is not uploaded in the common portal within specified time	a	Physical verification of business premises is is a discretionary power of proper officer
39	HSN Code stands for _____.	Home Shopping Network	Harmonised System of Nomenclature	Harmonised System of Number	Home State Number	b	Harmonised System of Nomenclature
40	_____ is levied on Intra-State Supply of goods and/or services.	IGST	Only CGST	Only SGST	CGST and SGST	d	CGST and SGST

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41	GST is based on the principle of _____ based consumption.	origin	source	destination	production	c	destination
42	To ensure single interface all administrative control over 10% of taxpayer having Turnover below Rs. 1.5 crore would vest with Central Tax administration and over _____ with the state tax administration.	20%	50%	60%	90%	d	90%
43	Goods and Service Tax is a tax levied on goods and services imposed at each point of _____.	Production	Services	Supply	Manufacturing	c	Supply
44	Taxes or levies to be subsumed should be primarily in the nature of _____, either on the supply of goods or on the supply of services.	direct taxes	indirect taxes	wealth tax	income tax	b	indirect taxes
45	Import of goods would be treated as inter-state supplies and would be subject to _____ in addition to the applicable customs duties.	CGST	SGST	IGST	UTGST	c	IGST
46	What is the validity of the registration certificate issued to casual taxable person and non resident taxable person?	90 days from the effective date of registration	Period specified in the application for registration	Earliest of a or b above	180 days from the effective date of registration	c	Earliest of a or b above
47	Mr A has started supply of goods and services in Delhi. He is required to obtain registration, if his aggregate turnover exceeds _____ during the financial year.	1000000	20 lakh	3000000	50lakh	b	20 lakh
48	What is the full form of UN?	Un – identified Nation	United Identity Number	Unique Identity Number	United in Nation	c	Unique Identity Number
49	SGST stands for _____.	Supply Goods and Service Tax	Stable Goods and Service Tax	State Goods and Service Tax	South Goods and Service Tax	c	State Goods and Service Tax

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50	Mr. A wants to register under GST Act and wants to know what is the acceptable Bank account related proof? 1. Scanned copy of first page of passbook, 2. Scanned copy of relevant page of bank statement, 3. Scanned copy of Cancelled cheque containing name of the proprietor or business entity, 4. Scanned copy of Cancelled cheque containing name of the proprietor or business entity	1 or 2	2 or 3	1 or 2 or 4	2 or 4	c	1 or 2 or 4