

**PROVISIONAL ANSWER KEY**

Paper: The Kerala General Sales Tax Act (Paper I)  
Date of Test 16-03-2022

Question1:-The protective assessment under the KGST Act 1963 is done as per ;

- A:-Section 19A
- B:-Section 19B
- C:-Section 19C
- D:-Section 19D

Correct Answer:- Option-C

Question2:-The authority to issue clarification under the provisions of KGST Act 1963 is

- A:-Inspecting Asst Commissioner
- B:-Deputy Commissioner (Appeals)
- C:-Commissioner
- D:-Appellate Tribunal

Correct Answer:- Option-C

Question3:-The assessment on legal heirs under the KGST Act 1963 is done as per ;

- A:-Section 19
- B:-Section 20
- C:-Section 21
- D:-Section 21A

Correct Answer:- Option-B

Question4:-Which among the following is a valid situation that may lead to suspension of the registration granted under the KGST Act 1963?

- A:-Effected interstate sale
- B:-Business place shifted to another district
- C:-Filed Nil return continuously for 3 months
- D:-Violated conditions of the registration certificate issued

Correct Answer:- Option-D

Question5:-Confiscation of goods under the KGST Act 1963 can be done by an authorized officer not below the rank of ;

- A:-Inspecting Asst. Commissioner
- B:-Deputy Commissioner
- C:-Joint Commissioner
- D:-Commercial tax officer

Correct Answer:- Option-A

Question6:-The point of levy under the KGST Act 1963 is generally,

- A:-Single point
- B:-Multi point
- C:-Double point
- D:-Triple point

Correct Answer:- Option-A

Question7:-Assessment in case of undervaluation is provided under \_\_\_\_\_ of the KGST Act 1963.

- A:-Section 19
- B:-Section 19A
- C:-Section 19B
- D:-Section 19C

Correct Answer:- Option-C

Question8:-'Declared goods' are \_\_\_\_\_

- A:-Goods declared as those attracting entry taxes
- B:-Goods declared under section 14 of the CST Act to be of special importance in interstate trade
- C:-Goods to be declared at all en-route checkposts
- D:-None of the above

Correct Answer:- Option-B

Question9:-The levy of tax on foreign liquor is now governed by the provisions of ;

- A:-Kerala goods and Services Tax Act 2017
- B:-Kerala Value Added Tax Act 2003
- C:-Central Sales Tax Act 1956
- D:-Kerala General Sales Tax Act 1963

Correct Answer:- Option-D

Question10:-As per the KGST Act 1963, the special powers for revenue recovery of tax arrears under the Revenue recovery Act is vested on;

- A:-Inspecting Asst Commissioner
- B:-Deputy Commissioner
- C:-Commissioner
- D:-Commercial Tax officer

Correct Answer:- Option-A

Question11:-Section 14 of the CST Act 1956 deals with \_\_\_\_\_

- A:-Declared goods of special importance
- B:-Notified goods
- C:-Goods to be levied by the Central government
- D:-Goods to be levied by the state government

Correct Answer:- Option-A

Question12:-Application for registration under the CST Act to be filed in \_\_\_\_\_

- A:-Form D
- B:-Form C
- C:-Form B
- D:-Form A

Correct Answer:- Option-D

Question13:-The form C declaration under the CST Act enables a dealer to \_\_\_\_\_

- A:-Make the interstate sale
- B:-Avail concessional rate of tax on interstate purchases
- C:-Import goods from other countries
- D:-Stock transfer the goods to other units

Correct Answer:- Option-B

Question14:-The form specified under the CST rules to substantiate In-transit sale is ;

- A:-Form.F

- B:-Form.H
- C:-Form.E-I/E-II
- D:-Form.I

Correct Answer:- Option-C

Question15:-'H Form' under the CST Act is used to prove,

- A:-Import
- B:-Interstate sale
- C:-Stock transfer
- D:-Export

Correct Answer:- Option-D

Question16:-If a dealer declared interstate sales against C form fails to furnish such form, he is liable to pay tax at \_\_\_\_

- A:-2%
- B:-10%
- C:-5%
- D:-the applicable local rate of appropriate state

Correct Answer:- Option-D

Question17:-What is the quantum of penalty in lieu of prosecution as per section 10(A) of the CST Act?

- A:-a sum equal to the tax leviable u/s 8(2)
- B:-a sum not exceeding one and a half times the tax leviable u/s 8(2)
- C:-a sum equal to four times the tax leviable u/s 8(2)
- D:-a sum equal to double the time the tax leviable u/s 8(2)

Correct Answer:- Option-B

Question18:-The penal provisions under the Kerala Surcharge on taxes Act 1957 is under;

- A:-Section 4
- B:-Section 6
- C:-Section 7
- D:-Section 8

Correct Answer:- Option-A

Question19:-Which of the following is not a declared goods under the CST Act?

- A:-Rice
- B:-Jute
- C:-Health drinks
- D:-Domestic LPG

Correct Answer:- Option-C

Question20:-Purchase tax under KGST Act 1963 is levied as per,

- A:-Section 5
- B:-Section 5A
- C:-Section 5B
- D:-Section 6

Correct Answer:- Option-B

Question21:-The travelling salesman permit under the KGST Act 1963 is issued in,

- A:-Form.6
- B:-Form 6A
- C:-Form.7
- D:-Form 8

Correct Answer:- Option-C

Question22:-The establishment of checkposts under the KGST Act 1963 is provided in;

- A:-Section 27
- B:-Section 28
- C:-Section 29
- D:-Section 30

Correct Answer:- Option-C

Question23:-Which of the following is not a 'goods' as per the definition under KGST Act?

- A:-Livestock
- B:-Grass
- C:-Growing crops
- D:-Newspaper

Correct Answer:- Option-D

Question24:-As per which section of the KGST Act 1963, an assessing authority is empowered to purchase goods in order to prevent under valuation?

- A:-Section 28A
- B:-Section 28B
- C:-Section 29
- D:-Section 29A

Correct Answer:- Option-A

Question25:-Issuance of transit pass is dealt with under \_\_\_\_ of the KGST Act 1963;

- A:-Section 20B
- B:-Section 30B
- C:-Section 22B
- D:-Section 32B

Correct Answer:- Option-B

Question26:-Audit Statement and certificate under section 27A of the KGST Act shall be in,

- A:-Form.13 and 13A
- B:-Form.50A and 50B
- C:-Form 7 and 7A
- D:-Form.30 and 30A

Correct Answer:- Option-B

Question27:-The power to grant exemption or reduction in tax payable under the KGST Act 1963 is vested with;

- A:-the Government
- B:-Appellate Tribunal
- C:-The Commissioner
- D:-None of the above

Correct Answer:- Option-A

Question28:-Which type of assessment is provided under section 17(3) of the KGST Act 1963?

- A:-Protective assessment
  - B:-Best judgment assessment
  - C:-Assessment of price variation
  - D:-Assessment of legal heirs
- Correct Answer:- Option-B

Question29:-The form prescribed under the CST rules to prove movement of goods from one business place of the dealer to his another branch located outside the state?

- A:-C Form
- B:-E1 Form
- C:-F Form
- D:-H Form

Correct Answer:- Option-C

Question30:-A dealer in which of the following commodity shall take registration as per KGST Act 1963 irrespective of turnover?

- A:-Hill produce
- B:-Iron and steel
- C:-Medicine
- D:-Gold

Correct Answer:- Option-D

Question31:-An 'exempt supply' includes

- A:-Supply of goods or services or both which attracts Nil rate of tax
- B:-Non-taxable supply
- C:-Supply of goods or services or both which are wholly exempt from tax
- D:-All of the above

Correct Answer:- Option-D

Question32:-A person who occasionally undertakes transactions involving supply of goods or services but has no fixed place of business or residence in India is :

- A:-Casual taxable person
- B:-Composition dealer
- C:-Registered person
- D:-Non-resident taxable person

Correct Answer:- Option-D

Question33:-The term 'agriculturist' under the Kerala Goods and Services Tax Act 2017 includes the following persons who undertake cultivation of land:

- A:-An individual
- B:-Partnership firm
- C:-A co-operative society
- D:-All of the above

Correct Answer:- Option-A

Question34:-To consider as 'Capital goods' under the GST Act,-

- A:-Such goods shall be part of the plant and machinery
- B:-The value of such goods shall be capitalized in the books of accounts
- C:-The value of such goods shall be below Rs.5 lakh
- D:-None of the above

Correct Answer:- Option-B

Question35:-What would be the tax rate applicable in case of composite supply?

- A:-Tax rate as applicable on principal supply
- B:-Tax rate as applicable on ancillary supply
- C:-Tax rate as applicable on respective supply
- D:-None of the above

Correct Answer:- Option-A

Question36:-What are the taxes levied on an intra-State supply?

- A:-CGST
- B:-SGST
- C:-CGST and SGST
- D:-IGST

Correct Answer:- Option-C

Question37:-Who will notify the rate of tax to be levied under Kerala Goods and Services Tax Act?

- A:-Central Government suo moto
- B:-State Government suo moto
- C:-GST Council suo moto
- D:-State Government as per the recommendations of the GST Council

Correct Answer:- Option-D

Question38:-In the case of Sponsorship services provided by Mr. X to M/s ABC Ltd., liability to pay GST is on:

- A:-Mr. X
- B:-M/s ABC Ltd.
- C:-Both
- D:-None of the above

Correct Answer:- Option-B

Question39:-GST on supply of services by an Insurance agent to the Insurance company is payable by

- A:-Insurance Agent
- B:-Insurance Company
- C:-Both
- D:-None of the above

Correct Answer:- Option-B

Question40:-What is the SGST rate applicable to a registered trader opting to pay taxes under composition scheme?

- A:-0.5%
- B:-1%
- C:-1.5%
- D:-5%

Correct Answer:- Option-A

Question41:-Transportation of goods becomes taxable under GST if it is

- A:-by a goods transport agency/courier agency
- B:-by inland waterways
- C:-by an aircraft from a place outside India upto the customs station of clearance in India
- D:-by all the above mentioned

Correct Answer:- Option-A

Question42:-GST is exempted \_\_\_\_\_

- A:-For letting out any immovable property
- B:-For letting out any residential dwelling for use as residence
- C:-For letting out any residential property irrespective of its use
- D:-For none of the above

Correct Answer:- Option-B

Question43:-The date of receipt of payment under the GST Act indicates \_\_\_\_\_

- A:-Date on which the payment is entered in the books of account
- B:-Date on which the receipt of payment is created in the bank account
- C:-Earlier of (1) and (2)
- D:-None of the above

Correct Answer:- Option-C

Question44:-When the invoice for supply of service is issued within 30 days from the date of provision of service, the time of supply will be?

- A:-Date of issue of invoice
- B:-Date on which the supplier receives payment
- C:-Date of provision of service
- D:-Earlier of (1) and (2)

Correct Answer:- Option-D

Question45:-'Transaction value' can be rejected in a situation;

- A:-Where the goods are sold at very low margins
- B:-Where the buyer and seller are related or price is not the sole consideration
- C:-It can never be rejected
- D:-When the supply is composite in nature

Correct Answer:- Option-B

Question46:-On the basis of which of the following document Input tax Credit can be claimed under the GST law?

- A:-Bill of Entry
- B:-Payment Voucher
- C:-Tax Invoice
- D:-All of the above

Correct Answer:- Option-C

Question47:-Where the goods against an invoice are received in installments, the related input tax credit can be claimed on \_\_\_\_\_

- A:-receipt of tax invoice
- B:-receipt of the first instalment of goods
- C:-receipt of last instalment of goods
- D:-proportionate basis of instalments received in a tax period

Correct Answer:- Option-C

Question48:-As per GST law, banking company or financial institution have an option of claiming :

- A:-Only 50% credit
- B:-Eligible input credit or 50% credit
- C:-Only eligible credit
- D:-Eligible input credit and 50% credit

Correct Answer:- Option-B

Question49:-At which rate the input tax availed under GST to be reversed in case of disposal of capital goods?

- A:-fully
- B:-to the extent of tax on transaction value of such goods
- C:-to the extent of credit taken as reduced by prescribed percentage or tax on transaction value, whichever is higher
- D:-to the extent of tax on book value of transaction value of such goods whichever is higher

Correct Answer:- Option-C

Question50:-Principal is entitled for input tax credit on inputs sent for job work ;

- A:-If goods sent are returned within one year
- B:-If goods sent are returned within three years
- C:-If goods sent are returned within six months
- D:-If goods sent are returned within nine months

Correct Answer:- Option-A

Question51:-A dealer can utilise the provisional input tax credit under GST against

- A:-any tax liability
- B:-self-assessed output tax liability
- C:-interest and penalty
- D:-fine

Correct Answer:- Option-B

Question52:-A taxpayer can take input tax credit in respect of goods received by \_\_\_\_\_

- A:-his agent on his direction
- B:-the job worker on his instruction
- C:-any other person on his direction
- D:-any of above

Correct Answer:- Option-D

Question53:-A person opted under composition scheme under GST can avail Input tax credit on

- A:-Supply of taxable goods/services
- B:-Receipt of goods/services on specified time period
- C:-Payment to suppliers
- D:-No input tax credit can be availed

Correct Answer:- Option-D

Question54:-What is the validity of the GST registration certificate?

- A:-One year
- B:-Two years
- C:-Valid till it is cancelled
- D:-Five years

Correct Answer:- Option-C

Question55:-Tax invoice under GST law must be issued by \_\_\_\_\_

- A:-Every supplier
- B:-Every taxable person
- C:-Registered persons of taxable supply other than those paying tax under composition scheme
- D:-All the above

Correct Answer:- Option-C

Question56:-The time limit for issue of tax invoice in case of continuous supply of goods is;

- A:-At the time of issue of statement of account where successive accounts are involved
- B:-At the time of receipt of payment, if payments are received prior to issue of accounts
- C:-On a monthly basis
- D:-As and when demanded by the recipient

Correct Answer:- Option-A

Question57:-The Name of the State of recipient along with State code is required when supplies are made to unregistered persons where the value of supply is:

- A:-Rs. 10000 or more
- B:-Rs. 25000 or more
- C:-Rs. 50000 or more
- D:-Rs. 250000 or more

Correct Answer:- Option-C

Question58:-If turnover during a financial year exceeds the prescribed limit, then accounts shall be got audited by

- A:-Chartered Accountant
- B:-Cost Accountant
- C:-Either (1) or (2)
- D:-Both (1) and (2)

Correct Answer:- Option-C

Question59:-The First return shall be filed by every registered taxable person for the period from

- A:-The date on which he became liable for registration till the date of grant of registration
- B:-The date of registration to the last day of that month
- C:-The date on which he became liable for registration till the last day of that month
- D:-All of the above

Correct Answer:- Option-A

Question60:-The annual return shall be filed by the registered taxable person other than dealers paying tax under section 10 in form:

- A:-GSTR 7
- B:-GSTR 9
- C:-GSTR 9A
- D:-GSTR 10

Correct Answer:- Option-B

Question61:-Payment made through challan will be credited to which registers/ledgers?

- A:-Electronic Tax liability register
- B:-Electronic Credit ledger
- C:-Electronic Cash ledger
- D:-All of them

Correct Answer:- Option-C

Question62:-What is the due date for payment of TDS?

- A:-Last day of the month to which payment relates
- B:-Within 10 days of the subsequent month
- C:-Within 20 days of the subsequent month
- D:-Within 15 days of the subsequent month

Correct Answer:- Option-B

Question63:-Refunds will not be allowed in cases of:

- A:-Inverted duty structures where tax on inputs are higher than tax on outputs
- B:-Exports made without payment of tax
- C:-Exports made on which export duty is levied
- D:-None of the above

Correct Answer:- Option-C

Question64:-Refunds would be allowed on a provisional basis in respect of zero rated supplies at \_\_\_\_ Percentage of claim:

- A:-70%
- B:-65%
- C:-80%
- D:-90%

Correct Answer:- Option-D

Question65:-What is the time period within which the final assessment order should be passed, unless an extension ordered?

- A:-Six months from the date of the provisional assessment
- B:-Nine months from the date of the provisional assessment
- C:-Three months from the date of the provisional assessment
- D:-One month from the date of the provisional assessment

Correct Answer:- Option-A

Question66:-What is the time limit for issuing order under section 62?

- A:-9 months from the end of financial year
- B:-3 years for cases covered U/s 73 or 5 years for cases covered under 74
- C:-5 years for cases covered U/s 73 or 3 years for cases covered under 74
- D:-5 years from the due date of filing annual return

Correct Answer:- Option-D

Question67:-Audit under GST laws can be undertaken in respect of:

- A:-Any person
- B:-Unregistered Person
- C:-Registered Person
- D:-All of above

Correct Answer:- Option-C

Question68:-Maximum number of monthly installments permissible under Kerala Goods and Services Tax Act for payment of demands is:

- A:-Thirty Six
- B:-Twelve
- C:-Forty eight
- D:-Twenty four

Correct Answer:- Option-D

Question69:-The expenses of audit u/s 66 is determined and paid by:

- A:-The commissioner
- B:-The deputy/ Assistant Commissioner with prior approval of the commissioner
- C:-the registered person

D:-Any of the above

Correct Answer:- Option-A

Question70:-What is the time limit for issue of order under GST Act in case of other than fraud, misstatement or suppression?

A:-30 months

B:-18 months

C:-5 years

D:-3 years

Correct Answer:- Option-D

Question71:-The definition of 'goods' under the GST Act does not include

A:-Grass

B:-Money and Securities

C:-Actionable claims

D:-Growing crops

Correct Answer:- Option-B

Question72:-Officers of the following department shall assist the proper officer in the implementation of GST Act

A:-Railways

B:-Health

C:-Motor vehicles

D:-State Excise

Correct Answer:- Option-A

Question73:-Deemed Export provisions under GST is applicable

A:-Only to goods

B:-Only to services

C:-to both goods and services

D:-Only for supplies to SEZ units/developers

Correct Answer:- Option-A

Question74:-Any amount of tax collected shall be deposited to the credit of the Central or State Government

A:-Only when the supplies are taxable

B:-Regardless of whether the related supplies are taxable or not

C:-When supplies are not zero rated

D:-None of the above

Correct Answer:- Option-B

Question75:-Within how many years should the proper officer issue an order from the date of issue of notice?

A:-4 years

B:-3 years

C:-2 years

D:-1 year

Correct Answer:- Option-D

Question76:-Taxable person has to maintain his records under GST for a period of \_\_\_\_\_ from the due date of filing annual return for the year:

A:-72 months

B:-Three years

C:-24 months

D:-Five years

Correct Answer:- Option-A

Question77:-Recovery of amount payable by a defaulter can be made from:

A:-Customer

B:-Bank

C:-Post Office

D:-All of the above

Correct Answer:- Option-D

Question78:-The following amounts due cannot be paid through installments

A:-Self-assessed tax shown in return

B:-Short paid tax for which notice has been issued

C:-Arrears of tax

D:-Concealed tax

Correct Answer:- Option-A

Question79:-When two or more companies are amalgamated, the liability to pay GST on supplies between the effective date of amalgamation order and date of amalgamation order would be on

A:-Transferee

B:-Respective companies

C:-Any one of the companies

D:-None of the above

Correct Answer:- Option-B

Question80:-The advance Ruling Authority under the Kerala Goods and Services Tax Act consist of members from

A:-amongst the officers of state tax

B:-amongst the officers of Central tax

C:-one member each from amongst the officers of both central and state taxes

D:-judicial service and amongst the officers of state tax

Correct Answer:- Option-C

Question81:-Appeal before Appellate Authority for Advance Ruling under GST shall be filed within \_\_\_\_ of communication of impugned order.

A:-30 days

B:-60 days

C:-90 days

D:-120 days

Correct Answer:- Option-A

Question82:-The Advance Ruling pronounced under GST laws shall be binding on

A:-The applicant who sought the advance ruling

B:-The jurisdictional officer in respect of the applicant

C:-All taxable person in the respective state

D:- (1) and (2) above

Correct Answer:- Option-D

Question83:-A principal can supply inputs and/or capital goods from the job-worker's premises if

A:-when the job-worker is registered

B:-the job-worker's premises is declared as his additional place of business

C:-the principal is engaged in the supply of goods which are notified by the commissioner on this behalf

D:-all of the above

Correct Answer:- Option-D

Question84:-Which of the following taxes will be levied on imports?

A:-IGST

B:-CGST

C:-SGST

D:-CGST and SGST

Correct Answer:- Option-A

Question85:-The value of supply does not include,

A:-Discounts recorded in the invoice

B:-Packing Charges shown in the invoice

C:-Non-governmental subsidies linked to price

D:-Freight charges incurred by the supplier for CIF terms of supply

Correct Answer:- Option-A

Question86:-Place of supply under GST, in the case of installation of elevator is

A:-Where the movement of elevator commences from the supplier's place

B:-Where the delivery of elevator is taken

C:-Where the installation of elevator is made

D:-Where address of the recipient is mentioned in the invoice

Correct Answer:- Option-C

Question87:-The supply of goods to SEZ unit is treated as ;

A:-Exempt supply liable for reversal of credit

B:-Deemed taxable supply

C:-Export of supplies

D:-Zero rated supply

Correct Answer:- Option-D

Question88:-Supply of goods in the course of import into the territory of India is

A:-Intrastate supply

B:-Inter-State supply

C:-Export

D:-Neither export nor import

Correct Answer:- Option-B

Question89:-One of the following taxes is not subsumed under GST ;

A:-Luxury tax

B:-Tax on Alcoholic liquor for human consumption

C:-Entry tax by State Governments

D:-Tax on lottery by State Governments

Correct Answer:- Option-B

Question90:-Under which schedule of the GST Act, declared certain activities or transactions as neither supply of goods nor of services

A:-Schedule I

B:-Schedule II

C:-Schedule III

D:-Schedule IV

Correct Answer:- Option-C

Question91:-The credit of CGST can be utilized for the payment of

A:-SGST

B:-IGST

C:-UTGST

D:-Late fee

Correct Answer:- Option-B

Question92:-Which of the following activity deemed as Supply even if made without consideration?

A:-Sale of business assets on which ITC has been availed

B:-Temporary transfer of intellectual property right

C:-Services by an employee to the employer

D:-All of the above

Correct Answer:- Option-A

Question93:-Goods and services tax is levied on

A:-Transaction value

B:-MRP

C:-Manufacturing cost plus profit

D:-Notional value

Correct Answer:- Option-A

Question94:-A registered person opted to pay tax under section 10 of the Kerala goods and services Tax Act shall furnish return in ;

A:-GSTR 3

B:-GSTR 4

C:-GSTR 5

D:-GSTR 6

Correct Answer:- Option-B

Question95:-As per GST laws, Debit Note is a document issued by \_\_\_\_\_:

A:-Supplier, for reducing the tax/taxable value

B:-Recipient, for reducing the tax/taxable value

C:-Recipient for increasing the tax/taxable value

D:-Supplier for increasing the tax/taxable value

Correct Answer:- Option-D

Question96:-The certificate of registration under GST laws issued to a casual taxable person, unless extended is valid for a maximum period of \_\_\_\_\_

A:-30 days

B:-60 days

C:-90 days

D:-120 days

Correct Answer:- Option-C

Question97:-The GST Council is constituted as per Article \_\_\_\_\_ of the amended constitution.

A:-269A

B:-246A

C:-279A

D:-276A

Correct Answer:- Option-C

Question98:-In GST Council, the vote of the Central Government shall have a weightage of ;

A:-1/2 of the total votes cast

B:-2/3 of the total votes cast

C:-1/4 of the total votes cast

D:-1/3 of the total votes cast

Correct Answer:- Option-D

Question99:-Every registered person required to deduct tax at source under section 51 of the GST Act shall furnish return in ;

A:-Form GSTR-5

B:-Form GSTR-6

C:-Form GSTR-7

D:-Form GSTR-8

Correct Answer:- Option-C

Question100:-When does the validity of E-Way bill under GST start?

A:-At the time of generation of Part-A slip

B:-When first entry is made in Part-B

C:-At the time of entry of Transporter ID in Eway bill portal

D:-At the time of movement of conveyance

Correct Answer:- Option-B