

**PROVISIONAL ANSWER KEY**

Paper: 011 - The Kerala General Sales Tax Act  
Date of Test 09-05-2023

Question1:-'Aggregate Turnover' is computed on \_\_\_\_\_ basis

- A:-Kerala basis
- B:-All India basis
- C:-Multinational turnover basis
- D:-None of the above

Correct Answer:- Option-B

Question2:-'Assessment' is defined under section \_\_\_\_\_ of the central GST Act 2017 (CGST Act)

- A:-Sec. 2 (9)
- B:-Sec. 2 (10)
- C:-Sec. 2 (11)
- D:-Sec. 2 (22)

Correct Answer:- Option-C

Question3:-'Audit' not includes -

- A:-Examination of records, returns
- B:-To verify the correctness of turnover declared
- C:-To verify taxes paid
- D:-Estimation of turnover

Correct Answer:- Option-D

Question4:-The concept of 'Place of business' does not include -

- A:-Warehouse
- B:-Place where books of accounts maintain
- C:-Any Godown
- D:-Place where advertisement is issued

Correct Answer:- Option-D

Question5:-'Plant and machinery' under CGST Act shall include

- A:-Land, building or any other civil structure
- B:-Telecommunications towers
- C:-Pipelines laid outside the factory premises
- D:-Machinery fixed to earth with foundation

Correct Answer:- Option-D

Question6:-The capital goods sent for job work, has not returned for \_\_\_\_\_ period, of being sent out, it shall be deemed that such capital goods had been supplied by the Principal to the Job worker.

- A:-6 months
- B:-1 year
- C:-2 years
- D:-3 years

Correct Answer:- Option-D

Question7:-Section 22 of Central GST Act is about

- A:-Input tax credit claims
- B:-Principal - Job worker transactions
- C:-Liability of taking registration under CGST Act
- D:-Returns under CGST Act

Correct Answer:- Option-C

Question8:-'Supply' under CGST Act is defined under section \_\_\_\_\_.

- A:-Section 6
- B:-Section 7
- C:-Section 8
- D:-Section 9

Correct Answer:- Option-B

Question9:-'Supply' of Petroleum Crude, high speed diesel can be brought under GST through

- A:-Constitutional amendment
- B:-A new Act at Parliament
- C:-Decision of GST Council
- D:-None of the above

Correct Answer:- Option-C

Question10:-Rate of tax of composition levy under section 10 of Central GST Act for manufacturer -

- A:-1% CGST + 1% SGST
- B:-0.5% CGST + 0.5% SGST
- C:-2.5% CGST + 2.5% SGST
- D:-1.5% CGST + 1.5% CGST

Correct Answer:- Option-A

Question11:-The value of 'supply' does not include any discount if

- A:-such discount has been duly recorded in invoice
- B:-issued post supply credit notes
- C:-issued post supply debit notes
- D:-None of the above

Correct Answer:- Option-A

Question12:-The term 'related persons' explained under section \_\_\_\_\_ of the CGST Act.

- A:-Sec. 2 (12)
- B:-Sec. 2 (66)
- C:-Sec. 15 (5)
- D:-Sec. 17 (2)

Correct Answer:- Option-C

Question13:-Which one of the following is not essential to claim input tax credit by recipient in Business to business transactions?

- A:-Possession of tax invoice
- B:-Received the goods or services
- C:-Should have consumed the goods or services
- D:-Supplier has paid tax charged to Government

Correct Answer:- Option-C

Question14:-'Zero rated' supply includes

- A:-Supply by way of export
  - B:-Supply of non taxable goods
  - C:-Supply without consideration
  - D:-Supply of immovable property
- Correct Answer:- Option-A

Question15:-'Blocked Credit' in respect of 'aircraft' will be applicable if it is used,

- A:-For imparting training
- B:-Transportation of passengers
- C:-Transportation of Managers of Firm
- D:-Further supply of aircraft

Correct Answer:- Option-C

Question16:-'Works Contract' activity defined under Sec. 2 (119) is related to

- A:-Immovable property
- B:-Movable property
- C:-Both movable and immovable properties
- D:-None of these

Correct Answer:- Option-A

Question17:-Which of the following is not defined as 'supply' under Central GST Act?

- A:-Import of service for a consideration not in the course of business
- B:-Activities specified under schedule I of the Central GST Act
- C:-Activities mentioned under schedule III of the Central GST Act
- D:-'Sale'

Correct Answer:- Option-C

Question18:-Which of the following statement is correct with regard to 'Composite Supply'?

- (i) Rate of tax will be determined according to the rate of tax of principal supply.
- (ii) Combination of goods or services are 'naturally bundled'.

- A:-Both statements are correct
- B:-Both statements are incorrect
- C:-(i) is correct
- D:-(ii) is correct

Correct Answer:- Option-A

Question19:-Which one of the following situations having no liability to take registration under CGST Act?

- A:-Persons making any inter-state taxable supply
- B:-Casual taxable persons making taxable supply
- C:-Agriculturist supplying produce out of cultivation
- D:-Every electronic commerce operator

Correct Answer:- Option-C

Question20:-Every taxable person has to take registration within \_\_\_\_\_ days, from the date on which he becomes liable to take registration.

- A:-25
- B:-30
- C:-45
- D:-60

Correct Answer:- Option-B

Question21:-Which section of Central GST Act 2017, dealt with 'Revocation of cancellation of registration'?

- A:-Section 26
- B:-Section 29
- C:-Section 30
- D:-Section 31

Correct Answer:- Option-C

Question22:-While supplying taxable goods, tax invoice shall be issued by

- A:-A registered person
- B:-A taxable person
- C:-Registered and unregistered persons
- D:-Invoice is not necessary

Correct Answer:- Option-A

Question23:-'Debit note' is known as

- A:-Debit Chellan
- B:-Debit Invoice
- C:-Supplementary Invoice
- D:-All of the above

Correct Answer:- Option-C

Question24:-Period of retention of accounts shall be for a Registered person

- A:-72 months
- B:-60 months
- C:-96 months
- D:-48 months

Correct Answer:- Option-A

Question25:-As per section 35 of CGST Act, maintenance of books of accounts shall be the duty of

- A:-Registered person
- B:-Taxable person
- C:-Every dealers
- D:-None of the above

Correct Answer:- Option-A

Question26:-Furnishing the details of outward supplies shall be through

- A:-GSTR 2
- B:-GSTR 2B
- C:-GSTR 3B
- D:-GSTR 1

Correct Answer:- Option-D

Question27:-GST can be collected from customers by

- A:-A dealer registered under GST Act
- B:-Any dealer
- C:-Any service provider
- D:-All of the above

Correct Answer:- Option-A

- Question28:-The chairperson of GST council shall be  
A:-Nominated by Central Govt.  
B:-Elected by GST Council  
C:-Nominated by GST Council  
D:-Union Finance Minister  
Correct Answer:- Option-D
- Question29:-In the GST Council meetings, votes of all the State Governments taken together shall have a weightage of  
A:-1/3 of votes cast  
B:-1/2 of votes cast  
C:-2/3 of votes cast  
D:-None of these  
Correct Answer:- Option-C
- Question30:-IGST collected amount belongs to  
A:-Central Govt.  
B:-To the state in which supply occurs  
C:-To the state to which supply occurs  
D:-Central Govt. and the State to which the supply occurs  
Correct Answer:- Option-D
- Question31:-Time of supply in GST related to supply of goods shall be \_\_\_\_\_ of issue of invoice or date of payment.  
A:-Whichever is earlier  
B:-Whichever is later  
C:-Irrelevant  
D:-None of the above  
Correct Answer:- Option-A
- Question32:-In the case of reversal of input tax credit, interest at the rate of \_\_\_\_\_% is applicable.  
A:-6%  
B:-8%  
C:-12%  
D:-18%  
Correct Answer:- Option-D
- Question33:-A registered person opted composition scheme shall issue  
A:-GST invoice  
B:-Bill of supply  
C:-Delivery challan  
D:-Voucher  
Correct Answer:- Option-B
- Question34:-In the case of taxable supply of services, the invoice shall be issued within a period of  
A:-15 days  
B:-30 days  
C:-45 days  
D:-90 days  
Correct Answer:- Option-B
- Question35:-Original copy of tax invoice of goods belongs to  
A:-The supplier  
B:-Transporter of supply  
C:-Recipient of supply  
D:-GST Department  
Correct Answer:- Option-C
- Question36:-A situation where the rate of tax on input is more than rate of tax on output is  
A:-Excess input tax credit  
B:-Inverted duty structure  
C:-Compensation credit  
D:-None of the above  
Correct Answer:- Option-B
- Question37:-Ledger format of credit ledger in GST is  
A:-PMT 01  
B:-PMT 02  
C:-PMT 04  
D:-PMT 05  
Correct Answer:- Option-B
- Question38:-The form intimating discrepancies in scrutiny of GST returns is  
A:-ASMT 8  
B:-ASMT 9  
C:-ASMT 10  
D:-ASMT 11  
Correct Answer:- Option-C
- Question39:-In the process of determination of taxes, summary of show cause notice shall be intimated to Assessee by uploading electronically in  
A:-DRC 01  
B:-DRC 02  
C:-DRC 03  
D:-DRC 07  
Correct Answer:- Option-A
- Question40:-Search of business premises are conducted under \_\_\_\_\_ section of CGST Act 2017.  
A:-Sec. 47  
B:-Sec. 62  
C:-Sec. 67  
D:-Sec. 69  
Correct Answer:- Option-C
- Question41:-During search procedure, seizure of goods shall be ordered in  
A:-Form GST INS 01  
B:-Form GST INS 02  
C:-Form GST INS 03  
D:-Form GST INS 04  
Correct Answer:- Option-B

- Question42:-Form DRC 04 under GST is,  
A:-An order for further payment  
B:-Seeking explanation  
C:-Form to remit interest  
D:-An acknowledgement of payment  
Correct Answer:- Option-D
- Question43:-Form seeking police assistance by GST officials  
A:-DRC 08  
B:-DRC 10  
C:-DRC 22  
D:-No form prescribed  
Correct Answer:- Option-D
- Question44:-Monthly return to be filed by persons required to deduct TDS (Tax Deducted at Source) under GST.  
A:-GSTR - 5  
B:-GSTR - 6  
C:-GSTR - 7  
D:-GSTR - 8  
Correct Answer:- Option-C
- Question45:-IGST is billed as soon as the stock is  
A:-moving interstate  
B:-moving intrastate  
C:-destroyed  
D:-All of the above  
Correct Answer:- Option-A
- Question46:-The highest CGST rate legally permitted under Sec. 9 of CGST Act 2017 is  
A:-18%  
B:-40%  
C:-28% + cess  
D:-20%  
Correct Answer:- Option-D
- Question47:-Which one of the below taxes is included in GST?  
A:-Central sales tax  
B:-Central excise duty  
C:-VAT  
D:-All of the above  
Correct Answer:- Option-D
- Question48:-Which one of the below will not be added in valuation of supply?  
A:-GST  
B:-Interest  
C:-Late fee  
D:-Commission  
Correct Answer:- Option-A
- Question49:-Which one of the following is value of 'supply' under section 15 of CGST Act?  
A:-Wholesale price  
B:-Market price  
C:-Maximum retail price  
D:-Transaction value  
Correct Answer:- Option-D
- Question50:-GST assessment based on the request of Assessee is known as  
A:-Self assessment  
B:-Provisional assessment  
C:-Summary assessment  
D:-Best judgement assessment  
Correct Answer:- Option-B
- Question51:-Formal notice is not required in the case of \_\_\_\_\_ type of GST assessment.  
A:-Best judgement assessment  
B:-Summary assessment  
C:-Provisional assessment  
D:-None of the above  
Correct Answer:- Option-B
- Question52:-Format of Audit Certificate, in the case of Departmental GST Audit is  
A:-ADT 04  
B:-ADT 03  
C:-ADT 02  
D:-ADT 01  
Correct Answer:- Option-C
- Question53:-Extension of how many days can be granted in the case of Special Audit, not completed within 90 days.  
A:-60 days  
B:-90 days  
C:-120 days  
D:-180 days  
Correct Answer:- Option-B
- Question54:-What is the rate of interest, if GST refund has not been effected within 60 days of receipt of application?  
A:-4%  
B:-6%  
C:-18%  
D:-21%  
Correct Answer:- Option-B
- Question55:-What does "I" in IGST stands for  
A:-Internal  
B:-Integral  
C:-Integrated  
D:-Inter-state  
Correct Answer:- Option-C

Question56:-In the case of export-import of goods, using \_\_\_\_\_ digits of HSN code is compulsory.

- A:-2 digits
- B:-4 digits
- C:-8 digits
- D:-9 digits

Correct Answer:- Option-C

Question57:-Under GST Law, SAC refers to \_\_\_\_\_.

- A:-Scientific Accounting Code
- B:-Service Accounting Code
- C:-System Administration Code
- D:-Systematic Accounting Code

Correct Answer:- Option-B

Question58:-A registered person making zero rated supply shall be

- A:-Subject to reverse charge
- B:-Not eligible for refund
- C:-Eligible to claim refund
- D:-None of the above

Correct Answer:- Option-C

Question59:-Gifts not exceeding \_\_\_\_\_ in a year by an employer to employee shall not be treated as supply.

- A:-Rs. 5000
- B:-Rs. 10,000
- C:-Rs. 50,000
- D:-Rs. 1,00,000

Correct Answer:- Option-C

Question60:-Mr. K., a contractor agrees to design and construct a building for Mr. B for an estimate of Rs.70 lakhs at land owned by Mr. K. This is a supply of

- A:-Goods
- B:-Services
- C:-Both goods and services
- D:-Not a supply

Correct Answer:- Option-B

Question61:-Services performed by any Court or Tribunal established under law is

- A:-Supply of goods
- B:-Supply of services
- C:-Supply of both goods and services
- D:-Not supply

Correct Answer:- Option-D

Question62:-A taxpayer under the composition scheme

- A:-Can collect composition tax
- B:-Can collect GST
- C:-Cannot collect GST
- D:-Can collect service tax

Correct Answer:- Option-C

Question63:-Which provision of KGST Act 1963 mandates maintenance of true and correct amounts by the dealer?

- A:-Section 24
- B:-Section 25
- C:-Section 26
- D:-Section 27

Correct Answer:- Option-D

Question64:-As per KGST Act 1963, which one of the following document is not needed to accompany goods during transportation

- A:-A bill of sale
- B:-Delivery note
- C:-Certificate of ownership
- D:-Payment voucher

Correct Answer:- Option-D

Question65:-After the serving of assessment order, within how many days the dealer has to file Appeal before Appellate Assistant Commissioner as per KGST Act 1963.

- A:-30 days
- B:-45 days
- C:-50 days
- D:-60 days

Correct Answer:- Option-A

Question66:-The \_\_\_\_\_ section in KGST Act 1963 provides power to rectify any error apparent on the face of the record.

- A:-Sec. 40
- B:-Sec. 41
- C:-Sec. 42
- D:-Sec. 43

Correct Answer:- Option-D

Question67:-Power to summon witness and cause production of documents under KGST Act 1963 shall have

- A:-Powers under Kerala VAT Act 2003
- B:-Powers under Civil Procedure Code 1908
- C:-Powers under Criminal Procedure Code 1973
- D:-None of the above

Correct Answer:- Option-B

Question68:-The provision for making Protective assessment under KGST Act, 1963

- A:-Section 15 (B)
- B:-Section 16 (C)
- C:-Section 19 (C)
- D:-Section 28 (A)

Correct Answer:- Option-C

Question69:-KGST Act 1963 does not allow to keep books of accounts in \_\_\_\_\_ language.

- A:-Gujarathi
- B:-Kannada
- C:-Hindi
- D:-English

Correct Answer:- Option-C

Question70:-Escaped turnover should be assessed under KGST Act 1963 within \_\_\_\_\_ years.

- A:-Five years on filing annual return of the year to which the tax relates
- B:-Five years from the expiry of the year which the tax relates
- C:-Four years on filing annual return of the year to which the tax relates
- D:-Four years on the completion of the year which the tax relates

Correct Answer:- Option-B

Question71:-Which section of KGST Act 1963 authorize an officer to call for books of accounts?

- A:-Section 25
- B:-Section 26
- C:-Section 27
- D:-Section 28

Correct Answer:- Option-D

Question72:-What is the turnover limit prescribed for the filing of audited statement of accounts under KGST Act 1963 is \_\_\_\_\_

- A:-INR 60 Lakhs
- B:-INR 75 Lakhs
- C:-INR 50 Lakhs
- D:-INR 40 Lakhs

Correct Answer:- Option-D

Question73:-Which one of the following commodity is not come under the definition of 'goods' under KGST Act 1963?

- A:-LPG
- B:-Liquor
- C:-Works Contract
- D:-News paper

Correct Answer:- Option-D

Question74:-Section specified for imposing penalty on illegal collection of tax under KGST Act 1963?

- A:-44 A
- B:-45 A
- C:-46 A
- D:-47 A

Correct Answer:- Option-C

Question75:-\_\_\_\_\_ has vested with power to issue clarifications under KGST Act 1963.

- A:-Secretary to Taxes
- B:-Commissioner
- C:-Deputy Commissioner
- D:-Assessing Authority

Correct Answer:- Option-B

Question76:-Maximum number of installments can be granted by an Assessing Authority for the payment of tax or any other amount for which demand notice is issued under KGST Act.

- A:-24
- B:-12
- C:-10
- D:-6

Correct Answer:- Option-D

Question77:-Registration certificate prescribed under KGST Rules 1963

- A:-Form 1
- B:-Form 1 A
- C:-Form 4
- D:-Form 4 A

Correct Answer:- Option-C

Question78:-Which Rule provision under KGST Rules allow dealer to determine the taxable turnover after effecting allowable deductions?

- A:-Rule 8
- B:-Rule 9
- C:-Rule 15
- D:-Rule 32

Correct Answer:- Option-B

Question79:-The chairman of the Sales Tax Appellate Tribunal shall be a person who is a judicial officer not below the rank of a \_\_\_\_\_.

- A:-Judge of Supreme Court
- B:-Judge of High Court
- C:-Joint Commissioner from Department
- D:-District Judge

Correct Answer:- Option-D

Question80:-The provision relating to payment of tax at compounded rate under KGST Act 1963 \_\_\_\_\_.

- A:-Sec. 6
- B:-Sec. 7
- C:-Sec. 8
- D:-Sec. 9

Correct Answer:- Option-B

Question81:-As per Section 12 of KGST Act 1963, the burden of proving that any transaction of a dealer is not liable to tax under this Act shall lie on \_\_\_\_\_.

- A:-The Assessing Authority
- B:-Intelligence Officer
- C:-Tax Practitioner
- D:-Dealer

Correct Answer:- Option-D

Question82:-Every person who consigns goods by any vehicle which is not in pursuance of a sale shall issue and keep a 'certificate of ownership' under KGST Rules. The format of this certificate shall be

- A:-Form 26
- B:-Form 27
- C:-Form 27 A
- D:-Form 25

Correct Answer:- Option-C

Question83:-'Declared goods' means goods declared under \_\_\_\_\_ to be of special importance under Central Sales Tax Act 1956.

- A:-Section 12
- B:-Section 14

C:-Section 16

D:-Section 17

Correct Answer:- Option-B

Question84:-Which one of the following comes under the definition of 'goods' under Central Sales Tax Act 1956?

A:-Newspaper

B:-Actionable claim

C:-Shares

D:-Steel

Correct Answer:- Option-D

Question85:-Who has the power to collect tax under the Central Sales Tax Act 1956?

A:-The state from where movement of goods start

B:-The state to where movement of goods consume

C:-Central Govt.

D:-Both Central and State Govt.

Correct Answer:- Option-A

Question86:-Power to amend schedules of the KGST Act 1963 lies with,

A:-Commissioner

B:-Legislature of India

C:-Joint Commissioner

D:-Government

Correct Answer:- Option-D

Question87:-Which one of the following is not levied to tax under KGST Act 1963 nowadays?

A:-High speed diesel

B:-Motor spirit (petrol)

C:-Liquified Petroleum Gas

D:-Liquor for human consumption

Correct Answer:- Option-C

Question88:-Format of return by Casual traders under KGST Rules shall be in

A:-Form No. 9

B:-Form No. 9 A

C:-Form No. 11

D:-Form No. 12

Correct Answer:- Option-D

Question89:-Authorization to conduct Audit under KGST shall be in form

A:-Form No. 11

B:-Form No. 17

C:-Form No. 18

D:-Form No. 18 A

Correct Answer:- Option-D

Question90:-Format to apply for remittance of turnover tax at compounded rate under KGST Rules shall be in

A:-Form No. 20

B:-Form No. 21

C:-Form No. 22

D:-Form No. 23

Correct Answer:- Option-B

Question91:-Time period available to rectify mistake apparent on the record under CST (Kerala) Rules 1957 is \_\_\_\_\_ from the date of order.

A:-1 year

B:-2 years

C:-3 years

D:-4 years

Correct Answer:- Option-C

Question92:-Time limit for assessment of escaped turnover under CST (Kerala) Rules, 1957 is \_\_\_\_\_ from the expiry of the year.

A:-1 year

B:-2 years

C:-3 years

D:-4 years

Correct Answer:- Option-D

Question93:-Application for registration as per CST (Registration and Turnover) Rules, 1957 shall be in

A:-Form A

B:-Form B

C:-Form C

D:-Form D

Correct Answer:- Option-A

Question94:-Which section deals with registration, under the CST Act 1956

A:-Section 6

B:-Section 7

C:-Section 7 A

D:-Section 8

Correct Answer:- Option-B

Question95:-Tax rate applicable when a steel bar dealer effect transfer of 2 truck load of steel bars to the branches at Karnataka from Kerala and furnished valid 'F' form

A:-0%

B:-1%

C:-5%

D:-14.5%

Correct Answer:- Option-A

Question96:-Form prescribed in CST (R and T) Rules, 1957 to claim exemption for sale of goods in the course of inter-state trade or commerce effected by transfer of documents of title to such goods during the movement from one state to another.

A:-Form A

B:-Form B

C:-Form 18

D:-Form E1

Correct Answer:- Option-D

Question97:-CST Registration certificate as per CST (R and T) Rules, 1957 issued in

A:-Form 2

- B:-Form 3
- C:-Form A
- D:-Form B

Correct Answer:- Option-D

Question98:-A dealer who had effected inter-state sale to a registered dealer and claimed concession, but failed to submit valid forms of declaration. Then the tax rate applicable will be

- A:-Rate applicable under local sales tax law
- B:-5%
- C:-10%
- D:-14.5%

Correct Answer:- Option-A

Question99:-Penalty for the misuse of 'c' form can be issued under \_\_\_\_\_ section of the CST Act 1956.

- A:-Section 8
- B:-Section 10 A
- C:-Section 18 A
- D:-Section 18

Correct Answer:- Option-B

Question100:-Which one of the following statement is incorrect?

- A:-Central Sales Tax 1956 has subsumed in GST
- B:-Central Sales Tax was collected by State Govt.
- C:-Central Sales Tax was imposed on intra-state transactions
- D:-'Form F' declarations were used as documentary proof for stock-transfer

Correct Answer:- Option-C