



## CHAPTER - 1

# INTRODUCTION OF GST & CHARGE OF TAX

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## 01. Introduction to GST:-

MCQ 01.01.01.00

## Who will legislate GST law?

- a. State Legislature
- b. Parliament
- c. Both
- d. Depends upon nature of supply

[Hint:- Refer Article 246A of Constitution of India]

## 02. Sec 1:- Title, Extent &amp; Commencement

MCQ 01.02.02.00

## Presently GST law/Act extends to —

- a. All States (except the State of J&K)
- b. All States as well as all Union territories
- c. All States (except the State of J&K) and All Union territories
- d. All States (except the State of Telangana) but including Union territories

[Hint:- As per sec 1, the act extends to whole of India including J&amp;K]

## 03. Sec 9 of CGST Act/ Sec 5 of IGST Act:- Charging Section

MCQ 01.03.03.00

Alcoholic liquor for human consumption &amp; undenatured extra neutral alcohol or rectified spirit used for its manufacture is: [CA Final MTP Sep 22]

- a. exempt from GST.
- b. subject to both GST and central excise duty.
- c. outside the realm of GST.
- d. subject to GST only.

Hint :- Refer section 9(1) &amp; 9(2) of CGST Act to know goods on which there is no levy of GST]

MCQ 01.03.04.00

Tobacco is: [CA Final MTP Oct 2022] [CA Final MTP Mar 23]

- a. exempt from GST.
- b. subject to both GST and central excise duty.
- c. outside the realm of GST.
- d. subject to GST only.

[Hint: Refer Schedule VII, Entry no.84 under List 1 &amp; also refer section 9(1) &amp; 9(2) of CGST Act to know goods on which there is no levy of GST]

## 04. Various Taxes Subsumed/ Not subsumed under GST:-

MCQ 01.04.05.00

## Which of the taxes are out of purview of GST?

- a. Property tax & stamp duty
- b. Additional duties of Custom
- c. Excise duty on Alcohol
- d. Entertainment tax by local body
- e. Only (a) & (c) & (d)

[Hint: Refer taxes subsumed &amp; not subsumed under GST]

## 05. Article 279A:- GST Council &amp; its' Recommendations

MCQ 01.05.06.00

From the following, who will be the members of the GST Council?

1. Union Finance Minister
2. Union Minister of State in charge of Revenue or Finance
3. Chief Ministers of States

- a. 1 & 3
- b. 1 & 2

c. 2 &amp; 3

d. All of the above

[Hint:- Refer Article 279A of Constitution of India]

MCQ 01.05.07.00

The recommendation of the GST Council will be \_\_\_\_.

- a. Mandatory
- b. Only Advisory Power
- c. Mandatory and sometimes Advisory
- d. Mandatory on States only

[Hint:- As per Supreme court Judgement]

## 06. Common GST Portal/ Goods &amp; Service Tax Network (GSTN):-

MCQ 01.06.08.00

GSTN is a -----

- a. Non-profit organisation
- b. Profit organisation
- c. None of the above
- d. One Person company

[Hint:- GSTN is a pvt. Ltd. company formed u/s 8 of Companies Act i.e. to promote non-profit objectives]

MCQ 01.06.09.00

Which of the following is not the role of GSTN in GST regime?

- a. Facilitating registration, forwarding return to Central and State authorities.
- b. Computation and Settlement of IGST, matching tax payment details with banking network
- c. Providing platform for litigation
- d. Providing various MIS reports to Central and State Governments, providing analysis on tax payer's

profile, running the matching engine, reversal and reclaim of Input tax credit

[Hint:- Refer functions of GSTN]

### 07. Credit system under Dual GST Model & Manner of Credit Utilization:-

**MCQ 01.07.10.00**

Whether IGST revenue is to be apportioned to state?

- a. No
- b. Yes- apportioned to origin state
- c. Yes- apportioned to destination state
- d. Discretion of Parliament

[Hint:- GST being destination based tax- it is received by state where the goods &/or services are consumed]

**MCQ 01.07.11.00**

TT Pvt. Ltd., registered in Rajasthan, furnished following information for the month of June: (i) Inter-State sale of goods for ₹ 1,25,000 to JJ Enterprises registered in Haryana (ii) Inter-State purchases of goods from XYZ company, registered in Punjab, for ₹ 40,000 (iii) Intra-State purchases of goods from RR Traders, registered in Rajasthan, for ₹ 65,000 The applicable rate of GST is 18%. All the above amounts are exclusive of taxes. GST liability payable in cash is- (CA Inter RTP Nov 2020) [study mat]

- a. CGST ₹ 1,800 & SGST ₹ 1,800
- b. SGST ₹ 3,600
- c. IGST ₹ 3,600

d. CGST ₹ 3,600

(Hint: IGST on outward supply : ₹ 22,500, IGST on inward supply: ₹ 7,200, CGST & SGST on inward supply: ₹ 11,700, hence IGST ₹ 3,600)

### 08. Sec 3 & Sec 6:- Officers under GST & Authorisation to them

**MCQ 01.08.12.00**

Officers under which Act shall be deemed to be the officers appointed under the provisions of CGST Act:

- a. Central Excise Act, 1944
- b. Central Sales Tax Act, 1956
- c. Delhi Value Added Tax Act, 2004
- d. Customs Act, 1962

[Hint:- Refer sec 3]

**MCQ 01.08.13.00**

The officers appointed under which of the following Acts are authorized to be the proper officers for the purposes of the CGST Act, 2017:

- a. State Goods and Services Tax Act
- b. Union Territory Goods and Services Tax Act
- c. Both (a) and (b)
- d. None of the above

[Hint:- Refer sec 6]

**Answer:-**

01.01.01	c
01.02.02	b
01.03.03	c
01.03.04	b
01.04.05	e
01.05.06	b
01.05.07	b
01.06.08	a
01.06.09	c
01.07.10	c
01.07.11	c
01.08.12	a
01.08.13	c

