

**PROVISIONAL ANSWER KEY**

Paper: Goods and Services tax Indian Contract Act 1872  
Date of Test 30-04-2022

- Question1:-What is the one objective of the Central Goods and Services Tax Act?  
A:-To generate more income  
B:-To control cascading of taxes  
C:-To collect tax in addition to Service Tax  
D:-None of the above  
Correct Answer:- Option-B
- Question2:-As per the Central GST Act, "actionable claim" shall have same meaning as assigned to it in section 3 of the  
A:-Transfer of property Act  
B:-Penal code  
C:-Service Tax Act  
D:-Contract Act  
Correct Answer:- Option-A
- Question3:-Agriculturist means an individual or a Hindu Undivided Family who undertakes cultivation of land by \_\_\_\_\_  
A:-Own labour  
B:-The labour of family  
C:-Servants on wages  
D:-Any of the above  
Correct Answer:- Option-D
- Question4:-Assessment as per the Central GST act does not include  
A:-Self-assessment  
B:-re-assessment  
C:-Provisional assessment  
D:-Profit assessment  
Correct Answer:- Option-D
- Question5:-Conveyance as per Central GST act includes  
A:-a vessel only  
B:-an aircraft only  
C:-a vessel, an aircraft and a vehicle  
D:-goods-carriers only  
Correct Answer:- Option-C
- Question6:-Refund of taxes is included in Chapter \_\_\_\_\_ of Central GST act.  
A:-IX  
B:-XI  
C:-XII  
D:-XIII  
Correct Answer:- Option-B
- Question7:-As per the Goods and Services Tax (Compensation to States) Act, \_\_\_\_ means a period of 5 years from the transition date.  
A:-transition period  
B:-tax period  
C:-assessment period  
D:-initial period  
Correct Answer:- Option-A
- Question8:-How many sections are there in Goods and Services tax (Compensation to States) Act, 2017  
A:-11  
B:-12  
C:-13  
D:-14  
Correct Answer:- Option-D
- Question9:-As per integrated GST Act, supply of goods between two different Union territories is called  
A:-Inter - Territory supply  
B:-Inter - Union Territory supply  
C:-Inter - State supply  
D:-Intra - State Supply  
Correct Answer:- Option-C
- Question10:-Which of the following does not attract Integrated GST?  
A:-Steel goods  
B:-alcoholic liquor for human consumption  
C:-Food items  
D:-Study materials  
Correct Answer:- Option-B
- Question11:-Application to the Appellate Tribunal shall be made electronically in form  
A:-GST APL - 07  
B:-GST APL - 08  
C:-GST APL - 09  
D:-GST APL - 10  
Correct Answer:- Option-A
- Question12:-Anti-Profiteering Authority shall consist of a \_\_\_\_\_ with Four Technical members  
A:-Director  
B:-Commissioner  
C:-Joint Commissioner  
D:-Chairman  
Correct Answer:- Option-D
- Question13:-E-Way rules are detailed in section \_\_\_\_\_ in central GST Rules  
A:-136  
B:-137  
C:-138  
D:-139  
Correct Answer:- Option-C
- Question14:-Which of the following is not required for registration under Central GST rules?  
A:-Pan 39

B:-Certificate from the Local Government 38  
C:-Mobile number 37  
D:-e-mail address

Correct Answer:- Option-B

Question15:-If the proper officer fails to take any action within \_\_\_\_\_ working from the date of submission of the application or within seven days from the date of the receipt of clarification or documents required, the application for grant of GST registration shall be deemed to have been approved

A:-7  
B:-5  
C:-4  
D:-3

Correct Answer:- Option-D

Question16:-In the GST number \_\_\_\_\_ characters are assigned for state code

A:-2  
B:-3  
C:-4  
D:-no

Correct Answer:- Option-A

Question17:-Applications for registration for a non-resident Indian as per Central GST rule application is to be submitted in form

A:-GST REG - 08  
B:-GST REG - 07  
C:-GST REG - 09  
D:-GST REG - 10

Correct Answer:- Option-C

Question18:-The value of supply of goods or services where the consideration is not wholly in money is dealt with in section \_\_\_\_ as per Central GST Rules

A:-23  
B:-24  
C:-26  
D:-27

Correct Answer:- Option-D

Question19:-A debit note issued by a supplier in accordance of with the provisions of section 34 in the Central GST Act can be used for availing

A:-non-filling of return  
B:-input tax credit  
C:-discount on tax payment  
D:-tax rebate

Correct Answer:- Option-B

Question20:-Which ledger is not associated with payment of tax related to GST?

A:-Electronic Liability register  
B:-Electronic Credit Ledger  
C:-Electronic Cash Register  
D:-Electronic Remittance Register

Correct Answer:- Option-D

Question21:-What is generated at the common portal for each credit to the electronic cash or credit ledger as the case may be?

A:-Credit note  
B:-receipt note  
C:-unique identification number  
D:-voucher note

Correct Answer:- Option-C

Question22:-A GST registered person is required to retain the book of account until the expiry of \_\_\_\_\_ months from the due date of furnishing of annual return for the year pertaining to such accounts and records

A:-60  
B:-72  
C:-90  
D:-48

Correct Answer:- Option-B

Question23:-Certificate of registration in respect of GST is issued in form

A:-Form GST REG - 09  
B:-Form GST REG - 08  
C:-Form GST REG - 07  
D:-Form GST REG - 06

Correct Answer:- Option-D

Question24:-What does 'Refund Amount' mean in the case of zero-rated supplies or services or both as per the Central GST act rules?

A:-Minimum refund that is admissible  
B:-Maximum refund that is admissible  
C:-Invoice amount  
D:-Input Credit

Correct Answer:- Option-B

Question25:-Aggrieved party by order of National bench of Appellate Tribunal can appeal to

A:-Supreme Court  
B:-District Court  
C:-State bench of Appellate Tribunal  
D:-Consumer Forum

Correct Answer:- Option-A

Question26:-\_\_\_\_\_ means supply of goods or services or both which attracts nil rate of tax as per Central GST act

A:-Free supply  
B:-Invaluable Supply  
C:-Special supply  
D:-Exempt supply

Correct Answer:- Option-D

Question27:-VAT is to be paid in addition to GST

A:-true  
B:-VAT only  
C:-False  
D:-None of the above

Correct Answer:- Option-C

Question28:-Amendment of registration is covered in section \_\_\_\_\_ of Central GST act

- A:-28
- B:-29
- C:-30
- D:-31

Correct Answer:- Option-A

Question29:-In which year GST was implemented?

- A:-2016
- B:-2017
- C:-2018
- D:-2015

Correct Answer:- Option-B

Question30:-Which document is not acceptable for claiming Input Tax Credit as per CGST Rules?

- A:-an agreement between the supplier and the recipient
- B:-invoice from the supplier
- C:-a debit note issued by a supplier
- D:-Bill of entry as per customs Act 1962

Correct Answer:- Option-A

Question31:-A registered person is to give details of inward supplies in form

- A:-GSTR - 1
- B:-GSTR - 2
- C:-GSTR - 9
- D:-GSTR - 7

Correct Answer:- Option-B

Question32:-As per the Central GST act the provision of recovery of tax payable by a person to the Government is included in the Section

- A:-76
- B:-77
- C:-78
- D:-79

Correct Answer:- Option-D

Question33:-Who among the following has to furnish annual return?

- A:-Input service provider
- B:-a non-resident taxable person
- C:-a registered person doing supply of goods
- D:-a casual taxable person

Correct Answer:- Option-C

Question34:-Who need not take GST registration compulsorily under Central GST act?

- A:-persons making inter-state supply
- B:-Input Tax Distributor
- C:-Supplier whose aggregate turnover does not exceed 20 lakhs in a financial year
- D:-non-resident taxable persons making taxable supply

Correct Answer:- Option-C

Question35:-The State Tax from the input tax credit available in the electronic credit ledger shall first be utilized for payment of

- A:-Central Tax
- B:-Integrated Tax
- C:-VAT
- D:-State tax

Correct Answer:- Option-D

Question36:-The proper officer can conduct physical verification of the place of business if required and details of physical verification shall be uploaded in Form GST

- A:-REG - 30
- B:-REG - 09
- C:-REG - 28
- D:-REG - 11

Correct Answer:- Option-A

Question37:-The price of an article is Rs. 10000 and it attracts GST at the rate of 18%. The amount a consumer has to pay is

- A:-Rs. 10000
- B:-Rs. 10180
- C:-Rs. 11800
- D:-Rs. 9982

Correct Answer:- Option-C

Question38:-A person who has cancelled GST registration has to furnish final return within \_\_\_\_ months

- A:-2
- B:-3
- C:-6
- D:-9

Correct Answer:- Option-B

Question39:-The particulars of import of goods and services are to be included in \_\_\_ while uploading details in common portal

- A:-inward supplies
- B:-outward supplies
- C:-no register
- D:-day book only

Correct Answer:- Option-A

Question40:-Electronic Credit Ledger is maintained in Form

- A:-GST PMT 05
- B:-GST PMT 03
- C:-GST PMT 04
- D:-GST PMT 02

Correct Answer:- Option-D

Question41:-In relation to a taxable person, cess charged on any supply of goods or services or both made to him as per the Central GST Act is

- A:-output tax
- B:-input tax
- C:-compound tax

D:-integrated tax

Correct Answer:- Option-B

Question42:-What is a person who facilitates the supply of goods or services called under Integrated GST act?

A:-Supplier

B:-Goods provider

C:-Intermediary

D:-Co-supplier

Correct Answer:- Option-C

Question43:-Refund of integrated tax to International tourist is defined in section \_\_\_\_\_ of the integrated GST Act

A:-15

B:-16

C:-17

D:-18

Correct Answer:- Option-A

Question44:-When a taxable person fraudulently claims refund under CGST act, he commits offence under section

A:-120

B:-121

C:-122-vi

D:-122-viii

Correct Answer:- Option-D

Question45:-Which tax does not come under GST?

A:-State GST

B:-Union territory GST

C:-Central GST

D:-Integrated GST

Correct Answer:- Option-B

Question46:-Activities to be treated as supply of goods or supply of services are included in schedule \_\_\_\_\_ of the Central GST Act?

A:-V

B:-I

C:-III

D:-II

Correct Answer:- Option-D

Question47:-In an invoice of supplier of goods to the recipient of the same state charges State GST 9%, what is the percentage of Central GST?

A:-nil

B:-4.5

C:-9

D:-18

Correct Answer:- Option-C

Question48:-Renting of immovable property is \_\_\_\_\_ as per Central GST Act

A:-treated as service

B:-not treated as service

C:-treated as contract

D:-none of the above

Correct Answer:- Option-A

Question49:-Service of funeral is treated as \_\_\_\_\_ as per Central GST Act

A:-Service

B:-Supply of goods

C:-Transportation service

D:-Neither service or supply of goods

Correct Answer:- Option-D

Question50:-What is the maximum GST collectable under Integrated GST Act?

A:-30%

B:-40%

C:-18%

D:-10%

Correct Answer:- Option-B

Question51:-When the whole or part of the amount claimed in respect of application for refund is not admissible, the proper officer shall issue a form in

A:-RFD - 06

B:-RFD - 07

C:-RFD - 08

D:-RFD - 09

Correct Answer:- Option-C

Question52:-Which document is to be carried by a person-in-charge of a conveyance as per CGST rule?

A:-E-way bill

B:-sample of goods

C:-letter from Tax department

D:-PAN Card

Correct Answer:- Option-A

Question53:-Every promise and every set of promises, forming the consideration for each other, is an agreement

A:-True

B:-false

C:-Uncertain

D:-None of the above

Correct Answer:- Option-A

Question54:-Consent is said to be free when it is not caused by

A:-Coercion

B:-undue influence and fraud

C:-misrepresentation

D:-all of the above

Correct Answer:- Option-D

Question55:-\_\_\_\_\_ means and includes the positive assertion in a manner not warranted by the information of the person making it, of that which is not true through he believes it be true

A:-Fraud

B:-Cheating

C:-Misrepresentation

D:-Influence

Correct Answer:- Option-C

Question56:-\_\_\_\_\_ is a contract to perform the promise or discharge the liability of a third person in case of his default

A:-Contract of payment

B:-Contract of guarantee

C:-Contract of liability

D:-Contract of non-liability

Correct Answer:- Option-B

Question57:-Guarantee obtained by \_\_\_\_\_ is invalid

A:-True representation of fact

B:-fair means

C:-misrepresentation or concealment

D:-None of the above

Correct Answer:- Option-C

Question58:-The person delivering the goods is called the \_\_\_\_\_ as per the contract act.

A:-delivering agent

B:-consignee

C:-bailor

D:-transporter

Correct Answer:- Option-C

Question59:-An agent is bound to render proper accounts to his \_\_\_\_\_ on demand

A:-auditor

B:-bailee

C:-promisor

D:-principal

Correct Answer:- Option-D

Question60:-A lets to B for hire a horse for his own riding. B drives the horse in his carriage. Who can terminate the bailment?

A:-B

B:-A

C:-neither A nor B

D:-A and B in mutual consent

Correct Answer:- Option-B

Question61:-How can an agency be terminated?

A:-by the principal revoking his authority

B:-by the agent renouncing the business

C:-by either the principal or the agent dying or becoming of unsound mind

D:-all the above

Correct Answer:- Option-D

Question62:-In the case of pledge, the bailor is called the

A:-pawnor

B:-bailee

C:-promise

D:-principal

Correct Answer:- Option-A

Question63:-The agent is responsible to the principal for the acts of the sub-agents as per the Indian Contract Act, 1872.

A:-Not at all

B:-Sub-agent alone is responsible to the principal

C:-True

D:-None of the above

Correct Answer:- Option-C

Question64:-A person is said to have sound mind for the purpose of contracting when he is capable of understanding

A:-the contract

B:-the effect of the contract upon his interest

C:-both 1 and 2

D:-Contract Act

Correct Answer:- Option-C

Question65:-The committing or threatening to commit any act forbidden by the Indian Penal Code is considered as \_\_\_\_\_ in the context of contracting.

A:-forcing

B:-coercion

C:-cheating

D:-bail

Correct Answer:- Option-B

Question66:-Contract caused by mistake of one party as to the matter of fact is

A:-voidable

B:-feeble

C:-not voidable

D:-none of the above

Correct Answer:- Option-C

Question67:-The agent is bound to pay to his principal all sums received on his account subject to admissible deductions as per the Indian Contract Act.

A:-true

B:-false

C:-major part of the sum only

D:-pro-rata sum

Correct Answer:- Option-A

Question68:-When a person makes a contract with a person whose mental capability is temporarily or permanently affected by reason of age, illness or mental or bodily distress the contract is said to be induced by

A:-fraud

B:-coercion

C:-cheating

D:-undue influence

Correct Answer:- Option-D

Question69:-Any act to deceive in the context of contract act is

- A:-fraud
- B:-coercion
- C:-blackmailing
- D:-influence

Correct Answer:- Option-A

Question70:-A contracts to take in cargo for B at a foreign port A's government afterwards declares war against the country in which the port is situated. The contract between becomes void when

- A:-A signs contract
- B:-war is declared
- C:-the port is captured
- D:-none of the above

Correct Answer:- Option-B

Question71:-Co-sureties are liable to contribute equally for the same debt unpaid by the principal debtor in the absence of any contract to the contrary

- A:-false
- B:-partly false
- C:-true
- D:-partly true

Correct Answer:- Option-C

Question72:-The pawnee is entitled to receive from the \_\_\_\_\_ extraordinary expenses incurred by him for the preservation of the goods pledged

- A:-buyer
- B:-pawnor
- C:-bank
- D:-trustees

Correct Answer:- Option-B

Question73:-Who may employ agent as per the contract act?

- A:-Any one who is of the age of majority
- B:-Any one who is of the sound mind
- C:-Any one who has age of majority and of sound mind
- D:-None of the above

Correct Answer:- Option-C

Question74:-Every agreement in restraint of the marriage of any person, other than a minor, is \_\_\_\_\_ as per the contract act.

- A:-void
- B:-not void
- C:-can be enforced
- D:-none of the above

Correct Answer:- Option-A

Question75:-A \_\_\_\_\_ is a contract to do or not to do something if some event collateral to such contract does or does not happen

- A:-mutual contract
- B:-emergency contract
- C:-void contract
- D:-contingent contract

Correct Answer:- Option-D

Question76:-The person in respect of whose default the guarantee is given is called the

- A:-creditor
- B:-principal debtor
- C:-surety
- D:-pawnee

Correct Answer:- Option-B

Question77:-An agent is to be indemnified against consequences of lawful acts by

- A:-the government
- B:-the agency
- C:-his employer
- D:-a third party

Correct Answer:- Option-C

Question78:-The contract Act extends to the

- A:-State of Kerala only
- B:-All states except Union Territories
- C:-Union territories
- D:-Whole of India

Correct Answer:- Option-D

Question79:-The person accepting the proposal is called the

- A:-bailee
- B:-surety
- C:-promisee
- D:-promisor

Correct Answer:- Option-C

Question80:-A contract which ceases to be enforced by law becomes void when it ceases to be enforceable

- A:-true
- B:-false
- C:-uncertain
- D:-none of the above

Correct Answer:- Option-A

Question81:-If A supplies B, a lunatic with necessaries suitable to his condition in life, then

- A:-A is not entitled to be reimbursed from B's property
- B:-A is entitled to be reimbursed from B's property
- C:-A is entitled for reimbursement from B's heirs only
- D:-none of the above

Correct Answer:- Option-B

Question82:-A's a tradesman, leaves goods at B's house by mistake. B treats the goods as his own. What is true about the instance as per the Indian Contract Act

- A:-B is bound to pay for the goods
- B:-B is not bound to pay for the good
- C:-B can pay as per discretion
- D:-B is not bound to pay the full amount

Correct Answer:- Option-A

Question83:-A guarantee may be \_\_\_\_\_ as per the Indian Contract Act

- A:-Oral
- B:-Written
- C:-Either oral or written
- D:-None of the above

Correct Answer:- Option-C

Question84:-What is false statement as per Contract Act?

- A:-The bailee is bound to take care of goods bailed to him
- B:-The bailee is not bound to take care of goods bailed to him
- C:-The bailee cannot act inconsistent with the conditions of the bailment
- D:-It is the duty of bailor to disclose the goods bailed

Correct Answer:- Option-B

Question85:-An agent is bound to conduct business of his principal according to

- A:-his will
- B:-his decision
- C:-the discretion given by the agency
- D:-the direction given by the principal

Correct Answer:- Option-D

Question86:-A employs B to recover 1000 rupees from C. Through B's misconduct the money is not recovered. What is the true statement as per Contract Act?

- A:-B is not entitled to remuneration
- B:-B is not entitled to remuneration but need not make good the loss
- C:-B is not entitled for reimbursement and must make good the loss
- D:-B is not entitled for part remuneration

Correct Answer:- Option-C

Question87:-A tender notice does not amount to any offer or a proposal. Is it true as per the Contract Act?

- A:-False
- B:-True
- C:-Uncertain
- D:-Not defined

Correct Answer:- Option-B

Question88:-Champertous agreement is an agreement between the nominal plaintiff and maintainer to

- A:-Share the gain from the suit maintained
- B:-Protect the plaintiff
- C:-Protect the maintainer
- D:-Share the loss in case of accidents

Correct Answer:- Option-A

Question89:-\_\_\_\_\_ is a person employed by and acting under the control of the original agent in the business of the agency.

- A:-Co-agent
- B:-Sub-ordinate agent
- C:-Executive agent
- D:-Sub-agent

Correct Answer:- Option-D

Question90:-An agent for sale may have goods repaired if it be necessary

- A:-false
- B:-true
- C:-as per the written direction of the principal only
- D:-Only the principal can repair goods

Correct Answer:- Option-B

Question91:-Who is entitled to increase or profit from goods bailed in the absence of any contract to the contrary?

- A:-the bailee
- B:-the agent
- C:-the bailor
- D:-equal share to the bailee and the bailor

Correct Answer:- Option-C

Question92:-Every agreement by which any one is restrained from entering a lawful profession, trade, or business of any kind to that extent is not void

- A:-False
- B:-True
- C:-Uncertain
- D:-None of the above

Correct Answer:- Option-A

Question93:-A person who enters into a contract with Government does not necessarily undertake any public duty or promise to do any act in which the public are interested

- A:-False
- B:-True
- C:-Partially true
- D:-None of the above

Correct Answer:- Option-B

Question94:-If a person other than the bailor claims goods, bailed, he may apply to the \_\_\_\_\_ to stop the delivery of the goods to the bailor and to decide the title to the goods

- A:-local government
- B:-the revenue department
- C:-the commissioner of police
- D:-Court

Correct Answer:- Option-D

Question95:-A agrees to pay to pay B Rs.1000 if B will marry A's daughter C.C was dead at the time, the agreement is

- A:-not void
- B:-continuous
- C:-void
- D:-reciprocal

Correct Answer:- Option-C

Question96:-A, B, and C jointly promise to pay D Rs. 3,000 D may compel \_\_\_\_\_ to pay him Rs. 3000

- A:-A only

- B:-B only
  - C:-C only
  - D:-Either A or B or C
- Correct Answer:- Option-D

Question97:-The consideration or object of an agreement is lawful unless

- A:-it is forbidden by law
- B:-it is fadulant
- C:-the court regards it as immoral
- D:-all of the above

Correct Answer:- Option-D

Question98:-The Invoice reference Number created on the common portal in lieu of tax invoice is valid for \_\_\_\_\_ days as per Central CGT rules

- A:-15 days
- B:-30 days
- C:-45 days
- D:-60 days

Correct Answer:- Option-B

Question99:-When recovery is made from a third person a notice in form GST \_\_\_\_\_ is issued

- A:-DRC - 15
- B:-DRC - 16
- C:-DRC - 12
- D:-DRC - 13

Correct Answer:- Option-D

Question100:-The General penalty to any person who contravenes any of the provision of central GST act may extend to

- A:-Rs. 5000
- B:-Rs. 25,000
- C:-Rs. 7000
- D:-Rs. 10,000

Correct Answer:- Option-B