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# Tax Invoice



Think GST !  
Think Vishal Sir...!!

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1. What shall be the due date to issue invoice in case of supply of goods?

- a) Any date before or at the time of removal of goods
- b) Date of receipt of advance
- c) Date of provision of goods
- d) None of the above

Ans:- (a) (b) (c) (d)

2. "Removal", in relation to goods, means –

- a. Dispatch of the goods for delivery by the supplier
- b. Collection of the goods by the recipient
- c. Either (a) or (b)
- d. Receipt of goods by the recipient

Ans: (a) (b) (c) (d)

3. \_\_\_\_\_ shall accompany transport of goods when e – way bill is not required.

- a. Delivery Challan
- b. Tax Invoice
- c. Bill of Supply
- d. (b or c)

Ans: (a) (b) (c) (d)

4. Duplicate Delivery Challan shall be for -----.

- a) Consignee
- b) Transporter
- c) Consigner
- d) Job worker

Ans:- (a) (b) (c) (d)

5. Tax Invoice must be issued within \_\_\_\_\_ from the date of removal of goods sent or taken on approval for sale or return.

- a. 3 months
- b. 30 days
- c. 15 days
- d. 6 months

Ans: (a) (b) (c) (d)

6. Which documents is to be issued by the consignor instead of tax invoice for transportation of goods for job work?

- a. E – way bill
- b. Delivery Challan
- c. Debit Note
- d. Receipt Voucher

Ans: (a) (b) (c) (d)

7. Bill of Supply is issued by the registered person –

- a. Paying tax under composition scheme
- b. Supplying exempted goods or services or both
- c. (a) and (b) both
- d. None of the above

Ans:c. (a) (b) (c) (d)

8. Which documents are required to send goods from

branch office in one State to head office in another State?

- (a) Tax invoice and e way bill
- (b) Receipt Voucher and e way bill
- (c) Payment Voucher and e way bill
- (d) All of the above

Ans: (a) (b) (c) (d)

9. M/s. Rajdhani (P) Ltd., registered in Delhi, wishes to transfer the taxable goods to one of its business vertical having same PAN and registered within same State. Which document shall be issued by the Company in this situation?

- (a) Delivery Challan
- (b) Tax Invoice
- (c) Bill of Supply
- (d) Invoice-cum-bill of supply

Ans:- (a) (b) (c) (d)

10. In case of supply of services, the tax invoice shall be prepared in the manner of:

- (a) Only original
- (b) Two copies
- (c) Three copies
- (d) Four copies.

Ans:- (a) (b) (c) (d)

11. Mr. X, a registered person deals in supply of taxable goods. He need not issue tax invoice for the goods supplied on 16.04.20XX as the value of the goods is \_\_\_\_.

- (a) Rs. 1,200
- (b) Rs. 600
- (c) Rs. 150
- (d) Rs. 200

Ans:- (a) (b) (c) (d)

12. A person operating in composition issue a tax invoice to a customer. Is the person correct in raising the invoice

- a) Yes
- b) No
- c) Yes, but tax amount should not be separately shown
- d) None of the above

Ans:- (a) (b) (c) (d)

13. Invoice cum Bill of Supply may be issued by registered person

- a. Supplying taxable as well as exempted goods and / or services
- b. Supplying taxable goods and exempted services
- c. Supplying taxable services and exempted goods
- d. Supplying taxable as well as exempted services

Ans: (a) (b) (c) (d)

14. Revised invoice is an invoice which is issued against the invoice already issued

- a. During the period beginning with the date of

application till the effective date of registration

b. During the period beginning with the effective date of registration till the date of issuance of registration certificate

c. During the period beginning with the date of application till the date of issuance of registration certificate

d. During the whole period prior to registration

Ans: (a) (b) (c) (d)

**15. Goods may be transported without issue of invoice in case of**

a. Supply of liquid gas where the quantity at the time of removal from the place of business of the supplier is not known,

b. Transportation of goods for job work

c. Transportation of goods for reasons other than by way of supply

d. All of the above

Ans: (a) (b) (c) (d)

**16. HSN Code is \_\_\_\_\_ code?**

a. 8 digit

b. 6 digit

c. 2 digit

d. 10 digit

Ans: (a) (b) (c) (d)

**17. HSN upto -----should be provided in quarterly return in proposed return scheme.**

a) 4 digits

b) 4 digits or more

c) 2 digits

d) 0 digit (no HSN required)

Ans:- (a) (b) (c) (d)

**18. Invoice shall be prepared in (I) \_\_\_\_\_ in case of taxable supply of goods and in (ii) \_\_\_\_\_ in case of taxable supply of services.**

a) (i) Triplicate, (ii) Duplicate

b) (i) Duplicate, (ii) Triplicate

c) (i) Duplicate, (ii) Duplicate

d) None of the above

Ans:- (a) (b) (c) (d)

**19. The serial number of invoices issued during a tax period shall be furnished in**

a. GSTR – 1

b. GSTR – 3B

c. GSTR – 2

d. All of the above

Ans: (a) (b) (c) (d)

**20. Is it mandatory to start a fresh series of invoice in every financial year?**

a. Yes

b. No

c. Totally at the option of supplier

d. None of the above

Ans: (a) (b) (c) (d)

**21. A registered taxable person shall, on receipt of advance payment w.r.t. any supply, issue**

a. Debit note

b. Credit note

c. Receipt voucher

d. Tax invoice

Ans: (a) (b) (c) (d)

**22. No tax is payable on receipt of advance payment w.r.t. any supply of \_\_\_\_\_.**

a. Goods

b. Services

c. Goods or Services or both

d. Input services

Ans: (a) (b) (c) (d)

**23. Is it mandatory to indicate the word “Revised invoice” on revised tax invoice?**

a. Yes

b. No

c. Yes, but if the value exceeds Rs.5,000

d. Yes, but if the value exceeds Rs.500

Ans: (a) (b) (c) (d)

**24. In case of taxable supply of services, tax invoice shall be issued within \_\_\_\_\_ from the date of supply of service provided that the supplier is other than an insurer / banking company / financial institution / non – banking financial company.**

a. 15 days

b. 30 days

c. 45 days

d. 60 days

Ans: (a) (b) (c) (d)

**24. In case of taxable supply of services by a non-banking financial company (NBFC), invoice shall be issued within a period of \_\_\_\_\_ from the date of supply of service.**

(a) 30 days

(b) 45 days

(c) 60 days

(d) 90 days

Ans:- (a) (b) (c) (d)

**25. Mr. A is supplying papers to an Advocate's Office. He submitted the account of total supplies made during the 2 months period on the 25th of alternate month. What type of supply is this?**

a. Continuous supply of goods

b. Continuous supply of services

c. Composite supply

d. Mixed supply

Ans: (a) (b) (c) (d)

**26. Mr. A had a contract for supplying man power for 20 days for Rs. 20,000. However, after 20 days, the**

service has stopped i.e. the service started on 11.9.2018 and ceased on 30.9.2018. When should the invoice be raised?

- a. 11.09.2018
- b. 30.09.2018
- c. 11.10.2018
- d. Any of the above

Ans: (a) (b) (c) (d)

27. Do we have to issue a tax invoice even if we remove goods for 'sale on approval basis'?

- a. Yes
- b. No
- c. Maybe
- d. None of the above

Ans: (a) (b) (c) (d)

28. Where the goods being sent or taken on approval for sale or return are removed before the supply takes place, the invoice shall be issued:

- (a) before/at the time of supply.
- (b) 6 months from the date of removal.
- (c) Earlier of (a) or (b).
- (d) Later of (a) or (b).

Ans:- (a) (b) (c) (d)

29. Mr. A, a registered artist took the painting from his gallery on basis of \_\_\_\_\_ to an art house for subsequent sale. There he issued \_\_\_\_\_ to a customer while selling his art work.

- a. Delivery challan, tax invoice
- b. Delivery challan, bill of supply
- c. Invoice, bill of supply
- d. E way bill, bill of supply

Ans: (a) (b) (c) (d)

30. Refund Voucher shall be issued if supply is not made and tax invoice not issued against

- a. Debit note
- b. Receipt voucher
- c. Credit note
- d. Bill of supply

Ans: (a) (b) (c) (d)

## SECTION 34:

31. If prices are increased after renegotiations, the supplier should issue

- a. Credit note with GST
- b. Debit note without GST
- c. Credit note without GST
- d. Debit note with GST

Ans: (a) (b) (c) (d)

32. Credit note is issued when \_\_\_\_\_

- a. Tax invoice is found to exceed the taxable value or tax payable
- b. Goods supplied are returned by the recipient

c. Goods or services supplied are found to be deficient

d. All of the above

Ans: (a) (b) (c) (d)

33. Mr. A had made a supply in April, 2018. The party returned the goods in May 2018. In which month the credit note is to be reflected?

- a. April, 2018
- b. May 2018
- c. By 10th April, 2018
- d. None of the above

Ans: (a) (b) (c) (d)

## ICAI BGM

34. Tax invoice must be issued by \_\_\_\_\_

- (a) Every supplier
- (b) Every taxable person
- (c) Registered persons not paying tax under composition scheme
- (d) All the above

Ans. (a) (b) (c) (d)

35. Law permits collection of tax on supplies effected prior to registration, but after applying for registration:

- (a) Yes, but only on intra-State supplies, if the revised invoice is raised within one month
- (b) Yes, but only on intra-State supplies effected to unregistered persons, if the revised invoice is raised within one month
- (c) Yes, on all supplies, if the revised invoice is raised within one month
- (d) No, tax can be collected only on supplies effected after registration is granted.

Ans. (a) (b) (c) (d)

36. A bill of supply can be issued in case of inter-State and intra-State:

- (a) Exempted supplies
- (b) Supplies to unregistered persons
- (c) Both of above
- (d) None of the above.

Ans. (a) (b) (c) (d)

37. An invoice must be issued:

- (a) At the time of removal of goods
- (b) On transfer of risks and rewards of the goods to the recipient
- (c) On receipt of payment for the supply
- (d) Earliest of the above dates.

Ans. (a) (b) (c) (d)

38. An acknowledgement must be given on receipt of advance payment in respect of supply of goods or

**services:**

- (a) Yes, in the form of a proforma invoice
- (b) Yes, as a receipt voucher
- (c) Yes, the invoice must be raised to that extent
- (d) None of the above

Ans. (a) (b) (c) (d)

**39. A continuous supply of goods requires one of the following as a must:**

- (a) The goods must be notified by the Commissioner in this behalf
- (b) The contract for supply lasts for a minimum period of 3 months
- (c) The supply is made by means of a wire, cable, pipeline or other conduit
- (d) Supplier invoices the recipient on a regular or periodic basis

Ans. (a) (b) (c) (d)

**40. The recipient must issue an invoice in the following cases:**

- (a) The supplier fails to issue an invoice
- (b) The supplier is unregistered
- (c) The goods or services received are notified for tax on reverse charge basis
- (d) both (b) & (c) above

Ans. (a) (b) (c) (d)

**41. A payment voucher need not be raised if the supplier is an unregistered person.**

- (a) True, as the recipient is required to issue an invoice in that case
- (b) True, if the unregistered person does not require it
- (c) False, a payment voucher is the only document to evidence the supply
- (d) False, payment voucher should be issued in addition to raising an invoice for the inward supply

Ans. (a) (b) (c) (d)

**42. The time limit for issue of tax invoice in case of continuous supply of goods:**

- (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.

Ans. (a) (b) (c) (d)

**43. In case of goods sent on sale on approval basis, invoice has to be issued:**

- (a) while sending the goods; another Invoice has to be issued by the recipient while rejecting the goods
- (b) while sending the goods but the recipient can take credit only when the goods are accepted by him
- (c) when the recipient accepts the goods or six

months from the date of removal whichever is earlier  
(d) when the recipient accepts the goods or three months from the date of supply whichever is earlier

Ans. (a) (b) (c) (d)

**44. If Supply of Services has ceased under a contract before the completion of supply:**

- (a) Invoice has to be issued within 30 days on the basis of 'Quantum Meruit' from the date of cessation
- (b) Invoice has to be issued at the time of cessation to the extent of the supply effected
- (c) Invoice has to be issued for the full value of the contract after deducting a percentage thereof as prescribed
- (d) Invoice cannot be issued as the matter will be sub-judice.

Ans. (a) (b) (c) (d)

**45. The tax invoice should be issued \_\_\_\_\_ the date of supply of service:**

- a) Within 30 days from
- b) Within 1 month from
- c) Within 15 days from
- d) On

Ans. (a) (b) (c) (d)

**46. A person who has applied for registration can:**

- a) Provisionally collect tax till his registration is approved, on applying for registration, if he has applied for registration within prescribed time
- b) Neither collect tax nor claim input tax credit
- c) Issue 'revised invoice' and collect tax within 1 month of date of issuance of certificate of registration, subject to conditions
- d) All of the above.

Ans. (a) (b) (c) (d)

**47. The name of the State of recipient along with State code is required on the invoice where:**

- a) Supplies are made to unregistered persons
- b) Supplies are made to unregistered persons where the value of supply is ` 50,000 or more
- c) Inter-state supplies are made to unregistered persons where the value of supply is ` 50,000 or more
- (d) Supplies are made to registered persons

Ans. (a) (b) (c) (d)

**48. A credit note is issued by \_\_\_\_\_ and it is a document accepted for GST purposes:**

- a) Supplier, for reducing the tax/ taxable value
- b) Recipient, for reducing the tax/ taxable value
- c) Supplier, for increasing the tax/ taxable value
- d) Recipient, for increasing the tax/ taxable value

Ans. (a) (b) (c) (d)



**49. For an increase in the tax/ taxable value, a debit note for GST purposes:**

- a) Should be issued by the supplier
- b) Should be issued by the recipient
- c) May be issued by the supplier
- d) May be issued by the recipient

Ans. (a) (b) (c) (d)

**50. The last date for declaring the details of a Credit Note issued on 25-Jun-2018 for a supply made on 19-Sep-2017 is:**

- a) 31-Dec-2018 – Last date for filing annual return
- b) 20-Jul-2018 – Actual date for filing annual return
- c) 20-Jan-2018 – Due Date of Filing of December Return
- d) 20-Oct-2018 – Due Date of Filing of September Return

Ans. (a) (b) (c) (d)

**51. The receipt voucher must contain:**

- a) Details of goods or services

- b) Invoice reference
- c) Full value of supply
- d) None of the above

Ans. (a) (b) (c) (d)

**Answer:-**

1	a	11	c	21	c	31	d	41	d	51	a
2	c	12	b	22	a	32	d	42	a		
3	d	13	a	23	a	33	b	43	c		
4	b	14	b	24	b	34	c	44	b		
5	d	15	d	25	b	35	c	45	a		
6	b	16	a	26	b	36	a	46	c		
7	c	17	b	27	b	37	a	47	b		
8	a	18	a	28	b	38	b	48	a		
9	b	19	a	29	a	39	d	49	a		
10	b	20	c	30	b	40	d	50	d		