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Audit & Assessment



Think GST !
Think Vishal Sir...!!

1. Under which assessment the taxable person self-assess the taxes payable and furnish a return for each tax period?

- a. Self-assessment
- b. Provisional assessment
- c. Summary assessment
- d. Best judgment assessment

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

2. What is the time period within which the proper officer is required to reply on application for provisional assessment?

- a. 90 days from the date of decision of applicant
- b. 60 days from the date of decision of applicant
- c. 90 days from the date of receipt of such request
- d. 60 days from the date of receipt of such request

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

3. What are the circumstances in which provisional assessment can be obtained?

- a. Value of supply cannot be ascertained
- b. Rate of tax cannot be ascertained
- c. (a) or (b)
- d. (a) and (b)

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

4. What is the rate of interest for refund if not paid within 60 days of the final assessment order?

- a. 6% p.a.
- b. 9% p.a.
- c. 18% p.a.
- d. 24% p.a.

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

5. What is the rate of interest for refund and if the order is passed by the Court for such refund?

- a. 9% p.a.
- b. 12% p.a.
- c. 18% p.a.
- d. 24% p.a.

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

6. Under provisional assessment, if a registered person liable to pay tax has not paid on due date, then he shall be liable to pay interest @ _____ from the first day after due date till the actual date of payment.

- a. 6% p.a.
- b. 12% p.a.
- c. 18% p.a.
- d. 24% p.a.

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

7. What is the time period specified for the final assessment order by the proper officer?

- a. 1 month from the date of provisional assessment
- b. 3 months from the date of provisional assessment
- c. 6 months from the date of provisional assessment
- d. 9 months from the date of provisional assessment

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

8. Whether the registered person will get immunity from interest & late fee leviable if assessment order passed u/s 62(1) is withdrawn?

- a. Taxable person will get immunity only from late fee u/s 47.
- b. No, taxable person will still be liable for interest u/s Section 50 and late fee u/s Section 47. Therefore, no immunity has been provided for the same.
- c. Taxable person will get immunity from late fee u/s 47 as well as interest u/s 50.
- d. Taxable person will get immunity only from interest u/s 50.

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

9. Whether any additional interest / penalty / prosecution will be leviable for non-payment of tax determined under provisional assessment?

- a. Only interest specified under Section 50 will be liable.
- b. Interest u/s 50 + Penalty of Rs.10,000.
- c. Only Penalty @ 50% of the default amount.
- d. No Penalty, only Prosecution.

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

10. Which of the following is correct for extending the time period of 6 months for the final assessment order?

- a. Extension up to 6 months by the Additional Commissioner, Extend further up to 4 years by the Commissioner
- b. Extend up to 18 months by the Commissioner, Extend further up to 3 years by the Additional Commissioner
- c. Extension up to 6 months by the Commissioner, Extend further up to 4 years by the Additional Commissioner
- d. Extend up to 18 months by the Additional Commissioner, Extend further up to 3 years by the Commissioner

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

11. In case where no satisfactory explanation is furnished for the discrepancies within the prescribed period of being informed by the proper officer, then he may initiate appropriate action,

- a. u/s 65/66 – Audit by tax authorities / Special Audit
- b. u/s 67 – Inspection, Search & Seizure
- c. u/s 73 or 74 – Demand & Recovery
- d. Any of the above

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

12. What is the time period allowed to an unregistered taxable person for furnishing a reply to the proper officer?

- a. 15 days
- b. 21 days
- c. 30 days
- d. 45 days

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

13. What are the conditions where the proper officer may opt for summary assessment of an assessee?

- a. Evidence showing tax liability
- b. Prior permission of Additional Commissioner or Joint Commissioner
- c. Reason to protect the Interest of Revenue
- d. All of the above

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

14. What is the condition for withdrawal of assessment order made under summary assessment?

- a. Application made by the taxable person within 30 days or his own motion (Additional/Joint Commissioner)
- b. If the Additional / Joint Commissioner considers that such order is erroneous
- c. (a) & (b)
- d. Order passed as such cannot be withdrawn

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

15. In case of summary assessment, where the taxable person is not identified and such tax liability is related to supply of goods, then the person _____ shall be treated as taxable person and shall be liable to pay tax.

- a. Supplying such goods
- b. In charge of such goods
- c. Delivering such goods
- d. None of the above

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

16. The time-limit for issuance of order of Best Judgment assessment is:

- (a) 5 years from the date specified for furnishing of the annual return for the financial year to which the tax not paid relates.
- (b) 4 years from the date specified for furnishing of the annual return for the financial year to which the tax not paid relates.

(c) 3 years from the date specified for furnishing of the annual return for the financial year to which the tax not paid relates.

(d) None of the above

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

17. If the liability of a person to take registration arises at any time in FY 2017-18 for any reason. What will be the due date for issuing best judgment assessment by the proper officer?

- a. 31.12.2021
- b. 31.12.2022
- c. 31.12.2023
- d. 31.12.2024

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

18. Mr. A has failed to furnish a return u/s 39. For which proper officer issued a notice for assessment. What is the condition for which such assessment order shall be deemed to have been withdrawn?

- a. File a valid return within 30 days of serving notice
- b. File a valid return within 15 days of serving notice
- c. File a valid return within 30 days of serving of assessment order
- d. File a valid return within 45 days of serving notice

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

19. What are the consequences, where a registered person fails to furnish the return required u/s 39, even after the service of a notice for assessment?

- a. The proper officer may proceed to assess the tax liability of the said person to the best of his judgment.
- b. Issue an assessment order within a period of 3 years from the date specified u/s 44
- c. Both (a) & (b)
- d. None of the above

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

20. Where a taxable person fails to obtain registration even though liable to do so, the proper officer may proceed for _____ to assess the tax liability of such taxable person for the relevant tax periods

- a. Provisional Assessment
- b. Summary Assessment
- c. Self - Assessment
- d. Best of his judgment

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

21. "Commencement of Audit" shall mean the date on which the records and other documents

- a. Date on which all the documents & information called for by the tax authorities, are made available by the registered person
- b. The actual institution of audit at the place of business
- c. (a) or (b), whichever is earlier
- d. (a) or (b), whichever is later

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

22. Commissioner may extend the period of audit u/s 65 by a further period _____.

- a. 1 month
- b. 3 months
- c. 4 months
- d. 6 months

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

23. The audit by tax authorities' u/s 65 shall be completed within a period of _____ from the date of commencement of the audit.

- a. 15 days
- b. 1 month
- c. 2 months
- d. 3 months

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

24. On conclusion of audit by the tax authorities, the proper officer shall, within _____, inform the registered person, whose records are audited about the findings.

- a. 15 days
- b. 30 days
- c. 45 days
- d. 60 days

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

25. Prior to the conduct of audit u/s 65 the registered person shall be informed, by way of a notice, sufficiently in advance:

- a. not less than fifteen working days
- b. not less than thirty working days
- c. not less than ten working days
- d. No prior intimation required

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

26. Special Audit may be ordered by _____.

- a. Additional Commissioner / Joint Commissioner of Central Tax
- b. Any officer not below the rank of Assistant Commissioner with the approval of commissioner
- c. Any Officer authorized by the Commissioner
- d. Deputy / Assistant Commissioner of Central Tax

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

27. For the purpose of Special audit, CA or CMA is nominated by the _____.

- a. Commissioner
- b. Any Officer authorized by the Commissioner
- c. Deputy / Assistant Commissioner of Central Tax
- d. Additional Commissioner / Joint Commissioner of Central Tax

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

28. The CA or CMA so nominated shall, within _____, submit an audit report duly signed and certified.

- a. 30 days
- b. 60 days
- c. 90 days
- d. 120 days

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

29. The Assistant Commissioner may, on an application made to him by the registered person or the CA or CMA or for any material and sufficient reason extend the time limit of special audit _____.

- a. By another 30 days
- b. By another 60 days
- c. By another 90 days
- d. Extension is not permissible in any case

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

30. M/s. A Ltd. has been served by an audit notice by the tax authorities on 1.10.2018. Documents asked for was submitted to the authorities in 10.10.2018. What will be the last date within which the audit is to be completed?

- a. 31.10.2108
- b. 09.11.2018
- c. 01.01.2019
- d. 08.01.2019

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

31. The reconciliation statements must be prepared based on _____.

- a. Audited financial statements & Annual return of GST
- b. Unaudited financial statements & Annual return of GST
- c. Books of account & the GST Portal
- d. GSTR-3B & GSTR-2A

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

32. The expenses of the examination and audit of records under special audit, including the remuneration of CA or CMA, shall be determined and paid by the _____.

- a. Commissioner
- b. Any Officer authorized by the Commissioner
- c. Deputy / Assistant Officer of Central Tax
- d. Additional Commissioner / Joint Officer of Central

Tax

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

33. A special Audit under GST is conducted by :

- a) The CGST Officials
- b) The SGST Officials
- c) Chartered Accountant or Cost Accountant
- d) Any of the above

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

34. Special audit u/s 66 can be directed at any stage of scrutiny, enquiry, investigation or any other proceedings having regard to nature and complexity of the case if, any officer not below the rank of Assistant Commissioner:

- a. Is of the opinion that the value has not been correctly declared
- b. the credit availed is not within the normal limits

c. assessee does no co-operate

d. (a) or (b)

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

35. The time limit to submit a report of the audit u/s 66 is:

- a. Within the period of ninety days without any extension of time
- b. within the period of sixty days without any extension of time
- c. within the period of ninety days. The Assistant Commissioner may, on an application made to him in this behalf or for any material and sufficient reason, extend the said period by another ninety days.
- d. None of the above.

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

Answer:-

1	a	11	a	21	d	31	a
2	b	12	a	22	d	32	a
3	c	13	d	23	d	33	c
4	a	14	c	24	b	34	d
5	a	15	b	25	a	35	c
6	c	16	a	26	b		
7	c	17	c	27	a		
8	b	18	c	28	c		
9	a	19	a	29	c		
10	a	20	d	30	d		