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Inspection , Search, Seizure & Arrest



1. Section _____ deals with the provisions of Inspection, search and seizure drafted to deter tax evasion.

- a. 67-72
- b. 138-141
- c. 60-67
- d. 130-136

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

2. _____ denotes an action of a Government machinery to go, look through examine carefully a place, area, person, object etc. in order to find something concealed or for the purpose of discovering evidence of a crime.

- a. Search
- b. Seizure
- c. Inspection
- d. Recovery

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

3. _____ means the taking into custody of a person under some lawful command or authority.

- a. Seizure
- b. Arrest
- c. Inspection
- d. Search

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

4. _____ means serious category of offences in respect of which a police officer has the authority to make an arrest.

- a. Penal offences
- b. Non-cognizable offence
- c. Cognizable offence
- d. All of the above

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

5. Who will authorize the conduct of inspection?

- a. GST Commissioner
- b. Proper Officer not below the rank of Joint Commissioner
- c. State Commissioner
- d. Central Commissioner

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

6. Which are the places of business / premises which can be inspected by the proper officer under this section?

- a. Any places of business of a taxable person
- b. Any places of business of a taxable person engaged in the business of transporting goods
- c. Any places of business of an owner or an operator of a warehouse or godown or any other place.
- d. All of the above

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

7. Is it mandatory that 'reasons to believe' must exist before issuing authorization for Inspection or Search and Seizure by the proper officer?

- a. Yes
- b. No

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

8. Who are allowed to assist the proper officer for execution of this Act?

- a. Police Officer
- b. Railways Officer
- c. Customs Officer
- d. All of the above

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

9. Can the seized goods be released on provisional basis upon execution of a bond and furnishing of security or on payment of applicable tax, interest and penalty?

- a. Yes
- b. No
- c. At proper officer's discretion
- d. None of the above

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

10. What is the time period within which the seized goods, documents or books should be returned if they have not been used for the said purpose?

- a. 10 days
- b. 15 days
- c. 30 days
- d. 45 days

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

11. In which of the following cases, the proper officer has the power of making conduct of inspection, search and seizure?

- a. The taxable person has suppressed any transaction relating to supply of goods or services
- b. The taxable person has claimed ITC in excess of his entitlement
- c. The taxable person engaged in the business of transporting goods is keeping goods which have escaped payment of tax
- d. All of the above

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

12. The seized goods, documents or books can be retained by such officer for any long, whether he requires it or not. Comment.

- a. Yes, he can do so u/s 67(3).
- b. No, he can't do so.
- c. Yes, he can do so with permission of the assessee.
- d. No, he can retain them only for so long as he requires for carrying out inspection only.

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

13. Seized goods can be released on _____ basis u/s 67(6).

- a. Provisional
- b. Permanent
- c. Temporary
- d. Periodical

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

14. What if the seized goods provisionally released are not returned by the assessee on the appointed date?

- a. The proper officer shall re-size the goods
- b. The proper officer shall encash the security bond
- c. The proper officer shall give him the opportunity of being heard
- d. None of the above

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

15. What is the maximum time limit within which the seized goods should be released in case of non-serving of notice?

- a. Sixty days
- b. Six months
- c. Six days
- d. Twelve months

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

16. Section 68 authorizes the proper officer to conduct transit checks for inspection of goods. Comment.

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

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

17. Which records are required to be submitted under section 71(1)?

- a. Statements of annual financial accounts, duly audited, wherever required
- b. Cost audit report, if any, under section 148 of the Companies Act, 2013
- c. The income tax audit report, if any, under section 44AB of the Income-Tax Act
- d. All of the above

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

18. The records should be submitted within _____ from the day when the demand in respect to the records maintained by the person is made.

- a. 15 days
- b. 10 days
- c. 25 days
- d. 30 days

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

19. Mr. A used to deal perishable goods. Mr. B, a Commissioner on valid grounds seized these goods. Can such officer dispose of these goods to recover the tax dues?

- a. Yes
- b. No
- c. Yes, only after permission from the GST Council
- d. None of the above

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

20. All arrests should be made as per the provisions of.....

- a. Code of Criminal Procedure,1973
- b. Civil Procedure Code
- c. Indian Penal Code
- d. Foreign Exchange Management Act

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

21. Is officer bound to communicate the grounds of arrest in case of non bailable & cognizable offences?

- a. Yes
- b. No
- c. Optional
- d. Yes, it permitted by the GST Council

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

22. If a person is arrested for a cognizable offence, he must be informed in writing of the grounds of arrest and he must be produced before a Magistrate within_____.

- a. 24 hours of his warrant
- b. 24 hours of his arrest
- c. 24 hours of his seizure
- d. 48 hours of his arrest

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

23. When can the proper officer issue summons to call up on a person?

- a. To give evidence
- b. Produce a document
- c. Produce any other thing in an enquiry
- d. All of the above

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

24. The documents called for should be provided within.....

- a. 20 working days
- b. 15 working days
- c. 5 working days
- d. 45 working days

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

25. A team of officers visited to conduct search at Mr. X's home. Answer the following question: Just after conducting the search, witnesses and Mr. X

again asked the officers to offer themselves for their personal search. do witnesses and Mr. X have such right?

- a) Yes
- b) No
- c) No, they can ask only at start.
- d) None of the above

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

26. Is it necessary to prepare inventory of the perishable or hazardous nature seized goods?

- a) Yes
- b) No
- c)
- d)

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

27. If a taxable person has done the following act, inspection can be ordered:

- (a) Suppression of any transaction of supply of goods or services
- (b) Suppression of stock of goods in hand
- (c) Contravention of any provision of the GST law to evade tax
- (d) All of the above

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

Answers:

1	a	15	b
2	a	16	a
3	b	17	d
4	c	18	a
5	b	19	a
6	d	20	a
7	a	21	a
8	d	22	b
9	a	23	d
10	c	24	b
11	d	25	a
12	d	26	a
13	a	27	d
14	b		