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Time of Supply



1. Which section governs the provisions regarding determining time of supply of goods?

- a. Section 12
- b. Section 13
- c. Section 14
- d. Section 15

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

2. Which section governs the provisions regarding determining time of supply of services?

- a. Section 12
- b. Section 13
- c. Section 14
- d. Section 15

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

3. The time of supply fixes the point when the _____ to / of GST arises.

- a. Liability
- b. Payment
- c. Provision
- d. Recovery

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

4. Reverse charge means the liability to pay tax by the _____ of goods or services or both instead of the _____ of such goods or services or both.

- a. Recipient, Supplier
- b. Recipient, Agent
- c. Supplier, Recipient
- d. Agent, Recipient

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

5. What is the date of receipt of payment?

- a. Date on which payment is entered in the books of account
- b. Date on which payment is credited to the bank account
- c. Earlier of (a) or (b)
- d. Either of (a) or (b)

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

6. What is time of supply of goods, in case of forward charge?

- a. Date of issue of invoice
- b. Due date of issue of invoice
- c. Date of receipt of consideration by the supplier
- d. Earlier of (a) & (b)

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

7. What is time of supply of goods, in case of supplier opting for composition levy under Section 10 of the CGST Act, 2017?

- a. Date of issue of invoice
- b. Date of receipt of consideration by the supplier
- c. Later of (a) & (b)
- d. Earlier of (a) & (b)

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

8. Which notification removed the requirement of payment of tax on advance receipt case of supply of goods?

- a. Notification No. 10/2017 – Central Tax dated 15.11.2017
- b. Notification No. 66/2017 – Central Tax dated 15.11.2017
- c. Notification No. 70/2017 – Central Tax dated 15.11.2017
- d. None of the above

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

9. The relaxation of non payment of taxes on the advance receipt is only to the supplier of goods and not to the providers of service.

- a. Correct
- b. Incorrect
- c. Partially correct
- d. None of the above

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

10. Mr. Ram sold goods to Mr. Shyam worth ₹ 5,00,000. The invoice was issued on 15th November. The payment was received on 30th November. The goods were supplied on 20th November. The time of supply of goods will be:—

- a. 15th November
- b. 30th November
- c. 20th November
- d. None of the above.

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

11. M/s ABC made an arrangement with M/x PQR for supply of goods on 15th July, at this time goods didn't cross frontiers. The payment of goods has been made on 16th July, while the invoice was made on 18th July. What will be the time of supply in such a case?

- a. 15th July
- b. 16th July
- c. 18th July
- d. 16th July or 18th July whichever is suitable to supplier

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

12. Determine the time of supply of goods

- a. Date of issue of Invoice by supplier - 21st July
- b. Date of dispatch of goods by the supplier – 22nd July
- c. Date of receipt of payment in bank account – 15th June
- d. Date of record of payment in books of account – 17th June

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

Q.13. Banke Bihari (Pedewala), is a famous sweets manufacturer, located and registered in Mathura, Uttar Pradesh. He received an order for 200 Kg. of

sweets on 2nd November, 2018 from M/s. Ghoomghoom Travels (P) Ltd., located and registered in same locality of Mathura for a total consideration of Rs. 1,00,000/- on occasion of Diwali festival. All 200 Kg. sweets were delivered to M/s. Ghoomghoom Travels (P) Ltd. on 5th November, 2018, but without invoice, as accountant of Mr. Banke Bihari was on leave on that day. However, the invoice was raised for the same on 6th November, 2018, when the accountant joined the office after leave. Payment in full was made on 7th November, 2018.

Determine the time of supply of goods in this case.

- 2nd November, 2018
- 5th November, 2018
- 6th November, 2018
- 7th November, 2018

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

14. What is time of supply of goods liable to tax under reverse charge mechanism?

- Date of receipt of goods
- Date on which the payment is made
- Date immediately following 30 days from the date of issue of invoice by the supplier
- Earlier of (a) or (b) or (c)

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

15. On 04.09.2018, supplier invoices goods taxable on reverse charge basis to ABC & Co. ABC & Co. receives the goods on 12.09.2018 and makes payment on 30.9.2018. determine the time of supply.

- 04.09.2018
- 04.10.2018
- 12.09.2018
- 30.09.2018

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

16. Kutch Refineries supplies LPG to XYZ Ltd. by a pipeline under a contract. The terms of contract are: (i) Monthly payment of ₹ 2 lakh to be made by the recipient on fifth day of the month. (ii) A quarterly statement of the goods dispatched and payments made will be issued by seventh day of the month succeeding the relevant quarter.

August 5, September 5, October 5	Payments of ₹ 2 Lakh made in each month
October 7	Statement of accounts issued by supplier for the quarter July-September
October 17	Differential payment of ₹ 56,000 received by supplier for the quarter July-September as per statement of accounts

Which of the following statements is true?

- Invoice will be issued on August 5, September 5,

October 5 and October 7.

- Invoice will be issued on August 5, September 5 and October 5.
- Invoice will be issued on August 5, September 5, October 5, October 7 and October 17
- None of the above

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

17. Mr. A, who has opted for composition levy, supplies goods worth Rs. 24,300 to Mr. B and issues an invoice dated 25.09.2018 for Rs. 24,300. and Mr. B pays Rs. 25,000 on 1.10.2018 against such supply of goods. The excess Rs 700 (being less than Rs. 1,000) is adjusted in the next invoice for supply of goods issued on 5.01.2018. Identify the time of supply and value of supply:

- Rs. 25,000 – 1.10.2018
- For Rs. 24,300 – 25.09.2018 and for Rs. 700 – 1.10.2018
- For Rs. 24,300 – 25.09.2018 and for Rs. 700 – 5.10.2018.
- (b) or (c) at the option of supplier, who has opted for composition levy

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

18. What is the time of supply of service if the invoice is issued within 30 days from the date of provision of service?

- Date of issue of invoice
- Date on which the supplier receives payment
- Date of provision of service
- Earlier of (a) & (b)

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

19. Mr. X enters into a contract with a client for supply of certain services on 18.12.2017. GST is payable on such services under forward charge. Services are supplied on 25.12.2017 and invoiced on 05.01.2018. The client makes payment by cheque for the services on 29.12.2017 and such payment is credited to the bank account of Mr. X on 06.01.2018. The payment is recorded in the books of account of the client and Mr. X on 30.12.2017 and 07.01.2018 respectively. The time of supply of services is:

- 29.12.2017
- 30.12.2017
- 06.01.2018
- 05.01.2018

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

20. M/s. Radhika Travels (P) Ltd., purchased a bus chassis from M/s. Jyoti Motors Ltd., for a consideration of Rs. 80.00 Lakh on 1-Aug-2018. M/s. Radhika Travels (P) Ltd., sent the bus chassis for body building to M/s. Hanumant Fabricators, and paid in advance the total consideration of Rs. 25.00 Lakh on 10-Aug-2018. M/s. Hanumant

Fabricators, after completing the bus body, informed M/s. Radhika Travels (P) Ltd., for inspection of the work done on 1-Sep-2018. M/s. Radhika Travels (P) Ltd., visited the work shop of M/s. Hanumant Fabricators, on 7-Sep-2018, and confirmed that the bus body was in accordance with the terms of the contract. M/s. Hanumant Fabricators, raised an invoice of Rs. 25.00 Lakh on 15-Sep-2018, and supplied chassis along with the bus body so constructed, along with the invoice on 16-Sep-2018.

State the time of supply in this case, out of the choices given below-

- a. 10-Aug-2018
- b. 7-Sep-2018
- c. 15-Sep-2018
- d. 16-Sep-2018

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

21. Mr. A purchases redeemable vouchers worth INR 8000/- on 1st January. The vouchers are redeemable against purchase of any goods. The vouchers are valid till 30th June. What will be the time of supply in case of such vouchers?

- a. 1st January
- b. 30th June
- c. The date of redemption of vouchers
- d. None of the above

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

22. Value of services rendered is Rs. 1,00,000/-. Date of issue of invoice is 5th October 2018. Advance Received is Rs. 25,000/- on 20th September 2018. Balance amount received on 7th October 2018.

What is the time of supply for Rs. 1,00,000/-

- a. 5th October 2018 for Rs. 1,00,000/-
- b. 20th September 2018 for Rs. 1,00,000/-
- c. 20th September 2018- Rs.25,000/- and 5th October 2018 for Rs. 75,000/-
- d. 20th September 2018- Rs. 25,000/- and 7th October 2018 for Rs. 75,000/-

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

23. What is the time of supply of service in case of reverse charge mechanism?

- a. Date of payment as entered in the books of account of the recipient
- b. Date immediately following 60 days from the date of issue of invoice
- c. Date of invoice
- d. Earlier of (a) & (b)

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

24. What is the time of supply of service in case an associated enterprise receives services from the service provider located outside India?

- a. Date of entry in the books of account of

- associated enterprise(recipient)
- b. Date of payment
- c. Earlier of (a) & (b)
- d. Date of entry in the books of the supplier of service

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

25. Continuous supply of services means a supply of services which is provided, or agreed to be provided, continuously or on recurrent basis, under a contract, for a period exceeding _____ with _____ payment obligations.

- a. 1 year, annual
- b. 3 months, periodic
- c. 6 months, half yearly
- d. 1 year, periodic

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

26. What is the time of supply of service for the supply of taxable services up to Rs.1000 in excess of the amount indicated in the taxable invoice?

- a. At the option of the supplier – Invoice date or Date of receipt of consideration
- b. Date of issue of invoice
- c. Date of receipt of consideration.
- d. Date of entry in books of account

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

27. What is the time of supply of vouchers when the supply with respect to the voucher is identifiable?

- a. Date of issue of voucher
- b. Date of redemption of voucher
- c. Earlier of (a) & (b)
- d. (a) & (b) whichever is later

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

28. What is the time of supply of vouchers when the supply with respect to the voucher is not identifiable?

- a. Date of issue of voucher
- b. Date of redemption of voucher
- c. Earlier of (a) & (b)
- d. (a) & (b) whichever is later

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

29. ABC Ltd. has purchased for its customers 50 vouchers dated 20.8.2018 worth Rs.100 each from PQR Ltd., a footwear manufacturing company. The vouchers were issued by ABC Ltd. on 20.09.2018. the vouchers can be encashed at retail outlets of PQR Ltd. The employees of ABC Ltd. encashed the same on 01.10.2018. Determine the time of supply of vouchers.

- a. 20.08.2018

- b. 20.09.2018
- c. 01.10.2018
- d. Supply is not identified

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

30. Ms. A purchased a gift voucher (it can be redeemed against any product of the departmental store) from a super market worth Rs.2,000 on 30.7.2018 and gifted it to her friend on the occasion of her marriage on 05.08.2018. her friend encashed the same on 01.09.2018 for purchase of a watch. Determine the time of supply.

- a. 30.07.2018
- b. 05.08.2018
- c. 01.09.2018
- d. Supply is identified

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

31 M/s. Tanatan received testing services from Aquarian Solution (P) Ltd. on 10-May-2018. The payment was entered in the books of account of M/s. Tanatan on 16-May-2018 and was credited in the bank account of supplier on 19-May-2018. In the meantime, supplier issued invoice on 18-May-2018. What will be the time of supply in this case?

- a. 10-May-2018
- b. 18-May-2018
- c. 16-May-2018
- d. 19-May-2018

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

32. What is the time of supply of goods in residuary cases, in case where a periodical return has to be filed?

- a. Date on which return is to be filed
- b. Actual date of filing of return
- c. Date of payment of tax
- d. Date of collection of tax

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

33. What is the time of supply in case of addition in the value of way of interest, late fee or penalty or any delayed payment of consideration?

- a. Last date on which such late fees / penalty has been charged
- b. Date of payment of such additional amount
- c. Date of collection of whole amount
- d. It doesn't constitute supply

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

34. Mr. A entered into a contract with Mr. C & agreed to make the payment by 30th September 2018. If the payment is not made in time, then he shall pay late fees @ Rs. 100/day. No payment of late fees has been made so far. What shall be the

time of supply in respect of the late fees due on Mr. A?

- a. September 2018
- b. October 2018
- c. Time of supply has not arisen
- d. None of the above

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

35. Where goods are packed and transported with insurance, the supply of goods, packing materials, transport and insurance is a composite supply and supply of goods is the principal supply. Which section will govern the time of supply provisions in this case?

- a. Section 12
- b. Section 13
- c. Section 14
- d. Section 15

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

Sec 14

36. On which of the following situations, 'New rate' shall be applicable?

- a. When the goods have been supplied before the change in rate of tax but issue of invoice and receipt of payment is after the change in rate of tax.
- b. When the goods have been supplied after the change in rate of tax but issue of invoice and receipt of payment is before the change in rate of tax.
- c. When the supply of goods and issue of invoice has been done before the change in rate of tax but receipt of payment is after the change in rate of tax.
- d. When the supply of goods and receipt of payment has been done before the change in rate of tax.

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

37. In which of the following situations, 'Old rate' shall be applicable?

- a. When the goods have been supplied before the change in rate of tax but issue of invoice and receipt of payment is after the change in rate of tax.
- b. When the goods have been supplied after the change in rate of tax but issue of invoice and receipt of payment is before the change in rate of tax.
- c. When the supply of goods and issue of invoice has been done after the change in rate of tax but receipt of payment is before the change in rate of tax.
- d. When the supply of goods and receipt of payment has been done after the change in rate of tax but

issue of invoice is before the change in rate of tax.

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

38. If 9% of the work is complete before the change in rate of tax but invoice can be raised only after completion of supply, then what is the rate of tax to be applied?

- a. New tax rate
- b. Old tax rate
- c. Either (a) or (b)
- d. None of the above

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

39. An online portal, Best Info, raises invoice for database access on 21st February, 2017 on Roy & Bansal Ltd. The payment is made by Roy & Bansal Ltd. by a demand draft sent on 25th February, 2017 which is received and entered in the accounts of Best Info on 28th February, 2017. Best Info encashes the demand draft and thereafter, gives access to the database to Roy & Bansal Ltd from 3rd March, 2017. In the meanwhile, the rate of tax is changed from 1st March 2017. What is the time of supply of the service of database access by Best Info?

- a. 25th February, 2017
- b. 28th February, 2017
- c. 21st February, 2017
- d. 3rd March

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

40. Determine the amount of GST in case of supply of service of Rs. 10, 00,000 on 04-09-2018 and invoice has also been issued on the same date. The date of payment is 30-08-2018. The CGST rate has been increased from 5% to 12% w.e.f. 01-09-2018.

- a. Rs. 50,000
- b. Rs. 1, 00,000
- c. Rs. 70,000
- d. Rs. 1, 20,000

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

41. In cases of change in rate of tax and amount is credited to the bank account after 4 working days from the date of change in rate of tax, the date of receipt of payment will be:

- a. Date of book entry or date of bank entry, whichever is earlier
- b. Date of bank entry
- c. Date of book entry
- d. Date of book entry or date of bank entry, whichever is later.

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

42. M/s ABC is regular dealer registered under GST in Jaipur. He supplies goods to M/s PQR of Ahmedabad. The tax rate on items supplied increased from 18% to 28% w.e.f 01st September. The goods were supplied by M/s ABC with invoice date of 31st August and goods were also

dispatched from the godown on the same date. The payment of the same goods was received by M/s ABC on 2nd September. Which of the following rate is applicable in this transaction?

- a. Lower of the two i.e. 18%
- b. Higher of the two i.e. 28%
- c. 28% as supply has completed and payment has been received after change of rate to 28%
- d. 18% as date of invoice and dispatch has happened before change of tax rate.

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

43. Mr. Tommy entered into a contract for supply of service of exploration of petroleum crude on 15 - Jan-2018. He raised the invoice on 20-Jan-2018 and received the payment via cheque on 24-Jan-2018 which he presented to bank for clearance on the same day. On 25-Jan-2018, the rate of tax on this service changed from 18% to 12%. The payment was credited in his bank account on 31-Jan-2018, assuming 27-Jan-2018, 28-Jan-2018, 29-Jan-2018, and 30-Jan-2018 to be working days. The service was rendered to the recipient on 1-Feb-2018. What will be the rate of tax and time of supply in this case?

- a. 18%, 20-Jan-2018
- b. 18%, 24-Jan-2018
- c. 12%, 31-Jan-2018
- d. 12%, 1-Feb-2018

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

Answer:-

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