

1. Input tax in relation to a registered person, means the central tax, State tax, integrated tax or Union territory tax charged on any supply of goods or services or both made to him but does not include the tax paid under the composition levy
 - a. True
 - b. False(Ans: a: True, Slide 3)

2. A registered person shall be entitled to the credit of any input tax in respect of any supply of goods or services or both to him without a tax invoice or debit note issued by a supplier registered under this Act, or such other tax paying documents as may be prescribed. (Rule 36)
 - a. True
 - b. False(Ans: a: False, Slide 5)

3. Where the goods against an invoice are received in lots or instalments, the registered person shall be entitled to take credit upon receipt of every such lot or instalment.
 - a. True
 - b. False(Ans: a: False, Slide 8)

4. A registered person who has claimed depreciation on the tax component of the cost of capital goods and plant and machinery under the provisions of the Income-tax Act, 1961 (43 of 1961), the input tax credit on the said tax component shall not be allowed.
 - a. True
 - b. False(Ans: b: True, Slide 10)

5. Where the goods or services or both are used by the registered person partly for the purpose of any business and partly for other purposes, the amount of credit shall be restricted to so much of the input tax as is attributable to the purposes of his business.
 - a. True
 - b. False(Ans: a: True, Slide 11)

6. Value of Exempt Supplies in case of sale of securities shall be
 - a. Profit / loss on sale of security
 - b. 1% of sale value
 - c. 1% of purchase value
 - d. 10% of sale value(Ans: b. 1% of sale value, Slide 12)

7. Exempt Supply as defined U/s. 2(47) includes "non-taxable supply"

- a. True
 - b. False
- (Ans: a: True, Slide 13)

8. Input Tax Credit in respect of motor vehicles used for making outward supply of transportation of passengers is not allowed u/s. 17(5)

- a. True
 - b. False
- (Ans: b: False, Slide 17)

9. A banking company shall have an option to avail _____ % of the eligible input tax credit on inputs, capital goods and input services in that month and the balance shall lapse.

- a. 40%
 - b. 60%
 - c. 50%
 - d. 20%
- (Ans: c: 50%, Slide 23)

10. Input Tax credit in respect of works contract service when supplied for construction of a Moveable Property is blocked u/s. 17(5)

- a. True
 - b. False
- (Ans: b: False, Slide 20)