

PRACTICE PROBLEMS

Question 1: Mr. X, a regular taxpayer, did not make any taxable supply during the month of July. Is he required to file a GSTR-3B?

Answer: A regular taxpayer is required to furnish a return u/s 39 for every month even if no supplies have been effected during such period. In other words, filing of Nil GSTR-3B is also mandatory. Therefore, Mr. X is required to file GSTR-3B even if he did not make any taxable supply during the month of July.

Question 2: Mr. Kalpesh is a registered dealer in Kerala paying tax under composition levy from 1st April. However, he opts to pay tax under regular scheme from 1st ~~December~~ **November**. Is he liable to file GSTR-4 upto the month of November? Discuss.

Answer: Where a taxpayer opts to withdraw from the composition scheme, he has to file GSTR-4 for the period prior to his opting for payment of tax under regular scheme. Therefore, in the given case, Mr. Kalpesh is liable to file GSTR-4 upto the month of October since he was paying tax under composition scheme during the month of October.

Question 3: Mrs. Zarina, a registered dealer in Rajasthan, did not file GSTR-3B for the month of June but she wants to file GSTR-3B for the month of July.

Is it possible? Answer with reference to section 39 of the CGST Act.

Answer: As per section 39(10), a registered person is not allowed to furnish a return for a tax period if the return for any of the previous tax periods has not been furnished by him

Therefore, in the given case, Mrs. Zarina cannot file GSTR-3B for July if she has not filed GSTR-3B for the preceding month, i.e., June.

Question 4: X has not made any outward supply during the month of September. However, X has procured certain input services during the month. X is of the opinion that he can file Nil GSTR-3B for the month of September through SMS.

Whether the understanding of X is correct? Explain.

Answer: Nil GSTR-3B means that the return has nil or no entry in all its Tables. Since in the present case X has received certain input services, he cannot file Nil GSTR- 3B through SMS as the said input services will need to be disclosed in the Table for Eligible ITC in GSTR-3B.

Question 5: Quicktax, a GST return filing service provider, has asked its clients to provide the scanned copies of the tax invoices issued to B2B customers for uploading on the GST portal and filing the return.

Whether the process followed by Quicktax is correct?

Answer: No, the process followed by Quicktax is not correct.

The registered persons supplying goods or services to B2B customers are required to upload the invoice wise details of supplies made during the tax period. However, there is no requirement to upload the scanned copies of the invoices issued to the customers on the GST portal at the time of filing returns. Only information required as per GST returns is to be captured in the return filing utility and the same is to be uploaded on the GST portal and not the scanned copies of the actual invoices.

Question 6: X Ltd. is winding up its business in Rajasthan. The Tax Consultant of X Ltd. Has suggested that X Ltd. will have to file either the annual return or the final return at the time of voluntary cancellation of registration in the state of Rajasthan. Do you agree with the stand taken by Tax Consultant of X Ltd.? Offer your comments.

Answer: No, the stand taken by Tax Consultant of X Ltd. is not correct.

Annual return is required to be filed by every registered person paying tax as a normal taxpayer. Final return is filed by the registered persons who have applied for cancellation of registration within three months of the date of cancellation or the date of cancellation order.

In the given case, X Ltd., a registered person, is winding up its business and has thus, applied for cancellation of registration. Therefore, it is required to file both annual return and final return.

CORRECTION IN GST VOLUME 11TH EDITION PAGE NO. 110
(CORRECTED PART IS GIVEN IN BOLD ITALICS AND COLOURED)

- (a) Common identification number (b) Common identity number
 (c) Challan identification number (d) Challan identity number

16. Validity of challan generated online is

- (a) 1 day (b) 10 days (c) 15 days (d) 30 days

17. CPIN is a _____ digit unique number

- (a) 10 (b) 14 (c) 17 (d) 30

18. CIN is a _____ digit unique number

- (a) 10 (b) 14 (c) 17 (d) 30

19. Interest is payable @ _____ % in case of person liable to pay tax fails to pay tax.

- (a) 12 (b) 18 (c) 24 (d) 30

20. Interest is payable @ _____ % in case of taxable person who makes an undue or excess claim of input tax credit.

- (a) 12 (b) 18 (c) 24 (d) 30

21. E-FPB Stands for

- (a) Electronic Focal Point Branch (b) Electronic Focus Point Branch
 (c) Electrical Focal Point Branch (d) Electronic Fund Point Branch

Answer:

1. (d); 2. (c); 3. (b); 4. (a); 5. (b); 6. (d); 7. (d); 8. (b); 9. (a); 10. (a); 11. (c); 12. (a); 13. (c); 14. (a); 15. (c); 16. (c); 17. (b); 18. (c); 19. (b); 20. (b) ~~(e)~~; 21. (a)