



CHAPTER - 5

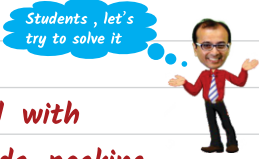
Time of Supply

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01. General Questions



MCQ 05.01.01.00 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 (c) Section 14
(b) Section 13 (d) Section 15

[Hint:- Composite supply is treated as supply of principal item i.e. goods in this case]

02. Sec 12(2):- TOS of goods under Forward Charge read with N/No. 66/2017

MCQ 05.02.02.00 What is time of supply of goods, in case of supplier opting for composition levy under Section 10(1) of the CGST Act, 2017?

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

[Hint: Refer Sec 12(2), here N/N 66/2017 is not applicable to composition supplier & Supplier of specified actionable claim]

MCQ 05.02.03.00 In case of supply of goods for ₹ 5,00,000, following information is provided. Advance received on 1st April. Invoice issued on 15th April. Goods removed on 25th April. What is the time of supply of goods, where tax is payable under forward charge? [Study Mat]

- (a) 1st April (c) 25th April
(b) 15th April (d) 30th April

[Hint: Refer Sec 12(2) & N/N 66/2017 ie GST is payable only on Invoice basis in case of Supply of goods]

MCQ 05.02.03.01 Bajrang Pvt. Ltd. agreed to supply goods to Bhagirathi Pvt. Ltd. for ₹ 1,50,000 on 23rd June. Next day, it removed the goods from its factory and issued the invoice on 25th June. Payment for the goods is made by Bhagirathi Pvt. Ltd. on 15th July. The time of supply of goods is.....[Study Mat]

- (a) 23rd June (b) 24th June
(c) 25th June (d) 15th July

[Hint: Refer sec 12(2) read with N/No. 66/2017 - TOS is earlier of 24th June or 25th June]

MCQ 05.02.04.00 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, 20XX from M/s. Ghoomghoom Travels (P) Ltd., located and registered in same locality of Mathura for a total consideration of ₹ 1,00,000/- on occasion of Diwali festival. All 200 Kg. sweets were delivered to M/s. Ghoomghoom Travels (P) Ltd. on 5th November 20XX, 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 20XX, when the accountant joined the office after leave. Payment in full was made on 7th November, 20XX.

Determine the time of supply of goods in this case.

- (a) 2nd November, 20XX (b) 5th November, 20XX
(c) 6th November, 20XX (d) 7th November, 20XX

[Hint:- Refer sec 12(2) read with N/No. 66/2017 - TOS is earlier of 5th Nov (last date to issue invoice u/s 31(1) or 6th Nov (invoice date)]

MCQ 05.02.04.01 Hanuman Pvt. Ltd. agreed to supply toys to Ganga Pvt. Ltd. for ₹ 1,50,000 on 23rd June and received an advance of ₹ 1,00,000 on the same day. Next day, it removed the toys from its factory and issued the invoice on 25th June. Balance payment of ₹ 50,000 was made by Ganga Pvt. Ltd. on 15th July. The time of supply of the advance of ₹ 1,00,000 and balance payment of ₹ 50,000 shall be.....and.....[Study Mat]

- (a) 23rd June, 15th July
(b) 24th June, 24th June
(c) 25th June, 25th June
(d) 15th July, 15th July

[Hint: Refer Sec 12(2) & N/N 66/2017 ie GST is payable only on Invoice basis in case of Supply of goods]

03. Sec 12(3):- TOS of goods under Reverse Charge

MCQ 05.03.05.00 On 04.09.20XX, supplier invoices goods taxable on reverse charge basis to ABC & Co. ABC & Co. receives the goods on 12.09.20XX and makes payment on 30.9.20XX. determine the time of supply.

- (a) 04.09.20XX (b) 04.10.20XX
(c) 12.09.20XX (d) 30.09.20XX

[Hint: Refer Sec 12(3), TOS = 12th Sep or 30th Sep or 5th Oct (31st day from 4th Sep), WIE]

MCQ 05.03.05.01 Determine the time of supply of goods with the help of the information provided below: [Study Mat]

May 11	Supplier – Dhriti Enterprises – issues invoice for the goods taxable on reverse charge basis to Parminder Constructions Ltd.
May 12	Parminder Constructions Ltd. receives the goods
May 30	Parminder Constructions Ltd. issues a cheque and records payment in its books of accounts
May 31	Payment is debited from the bank account of Parminder Constructions Ltd.
June 1	Payment is credited in bank account of Dhriti Enterprises
June 2	Payment is recorded in the books of Dhriti Enterprises

- (a) May 12 (b) May 30
(c) June 11 (d) June 1

[Hint: Refer Sec 12(3), TOS = Earlier of May 12 or June 1 or June 11]

04. Sec 13(2):- TOS of Services under Forward Charge

MCQ 05.04.06.00 M/s. Ramchandra Associates has received some taxable services from Mohan Dalal (P) Ltd. on 12.01.20XX by making a cash payment of ₹ 5,00,000 on same day. The payment was entered in

the books of account of M/s. Ramchandra Associates on 16.01.20XX and in the books of account of Mohan Dalal (P) Ltd. on 20.01.20XX. The invoice was issued by Mohan Dalal (P) Ltd. on 18.01.20XX. Determine the time of supply in the given case. (CA Inter RTP May 19 New)

- (a) 12.01.20XX (c) 18.01.20XX
(b) 16.01.20XX (d) 20.01.20XX

[Hint: The date on which the supplier receives the payment shall be the date on which the payment is entered in his books of accounts or the date on which the payment is credited to his bank account, WIE, (Cash received date is not relevant)]

MCQ 05.04.07.00 Ms. Pearl is a classical singer. She wants to organize a classical singing function, so she booked an auditorium on 10th August for a total amount of ₹20,000. She paid ₹ 5,000 as advance on that day. The classical singing function was organized on 10th October. The auditorium owner issued invoice to Ms. Pearl on 25th November amounting to ₹20,000. Pearl made balance payment of ₹15,000/- on 30th November. Determine the time of supply in this case. [RTP Nov 21, Study Mat, [CA Inter MTP Mar 23]]

- (a) Time of supply is 25th November for ₹ 20,000.
(b) Time of supply is 25th November for ₹ 5,000 & 30th November for ₹ 15,000.
(c) Time of supply is 10th August for ₹ 5,000 & 10th October for ₹ 15,000.
(d) Time of supply is 10th October for ₹ 20,000.

[Hint: Refer Sec 13(2)(b), Different TOS for Advance & balance payment.]

MCQ 05.04.08.00 Mr. X enters into a contract with a client for supply of certain services on 18.12.2022. GST is payable on such services under forward charge. Services are supplied on 25.12.20XX and invoiced on 05.01.20YY. The client makes payment by cheque for the services on 29.12.20XX and such payment is credited to the bank account of Mr. X on 06.01.20YY. The payment is recorded in the books of account of the client and Mr. X on 30.12.20XX and 07.01.20YY respectively. The time of supply of services is:

- (a) 29.12.20XX (b) 30.12.20XX
(c) 06.01.20YY (d) 05.01.20YY

[Hint: Refer Sec 13(2)(a)]

05. Sec 13(3):- TOS of Services under Reverse Charge

MCQ 05.05.09.00 The time of supply of service in case of reverse charge mechanism is: [Study Mat]

- a) Date on which payment is entered in the books of account of the recipient
b) Date immediately following 60 days from the date of issue of invoice
c) Date on which the payment is debited in the bank account of recipient
d) Earlier of (a), (b) or (c)

[Hint:- Refer Sec 13(3)]

MCQ 05.05.10.00 Sham Ltd., located in Mumbai, is receiving legal services from a lawyer Mr. Gyan, registered under GST. The aggregate turnover of Sham Ltd. in the preceding financial year is ₹ 42 lakh. The information regarding date of payment, invoice etc. is as follows-

Invoice issued by Mr. Gyan on 15th April

Payment debited in the bank account of Sham Ltd. on 5th May

Date of payment entered in books of accounts of Sham Ltd.: 1st May

What is time of supply of services? [Study Mat]

- a) 1st May b) 5th May
c) 15th June d) 15th April

[Hint:- Refer Sec 13(3), TOS = Earlier of date immediately following 60 days from issue of invoice or Payment received or Payment entered in the books of accounts]

06. Proviso to Sec 12(2)/ Proviso to Sec 13(2): TOS of Goods/ Services for excess amount received upto Rs 1000

MCQ 05.06.11.00 Mr. A, who has opted for composition levy, supplies goods worth ₹ 24,300 to Mr. B and issues an invoice dated 25.09.20XX for ₹ 24,300 and Mr. B pays ₹ 25,000 on 1.10.20XX against such supply of goods. The excess ₹ 700 (being less than ₹ 1,000) is adjusted in the next invoice for supply of goods issued on 5.10.20XX. Identify the time of supply and value of supply:

- (a) ₹ 25,000 - 1.10.20XX

(b) For ₹ 24,300 - 25.09.20XX and for ₹ 700 - 1.10.20XX

(c) For ₹ 24,300 - 25.09.20XX and for ₹ 700 - 5.10.20XX.

(d) (b) or (c) at the option of supplier

[Hint:- N/No. 66/2017 is N.A. to composition dealer - Refer sec 12(2) for Rs 24300 (TOS = invoice date) & proviso to sec 12(2) for Rs. 700 (TOS = payment date or invoice date at option of supplier)]

07. Sec 12(4)/13(4): TOS in case of voucher

MCQ 05.07.12.00 Ms. A purchased a gift voucher (it can be redeemed against any product of the departmental store) from a super market worth ₹2,000 on 30.7.20XX and gifted it to her friend on the occasion of her marriage on 05.08.20XX. Her friend encashed the same on 01.09.20XX for purchase of a watch. Determine the time of supply.

- (a) 30.07.20XX (c) 01.09.20XX
(b) 05.08.20XX (d) None of the above

[Hint: Refer Sec 12(4) (b), Supply is not identifiable at the time of issue of voucher]

MCQ 05.07.12.01 Style Saloon Ltd. provides vouchers worth ₹ 1,000 valid for a period of 6 months to the customers who availed the services exceeding ₹ 10,000 in any month. The customers can redeem such vouchers for the hair styling services taken from Style Saloon Ltd. Mr. Dwarka availed services worth ₹ 12,000 on 3rd June from the saloon and is issued a voucher of ₹ 1,000 on 5th June. He redeems the

voucher on 4th September for hair styling services from Style Saloon Ltd. The time of supply of voucher issued to Mr. Dwarka is..... [Study Mat]

- (a) 3rd June (b) 5th June
(c) 4th September (d) 5th September

[Hint: Refer Sec 13(4)(a)]

08. Sec 12(5)/13(5): TOS in Residual Cases

MCQ 05.08.13.00 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

[Hint: Refer Sec 12(5)(a) / 13(5)(a)]

09. Sec 12(6)/13(6): Enhancement in value on account of interest/late fee/penalty etc. on delayed payment of consideration

MCQ 05.09.14.00 Mr. A entered into a contract with Mr. C & agreed to make the payment by 30th September 20XX. If the payment is not made in time, then he shall pay late fees @ ₹ 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 20XX
(b) October 20XX
(c) Time of supply has not arisen

(d) None of the above

[Hint: Refer sec 12(6) / 13(6), no late fees received then no TOS as TOS for such late fees arises on receipt basis.]

Answer:-

05.01.01	a
05.02.02	d
05.02.03	b
05.02.03.01	b
05.02.04	b
05.02.04.01	b
05.03.05	c
05.03.05.01	a
05.04.06	c
05.04.07	c
05.04.08	d
05.05.09	d
05.05.10	a
05.06.11	d
05.07.12	c
05.07.12.01	b
05.08.13	a
05.09.14	c

