1. **Who is responsible for deducting TDS under Section 194C?**

* A) Any person
* B) Only companies
* C) Any person except an individual or HUF not liable to audit under Section 44AB
* D) Only government entities

**Answer:** C) Any person except an individual or HUF not liable to audit under Section 44AB

2. **At what point should TDS be deducted under Section 194C?**

* A) At the time of credit of such sum to the account of the payee or at the time of payment, whichever is earlier
* B) Only at the time of payment
* C) Only at the time of credit
* D) At the end of the financial year

**Answer:** A) At the time of credit of such sum to the account of the payee or at the time of payment, whichever is earlier

3. **What is the rate of TDS under Section 194C if the payment is made to an individual or HUF?**

* A) 2%
* B) 1%
* C) 10%
* D) 5%

**Answer:** B) 1%

4. **What is the threshold limit for a single payment under Section 194C beyond which TDS must be deducted?**

* A) ₹10,000
* B) ₹30,000
* C) ₹50,000
* D) ₹1,00,000

**Answer:** B) ₹30,000

5. **If the aggregate of the amounts paid or credited during the financial year exceeds \_\_\_\_, TDS under Section 194C must be deducted.**

* A) ₹50,000
* B) ₹75,000
* C) ₹1,00,000
* D) ₹1,50,000

**Answer:** C) ₹1,00,000

6. **For which type of contract is TDS under Section 194C applicable?**

* A) Only for supply contracts
* B) Only for labor contracts
* C) For carrying out any work, including supply of labor
* D) Only for professional services

**Answer:** C) For carrying out any work, including supply of labor

7. **Which type of contract is specifically excluded from the scope of Section 194C?**

* A) Advertising contracts
* B) Contracts for supply of products manufactured according to the specification of the buyer by using material purchased from a person other than such buyer
* C) Contracts for supply of products manufactured according to the specification of the buyer by using material purchased from such buyer
* D) Contracts for hiring transport

**Answer:** B) Contracts for supply of products manufactured according to the specification of the buyer by using material purchased from a person other than such buyer

8. **What is the threshold limit for the aggregate amount credited or paid during the financial year, beyond which TDS under Section 194C must be deducted?**

* A) ₹30,000
* B) ₹50,000
* C) ₹1,00,000
* D) ₹1,50,000

**Answer:** C) ₹1,00,000

9. **In case of payments to a transport contractor (who owns ten or less goods carriages at any time during the financial year), what condition must be satisfied to be exempt from TDS under Section 194C?**

* A) Submission of a declaration with PAN
* B) Submission of a declaration without PAN
* C) No specific condition required
* D) Payment must be below ₹30,000

**Answer:** A) Submission of a declaration with PAN

10. **What is the rate of TDS under Section 194C for payments made to a resident contractor who is not an individual or HUF?**

* A) 1%
* B) 2%
* C) 5%
* D) 10%

**Answer:** B) 2%