**MCQ on TDS under various sections of the Income Tax Act Class Date 25-08-2024**

1. **Section 194-IC of the Income Tax Act deals with the deduction of tax on which of the following transactions?**

A) Rent paid to a landlord

**B) Payment of consideration to a landowner by the builder in a Joint Development Agreement (JDA)**

C) Dividend payment by a company

D) Interest on fixed deposits

1. **What is the rate of TDS applicable under Section 194-IC?**

A) 5%

**B) 10%**

C) 15%

D) 20%

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

A) The landowner

**B) The builder or developer**

C) The tenant

D) The government

1. **Under Section 194-IC, TDS must be deducted at the time of which of the following?**

A) Credit of the amount to the account of the landowner

B) Payment of the amount in cash, cheque, draft, or any other mode

**C) Both A and B**

D) None of the above

1. **Section 194J of the Income Tax Act pertains to the deduction of TDS on which type of payments?**

A) Salary payments

B) **Professional or technical services**

C) Rent payments

D) Sale of goods

1. **What is the standard rate of TDS applicable under Section 194J for fees for professional services?**

A) 1%

B) 2%

C) 5%

**D) 10%**

1. **Which of the following payments are covered under Section 194J?**

A) Royalty payments

B) Director’s fees

C) Fees for technical services

**D) All of the above**

1. **Under Section 194J, at what threshold amount does the liability to deduct TDS arise for professional services?**

A) ₹10,000

**B) ₹30,000**

C) ₹50,000

D) ₹1,00,000

1. **What is the threshold limit above which TDS is required to be deducted under Section 194LA?**

A) ₹1,00,000

**B) ₹2,50,000**

C) ₹5,00,000

D) ₹10,00,000

10. **What is the rate of TDS applicable under Section 194K for dividend income?**

A) 5%

B) 7.5%

**C) 10%**

D) 15%