**1. Under Section 194C, TDS is applicable on payments made to:**

a) Contractors and sub-contractors  
b) Professional service providers  
c) Salaried employees  
d) All of the above

**Answer:** a) Contractors and sub-contractors

**2. What is the threshold limit for deduction of tax under Section 194C for payments made to a contractor or sub-contractor during a financial year?**

a) ₹30,000  
b) ₹50,000  
c) ₹75,000  
d) ₹1,00,000

**Answer:** d) ₹1,00,000

**3. Under Section 194D, TDS is applicable on:**

a) Insurance premiums  
b) Payments for insurance commission  
c) Payments to professionals for services  
d) Payments to contractors

**Answer:** b) Payments for insurance commission

**4. The rate of TDS under Section 194C on payments made to a resident contractor private limited company for work or contract is:**

a) 1%  
b) 2%  
c) 5%  
d) 10%

**Answer:** b) 2%

**5. Section 194C applies to payments made to contractors for:**

a) Advertising services  
b) Transport services  
c) Both a and b  
d) Only works contract or construction-related services

**Answer:** c) Both a and b

**6. Under Section 194D, the rate of TDS on commission paid by an insurance company is:**

a) 5%  
b) 10%  
c) 15%  
d) 20%

**Answer:** b) 10%

**7. Under Section 194C, which of the following is NOT considered as a payment subject to TDS?**

a) Payment for a contract for carrying out any work  
b) Payment for hiring of labor for a project  
c) Payment for professional services  
d) Payment for transportation services

**Answer:** c) Payment for professional services

**8. Under Section 194C, TDS is required to be deducted on which of the following payments?**

a) Rent payments  
b) Commission payments  
c) Payments for contract work including supply of goods and services  
d) Salary payments

**Answer:** c) Payments for contract work including supply of goods and services

**9. Under Section 194C, if the contractor is an individual or HUF, the TDS rate on payments made for works contract is:**

a) 1%  
b) 2%  
c) 5%  
d) 10%

**Answer:** a) 1%

**10. In case of contactor be a specified person under section 206AB the rate of TDS shall be at …..**

a) 1%  
b) 2%  
c) 5%  
d) 20%

**Answer:** c) 5%.