

MCQ on TDS under various sections Class Date – 29.06.2025

1. TDS under Section 193 is applicable on:

- A. Interest on fixed deposits
- B. Interest on debentures issued by a company to a resident**
- C. Interest on savings account
- D. Dividend income

2. What is the threshold limit for TDS under Section 193 for interest on listed debentures issued by a company?

- A. ₹2,500
- B. ₹5,000
- C. ₹10,000**
- D. No threshold

3. TDS under Section 193 is deducted at what rate (if PAN is furnished)?

- A. 5%
- B. 10%**
- C. 20%
- D. 30%

4. TDS under Section 194 is applicable when the amount of dividend paid to a resident shareholder exceeds:

- A. ₹2,500
- B. ₹5,000
- C. ₹10,000**
- D. ₹50,000

5. Which type of dividend is not subject to TDS under Section 194?

- A. Dividend paid to a resident individual
- B. Dividend paid by mutual funds**
- C. Dividend paid to a partnership firm
- D. Interim dividend

6. TDS under Section 194A is not applicable to:

- A. Interest on bank FDs
- B. Interest paid by a cooperative society (above threshold)
- C. Interest on savings account**
- D. Interest paid by a company to resident

7. What is the threshold limit for TDS under Section 194A (in case of banks)?

- A. ₹2,500
- B. ₹5,000
- C. ₹10,000
- D. ₹50,000 (₹1,00,000 for senior citizens)

8. Rate of TDS under Section 194A (with valid PAN) is:

- A. 5%
- B. 7.5%
- C. 10%**
- D. 15%

9. TDS under Section 194B is applicable if the winnings exceed:

- A. ₹1,000
- B. ₹5,000
- C. ₹10,000**
- D. ₹50,000

10. Rate of TDS on winnings from lottery or crossword puzzle under Section 194B is:

- A. 5%
- B. 10%
- C. 20%
- D. 30%**

11. TDS under Section 194BB is applicable when the winnings exceed:

- A. ₹2,500
- B. ₹5,000
- C. ₹10,000**
- D. ₹50,000

12. The rate of TDS on horse race winnings under Section 194BB is:

- A. 5%
- B. 10%
- C. 20%
- D. 30%**