

MCQ on TDS under various sections Class Date – 12.07.2025

1. What is the TDS rate under section 194DA with effect from 01.10.2024?
 - a) 10%
 - b) 2%**
 - c) 5%
 - d) 1%
2. Section 194DA of the Income Tax Act relates to the TDS on-
 - a. Interest income
 - b. Rental income
 - c. Capital gains
 - d. Maturity proceeds of life insurance policies**
3. The TDS under Section 194DA is deducted if the amount of the insurance proceeds exceeds-
 - a) Rs.50,000/-
 - b) Rs.1,00,000/-**
 - c) Rs.10,000/-
 - d) Rs.25,000/-
4. Under Section 194DA, no TDS is required if the maturity proceeds of a life insurance policy are exempt under which section?
 - a) Section 10(10D)**
 - b) Section 80D
 - c) Section 80G
 - d) Section 24B
5. What is the TDS rate under section 194E?
 - a) 5%
 - b) 10%
 - c) 20%**
 - d) 30%
6. Section 194E of the Income Tax Act relates to the TDS on -
 - a) Non-resident sportsmen**
 - b) Sportsmen
 - c) Professionals
 - d) Contractor
7. Under which section of the IT Act, TDS is deducted in respect of deposits under National Savings Scheme?
 - a) 194EE**

- b) 194C
- c) 194H
- d) 192

8. What is the TDS rate under section 194F?

- a. 10%
- b. **20%**
- c. 25%
- d. 2%

9. What is the threshold for not deducting TDS under section 194G?

- a. **Rs.15,000/-**
- b. No Threshold
- c. Rs.1,00,000/-
- d. Rs.50,000/-

10. If the commission or brokerage comes under the GST, TDS u/s 194H is deducted from –

- a. **Primary value exclusive of the GST component**
- b. All-inclusive value
- c. Only on GST part
- d. 50% of total value