

MCQ on Filing of TDS under various sections Class Date 17.08.2025

1. Section 194R requires deduction of TDS on:
 - a) Interest on securities
 - b) Benefit or perquisite arising from business or profession**
 - c) Transfer of virtual digital assets
 - d) Lottery winnings

2. The rate of TDS under Section 194R is:
 - a) 1%
 - b) 5%
 - c) 10%**
 - d) 20%

3. Section 194R does not apply when the aggregate value of benefit/perquisite provided to a resident during the financial year does not exceed:
 - a) ₹5,000
 - b) ₹10,000
 - c) ₹20,000**
 - d) ₹50,000

4. Section 194S applies to transfer of:
 - a) Immovable property
 - b) Virtual digital assets (VDAs)**
 - c) Agricultural land
 - d) Shares of a private company

5. The TDS rate under Section 194S is:
 - a) 1%**
 - b) 2%
 - c) 5%
 - d) 10%

6. The TDS rate under Section 194T is:
- a) 1%
 - b) 10%**
 - c) 20%
 - d) 30%
7. If a pharma company gives free medical samples to a doctor, TDS under which section is applicable?
- a) 194R**
 - b) 194S
 - c) 194T
 - d) 194C
8. A company gifts a car worth ₹12 lakh to a dealer for achieving sales targets. TDS under Section 194R is to be deducted:
- a) On ₹12 lakh at 10%**
 - b) On fair market value of car at 10%
 - c) Not applicable, as it is a gift
 - d) Only if the dealer sells the car
9. Who is responsible to deduct TDS under Section 194R?
- a) The person receiving the benefit
 - b) The person providing the benefit/perquisite**
 - c) Both giver and receiver jointly
 - d) The Income-tax Department
10. Which of the following sections involve TDS on transactions **without monetary consideration**?
- a) Section 194R and 194S**
 - b) Section 194R and 194T
 - c) Section 194S and 194T
 - d) Section 194C and 194H
11. Section 194S was introduced in which Finance Act?
- a) Finance Act, 2019
 - b) Finance Act, 2020
 - c) Finance Act, 2022**
 - d) Finance Act, 2023