

MCQ on Search Assessment\_ Class Date – 25.01.2025

**1. Under which section of the Income Tax Act, 1961, is a search conducted?**

- (a) Section 131
- (b) Section 132**
- (c) Section 133A
- (d) Section 139

**2. Which of the following authorities has the power to issue a search warrant under Section 132?**

- (a) Assessing Officer
- (b) Commissioner of Income Tax or Director General**
- (c) Assistant Commissioner of Income Tax
- (d) Tax Recovery Officer

**3. The undisclosed income found during a search is subject to tax at what rate?**

- (a) 10%
- (b) 20%
- (c) 30%
- (d) 60%**

**4. Under which section can the tax authorities attach the property during a search?**

- (a) Section 132(1)
- (b) Section 132(3)**
- (c) Section 132(9)
- (d) Section 281B

**5. Penalty under Section 271AAB applies to which of the following scenarios?**

- (a) Failure to file a return
- (b) Non-payment of advance tax
- (c) Undisclosed income detected during a search**
- (d) Filing inaccurate particulars in a return

**6. What is the rate of penalty for undisclosed income under Section 271AAB, where the assessee admits and substantiates it?**

- (a) 10%
- (b) 20%
- (c) 30%**
- (d) 60%

**7. Which section of the Income Tax Act empowers authorities to requisition books of accounts, etc., during a search?**

- (a) Section 131
- (b) Section 132A**
- (c) Section 133A
- (d) Section 135

**8. Which of the following is NOT a condition for initiating a search under Section 132?**

- (a) The person is in possession of undisclosed assets.
- (b) There is information about income that has not been disclosed.
- (c) Books of account or other documents are likely to be tampered with.
- (d) The person has defaulted on filing income tax returns.**

**9. During a search, the person searched has the right to:**

- (a) Refuse to answer any questions.
- (b) Inspect the search warrant.**
- (c) Refuse to provide access to their lockers.
- (d) Avoid signing the inventory of seized items.

**10. A search conducted under Section 132 can extend to which of the following locations?**

- (a) Residential premises
- (b) Business premises
- (c) Bank lockers
- (d) All of the above**