**MCQ on Revision under section 263 & 264 of the Income Tax Act Class Date 25-08-2024**

**1. Under Section 263, the Commissioner of Income Tax (CIT) can revise an order if it is:**

a) Erroneous and prejudicial to the interest of the assessee  
**b) Erroneous and prejudicial to the interest of the revenue**  
c) Passed by a lower authority  
d) Passed after a delay

**2. The CIT must pass the order under Section 263 within how many years from the end of the financial year in which the original order was passed?**

**a) 2 years**  
b) 4 years  
c) 3 years  
d) 6 years

**3. Which of the following is NOT a ground for invoking Section 263?**

a) The order is erroneous  
b) The order is prejudicial to the interest of the revenue  
c**) The order is passed by an Assessing Officer below the rank of CIT**  
d) The order has caused a loss to the revenue

**4. Before passing an order under Section 263, the CIT must:**

a) Conduct a personal hearing  
b**) Provide an opportunity of being heard to the assessee**c) Consult the CBDT  
d) Seek approval from the High Court

**5. If an order is revised under Section 263, the assessee has the right to appeal to:**

**a) The Income Tax Appellate Tribunal (ITAT)**b) The High Court  
c) The Supreme Court  
d) The Assessing Officer

**6. Under Section 264, the Commissioner may revise any order passed by:**

a) The Central Board of Direct Taxes (CBDT)  
b**) The Assessing Officer**  
c) The ITAT  
d) The High Court

**7. An assessee can file a revision petition under Section 264 within how many years from the date of the order?**

**a) 1 year**  
b) 2 years  
c) 3 years  
d) 4 years

**8. The Commissioner can revise an order under Section 264:**

a) Only if the order is prejudicial to the interest of the revenue  
**b) Only if the order is prejudicial to the interest of the assessee**  
c) Suo moto or on an application made by the assessee  
d) Only if the High Court directs so

**9. The Commissioner’s power under Section 264 can be exercised:**

a) Even if an appeal against the order is pending before ITAT  
**b) Only if there is no appeal pending against the order**c) After the order has been confirmed by the High Court  
d) Only in cases of tax evasion

**10. The order passed by the Commissioner under Section 264:**

a) Can be appealed before ITAT  
b) Can be appealed before the High Court  
c**) Is final and cannot be appealed against**d) Can be revised by the CIT again under Section 263