

1. TDS rate for rent of plant & machinery under Section 194I is:

- a) 1%
- b) 2%
- c) 5%
- d) 10%

Answer: b) 2%

2. TDS rate for rent of land or building under Section 194I is:

- a) 2%
- b) 5%
- c) 8%
- d) 10%

Answer: d) 10%

3. Section 194I applies to:

- a) Only individuals and HUFs
- b) Only companies
- c) All persons paying rent except individuals/HUFs not subject to tax audit
- d) Only firms

Answer: c) All persons paying rent except individuals/HUFs not subject to tax audit

4. "Rent" for Section 194I includes payment for:

- a) Only residential house
- b) Only land
- c) Any use of land, building, plant, machinery, equipment, furniture or fittings
- d) Only machinery

Answer: c) Any use of land, building, plant, machinery, equipment, furniture or fittings

5. TDS under Section 194IA applies when the property consideration is:

- a) ₹20 lakh or more
- b) ₹50 lakh or more
- c) ₹75 lakh or more
- d) Any amount

Answer: b) ₹50 lakh or more

6. The buyer must deduct TDS under Section 194IA at the rate of:

- a) 0.5%
- b) 1%
- c) 5%
- d) 10%

Answer: b) 1%

7. Section 194IA does not apply to purchase of:

- a) Agricultural land
- b) Residential flat
- c) Commercial property
- d) Plot of land

Answer: a) Agricultural land

8. TDS under Section 194IA must be deposited using:

- a) Challan 281
- b) TDS Return through Form 24Q
- c) Form 26QB (challan-cum-statement)
- d) No form required

Answer: c) Form 26QB

9. Section 194IB applies when monthly rent paid by individual/HUF (not tax audit case) exceeds:

- a) ₹25,000
- b) ₹30,000
- c) ₹40,000
- d) ₹50,000

Answer: d) ₹50,000

10. TDS under Section 194IB is to be deducted at:

- a) 1%
- b) 2%
- c) 5%
- d) 10%

Answer: b) 2%