

The Institute of Cost Accountants of India

CERTIFICATE COURSE ON TDS MOCK TEST – I

ANSWERS

1. Where there is a contract for service between Hospital and Doctor such that the income of the doctor varies from patient to patient, TDS shall be deductible u/s :

- | | |
|---------|---------|
| a) 194C | b) 194J |
| c) 192 | d) 194H |

Ans. – b)

2. Payment made by News Duniya a television company to commission agents as commission /brokerage for canvassing / procuring advertisement is liable for :

- | | |
|-----------------|--|
| a) TDS u/s 194H | b) TDS u/s 194C |
| c) TDS u/s 192 | d) Such payment is not liable for TDS. |

Ans. – d)

3. Deduction of Tax at source under Section 194 I is @

- | | |
|--------|--------|
| a) 10% | b) 12% |
| c) 15% | d) 5% |

Ans. – a)

4. Basic exemption limit for non resident who is 70 years old

- | | |
|-----------------|-----------------|
| a) Rs. 2,50,000 | b) Rs. 3,00,000 |
| c) Rs. 5,00,000 | d) Rs. 2,00,000 |

Ans. – a) Rs. 2,50,000

5. ITR - 1 also known as

- a) Aasan b) Sahaj
c) Umeed d) Udaan

Ans. – b) Sahaj

6. ITR – 1 is applicable to an individual having

- a) Salary or pension income b) Income from one house property
- c) Income from other sources d) All of the above

Ans. – d) All of the above

7. Who collect the TDS ?

- a) Person who is liable to make payment
- b) Person who is receive

Ans. – a)

8. TDS rate on payment of salary

- a) @ 10% b) @ 5%
- c) Slab Rate d) @20%

Ans. - c)

9. Income by way of winnings from lotteries, crossword puzzles, card games and other games of any sort

- a) @ 30% (b) @ 5%
- (c) Slab Rate (d) @20%

Ans. - a)

10. Collection of TDS and TDS Return, both are same

- (a) True (b) False

Ans. - b)

11. If an organization wants to pay TDS for the month of July, then the due date for the same will be the ?

- a) 30th of August.
- b) 7th of August.
- c) 15th of August
- d) 30th of July.

Ans. - b)

12. Maximum exemption under section 80C is

- (a) Rs. 1,50,000
- (b) Rs. 2,00,000
- (c) Rs. 25,000
- (d) Rs. 50,000

Ans. - a)

13. Mr. X is resident individual and he has salary income Rs. 3,50,000 and he pay Rs. 20,000 as LIC premium. Calculate Tax liability.

- (a) Rs. 5,000
- (b) Rs. NIL
- (c) Rs. 2,500
- (d) Rs. 1,00,000

Ans. - b)

14. Who is required to issue a TDS Certificate to the payee ?

- (a) Every person deducting tax at source is required to furnish a certificate
- (b) Central Govt.
- (c) State Govt.
- d) Income Tax Department

Ans. - a)

15. If PAN is not furnish, what is the rate of TDS ?

- (a) 30%
- (b) Height Rate
- (c) 20%
- (d) 20% or rate of tax whichever is higher

Ans. - d)

16. Tax deducted or collected at source shall be deposited to the credit of the Central Government by following modes in Electronic mode is mandatory?

- (a) True
- (b) False

Ans. - b)

Electronic mode:

- i. All corporate assesses.
- ii. All assesses (other than company) to whom provisions of section 44AB of the Income Tax Act, 1961 are applicable.

Physical Mode:

- i. By furnishing the Challan 281 in the authorized bank branch

17. Deductions under section 80C to 80U are available for Long term capital gains.

- (a) True
- (b) False

Ans. - b)

18. TAN stands for

- (a) Tax Deduction Account Number
- (b) Tax Deposit Account Number
- (c) Transfer Account Number
- (d) Tax Account Number

Ans. a)

19. When TDS should be deducted ?

- (a) at the time of payment
- (a) at the time of received
- (c) at the time of filing
- (d) None of these

Ans. - b)

Tax is to be deducted **at the time of payment getting due or actual payment whichever is earlier**

20. Because of Death of his Son Mr. Salman could not file Quarterly statement for TDS Deducted. As there is a reasonable cause for such failure which of the following will not be levied:

- a) Penalty
- b) Fees
- c) Both
- (d) None of these

Ans. - b)