

Subject Name: -Direct Taxation

Class: - TYB.Com

Semester: - V

Marks: - 40

Date:-17-9-2020

Time: - 30 min

Multiple choice questions:-

1. _____company always resident in India
 - a. **Indian**
 - b. Investment
 - c. Industrial
 - d. Individual

2. Municipal taxes is always calculated on _____
 - a. Net Annual Value
 - b. **Municipal Valuation**
 - c. Fair Market Value
 - d. Gross Annual Value

3. Deduction under section 80CCC is allowed to the extent of _____
 - a. Rs. 2,00,000
 - b. **Rs.1,50,000**
 - c. Rs.1,00,000
 - d. Rs. 50,000

4. Mr. Sameer came to India for the first time during the previous year 2018-19. During the previous year he stay in India for 80 days. What will be his residential status for previous year 2018-19?
 - a. Resident
 - b. Resident and Ordinarily Resident
 - c. Resident But not Ordinarily Resident
 - d. **Non Resident**

5. Income from Business controlled from India _____
 - a. Is taxable only for resident
 - b. Is taxable for non-resident
 - c. **Is taxable for resident and ordinarily resident, resident but not ordinarily resident and non-resident**
 - d. Is exempt

6. Section _____of Income Tax Act defines the scope of total income
 - a. 3
 - b. 7
 - c. 6
 - d. **5**

7. Children hostel allowance is _____
- a. Exempt up to Rs. 500 per child per month but up to 2 children
 - b. Exempt up to Rs. 100 per child per month but up to 2 children
 - c. Exempt up to Rs. 300 per child per month but up to 2 children**
 - d. Fully exempt
8. If Gross Total Income is Rs. 90,000 and life insurance premium paid is paid Rs.95,000 then net taxable income would be _____
- a. Rs.90,000
 - b. Rs.-5,000
 - c. Nil**
 - d. Rs.95,000
9. Family pension received is _____
- a. Income from Salary
 - b. Income from business
 - c. Income from other source**
 - d. Tax free income.
10. Depreciation is allowed in case of _____
- a. Tangible and fixed assets only
 - b. Tangible assets only
 - c. Tangible and Intangible assets**
 - d. Wasting Assets only
11. The maximum deduction of under section 24(b) in respect of interest on loan taken on 1-4-2017 for repairs of self-occupied house is _____
- a. Rs. 30,000**
 - b. Rs.2, 00,000
 - c. Rs. No Limit
 - d. Nil
12. _____ is liable to pay tax in India
- a. Indian citizen
 - b. Resident in India
 - c. Any person
 - d. an Assessee**
13. Uncommuted pension received by government employee is _____
- a. Exempt
 - b. Taxable**
 - c. 1/3 Exempt
 - d. 1/ 2 Exempt

14. Standard Deduction allowable as deduction under section 16 from salary income is _____ for previous year 2018-19.

- a. Rs. 50,000
- b. Rs. 40,000**
- c. Rs. 1, 00,000
- d. Rs.10, 000

15. The rate of income tax is specified in _____

- a. Income Tax Act
- b. Income Tax Rules
- c. Annual Finance Act**
- d. Circulars issued by government

16. Employers' contribution to Recognized Provident Fund of an employee in excess of _____ is taxable as income from salary.

- a. 10%
- b. 12%**
- c. 9%
- d. 15%

17. Limit of leave encashment maximum exemption is _____

- a. Rs. 5, 00,000
- b. Rs. 2, 00,000
- c. Rs.10, 00,000
- d. Rs. 3, 00,000**

18. Municipal valuation is Rs. 1, 30,000, Fair Rent Rs. 1, 50,000, Standard Rent Rs.1, 40,000 whereas actual rent received Rs. 1, 35,000, Municipal taxes paid Rs.40, 000. What is the Net Annual Value?

- a. Rs. 1, 10,000
- b. Rs. 1,35,000
- c. Rs. 1, 00,000**
- d. Rs.95, 000

19. Following _____ will be taxable as income from house property.

- a. Subletting of a house
- b. Letting of a house**
- c. Sale of a house
- d. Rent from open plot of land

20. Exemption under section 54 shall be available to _____

- a. All Assessee
- b. All Individual
- c. Only Individual and Hindu Undivided Family**
- d. Only firms

