

**SECTION II****[TO BE ATTACHED TO THE MAIN ANSWER-BOOK]****M.Com DEGREE (CSS) PRIVATE EXAMINATION, APRIL 2024**

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**DO NOT WRITE YOUR REGISTER NUMBER OR NAME ANYWHERE IN****SECTION II OF THE QUESTION PAPER****CM010402MCQ - INCOME TAX – ASSESSMENT & PROCEDURES**

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Answer **all** questions.

All questions carry equal weight

Put a tick mark [✓] against the correct answer

1. State whether tax is required to be collected at source (TCS) under the provision of section 206C of Income-tax Act, 1961, by a person making.....
  - (a) Payment of dividend
  - (b) Winning from horse races
  - (c) Sale of motor vehicle of the value exceeding 10 lakhs by a dealer to the customer
  - (d) Payment to non-resident
2. As per Section 115JB, all companies having book profits under the Companies Act shall have to pay a Minimum Alternate Tax at a rate of
  - (a) 15% of book profits
  - (b) 18.5% of book profits
  - (c) 30% of book profits
  - (d) 25% of book profits
3. A firm's book profit is NIL. It shall still be allowed as deduction on account of remuneration to working partner to the maximum extent of—
  - (a) Actual remuneration paid as specified in partnership deed
  - (b) 1,50,000
  - (c) Higher of a) and b)
  - (d) Lower of a) or b)
4. Central Board of Direct Taxes consists of a chairman and
  - (a) Ten members
  - (b) Six Members
  - (c) Nine Members
  - (d) Twelve members
5. Best judgment assessment can be initiated if
  - (a) The person fails to file return u/s 139(1)
  - (b) Fails to comply with all the terms of notice u/s 142 (1) or direction u/s 142(2A) or u/s 143(2)
  - (c) Both (a) & (b)
  - (d) None of the above

6. For computing the Book Profit under section 115JB. Which of the following is not added back to the profits?
  - (a) Securities Transaction Tax      (b) Provision for income Tax
  - (c) Dividend paid                      (d) Income-tax
  
7. If the recipient of income fails to furnish his Permanent Account Number to deductor of tax, the tax shall be deducted:
  - (a) at the rate specified in the relevant section      (b) at the rate or rates in force
  - (c) at the rate of 20%                                      (d) higher of the above rate.
  
8. Tax under Tonnage Tax System is applicable to -
  - (a) Foreign Shipping companies only              (b) Indian Shipping companies only
  - (c) Both domestic and foreign companies      (d) None of the above
  
9. Body of Individuals can include:
  - (a) Only companies      (b) All types of persons
  - (c) Only individuals      (d) All of the above
  
10. An individual earned long-term capital gain on 20th March. He should pay advance tax
  - (a) on next 15th September      (b) on next 15th June
  - (c) on Next 15th March              (d) on or before 31st March of the year
  
11. First Installment of Advance Tax payable by an individual falls due on:
  - (a) 15th March      (b) 15th December
  - (c) 15th July              (d) 15th June
  
12. It is not mandatory for an assessee to file a return of loss if it pertains to ....., wants to carry forward the loss if he
  - (a) Loss under the head 'profits and gains from business or profession'                      (b) Loss from maintenance of race horses
  - (c) Loss under the head 'capital gains'                      (d) Loss under the head 'income from house property'
  
13. When a foreign company is a member in an AOP and its share of profit is indeterminate, the tax on total income of the AOP is charged at the
  - (a) Nominal rate                                      (b) Maximum marginal rate
  - (c) Rate applicable to the foreign company      (d) Least of the above three rates
  
14. Which of the following is considered as a company, under Income Tax Act 1961 ?
  - (a) Indian Company              (b) Foreign Company
  - (c) Closely held Company      (d) All of the above

15. An assessee can file a revised return of income at any time -
- (a) Before the end of the relevant assessment year                      (b) After 2 years from the end of the relevant assessment year
- (c) Before 3 years from the end of the relevant assessment year                      (d) Before the end of the relevant previous year
16. TAN is a 10-digit alphanumeric number to be quoted in all TDS returns. It is:
- (a) Tax defect Number                      (b) Tax Collection Number
- (c) Tax deduction and collection Account Number.                      (d) None of the above.
17. Which one of the following statements is true ?
- (a) A partnership firm is not allowed to carry forward its losses and set-off in future.                      (b) The share of loss of a partner from a firm cannot be set-off by the partner from his income.
- (c) Share of profit received by a partner from a firm is fully taxable                      (d) None of these
18. Under sections 208, it is obligatory for an assessee to pay advance tax where the tax payable is
- (a) 10,000 rupees or more                      (b) 20,000 rupees or more
- (c) 5,000 rupees or more                      (d) 8,000 rupees or more
19. Due dates for paying advance tax in instalments for a noncorporate assessee are -
- (a) 30th June, 30th September, 31st December, 31st March                      (b) 15th September, 15th December, 15th March
- (c) 15th June, 15th September, 15th December, 15th March                      (d) 30th September, 31st December, 31st March
20. The profits of a co-operative society engaged in carrying out banking business, cottage industry and collective disposal of labours of its members are eligible for deduction u/s 80P up-to
- (a) 75% of the profits                      (b) 100% of the profits
- (c) 50% of the profits                      (d) None of the above

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No. of MCQ's Attempted :

Weight Score :

(To be entered by the examiner)

No. of MCQ's not Attempted :

**ATTACH SECTION II INTERNAL EXAMINATION MCQ PAPER  
WITH THE MAIN ANSWER BOOK**