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MCQs and Objectives (E-Content)

Subject: Taxation- 2

Class: B.Com. Semester – IV (Year: 2021-'22)

- (1) Donation to approved scientific research association shall be allowed as deduction against business income to the extent of- **100% donation given**
- (2) Is Income Tax an admissible expense under Gain of Business? - **No (Inadmissible exp. / Disallowed exp.)**
- (3) Is GST an Inadmissible expense under profit of Business? – **No (Admissible exp. / Allowable exp.)**
- (4) Is house-hold expense an admissible under Gain of Business? – **No (Inadmissible exp. / Disallowed exp.)**
- (5) Depreciation rate for Intangible assets are- **25%**
- (6) Between how many days the depreciation will be allowed at half the prescribed rate? – **180 Days**
- (7) **Block assets** means a group of assets falling within a class/group of assets
- (8) Depreciation normal rate for Plant and Machinery is – **15%**
- (9) Depreciation normal rate for Furniture and electric Fittings are – **10%**
- (10) Unabsorbed Depreciation means admissible depreciation can't be set-off due to **Insufficient gain**

(11) Overvalued opening stocks can be _____ while computing taxable income of Business. –

Added

(12) Undervalued closing stocks can be _____ while computing taxable income of Business.-

Added

(13) Cost Inflation Index of F.Y. 2001-02 is- **100**

(14) When original shares and bonus shares were bought after 1-4-2001, then cost of Bonus Shares will be- **0 (Nil)**

(15) When original shares were bought before 1-4-2001 and Bonus shares were allotted after 1-4-2001, then cost of original shares will be – **Actual Cost or Fair Market value of 1-4-2001, whichever is higher**

(16) For how many years, not to transfer New purchased Residential House against sell of Old residential property u/s 54? - **3 Years (36 Months)**

(17) LTCG will be invested within _____ period u/s 54(EC). – **6 Months**

(18) What is the maximum limit to invest in Central Govt. notified bonds like NHA, RECL u/s 54(EC)? – **50 lakhs**

(19) When cost of new house is less than Net Consideration of selling assets then _____ gain Is Exempted u/s 54(F). - **Proportionate gain**

(20) When Investment Amount, ROI and TDS are given, do Grossing up need or not for Commercial Taxfree securities? - **Yes**

(23) Any gift received from relative is fully- **Taxfree**

(24) The casual/unexpected incomes are taxable @ _____ - **30%**

(25) Any gift received on the marriage occasion of the individual is – **Exempted**

(26) Dividend declared by a domestic company to share holder is fully _____ from A.Y.
2020-21.- **Taxable**

(27) Maximum limit for Investment u/s 80(C) is- **Rs. 1,50,000**

(28) Maximum limit for deduction for premium paid for self for medical insurance is –
Rs. 25,000

(29) Total deduction for Medical Premium paid for self, spouse, children, senior citizen
parents- **Rs. 75,000**

(30) Any expenditure for medical treatment of specified disease for himself or dependent/s
or parents then deduction limit u/s 80(DDB) is- **Rs. 40,000**

(31) Which deduction is applicable while interest of loan taken for higher education –
u/s 80(E)

(32) Maximum limit for royalty income on patents who is resident of India is – **Rs. 3,00,000**

(33) Maximum Deduction limit for Interest on Savings Account u/s 80(TTA) is – **Rs. 10,000**

(34) Maximum Deduction limit for Interest on Deposit Account in Banks/Post Office u/s
80(TTB) is – **Rs. 50,000**

(35) A person with severe disability(80% or above) is to be allowed a deduction u/s 80(U) is-
Rs. 1,25,000

(36) Loss from Regular Business will be carry forward for _____ years for set-off against
future profit from same business. – **4**

- (37) Unabsorbed short-term capital loss can be carried forward for a maximum period of next ____ years for the purpose of set-off against future STCG/LTCG. – **8**
- (38) What is the Income tax limit for 0% tax rate for female resident senior citizens aged 65 years? – **Rs. 3,00,000**
- (39) The maximum rate of GST in India ____ - **28%**
- (40) The registration under GST is compulsory whose turnover is – **20 lakhs or more**
- (41) GST is payable based on ____ - **Supply**
- (42) What of the taxes is applicable in the case of supply of goods from Gujarat to Maharashtra? - **IGST**
- (43) Which commodities is not kept outside the perview of GST? – **Supply of liquor for Human Consumption**
- (44) Who shall be empowered to levy and collect GST on supplies in the course of Inter-state transactions of trade? – **Central Government**
- (45) What is the threshold limit of aggregate turnover(after 13-2-2017) for opting to pay tax Under 'composition scheme'? – **Rs. 75 lakhs in case of special category states**
- (46) GST rate for soap is – **18%**
- (47) Full form of ASP – **Application Service Provider**
- (48) Full form of GSTN - **Goods and Service Tax Network**
- (49) GST Council has been constituted by _____ - The President of India
- (50) Composition Scheme is applicable of Goods or Services for _____ - **Intra-State Supply**
- (51) SGST Credit does not used to settle _____ - **CGST**
