

## CHAPTER 1

## INTRODUCTION TO INCOME TAX ACT

- 1) The maximum amount on which income-tax is not chargeable in case of firm is:
- ₹1,60,000
  - ₹1,80,000
  - ₹2,00,000
  - Nil
- 2) The maximum amount on which income tax is not chargeable for the assessment year 2023-24 in case of an individual who is resident in India of the age of 60 years or more but less than 80 years and has not exercised the option to be taxed u/s 115BAC is:
- ₹2,50,000
  - ₹5,00,000
  - ₹3,00,000
  - ₹2,40,000
- 3) The maximum amount on which income tax is not chargeable for the assessment year 2023-24 in case of an individual who is resident in India of the age of 80 years or more and has not exercised the option to be taxed u/s 115BAC is:
- ₹2,50,000
  - ₹5,00,000
  - ₹3,00,000
  - ₹2,40,000
- 4) The maximum amount on which income tax is not chargeable for the assessment year 2023-24 in case of an individual who is resident in India of the age of 60 years or more but less than 80 years and has exercised the option to be taxed u/s 115BAC is:
- ₹2,50,000
  - ₹5,00,000
  - ₹3,00,000
  - ₹2,40,000
- 5) Income-tax Act extends to:
- whole of India
  - whole of India except Jammu & Kashmir
  - whole of India except Sikkim
  - whole of India except Jammu & Kashmir and Sikkim

- 6) Finance Bill becomes the Finance Act when it is passed by:
- the Lok Sabha
  - both the Lok Sabha and Rajya Sabha
  - both the Houses of Parliament and given the assent of the President
  - both the Houses of Parliament and given the assent of the Prime Minister/Finance Minister
- 7) A person leaves India permanently on 15.11.2022. The assessment year for income earned till 15.11.2022 in this case shall be:
- 2021-22
  - 2022-23
  - 2023-24
  - None of the above
- 8) The maximum amount on which income-tax is not chargeable for the assessment year 2023-24 in case of a man/women who is of the age of 60 years or above but who is not resident of India and has not exercised the option to be taxed u/s 115BAC is:
- ₹2,00,000
  - ₹3,00,000
  - ₹2,50,000
  - ₹2,40,000
- 9) The maximum amount on which income-tax is not chargeable for the assessment year 2023-24 in case of a man/women who is of the age of 60 years or above but who is not resident of India and has exercised the option to be taxed u/s 115BAC is:
- ₹2,00,000
  - ₹3,00,000
  - ₹2,50,000
  - ₹2,40,000
- 10) Surcharge on income tax for the A.Y. 2023-24 is payable by a domestic company other than referred to in section 115BAA or 115BAB at the rate of:
- 5% of income-tax payable provided its total income exceeds ₹ 10,00,000
  - 5% of income-tax payable provided its total income exceeds ₹1 crore and 10% of income tax if total income exceeds ₹ 10 crores
  - 7% of income-tax payable provided its total income exceeds ₹1 crore and 12% of income tax if total income exceeds ₹10 crores
  - 5% of income-tax payable provided its total income exceeds ₹ 1 crore

**11) Surcharge in case of a foreign company is payable at the rate of:**

- a. 2% of the income-tax payable provided its total income exceeds ₹ 1 crore
- b. 2% of the income-tax payable irrespective of the amount of its total income
- c. 2% of the income-tax payable provided its total income exceeds ₹ 1 crore and 5% of income tax if total income exceeds ₹10 crores.
- d. 7% of income-tax payable provided its total income exceeds ₹1 crore and 12% of income tax if total income exceeds ₹ 10 crores

**12) Health and education cess is leviable @:**

- a. 4%
- b. 5%
- c. 3%
- d. 1%

**13) Health and education cess is leviable in case of:**

- a. an individual assessee only
- b. an individual and HUF
- c. a company assessee only
- d. all assessees

**14) In case of an individual and HUF, health and education cess is leviable only when the total income of such assessee:**

- a. Exceeds ₹ 10,00,000
- b. is less than or more than ₹ 10,00,000
- c. Exceeds ₹50,00,000
- d. Exceeds ₹ 1 crore

**15) The total income of the assessee has been computed as ₹4,83,495. For rounding off the total income will be taken as:**

- a. ₹4,83,500
- b. ₹4,83,490
- c. ₹4,83,495
- d. None of the above

**16) The maximum amount on which income tax is not chargeable for the assessment year 2023-24 in case of an individual who is resident in India of the age of 80 years or more and has exercised the option to be taxed u/s 115BAC is:**

- a. ₹2,50,000
- b. ₹5,00,000
- c. ₹3,00,000

d. ₹2,40,000

17) **Income-tax is rounded off to:**

- a. nearest multiple of ten Rupees
- b. nearest multiple of one Rupee
- c. no rounding off of tax is done
- d. nearest multiple of five Rupees

18) **R, a resident in India, is 57 years old. His total income for the assessment year 2023-24 is ₹4,90,000. His tax liability, if he has not opted to be taxed u/s 115BAC, shall be:**

- a. Nil
- b. ₹ 12,000
- c. ₹ 12,480
- d. ₹24,960

19) **R, a resident in India, is 57 years old. His total income for the assessment year 2023-24 is ₹4,90,000. His tax liability, if he has opted to be taxed u/s 115BAC, shall be:**

- a. Nil
- b. ₹ 12,000
- c. ₹12,480
- d. ₹24,960

20) **Mrs. A, a non-resident in India is 66 years old. Her total income for the assessment year 2023-24 is ₹6,35,440. Her tax liability, if she exercises option u/s 115BAC, shall be —**

- a. ₹27,090
- b. ₹41,170
- c. ₹54,170
- d. ₹39,980

21) **A's total income for the assessment year 2023-24 is ₹7,90,000. His tax liability, if he does not exercise option u/s 115BAC, shall be—**

- a. ₹81,120
- b. ₹73,320
- c. ₹86,320
- d. ₹70,720

22) **A's total income for the assessment year 2023-24 is ₹7,90,000. His tax liability, if he exercises option u/s 115BAC, shall be—**

- a. ₹45,240

- b. ₹73,320
- c. ₹86,320
- d. ₹70,720

23) Mrs. R, a resident of India, is 56 years old. Her total income for the assessment year 2023-24 is ₹11,20,000. Her tax liability, if she does not exercise option u/s 115BAC, shall be:

- a. ₹ 1,51,840
- b. ₹ 1,67,440
- c. ₹ 1,54,440
- d. ₹ 1,64,840

24) Mrs. R, a resident of India, is 56 years old. Her total income for the assessment year 2023-24 is ₹11,20,000. Her tax liability, if she exercises option u/s 115BAC, shall be:

- a. ₹ 1,02,960
- b. ₹ 1,67,440
- c. ₹ 1,54,440
- d. ₹ 1,44,000

25) The maximum amount on which income-tax is not chargeable in case of H.U.F. for assessment year 2023-24 is:

- a. ₹2,00,000
- b. ₹2,50,000
- c. ₹2,00,000
- d. ₹3,00,000

26) The maximum amount on which income-tax is not chargeable for the assessment year 2023-24 in case of an individual who is non-resident in India and who is less than 60 years old and has exercised the option to be taxed u/s 115BAC is:

- a. ₹2,40,000
- b. ₹2,50,000
- c. ₹3,00,000
- d. ₹2,00,000

27) The maximum amount on which income tax is not chargeable for the assessment year 2023-24 in case of a resident individual less than 60 years old is:

- a. ₹2,00,000
- b. ₹2,50,000
- c. ₹3,00,000
- d. ₹2,40,000

**28) Surcharge on income tax is payable by:**

- a. all assesseees except a foreign company
- b. individual and HUF only
- c. all assesseees provided their total income exceeds a certain amount
- d. all assesseees provided their total income exceeds a certain amount or those assesseees who are eligible toopt for a special taxation regime

**29) The maximum amount on which income-tax is not chargeable for the assessment year 2023-24 in case of an individual who is non-resident in India and who is less than 60 years old and has not exercised the option to be taxed u/s 115BAC is:**

- a. ₹2,40,000
- b. ₹2,50,000
- c. ₹3,00,000
- d. ₹2,00,000

**30) Mrs. A, a non-resident in India is 66 years old. Her total income for the assessment year 2023-24 is ₹6,35,440. Her tax liability, if she does not exercise option u/s 115BAC, shall be—**

- a. ₹38,570
- b. ₹41,170
- c. ₹54,170
- d. ₹39,980

## ANSWERS

QUE	ANS	QUE	ANS	QUE	ANS
1	D	11	C	21	B
2	C	12	A	22	A
3	B	13	D	23	C
4	A	14	B	24	A
5	A	15	A	25	B
6	C	16	A	26	B
7	B	17	A	27	B
8	C	18	A	28	C
9	C	19	A	29	B
10	C	20	A	30	B