

Chapter-8 IFOS

- Q.1.** Income from letting of machinery, plant and furniture is
- A. Always chargeable to tax under “Profits & gains of business and profession”
 - B. Always chargeable to tax under the head “Income from other sources”
 - C. Chargeable under the head “IFOS” only if not chargeable under the head “Profits and gains of business and profession”
 - D. Chargeable to tax under the head “Income from house property”
- Q.2.** In respect of winnings from lottery, crossword puzzle or race including horse race or card game etc
- A. No deduction under Chapter VI-A is allowed and basic exemption limit cannot be Exhausted
 - B. No deduction under Chapter VI-A is allowed but unexhausted basic exemption can be exhausted
 - C. Both deduction under Chapter VI-A and basic exemption are allowed
 - D. Deduction under Chapter VI-A is allowed but basic exemption limit cannot be exhausted
- Q.3.** The deduction allowable in respect of family pension taxable under “Income from other sources” is:
- A. 33-1/3% of the pension
 - B. 30% of the pension or ₹ 15,000, whichever is less
 - C. 33-1/3% of the pension or ₹ 15,000, whichever is less
 - D. 30% of the pension
- Q.4.** Ganesh received ₹ 60,000 from his friend on the occasion of his birthday
- A. Entire amount of ₹60,000 is taxable
 - B. ₹ 50,000 is taxable
 - C. The entire amount is exempt
 - D. ₹ 10,000 is taxable
- Q.5.** Mr. Y has received a sum of ₹ 51,000 on 24.10.2023 from relatives on the occasion of his marriage:
- A. Entire ₹ 51,000 is chargeable to tax
 - B. Only ₹ 1,000 is chargeable to tax
 - C. Entire ₹ 51,000 is exempt from tax
 - D. Only 50% i.e., ₹ 25,500 is chargeable to tax
- Q.6.** Mr. Mayank has received a sum of ₹ 75,000 on 24.10.2023 from his friend on the occasion of his marriage anniversary:
- A. Entire ₹ 75,000 is chargeable to tax
 - B. Entire ₹ 75,000 is exempt from tax
 - C. Only ₹ 25,000 is chargeable to tax
 - D. Only 50% i.e., ₹ 37,500 is chargeable to tax

- C. Any of the above
- D. None of the above

- Q.17.** Karan has received gift of ₹. 1,50,000 in cash from his mother's sister. The amount shall be taxable in the hands of
A. Karan B. His mother's sister C. Exempt from tax D. Either of above
- Q.18.** A car having fair market value of ₹. 2,00,000 has been gifted by to Rakesh by his father. The fair market value of car shall be:
A. Exempt since received from a relative
B. Taxable under head other sources
C. Not taxable since watch is not property within the definition of section 56(2)(vii)
D. None of the above
- Q.19.** Income under the head income from other source is taxable on
A. Due basis B. Receipt basis
C. On the basis of method of accounting regularly employed by the assessee
- Q.20.** Dividend declared by a domestic company is:
A. Fully exempt in the hands of shareholders
B. Fully taxable in the hands of unit shareholders
C. Taxable but a deduction is allowed under section 80L on account of such dividend
- Q.21.** Where a specified movable property is acquires during the previous year and its market value exceeds the purchase price by more than ₹ 50,000 such excess amount shall be taxable in the hands of
A. All assessee B. All assessee other than company
C. Individual or HUF only
- Q.22.** Gift, whether in cash or kind, received by an individual on the occasion of his/ her marriage shall be:
A. Fully exempt even if it exceeds ₹ 50,000
B. Fully taxable if it exceeds ₹ 50,000
C. Exempt upto ₹ 50,000 and balance taxable
- Q.23.** Which of the following income will be taxable as income from other sources?
A. Purchase of house from husband for inadequate consideration
B. Purchase of painting from the registered dealer at invoice value less than fair market value
C. Cash gift from a non-resident friend on marriage anniversary
D. All of the above
- Q.24.** A private limited company engaged in manufacturing activity had a general reserve of ₹ 20 lakhs. It granted a loan of ₹ 5 lakhs to a director who held 13% shareholding cum

voting rights in the company. The said loan was re-paid by him before the end of the year.

The amount of deemed dividend arising out of the above transaction is

- (A) ₹ 2,60,000 (B) ₹ 2,40,000
(C) ₹ 5,00,000 (D) Nil

Q.25. Which of the following is not included in taxable income:

- (A) Income from smuggling activity
(B) Casual income
(C) Gifts of personal nature subject to a maximum of ₹ 50,000 received in cash
(D) Income received in-kind

Q.26. A member of Parliament received ₹ 1,50,000 per month as salary and ₹ 4,50,000 as daily allowances during PY 2023-24. The taxable amount will be

- (A) Salary ₹ 18,00,000
(B) Income from profession ₹ 22,50,000
(C) Income from other sources ₹ 18,00,000
(D) Nil

Q.27. A lady received gifts worth ₹ 1,00,000 from her relatives as defined under the Income-tax Act, 1961, and ₹ 60,000 from her office colleagues on her marriage anniversary. The taxable amount of gifts would be___

- (A) ₹ 1,60,000 (B) ₹ 60,000
(C) ₹ 10,000 (D) ₹ 1,10,000

Q.28. Amit received ₹ 70,000 being winnings from lottery after deduction of tax at source. His gross winnings from the lottery to be included in the total income is___.

- (A) Nil (B) ₹ 1,00,000
(C) ₹ 70,000 (D) ₹ 30,000

Q.29. R has taken a house on rent and sublets the same to G. Income from such house property shall be taxable under the head:

- (A) Income from house property
(B) Income from other sources
(C) Income from house property or income from other sources as decided by R
(D) None of the above

Answer:

1. C	2. A	3. C	4. A	5. C	6. A
7. B	8. 209600	9. B	10. C	11. A	12. C
13. A	14. B	15. A	16. C	17. C	18. C
19. C	20. B	21. A	22. A	23. C	24. C
25. C	26. C	27. B	28. A	29. B	

