

## BUSINESS TAXATION

### K1 LEVELS

1. Under the income- tax act, the incidence of taxation depends on..... ?  
A .The citizenship of the tax-payer                      B .The age of the taxpayer  
**C .The residential status of the tax-payer**    D .The gender of the taxpayer
2. Unabsorbed depreciation can be carried forward for set off.....?  
A. For a period of four years only.    **B. For an unlimited number of years.**  
C. For a period of eight years only.    D. For a period of eighteen years only.
3. Residential status is determined for.....?  
**A. Previous year**    B .Assessment year  
C. Accounting year    D .Financial year.
- 4.How many heads of income are there to compute Gross total income?  
A .Six              **B .Five**              C .Four              D .Three
5. Income Tax Act came into force on.....?  
A .01-04-1961    **B .01-04-1962**    C .01-04-1956    D. 01-04-1965
6. Income by way of rent of agricultural land is.....?  
A. Business income                      B .Agricultural income  
**C .Income from other sources**    D .Casual income
- 7.by way of rent of agricultural land is.....?  
A.A revenue receipt    **.B .A casual receipt.**    C A capital receipt.    d.Noneof these.
8. Which of the following is not a capital receipt?  
a. 'Salami' for settlement of Tenancy.    B .Insurance claim received on machinery lost by fire.  
C .Lump sum received on sale of shares.    **D.Goods sold for cash.**
9. Compensation for cancellation of a license by the government resulting in cessation of business is.....

A. a casual receipt B .a capital receipt C **.a revenue receipt** D .None of the above

**10** Compensation received for loss of trading asset is a.....?.

A **.Capital receipt** B .Revenue receipt C .A casual receipt. D .None of the above

**11. Which of the following "tax" is levied at every stage of production?**

A) VAT                      B) Income tax

C) Custom duty    D) none of the above

**12. Which of the following is indirect tax?**

A) Income tax            B) Wealth tax

C) Corporation tax    D) **Sales tax**

**13. Which of the following tax will be abolished by the Goods and Services Tax?**

A) Property tax    B) Corporation tax

C) **VAT**                      D) All of the above

**14. If 'Tata Company' imports a product from abroad, then which tax will be levied on it?**

A) VAT                      B) **Custom duty**

C) Income tax            D) Corporation tax

**15. Which of the following tax is imposed by the Central Government but the state government collects it?**

A) VAT                      B) Income tax

C) Corporation tax    D) **Stamp Duty**

**16. What is called Tax heaven?**

(A) **A country which gives tax exemptions to the foreign citizens that there will be no tax on investing the money in their country.**

(B) Subsidy given by the government in taxes

(C) Tax evasion in the domestic country

(D) To impose equal taxes on domestic producers and foreign producer

**17. What kind of tax system is found in India?**

A) Progressive B) **Digressive** C) Proportional D) None of the following

**18. Which of the following statements is wrong?**

(A) Indian government receives highest income from Corporation tax.

(B) According to budget 2017-18, the government spends 19% of its total income as interest payment.

(C) Economy of Maharashtra is the largest among all states in India

(D) **According to Budget 2017-18, those peoples are earning 5 lakh to 10 lakh per annum have to pay income tax at the rate of 10% per annum.**

**19. According to budget 2017-18, which is the correct decreasing order of the government tax revenue?**

A) **Income Tax > Corporation Tax > Service Tax.**

B) Income tax > Corporate tax > product tax

(C) **Corporate tax > income tax > product tax**

(D) Corporate tax > product tax > income tax

**20. Which of the following is not imposed by the Central Government?**

A) Agricultural tax B) Corporation tax

C) Custom duty D) Sales tax.

**21. Under the income- tax act, the incidence of taxation depends on.....**

A) The citizenship of the tax-payer B) The age of the taxpayer

**C) The residential status of the tax-payer** D) The gender of the taxpayer

**22. Unabsorbed depreciation can be carried forward for set off.....**

A) For a period of four years only.

**B) For an unlimited number of years.**

C) For a period of eight years only.

D) For a period of eighteen years only.

23. Residential status is determined for.....

A) **Previous year**

B) Assessment year

C) Accounting year

D) Financial year.

24. How many heads of income are there to compute Gross total income?

A) Six **B) Five** C) Four D) Three

25. Income Tax Act came into force on.....

A) 01-04-1961 **B) 01-04-1962** C) 01-04-1956 D) 01-04-1965

26. Income by way of rent of agricultural land is.....

A) Business income B) Agricultural income

C) Income from other sources D) Casual income

27. Income by way of rent of agricultural land is.....

A) A revenue receipt. **B) A casual receipt.**

C) A capital receipt. D) None of these.

28. Which of the following is not a capital receipt?

A) 'Salami' for settlement of Tenancy. B) Insurance claim received on machinery lost by fire.

C) Lump sum received on sale of shares. **D) Goods sold for cash.**

29. Compensation for cancellation of a licence by the government resulting in cessation of business is.....

A) a casual receipt B) a capital receipt

**C) a revenue receipt** D) None of the above

30. Compensation received for loss of trading asset is a.....

**A) Capital receipt** B) Revenue receipt

c) a casual receipt D) None of the above

## **K2 LEVELS**

1. Define taxation
  2. How many types of taxation system in India?
  3. What is mean by indirect tax?
  4. Explain central excise duty?
  5. Define excise duty?
  6. What is mean by offence?
  7. What is mean by penalties?
  8. Define customs duty?
  9. What is mean by Customs duty?
  10. Expand DFZ?
  11. Expand CST?
  12. Expand VAT?
  13. Expand TIN?
  14. What is mean by value added tax?
  15. Define central sales tax?
  16. What is mean by duty free exemption?
  17. What is mean by declaration form?
  18. Define registration?
  19. Expand CGST?
  20. Expand SGST?
- ## **K3 LEVELS**
- 1) Classify the objectives of taxation?
  - 2) Categorize the tax system in India?

- 3) Classify central excise duty vividly?
- 4) Analyze the clearance of excisable goods with critical solutions?
- 5) Examine the small scale industries turnover with examples?
- 6) Differentiate between direct tax and indirect tax?
- 7) List out the levy and collection of excise duty?
- 8) Examine the role of Income tax in GST?
- 9) Simplify the role of customs duty?
- 10) Examine the Organization of the customs department?
- 11) Analyze the customs law offences and penalties
- 12) Determine the Central Sales Tax Act?
- 13) Examine objectives of Value added tax?
- 14) Discover the Customs duty?
- 15) Conclude the customs duty drawback?
- 16) List out the levy and collection of customs duty?
- 17) Examine the role of Income tax in GST?
- 18) Discuss the various Assessment of vat Liability?
- 19) Simplify the Registration of TIN Number?

#### **K4 LEVELS**

- 1) Elaborate the types of taxation in India?
- 2) Discuss the central excise duty and its collection in business trade?
- 3) Explain the role of customs clearance for import?
- 4) Differentiate between direct tax and indirect tax?
- 5) List out the levy and collection of excise duty?
- 6) Examine the role of Income tax in GST?

- 7) Simplify the role of customs duty?
- 8) Examine the Organization of the customs department?
- 9) Analyze the customs law offences and penalties
- 10) Determine the Central Sales Tax Act?
- 11) Examine objectives of Value added tax?
- 12) Discover the Customs duty ?
- 13) Discuss the objectives of taxation?
- 14) Evaluate the Tax system in India
- 15) Differentiate the Direct and Indirect Taxes with examples?
- 16) Explain the Central Excise Duty and its Classification?
- 17) Classifying the Exemption from excise duty?
- 18) Predict the Levy and Collection of customs duty?
- 19) Examine the drawback of customs duty?
- 20) Describe the Levy and Collection of Excise duty with the relevant detail?

#### **K5 LEVELS**

- 1) Evaluate all the types of small scale industries with example?
- 2) Explain concept of direct tax and indirect tax in detail?
- 3) Discuss in detail the customs duty in India?
- 4) Discuss about central sales tax and its various acts and examples?
- 5) Point out the levy and collections of central sales tax?
- 6) Evaluate the Offences and penalties of central sales tax with relevant examples?
- 7) Explain the duty free zones and give specified points about duty free zones?
- 8) Predict the special importance of goods?

- 9) Describe value added tax and its various objectives?
- 10) Explain the various Levy of value added tax and its benefits?
- 11) Classifying the various taxes on different service give examples?
- 12) Discuss about the Carrying over of Tax credit gives the relevant points?
- 11) Analyze the customs law offences and penalties
- 12) Determine the Central Sales Tax Act?
- 13) Examine objectives of Value added tax?
- 14) Discover the Customs duty?
- 15) Conclude the customs duty drawback?