

Course
&
Test Series

Self-Made Assignment - Advance Accounting

Principle of Taxation - Computation of Gross Total And Taxable Income

Answer the following MCQ Que:

1. What is the standard deduction available to salaried individuals in India?
A) ₹40,000
B) ₹50,000
C) ₹1,00,000
2. Which of the following is a deduction under Section 80C?
A) Interest on home loan
B) Medical insurance premium
C) Public Provident Fund (PPF) investment
3. Under which head is rental income from house property taxed?
A) Income from Salary
B) Income from House Property
C) Income from Other Sources
4. What percentage of Net Annual Value is allowed as a standard deduction under House Property?
A) 50%
B) 25%
C) 30%
5. Which of these is included in 'Income from Other Sources'?
A) Net profit from business
B) Interest from savings account
C) House rent
6. If HRA received is ₹1,00,000 and ₹80,000 is exempt, what is the taxable HRA?
A) ₹1,00,000
B) ₹20,000
C) ₹80,000
7. Under which section is medical insurance premium deductible?
A) Section 80D
B) Section 80C
C) Section 24
8. Which of the following incomes is NOT taxable under 'Income from Business or Profession'?
A) Freelance consulting income
B) Salary from an employer



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- C) Profit from trading business
9. Under which section is a deduction allowed for donations to charitable institutions?
- A) Section 80C
B) Section 80E
C) Section 80G
10. What type of capital gain is generated from selling a property held for more than 2 years?
- A) Short-term capital gain
B) Long-term capital gain
C) Speculative income
11. Dividend income from Indian companies is taxed under which head?
- A) Income from Salary
B) Income from Capital Gains
C) Income from Other Sources
12. Which one of these is not a head of income under the Income Tax Act?
- A) Income from Agriculture
B) Income from Business or Profession
C) Income from Capital Gains

