



# ST. LAWRENCE HIGH SCHOOL

*A Jesuit Christian Minority Institution*



## Answer Key 28

**Sub: Costing & Taxation**

**Class: XI**

**Chapter: Unit 1B: Tax: Basic Concept & Definition under Income Tax Act F.M.: 15**

**Topic: Definition 3**

**Date: 15/08/2020**

**Choose the correct alternatives:**

**1 x 15 =15**

1. Heads of income is defined in section  
(a) 11; (b) 12; (c) 13; **(d) 14.**
2. As per Income Tax Act, 1961, there are  
(a) six heads of income; **(b) five heads of income;** (c) four heads of income; (d) no head of income.
3. The first head of income as per the Income Tax Act, 1961 is  
(a) income from house properties; (b) capital gain; (c) profit and gains from business or profession; **(d) income from salaries.**
4. The fourth head of income as per the Income Tax Act, 1961 is  
(a) income from house properties; **(b) capital gain;** (c) profit and gains from business or profession; (d) income from salaries.
5. Interest on bank deposit comes under the head of  
(a) income from house properties; **(b) income from other sources;** (c) profit and gains from business or profession; (d) income from salaries.
6. Income from black marketing is the  
(a) income from house properties; **(b) income from other sources;** (c) profit and gains from business or profession; (d) income from salaries.
7. Employment or service is the  
(a) head of income; **(b) source of income;** (c) both head and source of income; (d) none of these.
8. Source of income refers to  
**(a) origin of income;** (b) flow of income; (c) accumulation of income; (d) none of these.
9. There are \_\_\_\_\_ sources of income.  
(a) five; (b) six; (c) seven; **(d) none of these.**
10. Separate sections are assigned for  
(a) different sources of income; **(b) different heads of income;** (c) different avenues of income; (d) none of these.
11. Gross total income signifies  
(a) total income under all heads; (b) total income before the deduction of Chapter VIA; (c) total income before the deduction of 80C to 80U; **(d) all of these.**
12. Gross total income is defined under section  
(a) 80A; **(b) 80B;** (c) 80C; (d) none of these.
13. A person can earn under  
**(a) all heads;** (b) under two heads only; (c) under maximum three heads; (d) none of these.
14. Income from lottery comes under  
(a) income from house properties; **(b) income from other sources;** (c) profit and gains from business or profession; (d) income from salaries.
15. Dividend from shares comes under  
(a) income from house properties; **(b) income from other sources;** (c) profit and gains from business or profession; (d) income from salaries.

Compiled by  
Partha Datta, Asst. Teacher.