

PROVISIONAL ANSWER KEY

Paper: Agricultural Income Tax Act and Rules (Paper II)
Date of Test: 19-10-2022

Question1:-The Kerala Agricultural Income Tax Act came into existence in _____

- A:-1963
- B:-1991
- C:-2005
- D:-2017

Correct Answer:- Option-B

Question2:-Any rent or revenue derived from land which is used for _____ purposes treated to be Agricultural Income.

- A:-Industrial
- B:-Agricultural
- C:-Housing
- D:-Official

Correct Answer:- Option-B

Question3:-Which is the charging section under AIT Act?

- A:-Sec. 3
- B:-Sec. 6
- C:-Sec. 5
- D:-Sec. 9

Correct Answer:- Option-A

Question4:-Which of the following is a taxable person under AIT Act from 01.04.2013?

- A:-An individual
- B:-A partnership firm
- C:-A registered Company
- D:-All of the above

Correct Answer:- Option-C

Question5:-Which of the following constitute agricultural income?

- A:-Income from paddy cultivation
- B:-Income from ginger cultivation
- C:-Income from turmeric cultivation
- D:-Income from rubber cultivation

Correct Answer:- Option-D

Question6:-M/s ABC Ltd. has 25 hectares of tea plantation at Tamilnadu and 50 hectares in Kerala. They got Rs. 25 lakhs as agricultural income from the Tamilnadu plantation and nothing from Kerala. What is the amount of AIT to be paid in Kerala?

- A:-Rs. 25,000
- B:-Rs. 12,500
- C:-Nothing to be paid
- D:-Rs. 50,000

Correct Answer:- Option-C

Question7:-Sec. 16 of AIT Act provides tax exemption for which of the following purposes?

- (i) Charitable purposes
- (ii) Religious purposes
- (iii) Industrial purposes

- A:-(i) only
- B:-(i) and (ii) only
- C:-All of the above
- D:-None of the above

Correct Answer:- Option-B

Question8:-Who is chargeable to tax if agricultural income is transferred where there is no transfer of assets?

- A:-Transferor
- B:-Transferee
- C:-Purchaser
- D:-Seller

Correct Answer:- Option-A

Question9:-Who is chargeable to tax for agricultural income derived from a revocable transfer of assets?

- A:-Transferor
- B:-Transferee
- C:-Purchaser
- D:-Seller

Correct Answer:- Option-A

Question10:-Sec. 22 of AIT Act provides authority to include which of the following persons' income to the income of an individual?

- (i) spouse
- (ii) minor child
- (iii) parents

- A:-(i) only
- B:-(i) and (ii) only
- C:-All of the above
- D:-None of the above

Correct Answer:- Option-B

Question11:-Which of the following officials are empowered for discovery, inspection and production of evidence under AIT Act?

- (i) Agricultural Income Tax Officer
- (ii) Inspecting Asst. Commissioner
- (iii) Deputy Commissioner

- A:-(i) only
- B:-(i) and (ii) only
- C:-All of the above
- D:-None of the above

Correct Answer:- Option-C

Question12:-How long an Agricultural Income Tax Officer can retain books of accounts with his own authority?

- A:-90 days
- B:-180 days
- C:-1 year
- D:-None of the above

Correct Answer:- Option-B

Question13:-Who can authorise an Agricultural Income Tax Inspector to enter the business premises under AIT Act?

- (i) Agricultural Income Tax Officer
- (ii) Inspecting Asst. Commissioner
- (iii) Deputy Commissioner

- A:-(ii) and (iii) only
- B:-(iii) only
- C:-All of the above
- D:-None of the above

Correct Answer:- Option-C

Question14:-Who can authorise to break open a building or a godown under AIT Act?

- A:-Agricultural Income Tax Officer
- B:-Inspecting Asst. Commissioner
- C:-Deputy Commissioner
- D:-Commissioner

Correct Answer:- Option-D

Question15:-Under Sec. 30 of AIT Act, who are empowered to conduct survey?

- (i) Agricultural Income Tax Inspector
- (ii) Agricultural Income Tax Officer
- (iii) Inspecting Asst. Commissioner
- (iv) Deputy Commissioner

- A:-(i) only
- B:-(ii) only
- C:-(i), (ii) and (iii) only
- D:-All of the above

Correct Answer:- Option-C

Question16:-Who is liable to get his accounts audited?

- A:-A person holds landed property more than 50 hectares
- B:-A person holds landed property more than 60 hectares
- C:-A person holds landed property more than 75 hectares
- D:-A person holds landed property more than 100 hectares

Correct Answer:- Option-B

Question17:-An AIT Officer shall allot _____ to an assessee for filing Returns.

- A:-Permanent Account Number
- B:-Personal Identification Number
- C:-Tax Account Number
- D:-Taxpayer Identification Number

Correct Answer:- Option-A

Question18:-What is the time limit fixed for the payment of tax under AIT Act?

- A:-On or before the end of December
- B:-On or before the end of January
- C:-On or before the end of February
- D:-On or before the end of March

Correct Answer:- Option-C

Question19:-Who is empowered to reduce or waive interest for late payment?

- A:-Inspecting Asst. Commissioner
- B:-Deputy Commissioner
- C:-Commissioner
- D:-All of the above

Correct Answer:- Option-C

Question20:-Which of the following items deemed to be agricultural income?

- (i) amount received from coffee board
- (ii) bad debts written off
- (iii) loss or expenditure recoupment

- A:-(i) only
- B:-(i) and (iii) only
- C:-None of the above
- D:-All of the above

Correct Answer:- Option-D

Question21:-Which of the following items can be deducted while computing agricultural income?

- (i) land revenue paid
- (ii) municipal tax on the land paid
- (iii) salary paid to its partners

- A:-(i) only
- B:-(i) and (ii) only
- C:-None of the above
- D:-All of the above

Correct Answer:- Option-B

Question22:-On which of the following depreciation on Plant and Machinery is allowed

- A:-Original value
- B:-Written Down value
- C:-Market value
- D:-None of the above

Correct Answer:- Option-B

Question23:-"Any machinery or plant installed in any office premises or accommodation including any accommodation in the nature of a Guest House;" depreciation can be allowed

- A:-fully
- B:-partly
- C:-not allowable
- D:-Proportionately

Correct Answer:- Option-C

Question24:-What is the percentage of rebate to be allowed on the subscription paid in the previous year by the assessee out of his agricultural income towards life Insurance Premium?

- A:-10%
- B:-20%
- C:-25%

D:-50%

Correct Answer:- Option-B

Question25:-What is the upper limit of total rebale allowable under AIT Act?

A:-Rs. 5,000

B:-Rs. 15,000

C:-Rs. 10,000

D:-Rs. 20,000

Correct Answer:- Option-C

Question26:-Loss can be carried forward upto

A:-Eight years

B:-Ten years

C:-Twelve years

D:-Fifteen years

Correct Answer:- Option-A

Question27:-Any person who holds landed property within the State extending to not more than _____ and deriving agricultural income may opt for composition under AIT Act.

A:-100 hectares

B:-250 hectares

C:-500 hectares

D:-None of the above

Correct Answer:- Option-C

Question28:-Which section provides for assessment under AIT Act?

A:-Sec. 38

B:-Sec. 39

C:-Sec. 40

D:-Sec. 41

Correct Answer:- Option-B

Question29:-What is the time limit prescribed for regular assessment?

A:-1 year

B:-2 years

C:-4 years

D:-5 years

Correct Answer:- Option-B

Question30:-What is the time limit for escaped assessment under AIT Act?

A:-5 years

B:-10 years

C:-12 years

D:-15 years

Correct Answer:- Option-B

Question31:-Which section provides for rectification of mistakes apparent on the face of record?

A:-Sec. 41

B:-Sec. 42

C:-Sec. 43

D:-Sec. 44

Correct Answer:- Option-B

Question32:-Who is a representative assessee under AIT Act?

A:-Agent of a non-resident

B:-Guardian or Manager of a minor

C:-Administrator General appointed by a Court

D:-All of the above

Correct Answer:- Option-D

Question33:-Who may be regarded as an agent of a non-resident under AIT Act?

A:-A person employed by the non resident

B:-A person having business connection with the non resident

C:-A trustee of the non resident

D:-All of the above

Correct Answer:- Option-D

Question34:-What is the time limit given under AIT Act to inform the Assessing Authority about the acquisition and disposal of landed property by an assessee?

A:-1 month

B:-2 months

C:-6 months

D:-1 year

Correct Answer:- Option-B

Question35:-What is the time limit for informing the Agricultural Income Tax Officer about the discontinuance of business?

A:-10 days

B:-20 days

C:-30 days

D:-2 months

Correct Answer:- Option-C

Question36:-What is the maximum replantation allowance for rubber?

A:-2.5% of agricultural income

B:-5% of agricultural income

C:-7.5% of agricultural income

D:-10% of agricultural income

Correct Answer:- Option-A

Question37:-What is the general rate of depreciation allowable to buildings?

A:-2%

B:-5%

C:-8%

D:-15%

Correct Answer:- Option-B

Question38:-How long an assessee is liable to keep his books of accounts normally?

A:-3 years

B:-5 years

C:-8 years
D:-10 years

Correct Answer:- Option-B

Question39:-As per Sec.48 of AIT Act, who will be liable to tax if an assessee dies?

A:-Wife/Husband
B:-Unmarried daughter
C:-Major son
D:-Legal representative

Correct Answer:- Option-D

Question40:-What is the maximum replantation allowance for coconut?

A:-1.5% of agricultural income (AIT Rule 3)
B:-5% of agricultural income
C:-7.5% of agricultural income
D:-10% of agricultural income

Correct Answer:- Option-A

Question41:-What is the maximum penalty to be imposed to a defaulter under AIT Act?

Question42:-When will an assessee become eligible for interest if refund is not paid?

A:-After 1 month of the refund order
B:-After 3 months of the refund order
C:-After 6 months of the refund order
D:-None of the above

Correct Answer:- Option-B

Question43:-How many members can be in the Appellate Tribunal under AIT Act?

A:-2
B:-5
C:-as decided by the Government
D:-as decided by the Chairman

Correct Answer:- Option-C

Question44:-Who is eligible to be appointed as the Chairman of The Appellate Tribunal as per AIT Act?

A:-A First Class Judicial Magistrate
B:-A District Judge (Sec. 72(2))
C:-A District Magistrate
D:-None of the above

Correct Answer:- Option-B

Question45:-What is the maximum time limit fixed for filing appeal before the Appellate Tribunal under AIT Act?

A:-30 days
B:-60 days
C:-90 days
D:-120 days

Correct Answer:- Option-B

Question46:-What is the amount of fee fixed for filing appeal before the Appellate Tribunal under AIT Act?

A:-Rs. 500
B:-Rs. 700
C:-Rs. 900
D:-Rs. 1,000

Correct Answer:- Option-B

Question47:-How many copies of plot inspection report shall be prepared?

A:-2 copies
B:-3 copies
C:-4 copies
D:-None of the above

Correct Answer:- Option-C

Question48:-Which is the Form of application for registration of a Charitable Trust?

A:-Form. No. 10
B:-Form. No. 11
C:-Form. No. 12
D:-Form. No. 13

Correct Answer:- Option-D

Question49:-AIT assessment file on the rolls of Deputy Commissioner, Pathanamthitta is proposed to transfer to the office of the Deputy Commissioner, Idukki. Who is empowered to issue the transfer order?

A:-Deputy Commissioner, Pathanamthitta
B:-Joint Commissioner, Pathanamthitta
C:-Deputy Commissioner, Idukki
D:-Commissioner of Taxes

Correct Answer:- Option-D

Question50:-PRD Co.Ltd. failed to comply with the notice under section 41 of the AIT Act in which no taxable income involved. The maximum penalty to be imposed is up to Rs. _____

A:-Rs. 500
B:-Rs. 1,000
C:-Rs. 5,000
D:-Rs. 100

Correct Answer:- Option-D

Question51:-ABC Co. Ltd. has an arecanut plantation, which opted for composition for the year 2020-21. What is the compounding tax payable for the first five hectares?

A:-Rs.500
B:-Rs. 750
C:-Rs. 1,000
D:-Nil

Correct Answer:- Option-D

Question52:-Agriculture income tax liability has been limited to companies registered under the Companies Act 1956 with effect from _____

A:-1st April 2013
B:-1st April 2012
C:-1st April 2015
D:-1st April 2011

Correct Answer:- Option-A

Question53:-What is the maximum replantation allowance admissible for coffee for 2019-20 where the total agriculture income is Rs. 1,00,000?

- A:-Rs. 2,500
- B:-Rs. 5,000
- C:-Rs. 7,500
- D:-Rs. 10,000

Correct Answer:- Option-C

Question54:-Agricultural income tax computed by the assessing authority can be rounded to _____

- A:-Nearest one rupee
- B:-Nearest ten rupees
- C:-Nearest five rupees
- D:-None of the above

Correct Answer:- Option-A

Question55:-Goodworth Company Ltd. has arrears of tax Rs. 20,000 and interest due Rs. 3,000. The company effected part payment Rs. 8,000 and requested credit of tax. What will be the tax amount to be credited?

- A:-Rs. 8,000 credited towards tax
- B:-Rs. 5,000 towards tax and Rs. 3,000 towards interest
- C:-Rs. 6,000 each towards tax and Rs. 2,000 towards interest
- D:-Rs. 7,000 each towards tax and Rs. 1,000 towards interest

Correct Answer:- Option-B

Question56:-Which of the following Agricultural income will not be taken for the purpose of computation of agricultural income tax?

- A:-Cinnamon
- B:-Ginger
- C:-Coffee
- D:-Tea

Correct Answer:- Option-B

Question57:-What is the teanure of settlement commission under AIT Act?

- A:-1 year
- B:-2 years
- C:-3 years
- D:-5 years

Correct Answer:- Option-A

Question58:-Who is empowered to revise orders suomotu under sec. 75 of AIT Act?

- A:-Commissioner
- B:-Deputy Commissioner
- C:-Inspecting Asst. Commissioner
- D:-None of the above

Correct Answer:- Option-B

Question59:-Who is empowered to revise order suomotu under sec. 76 of AIT Act?

- A:-Commissioner
- B:-Deputy Commissioner
- C:-Inspecting Asst. Commissioner
- D:-None of the above

Correct Answer:- Option-A

Question60:-What is the maximum time limit for filing revision application to Commissioner?

- A:-15 days from the date of order
- B:-30 days from the date of order
- C:-3 months from the date of order
- D:-None of the above

Correct Answer:- Option-B

Question61:-What is the fee for the interlocutory application before the Deputy Commissioner?

- A:-Rs. 100
- B:-Rs. 150
- C:-Rs. 250
- D:-Rs. 500

Correct Answer:- Option-B

Question62:-What is the fee for the interlocutory application before the Commissioner or Appellate Tribunal?

- A:-Rs. 100
- B:-Rs. 150
- C:-Rs. 250
- D:-Rs. 500

Correct Answer:- Option-C

Question63:-What is the maximum amount of penalty if the tax is not quantifiable under sec. 79(1) of AIT Act?

- A:-Rs. 2,500
- B:-Rs. 5,000
- C:-Rs. 10,000
- D:-Rs. 15,000

Correct Answer:- Option-B

Question64:-What is the penalty if any one obstructs a search under sec. 28 of AIT Act?

- A:-Fine Rs. 10,000
- B:-Six months imprisonment or with fine
- C:-1 year imprisonment
- D:-None of the above

Correct Answer:- Option-B

Question65:-What is the penalty for a Return defaulter?

- A:-A sum not exceeding fifty rupees for every day
- B:-A sum not exceeding twenty five rupees for every day
- C:-A sum not exceeding hundred rupees for every day
- D:-none of the above

Correct Answer:- Option-A

Question66:-Who is empowered to give permission for prosecution under section 84(2) of AIT Act?

- A:-Commissioner
- B:-Govt. Secretary

- C:-Government
- D:-All of the above
- Correct Answer:- Option-C

Question67:-What is the maximum amount of composition fee leviable for tax evasion cases under AIT Act?

- A:-Rs. 10,000
- B:-Rs. 25,000
- C:-Rs. 50,000
- D:-Rs. 1,00,000
- Correct Answer:- Option-D

Question68:-Which of the following is treated to be service of notice?

- A:-If the notice is addressed to that person and is given or tendered to him
- B:-If it is affixed on some conspicuous part of his last known place of residence or business or is tendered to any audit member of his family
- C:-If it is sent by registered post to that person at his last known place of residence or business
- D:-All of the above
- Correct Answer:- Option-D

Question69:-What is the form prescribed for claiming relief from double taxation under sec. 15 of the Act?

- A:-Form 35
- B:-Form 40
- C:-Form 41
- D:-Form 45
- Correct Answer:- Option-A

Question70:-What is the form prescribed for filing appeal to the Appellate Tribunal?

- A:-Form 25
- B:-Form 28
- C:-Form 30
- D:-None of the above
- Correct Answer:- Option-B

Question71:-Electronic filing of Return and e-payment of tax and other amount under the Kerala AIT Act has been introduced with effect from

- A:-01.04.2011
- B:-01.07.2011
- C:-01.04.2012
- D:-None of the above
- Correct Answer:- Option-A

Question72:-Form of Return for Charitable Trusts other than composition dealers under AIT Act?

- A:-Form 1
- B:-Form 2
- C:-Form 3
- D:-Form 4
- Correct Answer:- Option-C

Question73:-What is the time limit fixed to file cross objections in appeal under AIT Act?

- A:-30 days
- B:-60 days
- C:-90 days
- D:-None of the above
- Correct Answer:- Option-A

Question74:-What is the time limit fixed to file revision before the Hon'ble High Court of Kerala?

- A:-30 days
- B:-60 days
- C:-90 days
- D:-None of the above
- Correct Answer:- Option-C

Question75:-Who is empowered to decide over the charitable purposes for which the Agriculture income is to be used?

- A:-Commissioner
- B:-Deputy Commissioner
- C:-AIT Officer
- D:-None of the above
- Correct Answer:- Option-C

Question76:-What is the time limit prescribed to use the agricultural income for charitable purposes with the necessary permission of the competent authority?

- A:-2 years from the previous year
- B:-5 years from the previous year
- C:-10 years from the previous year
- D:-None of the above
- Correct Answer:- Option-C

Question77:-Form of application for the disclosure of information before the Commissioner is _____

- A:-Form 25
- B:-Form 34
- C:-Form 30
- D:-Form 41A
- Correct Answer:- Option-B

Question78:-Form prescribed for Audit Report under sec. 34 of AIT Act?

- A:-Form 38
- B:-Form 35B
- C:-Form 25
- D:-Form 25A
- Correct Answer:- Option-A

Question79:-Every assessee has the liability to keep mis books of accounts for a period of _____ years.

- A:-5 years
- B:-7 years
- C:-3 years
- D:-10 years
- Correct Answer:- Option-A

Question80:-The Inspection Report of the agricultural holdings shall be in _____ form?

- A:-Form 13

B:-Form 14
C:-Form 15
D:-Form 16

Correct Answer:- Option-B

Question81:-What is Form No. 23 under AIT Act?

A:-Certificate for arrears recovery
B:-Claim of refund
C:-Payment receipt
D:-Certificate for registration

Correct Answer:- Option-B

Question82:-Silverline Plantation Ltd. received a notice from AIT Officer, Idukki stating their liability to take registration and file Returns on 10.06.2021. When shall they file Return?

A:-on or before 10.07.2021
B:-on or before 10.09.2021
C:-on or before 20.09.2021
D:-none of the above

Correct Answer:- Option-A

Question83:-Form of application for extension of time under sec. 35 of the Act?

A:-Form 2
B:-Form 2B
C:-Form 3
D:-Form 4

Correct Answer:- Option-D

Question84:-The Agricultural Income Tax Officer may by order assign a _____ number to every person who in his opinion is an assessee under to the Act.

A:-AIT Number
B:-TIN
C:-Permanent Account Number
D:-Personal Identification Number

Correct Answer:- Option-C

Question85:-The advance tax under section 37 shall be paid along with a statement is Form No. _____?

A:-Form No. 3
B:-Form No. 5
C:-Form No. 6
D:-Form No. 7

Correct Answer:- Option-A

Question86:-The Assessment Order referred in sub-section (1), (3) and (4) of section 39 shall be in Form No. _____?

A:-Form 16
B:-Form 17
C:-Form 19
D:-Form 20

Correct Answer:- Option-A

Question87:-What is Form No. 18 under AIT Act?

A:-Demand notice
B:-Showcause notice
C:-Assessment order
D:-Appellate order

Correct Answer:- Option-A

Question88:-What is Form No. 22 under AIT Act?

A:-Application for waiver of penalty
B:-Demand notice
C:-Application for registration
D:-Application for closure of business

Correct Answer:- Option-A

Question89:-What is Form No. 16 under AIT Act?

A:-Penalty notice
B:-Refund application
C:-Rectification application
D:-Assessment order

Correct Answer:- Option-D

Question90:-What is the minimum time limit prescribed for filing objections on best judgment assessment?

A:-3 days
B:-5 days
C:-7 days
D:-None of the above

Correct Answer:- Option-C

Question91:-What is Form No. 20 under AIT Act?

A:-Requisition to Dist. Collector
B:-Certificate for arrears recovery
C:-Payment receipt
D:-Certificate for registration

Correct Answer:- Option-A

Question92:-Date on or before which Audit report is to be filed by a company under AIT Act?

A:-31 May
B:-31 July
C:-31 October
D:-31 December

Correct Answer:- Option-D

Question93:-What is Form No. 24 under AIT Act?

A:-Refund order
B:-Showcause notice
C:-Assessment order
D:-Appellate order

Correct Answer:- Option-A

Question94:-What is the maximum time limit fixed to issue refund order under the directions of appellate authorities?

- A:-6 weeks
- B:-9 weeks
- C:-12 weeks
- D:-6 months

Correct Answer:- Option-A

Question95:-Provisions of which Act is applied for the constitution of Appellate Tribunal of AIT Act?

- A:-Kerala General Sales Tax Act
- B:-Kerala Valued Added Tax Act
- C:-Civil Procedure Code
- D:-Sale of Goods Act

Correct Answer:- Option-A

Question96:-Any person aggrieved by the order of the Agricultural Income Tax Officer may file an appeal before _____?

- A:-The Appellate Assistant Commissioner
- B:-Inspecting Asst. Commissioner
- C:-Deputy Commissioner (Appeals)
- D:-Appellate Tribunal

Correct Answer:- Option-A

Question97:-What is the amount of fee prescribed for filing appeal under AIT Act?

- A:-Rs. 100
- B:-Rs. 200
- C:-Rs. 500
- D:-Rs. 1,000

Correct Answer:- Option-B

Question98:-What are the documents to be filed along with appeal?

- (i) Order against which appeal is sought for
- (ii) Demand notice
- (iii) Proof of payment of admitted tax
- (iv) Audited statement

- A:-(i) and (ii) only
- B:-(i) and (iv) only
- C:-(i), (ii) and (iii) only
- D:-all the above

Correct Answer:- Option-C

Question99:-Condonation petition is filed along with _____?

- A:-Application for registration
- B:-Application for refund
- C:-Application for appeal
- D:-All of the above

Correct Answer:- Option-B

Question100:-What is Form No. 28 under AIT Act?

- A:-Appeal to the Appellate Tribunal
- B:-Appeal to Deputy Commissioner
- C:-Revision petition to the Commissioner
- D:-Appeal to the Hon'ble High Court

Correct Answer:- Option-A