

PROVISIONAL ANSWER KEY

Paper: Agricultural Income Tax Act and Rules (Paper II)
Date of Test 19-03-2022

Question1:-As per Kerala AIT Act, 'Representative assessee' means :

- A:-An advocate practitioner
- B:-A minor lunatic or firm
- C:-A trustee who receives or entitled to receive agricultural income on behalf of any person
- D:-Legal heir

Correct Answer:- Option-C

Question2:-Rectification of any mistake on the face of records can be done under

- A:-Section 41
- B:-Section 42
- C:-Section 45
- D:-Section 43

Correct Answer:- Option-B

Question3:-An Audit report under the Kerala AIT Act is to be furnished in

- A:-Form No. 38
- B:-Form No. 37
- C:-Form No. 39
- D:-Form No. 40

Correct Answer:- Option-A

Question4:-Which of the following is not allowed as a rebate in the case of sums paid by the assessee out of the agricultural income towards life insurance premia?

- A:-Taken in his Spouse's name
- B:-Taken in his own name
- C:-Taken in the name of his father
- D:-Taken in the name of his child

Correct Answer:- Option-C

Question5:-Depreciation allowable on the written down value of tanks for Irrigation purpose is

- A:-20%
- B:-15%
- C:-10%
- D:-5%

Correct Answer:- Option-D

Question6:-The rate of penalty for payment of advance tax is

- A:-2% of tax
- B:-3% of tax
- C:-4% of tax
- D:-5% of tax

Correct Answer:- Option-A

Question7:-The time limit prescribed under the KAIT Act for refund of excess paid as appeal revision is _____ months from the date of receipt of order

- A:-6 Months
- B:-2 Months
- C:-3 Months
- D:-1 Month

Correct Answer:- Option-C

Question8:-The Authorities under AIT Act has power to cause production of books of accounts as per

- A:-Section 25
- B:-Section 27
- C:-Section 26
- D:-Section 28

Correct Answer:- Option-B

Question9:-Loss as a result of computation of Agricultural income for an year can be carried forward to a maximum period of

- A:-8 years
- B:-2 years
- C:-5 years
- D:-3 years

Correct Answer:- Option-A

Question10:-Audit of accounts under the KAIT Act is compulsory where the extend of landed property held exceeds

- A:-30 hectares
- B:-40 hectares
- C:-20 hectares
- D:-60 hectares

Correct Answer:- Option-D

Question11:-The notice of demand prescribed under rule 16 of the KAIT Rules shall be in

- A:-Form No. 12
- B:-Form No. 8
- C:-Form No. 18
- D:-Form No. 15

Correct Answer:- Option-C

Question12:-Immunity to the Officers from civil suits for anything done in good faith is provided under _____ of the AIT act

- A:-Section 94
- B:-Section 84
- C:-Section 72
- D:-Section 49

Correct Answer:- Option-A

Question13:-The deductions for depreciation allowed for work shop tools

- A:-20%
- B:-5%
- C:-10%
- D:-7%

Correct Answer:- Option-D

- Question14:-The Chairman of the Appellate tribunal must be a Judicial person not below the rank of _____
A:-Munsiff
B:-District Judge
C:-High Court Judge
D:-1st Class Magistrate
Correct Answer:- Option-B
- Question15:-Refund of tax paid is dealt with under _____ of Kerala AIT Act.
A:-Section 68
B:-Section 67
C:-Section 62
D:-Section 48
Correct Answer:- Option-A
- Question16:-The time limit for filing the appeal before the Appellate Tribunal is _____ from the date of service of order.
A:-90 days
B:-45 days
C:-30 days
D:-60 days
Correct Answer:- Option-D
- Question17:-An assessment under the KAIT Act is to be completed within _____ years of filing return
A:-3 Years
B:-2 Years
C:-4 Years
D:-5 Years
Correct Answer:- Option-B
- Question18:-Demands under KAIT Act is intimated to the assessee as per Section
A:-35
B:-44
C:-45
D:-36
Correct Answer:- Option-C
- Question19:-Agricultural Income Tax payable by an assessee is a _____ charge on the property
A:-First
B:-Second
C:-Last
D:-None
Correct Answer:- Option-A
- Question20:-Powers of Suomoto revision under section 75 of the KAIT Act lies with
A:-Board of Revenue
B:-Commissioner
C:-AITO
D:-Deputy Commissioner
Correct Answer:- Option-D
- Question21:-Which copy of the plot inspection report shall be given to the assessee?
A:-Original
B:-Duplicate
C:-Triplicate
D:-None
Correct Answer:- Option-B
- Question22:-The authority vested with the power to reduce or waive penalty with respect to self assessment and payment of advance tax is
A:-Commissioner
B:-Secretary to Taxes
C:-Deputy Commissioner
D:-Assit. Commissioner
Correct Answer:- Option-A
- Question23:-Agricultural income from lands partly within the state and partly outside the sate are governed under _____ of the AIT Act
A:-Section 18
B:-Section 10
C:-Section 22
D:-Section 35
Correct Answer:- Option-B
- Question24:-If the amounts of agricultural Income tax are not paid within the time limits, the assessee is deemed to be
A:-Insolvent
B:-Taxpayer
C:-Appellant
D:-In default
Correct Answer:- Option-D
- Question25:-The application for disclosure of information to the Commissioner of Agriculture Income Tax shall be in
A:-Form No. 34
B:-Form No. 35
C:-Form No. 39
D:-Form No. 40
Correct Answer:- Option-A
- Question26:-Any person discontinuing the agriculture business shall give notice of such discontinuance to the AITO
A:-Within 45 days
B:-Within 15 days
C:-Within 30 days
D:-Within 60 days
Correct Answer:- Option-C
- Question27:-The quantum of Advance tax shall not be less than _____ of the total agricultural income as per return
A:-60%
B:-80%
C:-70%
D:-50%
Correct Answer:- Option-B

Question28:-Which of the following provisions of the KAIT Act will apply in the cases of Income escaped assessment?

- A:-Section 37
- B:-Section 39
- C:-Section 38
- D:-Section 41

Correct Answer:- Option-D

Question29:-Amounts specified as payable under the KAIT Act shall be paid as specified in the demand notice, which shall not be less than _____ days from the date of the order

- A:-30 days
- B:-15 days
- C:-45 days
- D:-60 days

Correct Answer:- Option-A

Question30:-Summons issued under the AIT Act shall be in

- A:-Form No. 41
- B:-Form No. 40
- C:-Form No. 38
- D:-Form No. 37

Correct Answer:- Option-D

Question31:-Filing of the application for the issue of the commission is dealt with in rule

- A:-38
- B:-35
- C:-31
- D:-40

Correct Answer:- Option-C

Question32:-The accounts maintained by the assessee shall be preserved for a period of _____ after the relevant year

- A:-4 Years
- B:-5 Years
- C:-3 Years
- D:-7 Years

Correct Answer:- Option-B

Question33:-If a person makes a statement in any verification or delivery any accounts of statement which is false or does not believe to be true, he shall punishable under the AIT Act with imprisonment for a term which may extend to

- A:-12 months or with fine
- B:-3 months or with fine
- C:-6 months or with fine
- D:-2 years with fine

Correct Answer:- Option-C

Question34:-While completing best judgement assessments under the AIT Act, notice shall be issued intimating the proposal allowing a time not less than _____ for filing objections or evidences

- A:-7 days
- B:-15 days
- C:-30 days
- D:-14 days

Correct Answer:- Option-A

Question35:-Which of the following authorities is not competent to rectify the mistake apparent from the records under the KAIT Act?

- A:-Revisional authority
- B:-Assessing authority
- C:-Appellate authority
- D:-Recovery authority

Correct Answer:- Option-D

Question36:-The fee for filing interlocutory application before the Deputy Commissioner is

- A:-Rs. 300
- B:-Rs. 200
- C:-Rs. 100
- D:-Rs. 500

Correct Answer:- Option-C

Question37:-The authorized person who need not file authorization before the AITO is

- A:-Legal Practitioner
- B:-Sales Tax Practitioner
- C:-Income tax Practitioner
- D:-Chartered Accountant

Correct Answer:- Option-A

Question38:-The notice in Form No. 10 shall be issued with respect to

- A:-Assessment on rectification
- B:-Best judgement assessment
- C:-Assessment on revision
- D:-Income escaping assessment

Correct Answer:- Option-D

Question39:-Filing revision before the Commissioner is dealt with under _____ of the AIT Rules

- A:-Rule 76
- B:-Rule 91
- C:-Rule 85
- D:-Rule 92

Correct Answer:- Option-B

Question40:-Notice for inspection of Agriculture holdings under the AIT Act shall be in

- A:-Form No.15
- B:-Form No.12
- C:-Form No.14
- D:-Form No.13

Correct Answer:- Option-D

Question41:-The deduction for depreciation for purely temporary erection such as wooden structure, thatched sheds, huts

- A:-50%
- B:-100%
- C:-20%

D:-10%

Correct Answer:- Option-B

Question42:-The power to make reductions in rate of Agricultural income tax is vested with

A:-The Government

B:-Commissioner

C:-Assessing Authority

D:-Deputy Commissioner

Correct Answer:- Option-A

Question43:-If the return filed under AIT Act is found incomplete or incorrect, the AITO may issue notice for adduce further evidence if any in

A:-Form No.10

B:-Form No.9

C:-Form No.8

D:-Form No.7

Correct Answer:- Option-C

Question44:-The permission once granted for compounding shall continue in force for a period of

A:-3 years or until cancelled by AITO on the ground that the person is not eligible for composition which ever is earlier

B:-2 years

C:-4 years

D:-5 years

Correct Answer:- Option-A

Question45:-The option for compounding shall be accompanied by a return in

A:-Form No. 3

B:-Form No. 2

C:-Form No. 1

D:-Form No. 4

Correct Answer:- Option-C

Question46:-The exemption available for the income utilized for charitable or religious purpose in the State is provided under _____ of the AIT Act.

A:-Section 24

B:-Section 16

C:-Section 14

D:-Section 17

Correct Answer:- Option-B

Question47:-When the tax is paid under section 13, at which rate the deductions or rebates are allowed under the AIT Act?

A:-No deductions or rebates allowable

B:-10%

C:-15%

D:-20%

Correct Answer:- Option-A

Question48:-An assessee who has to get his accounts audited in accordance with section 34 shall file return;

A:-On or before 31st of July of the assessment year

B:-On or before 31st of October of the assessment year

C:-On or before 31st of August of the assessment year

D:-On or before 30th of September of the assessment year

Correct Answer:- Option-B

Question49:-The authority empowered to transfer appeal from one appellate authority to another as per KAIT Act is

A:-Inspecting Asst Commissioner

B:-Dy Commissioner

C:-Commissioner

D:-Dy Commissioner (Appeals)

Correct Answer:- Option-C

Question50:-Replantation allowance allowable for the crop 'Coconut' is

A:-2%

B:-2.5%

C:-1%

D:-1.5%

Correct Answer:- Option-D

Question51:-Rent paid in the previous year in respect of the land from which the agricultural income derived is reckoned in the computation of Agricultural Income as

A:-Fully deductible

B:-50% deductible

C:-fully taxable

D:-25% deductible

Correct Answer:- Option-A

Question52:-Agricultural income is computed as per _____ of the KAIT Act.

A:-Section 24

B:-Section 15

C:-Section 12

D:-Section 5

Correct Answer:- Option-D

Question53:-The relief from double taxation under the AIT Act is dealt with under

A:-Section 18

B:-Section 11

C:-Section 15

D:-Section 17

Correct Answer:- Option-C

Question54:-Which of the following incomes shall not be deemed to be agricultural income received in the previous year

A:-Amounts received against baddebts written off

B:-Income derived by cultivation of Paddy

C:-Amount received from Indian Coffee Board

D:-Amount received against losses for which deduction claimed in the previous year

Correct Answer:- Option-B

Question55:-Composition of agricultural income tax is allowed to any person who holds landed Property within the State extending to not more than

A:-200 hectares

B:-1000 hectares

C:-300 hectares

D:-500 hectares

Correct Answer:- Option-D

Question56:-Every person liable to furnish a self assessed return under the KAIT Act, shall pay tax for previous year on or before the end of

A:-March

B:-February

C:-July

D:-December

Correct Answer:- Option-B

Question57:-Replantation allowances allowed for Arecanuts as per the AIT rules 1991 is

A:-2.5%

B:-1%

C:-5%

D:-7.5%

Correct Answer:- Option-A

Question58:-Which of the following is not including in the scope of 'Survey' by an Agricultural Income tax Officer

A:-Ascertain the probable yield from the cultivation

B:-Ascertain the extent of the land under cultivation

C:-Determine the boundary of agricultural land in dispute

D:-Ascertain the probable expenses incurred for cultivation

Correct Answer:- Option-C

Question59:-As per the KAIT Act, 'assessment' includes

A:-Reassessment

B:-Revision

C:-Recovery

D:-Appeal

Correct Answer:- Option-A

Question60:-Two or more persons owning or managing property jointly, having therein equal or un-equal shares either by the same or different titles or by interstate succession are called

A:-Co-owner

B:-Partner

C:-Tenants in Common

D:-Trust

Correct Answer:- Option-C

Question61:-What is the timelimit for preferring revision to Highcourt, from the date of service of order?

A:-Within Ninety days

B:-Within thirty days

C:-Within Sixty days

D:-Within Forty five days

Correct Answer:- Option-A

Question62:-A trust created for charitable or religious purposes is to make an application in the prescribed form to the Deputy Commissioner of Agricultural Income Tax within _____ from the date of creation

A:-Two Months

B:-Six Months

C:-Three Months

D:-One Month

Correct Answer:- Option-B

Question63:-"Agricultural Income tax Officer" means a person appointed to be an Agricultural Income tax officer under _____ of the AIT Act

A:-Section 17

B:-Section 22

C:-Section 25

D:-Section 24

Correct Answer:- Option-D

Question64:-The impleading of the legal representative in pending appeals or revision cases is dealt within

A:-Rule 89

B:-Rule 96

C:-Rule 97

D:-Rule 98

Correct Answer:- Option-C

Question65:-Advance tax payable by the assessee shall not be less than _____ of the total agricultural income as per return

A:-50%

B:-60%

C:-90%

D:-80%

Correct Answer:- Option-D

Question66:-The rate of interest applicable for the delayed payment of self assessed tax as per the KAIT Act is

A:-12% p.a

B:-10% p.a

C:-18% p.a

D:-24% p.a

Correct Answer:- Option-A

Question67:-Rectification of the mistakes apparent from the face of records can be done within _____ from the date of order

A:-5 years

B:-3 years

C:-2 years

D:-4 years

Correct Answer:- Option-D

Question68:-The maximum period up to which the AIT officer may retain the books of accounts impounded by him without the approval of superior authority is

A:-90 days

B:-180 days

C:-120 days

D:-30 days

Correct Answer:- Option-B

Question69:-The deduction for depreciation for factory building is allowed at

- A:-20%
- B:-5%
- C:-15%
- D:-10%

Correct Answer:- Option-D

Question70:-An application for registration of Charitable trust and Institutions may be filed before the Deputy Commissioner under Sub section _____ of section 16

- A:-8
- B:-2
- C:-10
- D:-6

Correct Answer:- Option-C

Question71:-Where a transfer is made by a person, the liability to pay Agricultural income tax rest on

- A:-Transferee
- B:-Transferor
- C:-Mediator
- D:-No liability

Correct Answer:- Option-B

Question72:-The application to the Commissioner to reduce or waive the penalty under sub-section (5) of section 37 shall be in

- A:-Form No. 25
- B:-Form No. 18
- C:-Form No. 20
- D:-Form No. 22

Correct Answer:- Option-D

Question73:-Any proceeding under the Act before an Agricultural Income tax Authority shall be deemed to be a judicial proceeding within the meaning of

- A:-Indian Penal Code
- B:-Indian Contract Act
- C:-Criminal Procedure Code
- D:-Income Tax Act

Correct Answer:- Option-A

Question74:-What is the course under the AIT Act when title to a property is in dispute?

- A:-Appoint a commission
- B:-Refer the matter to the Official receiver
- C:-Levy tax from the person who holds the property and derive income
- D:-Wait till the dispute resolves

Correct Answer:- Option-C

Question75:-Compounding of offences under the AIT Act is allowed under

- A:-Section 86
- B:-Section 13
- C:-Section 85
- D:-Section 19

Correct Answer:- Option-A

Question76:-Requisition for recovery of arrears if Form No. 20 under the AIT Rules is issued to

- A:-Deputy Commissioner
- B:-The District Collector
- C:-Inspecting Asst. Commissioner
- D:-Commissioner

Correct Answer:- Option-B

Question77:-The provision under the KAIT Act that deals with the Liability of Representative assessee is

- A:-Section 63
- B:-Section 48
- C:-Section 62
- D:-Section 50

Correct Answer:- Option-D

Question78:-What is the nature of liability of persons who were members at the time of dissolution of association of persons?

- A:-Personality liable
- B:-Jointly and Severally liable
- C:-Jointly liable
- D:-Not liable

Correct Answer:- Option-B

Question79:-"Board of Revenue" is constituted under

- A:-The Kerala General Sales Tax Act
- B:-The Kerala Agricultural Income tax Act
- C:-The Kerala Board of Revenue Act
- D:-The Kerala Value Added Tax Act

Correct Answer:- Option-C

Question80:-Minimum number of persons to constitute 'tenants-in-common' is

- A:-Ten
- B:-Three
- C:-Seven
- D:-Two

Correct Answer:- Option-D

Question81:-An "Accountant" eligible for representing an assessee for appearance before the AIT authority shall be

- A:-Sales Tax Practitioner
- B:-a Chartered Accountant
- C:-Legal Practitioner
- D:-Tax Consultant

Correct Answer:- Option-B

Question82:-Permanent Account Numbers are issued to the assessee under the AIT Act as per

- A:-Section 16
- B:-Section 45
- C:-Section 36
- D:-Section 35

Correct Answer:- Option-C

- Question83:-The security as specified in sub-section (6) of section 78 of the KAIT Act can be made in the form of
A:-Letter of Credit
B:-National Savings Certificate
C:-Treasury Deposit
D:-Bill of Exchange
Correct Answer:- Option-B
- Question84:-The Authorisation for making appearance before the AIT authorities by an authorised representatives shall be in
A:-Form No. 34
B:-Form No. 31
C:-Form No. 41
D:-Form No. 39
Correct Answer:- Option-C
- Question85:-The deduction for depreciation for Power Sprayers is allowed at the rate of
A:-20%
B:-5%
C:-10%
D:-15%
Correct Answer:- Option-D
- Question86:-Under the KAIT Act, "Power of survey" is stipulated in
A:-Section 30
B:-Section 24
C:-Section 28
D:-Section 70
Correct Answer:- Option-A
- Question87:-Settlement Commission is appointed for a period of
A:-Three years
B:-Two years
C:-One year
D:-Four years
Correct Answer:- Option-C
- Question88:-Settlement Commission shall pass on order of settlement within a period of
A:-90 days from the date of filing the application
B:-180 days from the date of allowing the application
C:-180 days from the date of filing application
D:-120 days from the date of filing application
Correct Answer:- Option-B
- Question89:-The bench hearing the revision petition under the KAIT Act in the High Court shall consist of
A:-Not less than two Judges
B:-Not less than three Judges
C:-Maximum four Judges
D:-Single Judges
Correct Answer:- Option-A
- Question90:-Any claim for relief from double taxation under section 15 of the KAIT Act shall be made in
A:-Form No. 31
B:-Form No. 35
C:-Form No. 33
D:-Form No. 29
Correct Answer:- Option-B
- Question91:-Replantation allowance allowable for the crop 'Pepper' is
A:-2.5%
B:-1.5%
C:-2%
D:-1%
Correct Answer:- Option-D
- Question92:-Income derived by cultivation of which of the following crop will not be included in the computation of Total Agricultural income?
A:-Rubber
B:-Coffee
C:-Tapioca
D:-Arecanut
Correct Answer:- Option-C
- Question93:-Which of the following methods is adopted for computing depreciation of building and Machinery under the KAIT Act?
A:-Written-down value method
B:-Income method
C:-Original cost method
D:-Straightline method
Correct Answer:- Option-A
- Question94:-'Company' under the KAIT Act means
A:-Private Company
B:-Domestic Company
C:-Foreign Company
D:-Domestic company or a foreign company
Correct Answer:- Option-D
- Question95:-The Notice requiring the assessee to produce books of accounts under section 35(4) of the KAIT Act shall be in
A:-Form No. 5
B:-Form No. 8
C:-Form No. 4
D:-Form No. 9
Correct Answer:- Option-B
- Question96:-Advance tax under section 37 shall be paid along with statement in
A:-Form No.6
B:-Form No.4
C:-Form No.3
D:-Form No.9
Correct Answer:- Option-C

Question97:-The amounts of taxes paid in excess found refundable consequence of an appellate or revisional order shall be refunded within _____ from the date of receipt of the appellate order

- A:-30 days
- B:-6 weeks
- C:-3 Months
- D:-60 days

Correct Answer:- Option-B

Question98:-Form No. 27 is an intimation regarding

- A:-Inspection report
- B:-Revenue recovery
- C:-Defective appeals
- D:-Audit

Correct Answer:- Option-C

Question99:-The payment of Travelling allowance and batta for appearing before the authorities under the AIT Act is provided under

- A:-Rule 95
- B:-Rule 96
- C:-Rule 89
- D:-Rule 88

Correct Answer:- Option-A

Question100:-No tax shall be payable under compounded system on landed property exclusively cultivated with

- A:-Coconut
- B:-Coffee
- C:-Rubber
- D:-Paddy

Correct Answer:- Option-D