



Bombay Chartered Accountants' Society

Quiz No.60 | Topic - Seminar on Charitable Trusts - Critical Aspects
by CA. Gautam Nayak & CA. Gautam Shah

Q.1 Law relating to Public Charitable Trusts is –

- a. The Societies Registrations Act, 1860
- b. The Companies Act, 2013
- c. State Acts like The Maharashtra Public Trust Act, 1950
- d. All of the above.

(Ans: d, Presentation by CA Gautam Shah – Slide 3)

Q.2 Public Charitable Trusts do not have the option to amalgamate/ merge with another Public Charitable Trust having similar objects subject to prior permission from the respective state laws as applicable.

- a. True
- b. False

(Ans: b, Presentation by CA Gautam Shah – Slide 7)

Q.3 What is the central Act applicable for Private Trusts, which is applicable all over India?

- a. The Companies Act, 2013
- b. The Societies Registration Act, 1860
- c. The Indian Trust Act, 1882
- d. None of the above

(Ans: c, Presentation by CA Gautam Shah – Slide 4)

Q.4 A Public Trust shall have to reapply for 12AA registration if –

- a. Objects laid down in Trust deed are altered/ modified
- b. Capital Expenditure is incurred
- c. There is a change in trustees
- d. None of the above

(Ans: a, Presentation by CA Gautam Shah – Slide 8)

Q.5 Disadvantages of a Private Trusts are –

- a. Succession Planning
- b. No need for registration
- c. No tax advantage
- d. Estate Planning

(Ans: c, Presentation by CA Gautam Shah – Slide 10-13)

Q.6 What is maximum marginal rate of tax on accreted income u/s 115TD?

- a. 33.54%
- b. 34.32
- c. 40.56%
- d. 42.74%

(Ans: d, Presentation by CA Gautam Nayak - Slide 10)

Q.7 How many years can unspent income be accumulated U/s 11(2).?

- a. 3
- b. 5
- c. 8
- d. 10

(Ans: b, Presentation by CA Gautam Nayak - Slide 23)

Q.8 What is the prescribed form for option for trusts to spend in subsequent year?

- a. Form 12
- b. Form 9B
- c. Form 9A
- d. Form 10

(Ans: c, Presentation by CA Gautam Nayak - Slide 22)

Q.9 What is the time limit for passing order of registration U/s 12AA?

- a. 6 months
- b. 9 months
- c. 12 months
- d. 3 months

(Ans: a, Presentation by CA Gautam Nayak - Slide 4)

Q.10 What was the matter in case law ACIT VS Agra Development Authority?

- a. Registration cannot be cancelled retrospectively
- b. Set off of Carry forward of losses of earlier assessment year against income of subsequent year

c. A receipt which is by birth, capital in nature, cannot change its character merely for want of registration of society under section 12AA

d. Both provisions not applicable to contributions made to corpus of s. 10(23C) institutions

(Ans: a, Presentation by CA Gautam Nayak - Slide 9)