

Taxes and Duties MCQ

Group 2

Question 1

Which tax produces the highest revenue for the French government?

A. Income tax

B. VAT

C. Corporation tax

D. Fuel duty

Question 2

In France, wealth tax starts at

A. 500K€

B. 800K€

C. 1m€

D. 1.5m€

Question 3

The cost of tax evasion in France is about

A. 118b\$

B. 73b\$

C. 55b\$

D. 39b\$

Question 4

Taxes that increase as income rises are called:

- A. Regressive taxes
- B. Progressive taxes***
- C. Indirect taxes
- D. Sales taxes

Question 5

The Financial Transfer Tax is also known as the

- A. Investment Transfer and Financial Gains Tax
- B. Robin Hood Duty
- C. Speculation Tax
- D. Tobin Tax***

Question 6

Corporation Tax in Ireland is about

A. 10%

B. 12%

C. 17%

D. 25%

Question 7

Which is a social objective of taxation?

- A. Increase inequality
- B. Reduce income inequality***
- C. Reduce employment
- D. Increase inflation

Question 8

If demand is inelastic, the tax burden falls mainly on:

A. Consumers

B. Producers

C. Government

D. Importers

Question 9

The cost of smoking in France is about

A. 40m€

B. 40b€

C. 240m€

D. 24b€

Question 10

For income tax, a married couple with 3 children has how many tax parts?

A. 2

B. 3

C. 4

D. 5

Question 11

Which tax is considered a direct tax?

- A. VAT
- B. Fuel duty
- C. *Income tax***
- D. Tobacco duty

Question 12

In France, wealth tax is applied to

- A. All measurable wealth
- B. All wealth excluding the principal house
- C. *Only building property***
- D. Financial assets

Question 13

Which country in the EU has a higher tax burden than France?

- A. Sweden
- B. Ireland
- C. *Denmark***
- D. Germany

Question 14

The cost of tax avoidance in France is about

- A. 10b\$
- B. 30b\$
- C. 40b\$
- D. 20b\$***

Question 15

If I change my tax domicile to reduce income tax, this is called

- A. Tax Drift
- B. Tax Avoidance
- C. Tax Evasion
- D. Tax Nationalisation

Question 16

Who ultimately pays most taxes as a proportion of their income?

- A. The richest 20% of citizens
- B. The middle class
- C. The poorest 20% of citizens
- D. Investors

Question 17

The French Tax Burden is about ____ of GDP?

A. 25%

B. 35%

C. 45%

D. 55%

Question 18

In France, you can give a one-time tax free gift of up to

A. 50K€

B. 75K€

C. 100K€

D. 150K€

Question 19

Tax Avoidance is

A. Legal

B. Moral

C. Illegal

D. Criminal

Question 20

The highest tobacco duty in the EU is in

A. The UK (***not in the EU***)

B. France

C. Ireland

D. The Netherlands