

Taxes and Duties MCQ

Group 3

Question 1

Taxes that increase as income rises are called:

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

Question 2

In France, wealth tax starts at

A. 500K€

B. 800K€

C. 1m€

D. 1.5m€

Question 3

Which tax produces the highest revenue for the French government?

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

Question 4

The cost of tax evasion in France is about

A. 118b\$

B. 73b\$

C. 55b\$

D. 39b\$

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

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

A. Consumers

B. Producers

C. Government

D. Importers

Question 8

Which is a social objective of taxation?

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

Question 9

Which tax is considered a direct tax?

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

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

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

Question 12

The cost of smoking in France is about

A. 40m€

B. 40b€

C. 240m€

D. 24b€

Question 13

The cost of tax avoidance in France is about

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

Question 14

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 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 highest tobacco duty in the EU is in

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

B. France

C. Ireland

D. The Netherlands

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

The French Tax Burden is about ____ of GDP?

A. 25%

B. 35%

C. 45%

D. 55%

Question 20

Tax Avoidance is

A. Legal

B. Moral

C. Illegal

D. Criminal