



# ST. LAWRENCE HIGH SCHOOL

*A Jesuit Christian Minority Institution*



## Answer Key 45

**Sub: Costing & Taxation**

**Class: XII**

**Chapter: Unit I: Taxation: Income from House Property**

**F.M.: 15**

**Topic: Deduction from Gross Annual Value**

**Date: 22/08/2020**

**Choose the correct alternatives:**

**1 x 15 =15**

1. The term 'levied' means  
(a) free; **(b) charged**; (c) tax; (d) none of these.
2. Municipal tax is imposed by the  
**(a) local authority**; (b) state government; (c) central government; (d) all of them.
3. Municipal tax is deductible from GAV, if it is paid on  
**(a) cash basis**; (b) accrual basis; (c) mixed basis; (d) none of these.
4. If municipal tax is paid by the tenant, then it is  
(a) deductible from the GAV; **(b) not deductible from the GAV**; (c) added to the GAV; (d) none of these.
5. If municipal tax is paid for the year which is preceding to the current previous year then it is  
**(a) deductible from the GAV**; (b) not deductible from the GAV; (c) added to the GAV; (d) none of these.
6. If municipal tax is paid for the Assessment Year in the Previous Year then it is  
**(a) deductible from the GAV**; (b) not deductible from the GAV; (c) added to the GAV; (d) none of these.
7. If municipal tax is unpaid in the current previous year then it is  
(a) deductible from the GAV; **(b) not deductible from the GAV**; (c) added to the GAV; (d) none of these.
8. In the given sum, notional rent of House No. 2 is  
(a) ₹60,000; (b) ₹68,000; (c) ₹70,000; **(d) ₹72,000.**
9. The Reasonable Expected Rent of House No. 1 is  
(a) ₹60,000; (b) ₹68,000; **(c) ₹70,000**; (d) ₹72,000.
10. Standard rent of the House No. 3 is  
(a) ₹60,000; **(b) ₹68,000**; (c) ₹70,000; (d) ₹72,000.
11. Mr. B is  
(a) the owner of three house properties; (b) assessee; (c) person; **(d) all of these.**
12. Gross Annual Value of House No. 3 is  
(a) ₹60,000; (b) ₹68,000; (c) ₹90,000; **(d) ₹1,08,000.**
13. Net Annual Value of a self occupied house is  
(a) ₹60,000; (b) ₹68,000; (c) ₹70,000; **(d) nil.**
14. Deduction on account of municipal tax is \_\_\_\_\_ for a self occupied house.  
(a) available; (b) not available; **(c) not applicable**; (d) none of these.
15. If the owner occupied three house properties for his/her residential purpose, then the third house property is considered as  
(a) self occupied; (b) let out; **(c) deemed to be let out**; (d) none of these.

Compiled by  
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