

STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI - 600 086
B.Com (A & F) DEGREE: ACCOUNTING AND FINANCE

SYLLABUS

(Effective from the academic year 2015 -2016)

BUSINESS TAXATION

CODE: 15CM/MC/BT64

CREDITS : 4

L T P : 4 0 0

TOTAL TEACHING HRS. : 52

OBJECTIVES OF THE COURSE

- To give an insight into the complexity of the taxation system
- To enable students to compute the taxable income and tax liability of a company

Unit 1

Computation of Corporate Tax (10 hrs.)

- 1.1 Computation of Taxable Income
- 1.2 Carry Forward and Set Off of Losses in the case of Certain Companies Under Sec. 79 of Income-Tax Act, 1961
- 1.3 Computation of Corporate Tax Liability - Minimum Alternate Tax, Tax on Distributed Profits of Domestic Companies, Tax on Income Distributed to Unit Holders

Unit 2

Implications of Tax Concessions and Incentives (12 hrs.)

- 2.1 For Corporate Decisions in respect of Setting Up a New Business, Location of Business and Nature of Business.
- 2.2 Tax Planning with Reference to Financial Management Decisions – Capital Structure Decisions, Dividend Policy , Bonus Shares , Investments And Capital Gains
- 2.1 Tax Planning with Reference to Managerial Decisions – Owning or Leasing of an Asset , Purchase of Assets by Installment and Hire Purchase System, Purchase of an Asset out of Own Funds or Borrowed Capital

Unit 3

Excise Duty (10 hrs)

- 3.1 Definition and Basic Concepts of Excise Duty
- 3.2 Levy, Collection and Exemption of Excise Duty
- 3.3 Assessment under Central Excise Law
- 3.4 Demands, Recovery and Payments

Unit 4

Customs Duty (10 hrs)

- 4.1 Definition and Basic Concepts in Customs Duty
- 4.2 Levy, Collection and Exemption of Customs Duty
- 4.3 Demand of Duties and Refund
- 4.4 Duty Drawback

Unit 5

(10hrs)

5.1 Value Added Tax

- 5.1.1 Meaning, Objective
- 5.1.2 Evolution of VAT in India, Features of VAT
- 5.1.3 TANVAT Act 2006

5.2 Service Tax Law

- 5.2.1 Meaning and Liability of Service Tax
- 5.2.2 Payment and Recovery of Service Tax
- 5.2.3 Registration Requirement and Procedure
- 5.2.4 Assessment Procedure, - Revision, Appeal, Offences and Penalties

5.3 Accounting of indirect taxes

- 5.3.1 Preparation of Sales and Purchase Register for the Purpose of Computing VAT Liabilities, Service Tax Liabilities and Excise Liabilities including Cenvat Credit
- 5.3.2 Entries and Ledger Accounts in respect of Excise, Service Tax and Sales Tax

BOOKS FOR STUDY

Balachandran, V. *Indirect Taxes*. New Delhi: Sultan Chand, 2015

Singhania, Vinod K. *Student's Guide To Income Tax*. Taxmann.

BOOKS FOR REFERENCE

Ahuja, Girish and Gupta Ravi. *Practical Approach to Income Tax*.

Mehrotra, H.C. *Income Tax Law and Practice*. Sahithya Bhavan.

Gaur, V.P. and D.B Narang. *Income Tax Law and Practice*. Kalyani, 2015.

JOURNALS

Excise Law Times (Fortnightly Reporting Journal)

Excise and Customs Cases (Fortnightly Reporting Journal)

Excise and Customs Reporters (Fortnightly Reporting Journal)

Direct Taxes Report Journal

WEB RESOURCES

www.icai.org

www.icsi.edu

www.taxjournal.com

www.taxlawsonline.com

PATTERN OF EVALUATION

Continuous Assessment

Total Marks : 50

Duration : 90 mins.

Section A - 3 x 2 = 6 (no choice)

Section B - 3 x 8 = 24 (from a choice of four questions)

Section C - 1 x 20 = 20 (from choice of two questions)

Third Component

List of Evaluation modes:

Seminar

Problem Solving

Quiz

End Semester Examination:

Total Marks: 100

Duration: 3 Hours

Section A – short answers (max. 50 words) - 10 x 2 = 20 Marks

5 Questions theory and 5 Problems

Section B – Problems 5 x 8 = 40 Marks (From a choice of 7)

Section C – Problems 2 x 20 = 40 Marks (From a choice of 4)