

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

**SYLLABUS**  
**(Effective from the academic year 2015-16)**

**INCOME TAX LAW AND PRACTICE**

**CODE: 15CM/MC/IT55**

**CREDITS: 5**

**L T P: 5 0 0**

**TOTAL TEACHING HOURS: 65**

**OBJECTIVES OF THE COURSE:**

- To provide a broad conceptual framework for determining the tax liability for an individual
- To expose students to the significance and constitutional provisions relevant to indirect tax laws

**Unit 1**

**Introduction to Taxation (5 Hrs)**

- 1.1 Meaning of Tax , Importance and Features of Taxation
- 1.2 Types of Tax –
  - 1.2.1 Direct Taxes – Meaning and Significance - Brief Introduction to Income Tax and Wealth Tax

**Unit 2**

**(15 Hrs)**

**2.1 Basic concepts in Income tax**

- 2.1.1 Person, Assessee, Assessment Year, Previous Year, Total Income, Taxable Income
- 2.1.2 Residential Status and Incidence of Tax

**2.2 Computation of Salary income**

- 2.2.1 Definition, Meaning, Basis of Charge,
- 2.2.2 Allowances – Taxable and Exempted
- 2.2.3 Perquisites
- 2.2.4 Other Receipts and Treatment of Provident fund
- 2.2.5 Deductions

**2.3 Computation of Income from House Property**

- 2.3.1 Basis of Charge
- 2.3.2 Computation of House Property Income
- 2.3.3 Deductions

**Unit 3**

**(15 Hrs)**

**Computation of Other Heads of Income**

**3.1 Profits and gains of Business or Profession**

- 3.1.1. Computation of Professional Income
- 3.1.2. Depreciation – Meaning and Relevance - Computation
- 3.1.3 Computation of Business Income

### **3.2. Capital Gains –**

- 3.2.1 Meaning of Capital Asset - Types of Capital Assets
- 3.2.2 Computation of Short Term and Long Term Capital Gains
- 3.2.3 Exempted Capital Gains

### **3.3. Income from Other Sources**

- 3.3.1 Basis of Charge, Casual and Other Income,
- 3.3.2 Computation of Taxable Income from Other Sources

## **Unit 4 (15 Hrs)**

### **Computation of Total Income**

- 4.1 Set-off and Carry Forward of Losses
- 4.2 Clubbing of Income
- 4.3 Deductions - Individual

## **Unit 5 (15 Hrs)**

### **Return of Income and Assessment**

- 5.1 Basic concepts in assessment procedure,- TDS, Advance payment of tax
- 5.2 Filing of Returns,- E - filing, Refiling, PAN,TAN
- 5.3 Types of Assessment – Self assessment, Assessment in response to notice, Best judgment assessment
- 5.4 Refund of tax
- 5.5 Income tax authorities – jurisdiction and powers
- 5.6 Tax Reforms in Direct and Indirect Taxes: Issues & Challenges, Value Added Tax, Goods & Service Tax, Direct Tax Code

### **TEXT BOOK**

Gaur V.P. and Narang D.B., Income Tax Law and Practice, New Delhi, Kalyani

### **BOOKS FOR REFERENCE**

Dinkar Pagare, Law and Practice of Income Tax, , Sultan Chand, New Delhi

Lal B.B., Income Tax Law and Practice, Konark, New Delhi

Manoharan T. N. Income Tax Law, Mumbai, Snow White

Mehrothra, H.C., Income Tax Law and Practicum, Sahithya Bhavan, Agra

Vinod K., Singhania, Taxman's Students Guide to Income Tax, Taxman's, New Delhi

Vinod K., Singhania, Indirect tax, 2014-15 Taxman's, New Delhi

**Note: Latest edition of the readings may be used**

