

## **Third Year – Sixth Semester**

### **COURSE-II: TAXATION**

#### **Objectives:**

The direct taxation is a powerful incentive or disincentive to economic growth, a lever which can rise or depress savings and capital formation, and instrument of reducing income disparities. A student of taxation will have to make a detailed study of tax policy and tax in India. Our tax laws are said to be the most complicated ones in the world. An analysis of this aspect will have to be made so that the reasons for such complications can be known. The following course content has been designed to provide a comprehensive picture of taxation in India.

#### **Course contents:**

##### **UNIT-I**

Concept of Tax- Nature and characteristics of taxes – Distinction between tax and fee, tax and cess – Direct and Indirect taxes – Tax evasion and tax avoidance – scope of taxing powers of Parliament, State Legislatures and Local bodies.

The Income Tax Act: Basis of taxation of Income – Incomes exempted from tax- Income from salaries – Income from house property – Income from business or profession and vocation – Income from other sources – Taxation of individuals, HUF, firms, association of persons, co-operative societies and non-residents.

##### **UNIT-II**

Income Tax Authorities – Their appointment – Jurisdiction – Powers and functions – provision relating to collection and recovery of tax – Refund of tax, appeal and revision provisions, offences and penalties.

Wealth Tax: Charge of Wealth Tax, assets, deemed assets, and assets exempted from tax – Wealth tax Authorities – Offences and Penalties.

##### **UNIT-III**

**Central Excise Laws :** Nature, scope and basis of levy of Central Excise duty- Meaning of goods – Manufacture and manufacturer- Classification and valuation of goods – Duty payment and exemption provisions – Provisions and procedure dealing with registration and clearance of goods – An overview of set-off of duty scheme.

##### **UNIT-IV**

**Customs Laws:** Legislative background of the levy-Appointment of Customs Officers – Ports – warehouses – Nature and restrictions on exports and imports – Levy, exemption and collection of customs duties, and overview of law and procedure – Clearance of goods from the port, including baggage – Goods imported or exported by post, and stores and goods in transit – Duty drawback provisions.

## **UNIT-V**

**Central Sales Tax Laws:** Evolution and scope of levy of Central Sales Tax – Inter State sale outside a State and sale in the course of import and export – Basic principles  
Registration of dealers and determination of taxable turnover; Service Tax – Main features of Service Tax: VAT- Introduction to Value Added Tax.

### **Prescribed Books:**

1. Dr. V.K.Singhania – Students Guide to Income Tax.
2. V.S.Datey – Indirect taxes – Law and Practice.

### **Reference Books:**

1. Girish Ahuja and Ravi Gupta – Systematic Approach to Income – Tax and Sales – Tax.
2. T.N.Manoharan – students Handbook on Income Tax Law.
3. B.B.Lal – Direct Taxes – Practice and planning.
4. Dr.H.C.Malhotra and Dr.S.P.Goyal – Direct Taxes.
5. Sharad Bhargava – Income Tax for Students.
6. V.Balachandran – Indirect Taxes.
7. J.K.Jain and Anand Jain – Law of Central Sales Tax in India.
8. P.L.Malik – Commentaries of Customs Act.
9. G.Sarangi – Introduction to Indian Tax System and Central Excise Law and Procedure.