

Course Code	CM010402
Title of the Course	INCOME TAX – ASSESSMENT & PROCEDURES
Semester	Four
Type	Core
Credits	4
Hours	7 per week and Total 126

Objectives of the Course:

To enable the learners to advise assesseees regarding their income tax queries and to be trained to attend professional examinations in taxation.

Course Outcome No	Expected Course Outcome	Cognitive Level	Programme Specific Outcome Linkage
1	Compute the total income and tax liability of firms and Association of Persons	Understand & Apply	PS04, 6
2	Carry out assessment of companies and determine their tax liability	Understand & Apply	PS04, 6
3	Make the assessment of co operative societies and trusts.	Understand & Apply	PS04, 6
4	Understanding about the assessment procedures, TDS and advance payment to tax and application in various situations	Understand & Apply	PS04, 6
5	Learn tax planning concepts and apply the same	Understand & Apply	PS04, 6

Unit wise arrangement of the Course

Module	Sl. No. of Units	Contents of the Unit	Remarks
Module 1: Assessment of firms and AOPs – 35 hours			
1	1.1	Computation of firm's income –Determination of remuneration to working partners - Income of a partner from a firm – Book Profit (Legal provisions)	Theory and Problem
	1.2	Computation of Book Profit Taxable Income and Tax liability of a firm – Computation of	Theory and Problem

			Problem
Module 2: Assessment of Companies – 31 hours			
2	2.1.	Types of Companies – Residence of Companies –	Theory and Problem
	2.2	Minimum Alternative Tax – Tax Credit – Marginal Relief	Theory and Problem
	2.3	Company Assessment- Computations of Taxable Income and Tax Payable	Theory and Problem
Module 3: Assessment of Co operative Societies and Trusts – 30 hours			
3	3.1	Deductions under section 80 P	Theory
	3.2	Rates of tax applicable to Co – operative Societies – Computation of total income and tax liability of co operative societies	Theory and Problem
	3.3	Trust; definition – types of trusts – Charitable or religious trusts – Income exempt in case of charitable or religious trusts – Accumulation of income and its investment – consequences of mis-utilization of accumulated income –	Theory
	3.4	Computation of total Income and tax liability of co-operative societies	Theory and Problem
	3.5	Conditions for availing exemption under section 11 and 12 – Income deemed to have been used for the benefit of the founder – Tax on anonymous donations –Computation of total income and tax	Theory and Problem
Module 4: Income Tax Authorities and Assessment Procedures –15 hours			
4	4.1	Income tax authorities – General and specific powers of Income Tax Authorities	Theory
	4.2	Voluntary Return of Income – Return of Loss – Belated Return – Revised Return – Compulsory Return – Defective Return – Forms of Return of Income	Theory
	4.3	Filing of Return through TRP - e – filing of return – PAN – TAN – TIN - Interest for default in furnishing Return of Income	Theory

	4.4	Self assessment – Assessment on the basis of Return – Regular assessment – Assessment on the basis of evidence – Best Judgement Assessment – Re assessment – Precautionary Assessment –	Theory
	4.5	Rectification of mistake – Notice of Demand- Returns through Tax Return Preparers	Theory
	4.6	Deduction and Collection of Tax at Source-	Theory

		Advance Payment of Tax- Interest on short fall of advance tax - Refund of Tax - Double taxation avoidance	
	4.6	Problems in Deduction and Collection of Tax at Source- Problems in Advance Payment of Tax- Interest on short fall of advance tax including Interest under 234A, B and C - Double taxation avoidance	Problems
Module 5- Tax Planning – 15 hours			
5	5.1	Tax Planning -Tax Avoidance- Tax Evasion- Tax Management- Need of Tax Planning	Theory
	5.2	- Tax Planning of individuals – Advantages and Limitations of Tax Planning.	Theory
	5.3	Tax planning tips for individual assesseees	Theory and Case type problems

Suggested Assignments

1. Calculation of taxable income and liability of partnership firm and partners
2. Case Studies of Tax Planning
3. Training in filing of return and report on the same
4. Present a report on procedure for obtaining PAN, various formats of returns and category of assesses to whom the returns are applicable

Suggested Text Books

1. Direct Taxes Law and Practice- Dr H C Mehrotra and Dr S P Goyal- Sahitya Bhawan Publications
2. Direct Taxes Law and Practice- Dr. Girish Ahuja ;Dr. Ravi Gupta, Bharat Law House Pvt. Ltd
3. Direct Taxes Sri T N Manoharan- Snow White Publications

Reference

1. Direct Taxes Law and Practice- Singhania V K, Taxmann Publications Ltd.
2. Direct Taxes – Law and Practice, Bhagwathi Prasad- Wishwa Prakashana.
3. Study material for IPCC and Final on Direct Taxation by ICAI
4. Study material on Direct Taxes by ICAI
5. Income Tax Act and Rules

Break up of Theory and Problems for Examination

Section A- 6 Theory 4 problems