

Business Taxation

Semester 4	✓	Subject Code: BB41603	Lectures: 60
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Objectives:

The syllabus aims in equipping students with,

- Basic knowledge of Income Tax Act, 1961
- An understanding of Income Tax law prevailing in India
- Capacity to understand and compute income of an individual under different heads of income
- Ability to ascertain the total income and tax liability of an Individual
- Competency to pursue independent profession or seek employment in the area of tax determination and tax planning

Unit 1: Basic Concepts and Definitions - Income Tax Act, 1961	08
<ul style="list-style-type: none"> • History of Income Tax in India • Tax-Meaning, Definition and Features • Taxation Structure in India-Direct Taxes and Indirect Taxes • Canons of Taxation and Objectives of Taxation • Fundamental concepts and definitions under Income Tax Act 1961-Income Sec 2(24), Person, Assessee, Assessment, Assessment Year, Previous Year, Capital and Revenue(Receipt and Expenditure), Residential Status of an Individual, Exempt Income under Section 10 	

Unit 2: Five Heads of Income for an Individual	16
<ul style="list-style-type: none"> • Income from Salary (Theory & Practical Problems) <ul style="list-style-type: none"> ➤ Meaning of Salary, Basis of charge, Salient Features ➤ Different Forms of salary income, Allowances and their taxability, ➤ Perquisites and their valuation ➤ Deductions from salary under section 16 ➤ Computation of Income from Salary • Income from House Property (Theory & Practical Problems) <ul style="list-style-type: none"> ➤ Basis of Charge ➤ House Property – Meaning, Classification-Let Out House, Deemed Let Out House, Self Occupied House and House used for own 	



<ul style="list-style-type: none"> ➤ Profession/Business ➤ Deductions allowed under section 24 ➤ Computation of Income from House Property • Profits and Gains from Business or Profession (Theory & Practical Problems) <ul style="list-style-type: none"> ➤ Basis of Charge-Business, Profession, Vocation ➤ Deductions expressly allowed and disallowed ➤ Computation of income from Business from Profit and Loss A/c ➤ Computation of income from Profession from Receipts and Payments A/c ➤ Introduction to Tax Audit • Capital Gains (Theory & Practical Problems) <ul style="list-style-type: none"> ➤ Meaning, Chargeability of Tax ➤ Short Term Capital Gains and Long Term Capital Gains ➤ Deductions allowed ➤ Computation of Short Term and Long Term Capital Gains • Income from Other Sources (Theory only) <ul style="list-style-type: none"> ➤ Chargeability ➤ Deductions allowed 	
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Unit 3: Gross Total Income, Total Income and Tax Liability of an Individual	10
<ul style="list-style-type: none"> • Gross Total Income and Total Income – Meaning and concept • Deductions under section 80C to 80U under Chapter VIA • Income Tax Rates for the respective Assessment Year • Computation of Gross Total Income, Total Income and Determination of Tax Liability for respective Assessment Year 	

Unit 4: Miscellaneous	08
<ul style="list-style-type: none"> • Tax Deducted at Source • Advance Payment of Tax • Methods of Payment of Tax • Return of Income, Forms of Returns • Permanent Account Number (PAN) • E-Filing of Income Tax Returns 	



Unit 5 : Tax Planning and Management	06
<ul style="list-style-type: none"> • Meaning - Tax Planning, Tax Management, Tax Evasion & Tax Avoidance • Objectives of Tax Planning • Areas of Tax Planning • Types of Tax Planning-Short-term Tax Planning and Long-term Tax Planning. 	

***Contact hours – 12 hours**

Recommended Text Books:	
<ol style="list-style-type: none"> ✓ <i>Business Taxation</i>, Dr. Sudhakar Jadhavkar, Dr. Govind Dumbre, Dr. Arun H Gaikwad, Dr. S.D. Takalkar, Prof. Prabhakar R. Mokal, Prof. Shilpa R. Kankonkar, Success Publications ✓ <i>Business Taxation</i>, Dr. Suresh Bhirud & Dr. Mahesh Kulkarni – Nirali Prakashan 	

Reference Books:	
<ol style="list-style-type: none"> 1. Dr. Vinod Singhani, <i>Indian Income Tax Act</i> 2. R.N.Lakhotia, Subhash Lakhotia, <i>How to save Income Tax through Tax Planning</i> <i>Vision Books</i> 3. V.G.Mehta's <i>Income Tax</i>, Ready Reckoner <i>Kuber</i> 4. M.B. Kadkol, <i>Income Tax Law & Practice</i>, Renuka Prakashan 5. Chanchal Kr Nag, Chittaranjan Karmarkar, <i>Direct and Indirect Tax Laws and Practice</i> <i>New Central B.A.</i> 6. Dr. Girish Ahuja & Dr. Ravi Gupta, <i>Professional Approach to Direct Taxes Law & Practice including Tax Planning</i>, Bharat Law House Pvt. Ltd., New Delhi 7. B.B.Lal & N Vashisht, <i>Direct Taxes-Income Tax, Wealth Tax and Tax Planning</i> Pearson Education 8. T. N.Manoharan, <i>Students Handbook on Income Tax, VAT & Service Tax</i>, Snow White Publications Pvt. Ltd. 9. Dr. Girish Ahuja & Dr. Ravi Gupta, <i>Practical Approach to Income Tax, Service Tax, VAT, CST & Wealth Tax-Problems & Solutions</i>, Bharat Law House Pvt. Ltd., New Delhi 10. L.P.Wakale, <i>Income Tax – Practice and Procedure</i> <i>Gayatri</i> 	

