

ACCOUNTING AND TAXATION GROUP

MASTER OF COMMERCE - THIRD SEMESTER

CORPORATE TAX PLANNING AND MANAGEMENT-I (DIRECT TAXES)

Code: **SC 3.5 (A)**

Contact Hours: 64

Credit Points: 4

Evaluation: Continuous Internal Assessment – **30 Marks**
Semester-End Examination – **70 Marks**

Univ Code:

Work load: **4 hours per week**

Objective: The course aims at making students conversant with the concept of corporate Tax Laws and also their implication on tax planning and management.

Pedagogy: A combination of Lectures, Case Analysis, Group Discussions, Seminars, Assignments, etc.

Module 1: Basic Concepts: Income Tax, Assessee, Assessment Year, Previous Year, Income, Gross Total Income, Taxable Income, Company, Indian Company, Domestic Company, Widely-Held Company, Closely-Held Company, Residential Status of Corporate Assessee and Incidence of Tax.

Module 2: Computation of Corporate Tax: Head-wise computation of income (focus on Business income and depreciation), Set off and Carry Forward of Losses, Deduction from Gross Total Income (Applicable to Corporate Assessee), Determination of Tax Liability - Corporate Tax, Minimum Alternate Tax (MAT) and Dividend Distribution Tax

Module 3: Tax Planning and Management: Concept of Tax Planning, Tax Management, Tax Avoidance and Tax Evasion; Differences between Tax Planning and Tax Management, and Tax Evasion and Tax Avoidance

Module 4: Tax Planning with Reference to Financial Management Decisions: Capital Structure Decision and Dividend Policy (Cash Dividend v/s Bonus Shares); **Tax Planning and Managerial Decisions:** Make or Buy Decision, Own or Lease Decision.

Module 5: Assessment Procedures: Types of Assessment, Advance Payment of Tax.

Recommended Books

1. Ahuja G.K. & Ravi Gupta., **Systematic Approach to Income Tax and Central Sales Tax**, Bharath Law House, New Delhi.
2. Singhanian Vinod K and Singhanian Monica., **Direct Tax Planning and Management**, Taxmann Publication, New Delhi.
3. Singhanian Vinod K., **Direct Taxes: Law and Practice**, Taxmann Publication, New Delhi.
4. Lokhotia R.N., **Corporate Tax Planning**, Vision Publications, New Delhi.
5. Lal B.B. and Vashisht, **Direct Taxes**, Pearson Education.
6. Mehrotra H.C. and Goyal S.P., **Income Tax Law and Practice**, SahityaBhavan Publications, Agra.
7. Study Materials of ICAI and ICWAI.
8. Circulars issued by CBDT and Income Tax Rules, 1962.
9. T N Manoharan and G R Hari, **Direct Taxes**, Snow-White Publications.