

Syllabus

Panjab University

M.Com., (Semester-Iii)

Mc. 302- Tax Planning And Management

OBJECTIVE : The aim of this course is to familiarize the student with major latest provisions of the Indian tax laws and related judicial pronouncements pertaining to corporate enterprises having implications for various aspects of Corporate planning with a view to derive maximum possible tax benefits admissible under the law.

UNIT - I

Structure of Direct and Indirect Taxes in India. Concepts, Significance and Problems of Tax Planning, Tax Avoidance and Tax Evasion – Recognized methods of Tax Planning: Ensuring maximum claims for deduction for companies with special emphasis on depreciation allowance, expenses of scientific research, amortization of preliminary expenses and amounts not claimed otherwise. Taking advantages of available reliefs, rebates and tax free sources of income.

UNIT - II

Definition of various kinds of companies—Meaning of company under IT Act, Residential status of companies and implications for Tax Planning. Assessment of companies including carry forward and set off of losses.

UNIT - III

Tax implications in planning of business unit as Proprietorship, Partnership, Pvt. Ltd. and Public Ltd. Tax planning in the context of exemptions, incentives, export promotions and various deductions under Chapter – VI of Income Tax Act Setting up of a new Industrial Establishment - location aspects ; nature of business ; planning for tax holiday benefits. Specific management decisions such as (1) make or buy; (2) own or lease, (3) repair or replace; (4) export vs. local sale ; (5) shut down or continue ; (6) expand or contract.

UNIT - IV

An overview of goods and service tax : Introduction to GST, reasons for introducing GST, pros and cons of GST. Registration procedure of trader/service provider under GST. Levy and collection of CGST/SGST under GST. Composite levy scheme of GST. Levy and collection of IGST. Input tax credit and relief to consumers and traders under GST. Applicable rates of tax on various goods and services under GST.