

COLLEGE OF IT & MANAGEMENT EDUCATION

BUSINESS TAXATION

ASSIGNMENT

1. The Incidence of Tax depends upon the residential status of an assessee. Discuss & Distinguish between Tax evasion, Tax avoidance & tax planning.
2. What are the authorities provided by the income tax act for administration of tax. Mention the power & function Income Tax authorities.
3. Babu joined a company on 01/04/2015 and was paid the following emoluments and allowed perquisites as under

Emoluments: Basic Pay Rs.25, 000/p per month

D.A Rs. 10,000/- per month

Bonus Rs. 50000/- per month

Perquisites :

- a) Furnished accommodation owned by the employer and provided free of cost
 - b) Value of furniture therein Rs.3,00,000/-
 - c) Motor Car owned by the company (with engine C.C less than 1.6 liters) along with chauffeur and personal uses.
 - d) Sweeper salary paid by company Rs. 1500/- per month
 - e) Education facility for 2 children provided free of cost. The school is owned and maintained by the company.
 - f) Corporate Membership of a club, the initial fees of Rs.1, 00,000/- was paid by the company. Babu paid the bills for his use of club facilities.
- You are required to compute the income of Babu under the head "Salaries" in respect of assessment year 2016-17
4. What are the major deficiencies of VAT system of India?