

HAILEY COLLEGE OF COMMERCE
UNIVERSITY OF THE PUNJAB, LAHORE

Course Title: Taxation Management-II
Course Code: BSC-214
Program: BS Commerce

Credit Hours: 3
Semester: 04

1.0 Introduction of the Course

This is the second course after being the discussion of taxation management-I in semester-III. First part is designed to know about rules and regulations regarding taxable income and calculation of taxable liability of non-salaried persons, association of persons and companies. Second part is about the concepts/terms/definitions of Sales Tax Act 1990. Rules regarding Sales Tax registration, Sales tax returns, output tax and input tax adjustments and practical demonstrations regarding calculation of sales tax liability are also the strengths of this course. This course may help the students who want to become tax practitioners as their professional career.

2.0 Pre-Requisites Course or Other Requirements/Skills:

Income Tax-I

3.0 Course Learning Outcomes

1. This course would help the students to know about the calculation procedure of taxable income and income tax liability for non-salaried persons, association of persons and companies.
2. The students would be able to understand the sales tax registration, sales tax returns and practical demonstration of sales tax calculations.
3. This course may help the students who want to become tax practitioners as their professional career.

4.0 Course Contents:

Unit-I

1.1 Computation of Income from Business

- 1.1.1 Understanding the concept of income from business, Taxability of business income, Income from business exempt from tax, income from speculation business, admissible and inadmissible deductions.

Unit-II

2.1 Computation of Income from Business -Assessment of Non-Salaried Individuals, Association of Persons (AOP) and Company

- 2.1.1 Assessment of Non-Salaried Individuals, AOP and Company based on different heads of income under Income Tax Ordinance 2001. Practical Problems of the above-mentioned persons.

Unit-III

3.1 Assessment Procedure

- 3.1.1 Legal provisions regarding furnishing of returns, assessment and different modes of assessment.
- 3.1.2 Payment of taxes, recovery of taxes and refund of taxes.
- 3.1.3 Self-assessment scheme and its scope

Unit-IV

4.1 Set Off and Carry Forward of Losses

- 4.1.1 Understanding set off of losses concept.
- 4.1.2 Set off of losses from various sources of income.
- 4.1.3 Carry forward of losses concept.
- 4.1.4 Carry forward of losses of different heads of income.

Unit-V

5.1 Penalties, Offences and Prosecutions

- 5.1.1 Offences and Penalties concept, description and exemption from penalty.
- 5.1.2 Prosecution for non-compliance of certain statutory obligations.

Unit-VI

6.1 Income Tax Authorities

- 6.1.1 Introduction, Understanding powers versus ethical responsibilities of tax implementation authorities.
- 6.1.2 Understanding pillars of tax administration: fairness, transparency, equity, and accountability.
- 6.1.3 Federal Board of Revenue-Administration and its functions.
- 6.1.4 Commissioners of Inland Revenue and its functions.
- 6.1.5 Officers of Inland Revenues
- 6.1.6 Appellate Tribunal Inland Revenue, its members and functioning of Appellate Tribunal.

Unit-VII

7.1 Appeals

- 7.1.1 Appealable orders, procedure of appeal to Commissioners of Inland Revenue.
- 7.1.2 Appeal to Appellate Tribunal.
- 7.1.3 Alternative dispute resolution.

Unit-VIII

8.1 Filing of Returns

- 8.1.1 Nature, need and importance of E filing system.
- 8.1.2 E filing of returns by a person through IRIS system.
- 8.1.3 Practical demonstration of E filing.

5.0 Teaching-Learning Strategies

- Lectures
- Handouts
- Group Discussions
- Classroom Presentations
- Projects and Term Paper
- Quizzes
- Case Study, Reading Assignment

6.0 Assignments

- 6.1.1 Assignment regarding applicability of Income tax rules/return will be given after midterm examination.
- 6.1.2 Two quizzes will be taken from midterm course contents and 2 quizzes will be taken from final term course contents.

7.0 Assessment and Examinations: As per University Rule

8.0 Textbooks (Latest Editions)

1. Muhammad Muazzam Mughal, Income Tax: Principles and Practice, Syed Mobin Mahmud & Co, Lahore.
2. CAF-06 Principles of Taxation by ICAP.
3. Mirza Munawar Hussain, Synopsis of Taxes in Pakistan, IBP Publications.

9.0 Suggested Readings

9.1 Books

- Govt. of Pakistan, Income Tax Ordinance 2001, Sales Tax Act 1990 and relevant laws.
- Huzaima & Ikram, *Law and Practice of Income Tax*.
- R.I. Naqvi, *Income Tax Law*. Taxation House, Lahore.
- Khawaja Amjad Saeed, *Income Tax Law with Practical Problems*, Accountancy and Taxation Services Institute, Lahore.
- Luqman Baig, *Income Tax Law*, Ghazanfar Academy, Karachi.

9.2 Journal Articles/ Reports

- www.fbr.gov.pk