

COURSE TITLE	INDIVIDUAL TAXATION AND GST
COURSE CODE	05FN0402
COURSE CREDITS	4

Objective:

- 1 To impart a thorough understanding about basic concepts of Direct Tax
- 2 To impart a thorough understanding about how to calculate income under the head of Salaries
- 3 To impart a thorough understanding about GST
- 4 To impart through understanding of GST Return Procedure
- 5 To provide knowledge about tax planning and compliance for individuals and businesses.

Course Outcomes: After completion of this course, student will be able to:

- 1 Student can delve into Embelling the core principles of income tax law, a direct tax levied on individuals and entities based on their income, encompassing concepts such as assessment year, previous year, exemptions, rates of tax, scope of total income, and residential status, often elucidated through practice problems for comprehensive understanding.
- 2 Student can explore enforcing the intricate structure of income tax heads, which includes the computation of salaries, allowances, and perquisites, alongside basics of perquisite valuation and deductions applicable to the head of salaries.
- 3 Student can delve into embellishing the realm of taxation in India, where indirect tax, such as the Goods and Services Tax (GST), holds imperative significance, establishing a unified framework aimed at streamlining taxation processes, encompassing pertinent definitions, the charge and payment mechanisms under GST, and the pivotal concept of Input Tax Credit, thereby fostering efficiency and transparency in the tax regime.
- 4 Student can enhance their comprehension of GST regulations by elucidating the registration process, tax invoice essentials, and the significance of debit and credit notes, alongside practical demonstrations of return filing procedures and E-way bill generation on websites, while also delving into exemptions granted under GST to provide a comprehensive understanding of the indirect tax system.

Pre-requisite of course:NA

Teaching and Examination Scheme

Theory Hours	Tutorial Hours	Practical Hours	ESE	IA	CSE	Viva	Term Work
3	0	2	50	30	20	25	25

Contents : Unit	Topics	Contact Hours
1	Basic Concepts of Direct Tax What is Direct Tax? Income Tax Law- Basic Introduction, Basic Definitions in Income Tax, Concept of Assessment Year & Previous Year, Basic Exemptions and Rates of Tax, Scope of Total Income, Concept of Residential Status, Practice Problems about Residential Status	11
2	Income Tax Head- Salaries: Income Tax Head- Brief Introduction, Computation of Salaries, Allowances & Perquisites, Valuation of Perquisites – Basics, Deductions from the head salaries	11
3	Overview of GST What is Indirect Tax? GST In India, Need for GST in India, Basic Framework of GST, Relevant Definitions under GST, Charge under GST & Payment of Tax, Concepts of Input Tax Credit	11
4	GST Return Procedures Registration under GST, Concepts of Tax Invoice, Debit Note & Credit Note, returns under GST, how to file returns under GST – Practical activity showing on website, Concept of E-way Bill (Practical Activity showing on website), Exemptions under GST	12
Total Hours		45

Suggested List of Experiments:

Contents : Unit	Topics	Contact Hours
1	<p>Unit-1</p> <p>Explain the fundamental difference between direct and indirect taxes, and how does the income tax law fall under direct taxation, Explain the significance of terms like "assessment year" and "previous year" in the context of income tax law, and how are they relevant to taxpayers, Answer in detail some basic exemptions available to taxpayers under income tax law, and how do they contribute to the determination of taxable income, How is the concept of residential status defined under income tax law, and why is it important for taxpayers to establish their residential status correctly, Could you provide an example of a practice problem related to determining residential status for tax purposes, and explain the factors considered in such determinations , Explain the incomes included under the head 'Salaries, Define Salary and state deductions available under the head 'Salaries', Define "Perquisites". Illustrate with examples the value of rent-free accommodation, Shri Vikram is employed in a company at Delhi. The following are the particulars of his salary income for the financial year 2023-24. i) Basic pay Rs. 7,500 p.m. ii) Dearness Allowance Rs. 3,000 p.m. iii) City Compensatory Allowance 10% of salary. iv) Arrears of salary of earlier previous years received in accordance with the award of Pay Commission Rs. 12,000. v) Received from the former employer, in appreciation of his services, Rs. 10,000. vi) Advance salary Rs. 7,500. vii) Bonus-two months' basic pay. Compute his 'Gross Salary' for the assessment year 2024-25, Shri Subhashbhai serves as an accountant in Revenue Department of Maharashtra State. From the following particulars of his income, you are required to compute his "Gross Salary" for the A.Y. 2024-25. Also state the amount of deduction available in respect of tax-free entertainment allowance: Particulars Rs. Basic Salary Rs. 32,000 p.m. Dearness Allowance Rs. 8,000 p.m. City compensatory Allowance Rs. 1,000 p.m. Entertainment Allowance Rs. 3,000 p.m. House Rent Allowance (Assessee pays monthly rent of Rs. 7,200 for the flat Kept for his own residence) Rs. 5,000 p.m., Mr. Karvey is a sales manager employed by Parasonic Limited at Bangalore. The details of his salary and other emoluments received during the previous year 2023-24 are as under: Particulars Rs. Basic Salary Rs. 42,000 p.a. Dearness Allowance (a part of salary for retirement benefits) Rs. 29,000 p.a. Commission on Sales Rs. 1,75,000 House Rent Allowance (Actual rent paid Rs. 4000 p.m.) Rs. 60,000 p.a. Conveyance Allowance (Actual amount spent Rs. 12,000) Rs. 750 p.m. Tour (Travel) Allowance (Actual amount spent on each trip Rs. 1,000) Rs. 1,200 each for 5 trips Tour Daily Allowance (Actual amount spent Rs. 9,600 in total) Rs. 250 per day for 60 days in the year Uniform Allowance (Actual amount spent for purpose Rs.750 p.m.) Rs. 900 p.m. (for purchase and maintenance) Research assistance Allowance Rs. 600 p.m. (Spent Rs.9,000 during the year) Children Education Allowance Rs. 6,000 (for 2 children) Entertainment Allowance Rs. 6,000 p.a., Compute his taxable salary for the assessment year 2024-25</p>	30

Suggested List of Experiments:

Contents : Unit	Topics	Contact Hours
2	<p>Unit-2</p> <p>Discuss the role of banks in providing working capital finance to businesses. What are the common regulations governing bank financing for working capital, and how do they impact borrowing decisions, Explain the concepts of permanent or fixed working capital and temporary or variable working capital. How do businesses determine their requirements for each type of working capital, Evaluation of Bank Financing Regulations: Investigate the regulations governing bank financing for working capital and their practical implications for businesses. Analyze how compliance with these regulations affects borrowing decisions and financial management strategies, Factoring as a Working Capital Solution: Investigate factoring as a working capital finance solution for businesses. Examine its benefits, risks, and suitability for different industries and company sizes. Provide recommendations on selecting the right factoring arrangement based on specific business needs, Types of Working Capital Finance: Explore various types of working capital finance available to businesses, such as overdraft facilities, lines of credit, and invoice financing. Assess the features, costs, and benefits of each type to determine the most suitable option for different business scenarios, Compare and contrast the different approaches/methods of valuation, such as the income approach, market approach, and asset-based approach. When is each approach most appropriate, and what are their respective strengths and weaknesses, Explain the conceptual framework of valuation and its significance in determining the worth of a business or asset. What are the key factors considered in valuation processes, Differentiate between enterprise value and market capitalization (market cap). What insights do these metrics provide about a company's valuation, and why is it important to consider both when assessing investment opportunities, Components of Enterprise Value Analysis: Analyze the components of enterprise value, such as debt, cash, and non-operating assets. Develop a framework for assessing how each component impacts the overall enterprise value of a company, Enterprise Value vs. P/E Ratio: Compare and contrast enterprise value with the price-to-earnings (P/E) ratio as valuation metrics. Investigate how each metric reflects different aspects of a company's valuation and financial performance, Enterprise Value vs. Market Cap Analysis: Conduct a comparative analysis between enterprise value and market capitalization as valuation metrics. Explore the differences in their calculation methods, interpretations, and implications for investors.</p>	30
Total Hours		60

Textbook :

- 1 Direct Taxes Law & Practice, Dr. Vinod K. Singhania and Dr. Kapil Singhania, Taxmann, 2021
- 2 GST in India, Dr. V.S. Datey, Taxmann, 2020

References:

- 1 Income Tax Law and Practice, Income Tax Law and Practice, H.C. Mehrotra and S.P. Goyal, Taxmann, 2019
- 2 Guide to Indian Customs and Central Excise Laws, Guide to Indian Customs and Central Excise Laws, Rakesh Garg, Rakesh Garg, 2019

Suggested Theory Distribution:

The suggested theory distribution as per Bloom's taxonomy is as follows. This distribution serves as guidelines for teachers and students to achieve effective teaching-learning process

Distribution of Theory for course delivery					
Remember / Knowledge	Understand	Apply	Analyze	Evaluate	Higher order Thinking / Creative
20.00	30.00	25.00	15.00	10.00	0.00

Instructional Method:

- 1 Board Work, PPT, Practical Example

Supplementary Resources:

- 1 <https://www.gst.gov.in/>
- 2 <https://www.incometaxindia.gov.in/>