

UNIT- II COMPUTATION OF INCOME FROM ‘SALARIES’: (16 Lectures)

Sections: 15, 16 & 17. Inclusive of allowances (exclusive of valuation of Perquisites)

UNIT- III COMPUTATION OF PROFITS & GAINS OF BUSINESS OR PROFESSION: (25 Lectures)

- A Sections: 28, 29, 30, 31, 32 (excluding Depreciation Rates)
- B Section 36 : Restricted to Following clauses:
 - i. Sec. 36 (1) (i) – Insurance Premium
 - ii. Sec. 36 (1) (ii) – Bonus/Commission to employees.
 - iii. Sec. 36 (1) (iii) – Interest on Borrowed Capital
 - iv. Sec.36(1)(iv) – Employer’s Contribution to RPF& Approved Superannuation Fund
 - v. Sec.36(1)(v) – Contribution towards Approved Gratuity Fund
 - vi. Sec.36 (1) (vii) – Bad Debts.
- C Sec. 37 (1) – General Deduction.
- D Sec. 37 (2B) – Advertisement Expenses in Souvenir etc. of a Political Party.
- E Sec. 40(a), 40A(2), 40A(3).
- F Sec. 43(B) – Disallowance of unpaid liabilities.
- G Sec. 44AD and 44AE.

UNIT IV SERVICE TAX (12 Lectures)

- A. NEW SERVICE TAX REGIME BASED ON ‘NEGATIVE LIST’ APPROACH :**
Only brief idea about what is ‘negative list’ (and not the entire list) to be covered.

B. ADMINISTRATION OF THE ACT AND BASIC PROPOSITIONS:

- i). The Administration of the Act.
- ii) Basic Propositions:
 - a) Act does not extend to Jammu & Kashmir
 - b) Same transaction cannot be taxed more than once under different services
 - c) Composite Services-Abatement

C. MEGA EXEMPTION NOTIFICATION:

- 1. Services provided to United Nations or an International Organisation.
- 2. Services provided to Developer / Unit in Special Economic Zone:
 - (i) Developer
 - (ii) SEZ
- 3. Value of Goods and Materials sold by service provider.
- 4. Threshold Exemption:
 - Exemption to Small Service Providers.
 - Persons excluded from Exemption Benefit:
 - i)Person using brand name / trade name of another person.
 - ii)Where service tax is payable by persons other than service providers.
 - Exemption is linked with preceding year’s turnover.
 - New service providers (new services commenced during the year).

D. REGISTRATION:

Persons who must Mandatorily obtain Registration, Turnover Limit, Application for Registration, Online submission of Application for Registration, Centralised Registration, Registration Certificate, Penalty for late Registration,

E. FURNISHING OF RETURN:

Form of Return, Periodicity for Filing of Return, Due Date for Filing of Return, Delay in Filing of Return(fees for late filing of return), Filing of Revised Return, e- filing of Return,

F. RATE OF SERVICE TAX.

G. PAYMENT OF SERVICE TAX:

Monthly/Quarterly Payment of Service Tax, Due Dates for Payment of Service Tax, e-payment of Service Tax, Penalty for Failure to pay Service Tax. Interest for Late Payment of Service Tax.

(**Note:-** Problems on computation of Income of Individuals only to be covered here separately under the heads ‘Salaries’ and ‘Profits &Gains of Business or Profession’ respectively. In case of Service Tax small problems for 5 marks each may be covered on Calculation of Service Tax, Date of entitlement for Registration and Payment of Service Tax, Penalty for non-payment of Service Tax)

Books for Study and Reference :

A. For Income Tax:

	<i>Title</i>	<i>Author(s)</i>	<i>Publisher</i>
1	Taxmann’s Students Guide to Income Tax		

Dr. Vinod Singhanian &

Monica Singhanian.

Taxmann Allied Services

Pvt. Ltd

2 Systematic Approach To Income Tax, Service Tax & VAT

Dr. Girish Ahuja, Dr. Ravi Gupta

Bharat Law House

3 Student'S Handbook On Income- Tax, VAT & Service Tax

T. N. Manoharan

Snow White Publications Pvt. Ltd

4 Direct Taxes - Law & Practice

Dr. Vinod K Singhania, Dr
Kapil Singhania

Taxmann Allied Services Pvt. Ltd.

5	Income Tax Law and Practice	Gaur V P, Narang D B	Kalyani Publications
6	Income Tax Law And Practice	Bhagwati Prasad	Wishwa Prakashan
7	Income Tax Law and Practice	Dinkar Pagare	Sultan Chand & Sons, New Delhi
8	Income Tax Law & Practice	Dr.H.C.Mehrotra	Sahitya Bhavan, Agra,
9	Direct Taxes – practice and Planning		

B.B.Lal

Konark Publishers

10 Income Tax -Law & Practice

B.B.Lal and N.Vashisht

Dorling Kindersley(India)
Pvt. Ltd., Delhi-110017

B. For Service Tax:

1. Taxmann's Service Tax – By S.S. Gupta , (as amended to-date)- Taxmann Allied Services Pvt. Ltd.

2. Service Tax-Ready Reckoner- By V.S.Datey, Taxmann Allied Services Pvt. Ltd.

Objective: