



INCOME TAX ASSESSMENT & PLANNING

C.B.C.S. B.COM PROGRAMME - SEMESTER -VI  
COMPLIMENTARY COURSE - 4

# INCOME TAX ASSESSMENT & PLANNING

ASSESSMENT YEAR 2022-23

JOSEPH T.J.  
Dr. CHANDAN RAJ S.M  
THOMASKUTTY M.O

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CBCS B.Com Programme | Sixth Semester

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# INCOME TAX ASSESSMENT AND PLANNING

(B.Com Finance & Taxation – Model II & Model III)

ASSESSMENT YEAR 2023-2024

MAHATMA GHANDI UNIVERSITY

**Prof. JOSEPH T.J.**

Former Associate Professor

P.G Department of Commerce & Research Centre  
Bharata Mata College, Thrikkakara

**Dr. CHANDAN RAJ S.M.**

M.Com, MBA, MHRM, NET, Ph.D

Assistant Professor, PG Department of Commerce  
Siena College of Professional Studies, Edakochi

**Thomaskutty M.O. (M.Com, M.Phil, M.B.A)**

Assistant Professor

Post Graduate Department of Commerce  
Kristu Jyoti College of Management and Technology  
Changanacherry

**PRAKASH PUBLICATIONS**

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# INCOME TAX ASSESSMENT AND PLANNING

Prof. JOSEPH T.J.

Mob: 9037671425

Dr. CHANDAN RAJ S.M.

Mob: 9037517969

Thomaskutty M.O. (M.Com, M.Phil, M.B.A)

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## PREFACE

With great pleasure the book titled “Income tax Assessment and Planning” is placed in the hands of students and teachers.

The book is prepared according to the new syllabus framed under the CBCS system introduced by Mahatma Gandhi University for Bcom, in 2017. The book contains more number of examples and worked out illustrations. A set of exercises with guide to answers is given at the end of each chapter so that the students may have enough practice in the subject. It is our endeavor to make the book more students oriented and to meet their requirements.

We are quite confident and believe that the book would be an invaluable asset for students appearing in the examination. An attempt has been made through this book to explain the various concepts of tax in an easy, understandable comprehensive and well-structured language.

We are expecting valuable suggestions for improvements from our dear student and lectures, which will be useful for the next edition.

Ernakulam

08-11-2023

**Prof. Joseph T.J**

**Dr. Chandan Raj S.M**

**Thomaskutty M.O**

## ACKNOWLEDGEMENT

We are so honoured to grab this opportunity of saying thanks to those people who gave us the support in bringing this special book "Income Tax Assessment and Planning".

We take this opportunity to express our sincere gratitude to our parents, teachers colleagues, friends for their support and criticism. So that future editions may prove more useful.

We also thank Mr. P.J Joseph, Prakash Publication, Changanacherry for making the book a reality.

Ernakulam

08-11-2023

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# SYLLABUS

Complementary course 4:

(For Finance and Taxation Stream)

## INCOME TAX – ASSESSMENT AND PLANNING

Instructional hours : 90

Credit : 4

**Module 1. Assessment Of Firms & Association Of Persons :** Conditions to Assess a Firm as a Partnership Firms - Unders Sections. 184 and 185 - Computation of Tax on Total Income of a Firm - Alternate Minimum Tax - Assessment of Association of persons/ Body of Individuals - Computation of Income of an AOP or BOI - Taxability on Share of Profit From AOP or BOI. (Instructional hours - 30 )

**Module 2. Assessment of co-operative societies :** Rate of tax for co-operative societies - Deductions from gross total income under chapter VI A applicable to co-operative societies - Computation of Taxable Income and Tax Liability. (Instructional hours- 15)

**Module 3. Assessment of HUF :** Hindu Coparcener - Karta of the Family, Schools of Hindu Law - Residential status of H.U.F- Computation of Income – tax payable. (Instructional hours- 10)

**Module 4. Assessment of Companies (Theory only) :** Domestic Company - Foreign Company - Company in which Public are Substantially Interested - Rate of Tax applicable for Indian Companies - Rate of Tax applicable for Foreign Companies - Deductions from the gross total income, under Chapter VIA - Minimum Alternate Tax - Book Profit for the purpose of MAT - Tax Credit for Minimum Alternate Tax - Corporate dividend tax - Tax Under Tonnage Tax System.

(Theory only, Instructional hours- 10)

**Module 5. Tax planning (Theory only) :** Tax evasion -Tax avoidance - Tax planning - Tax management - Difference between Tax Planning and Tax Evasion - Difference between Tax Planning and Tax Management - .Need for Tax Planning - Limitations of Tax Planning - Tax Planning for Employees - Tax planning relating to income from house property - Tax planning relating to income from business - Tax planning relating to capital gains - Tax planning relating to income from other sources.

(Theory only -Instructional hours - 25)