

Course Code: BCOM E3063

Title: Taxation

Type/Status: Core

Aims: This course unit is designed to provide knowledge related to the frame work of the tax system and to use the knowledge in the individual taxation.

Learning Outcome:

By the end of this course unit, students should be able to:

- interpret the income tax law
- apply the income tax law to individual tax
- understand the individual tax administration

Course Content:

Introduction of Sri Lanka tax system;
Overview of Sri Lankan income tax system, Principles of taxation, Sources of income tax. Statutory income; Computation of total statutory income, Income not form part of Assessable income, Aggregate of a child's income. Assessable income; Deductibility of special expenses (interest, ground rent, royalty, annuity) Carrying forward of losses. Taxable income; Qualifying payments, Tax free allowance, Computation of taxable income (individuals), tax credits and final taxes. Tax administration; Payment of taxes, Assessments, penalties and appeals.

Method of Teaching & Learning:

Seminar & self learning

Scheme of Evaluation:

End year examination

Recommended Readings:

Income tax Act No 10 of 2006 and amendments there to. *Gazette notifications*, Department of Inland Revenue.

ICASL guides to Income Tax Law. Institute of Chartered Accountants of Sri Lanka.