

M. Com Sem III (Corporate Direct Tax)

* Difference between Direct tax and Indirect tax :-

Basis	Direct Tax	Indirect Tax
① Meaning	Direct tax is referred to the tax levied on person's income and wealth and its directly paid to govt.	It referred to the tax levied on person who consumes goods and services and paid indirectly to govt.
② Tax Evasion	Tax evasion is possible.	Tax evasion is hardly possible.
③ Nature	Progressive Nature	Regressive nature.
④ Direct / Indirect	Tax is paid directly to the govt. by individuals.	Tax is paid indirectly to the govt. by individuals.
⑤ Burden	Burden cannot be shifted to another people.	Burden can be shifted to another people.
⑥ Types	Ex: Wealth tax, Income tax, property tax, corporate tax, Import and export duties.	Central Sales Tax, Value Added Tax (VAT), Securities transaction tax (STT).