

## Components of Income-Tax

Income-tax department has been set up by the central Government separately. Its main functions are to compute taxable income of an assessee, to compute income-tax thereon and to collect income-tax. This department works under the control of Central Board of Direct Taxes (CBDT) which works under the Department of Revenue, Ministry of Finance of Central Government of India.

Under income tax law in India, the following are the main components —

- A. Income-Tax Act, 1961
- B. Annual Finance Act 2013
- C. Income-Tax Rule, 1962
- D. Circulars and Notifications
- E. Legal Decisions of Courts.