

# B. Com Part - III

## Subject - Taxation

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### Tax - Planning

#### Topic - Problems of Tax-Planning

The assessee may face following problems in the tax-planning:

A. General Problems: Under this type of problems of tax-planning includes the problems of salaried persons, firm and company assessee. In short these problems are as below:

1. Problems relating to perquisites, which are tax free.
2. Problems relating to construction, purchase, sale of a house property.
3. Problem of house more than two.
4. Problem of selection of region for business.
5. Problem relating to time and place of establishing a new business.
6. Problem relating to liability on transfer of capital asset.

B. Administrative Problems; These problems are following;

1. Maximum Tax collection by the Tax officer as per Act.
2. Frequent Amendments of Tax Laws.
3. Complexity of Tax Laws
4. Misuse of Discretionary Powers by Tax Officers

C. Organisational Problems;

Before starting a new business, an assessee has to think about form and size of the business. Among many forms of business, which form of the business shall be more beneficial from the business point of view. He can face tax problems ~~related to~~ related to business.

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