

**FIFTH SEMESTER B.Com. DEGREE EXAMINATION, NOVEMBER 2025**

(CBCSS - UG)

(Regular/Supplementary/Improvement)

**CC20UBCM5B10 - PRINCIPLES OF TAXATION**

(Commerce: Taxation - Core Course)

(2020 Admission onwards)

Time : 2.5 Hours

Maximum : 80 Marks

Credit : 4

**Part A (Short answer questions)**Answer ***all*** questions. Each question carries 2 marks.

1. What do you mean by tax?
2. Recall any two effects of taxation on distribution.
3. How size of the National Income influences the taxable capacity?
4. Recall any two disadvantages of indirect tax
5. Cite any two differences between progressive and regressive tax.
6. Who pays tax in the case of direct and indirect tax?
7. Cite an example for impact of taxation.
8. What is perfectly elastic demand?
9. What is revenue cost?
10. What is residence principle of taxation?
11. What are the top 4 overseas tax havens?
12. What do you mean by international tax evasion?
13. Recall any two state's power regarding sales tax.
14. What is Entry No. 54 in state list?
15. Cite any four major recommendations of the Fourteenth Finance Commission.

**(Ceiling: 25 Marks)****Part B (Paragraph questions)**Answer ***all*** questions. Each question carries 5 marks.

16. Briefly explain the principles of taxation.

17. Write a short note on tax credit.
18. How to register for central sales tax?
19. How Ad valorem taxes are levied?
20. Briefly explain the concept of international taxation.
21. Explain the benefits, objectives and drawbacks of transfer pricing.
22. Briefly explain Article 270.
23. Explain Article 301 and 302.

**(Ceiling: 35 Marks)**

**Part C (Essay questions)**

Answer any ***two*** questions. Each question carries 10 marks.

24. Explain classification of taxes based on different criteria.
25. Explain different types of direct and indirect taxes.
26. What do you mean by Tax evasion? Explain the causes and effects of tax evasion in India.
27. Distinguish between OECD model and United Nations model.

**( $2 \times 10 = 20$  Marks)**

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