



NATIONAL OPEN UNIVERSITY OF NIGERIA

14/16 AHMADU BELLO WAY, VICTORIA ISLAND, LAGOS

SCHOOL OF LAW

MARCH / APRIL 2014 EXAMINATION

COURSE CODE: LAW 434

COURSE TITLE: (TAXATION II)

TIME ALLOWED: 3 hrs

INSTRUCTION: ANSWER FOUR QUESTIONS IN ALL

QUESTION 1 IS COMPULSORY, AND ANY OTHER THREE QUESTIONS

All questions carry equal marks

- 1a. Analyze the provision for the administration of company taxation in Nigeria.
- b. For a company to be granted a pioneer status under the Act, certain conditions must be satisfied, state them. (17½ marks)

- 2a. What do you understand by the term tax exemption and company with pioneer status?
- b. Mention and discuss why government imposes duties generally. (17½ marks)

- 3a. Critically examine the tax treatment, if any, of the following groups of people
 - i. Disabled persons
 - ii. Married women and
 - iii. Children
- b. Mention and discuss why government imposes duties generally. (17½ marks)

4. In Nigeria, going by Companies Income Tax Act (CITA) Section 8, profit derived from business are subjected to tax, once the profit of such company accruing in, derived from, brought into or received in Nigeria, but some categories of profit are also exemption from tax. State the Section and outline the profits exemption from tax under this Act. (17½ marks)

- 5a. Write short but elaborate notes on the following
 - i. Stamp Duties
 - ii. Forms of Tax Evasion
- b. State the categories of items that qualify for stamp duties and ones not qualified. (17½ marks)

- 6a. Examine critically how taxing power is constitutionally shared in Nigeria.

- b. Considering the recurrence problems facing proper taxation in Nigeria, what do you think as a student of Taxation is the way out? (17½ marks)