



NATIONAL OPEN UNIVERSITY OF NIGERIA
14-16 AHMADU BELLO WAY, VICTORIA ISLAND, LAGOS
SCHOOL OF LAW
JANUARY/FEBRUARY 2013 EXAMINATION

LAW 434- LAW OF TAXATION II TIME ALLOWED: 3 HOURS
ANSWER ANY FIVE QUESTIONS, ALL QUESTIONS CARRY EQUAL MARKS

1. IS ANY CHARGE, FEE OR LEVY BY GOVERNMENT WITH THE AIMS OF PROVIDING COMMENSURATE SERVICES TO THE PEOPLE A TAX? DISCUSS.
2. [A.] OUTLINE THE BASIC CHARACTERISTICS OF TAX
[B.] OUTLINE AND EXPLAIN THE DIFFERENT CATEGORIES OF TAXES
3. DESCRIBE AND WRITE SHORT NOTES ON THE FOLLOWING:
[A.] PROPORTIONAL TAX SYSTEM
[B.] PROGRESSIVE TAX SYSTEM
[C.] REGRESSIVE TAX SYSTEM
4. PROPORTIONAL TAX SYSTEM LIKE ANY LAUDABLE THEORY IS VIABLE BUT NOT WITHOUT ITS OWN MERITS AND DEMERITS. DISCUSS
5. [A.] OUTLINE AND DISCUSS THE ADVANTAGES AND DISADVANTAGES OF PROGRESSIVE TAX SYSTEM
[B.] WHAT DO YOU UNDERSTAND BY DIRECT AND INDIRECT TAX SYSTEMS?
6. THE TAXING POWERS WITHIN THE NATION NIGERIA IS NOT LIMITED TO ONE TIER OF GOVERNMENT BUT VESTED IN AND CONTROLLED BY THE EXISTING AND CONSTITUTIONALLY ACKNOWLEDGED MULTIFACETED LEVELS OF GOVERNMENT OPERATION. DISCUSS
7. THOUGH THE PRACTICE OF TAX SYSTEMS IN NIGERIA PROVED TO BE WORTHWHILE, THIS CERTAINLY DID NOT EXONERATE ITS OPERATIONS FROM CERTAIN PROBLEMS AND LIMITATIONS WHICH HAS SHOWN TO BE ENORMOUS IN NATURE. DISCUSS
8. GIVING ADEQUATE TAX EDUCATION AND ENLIGHTENMENT VAST PART OF TAX PROBLEM IN NIGERIA COULD BE SOLVED. AS A TAX LAW STUDENT, DO YOU CONCUR WITH THIS STATEMENT AND WHY? JUSTIFY YOUR ANSWER WITH ADEQUATE REASONS

9. [A.] WHAT DO YOU UNDERSTAND BY 'STAMP DUTY'?
- [B.] MAKE A LIST OF ITEMS UPON WHICH STAMP DUTIES ARE APPLICABLE AND ALSO EXEMPTED