

07/03/2022

UHV

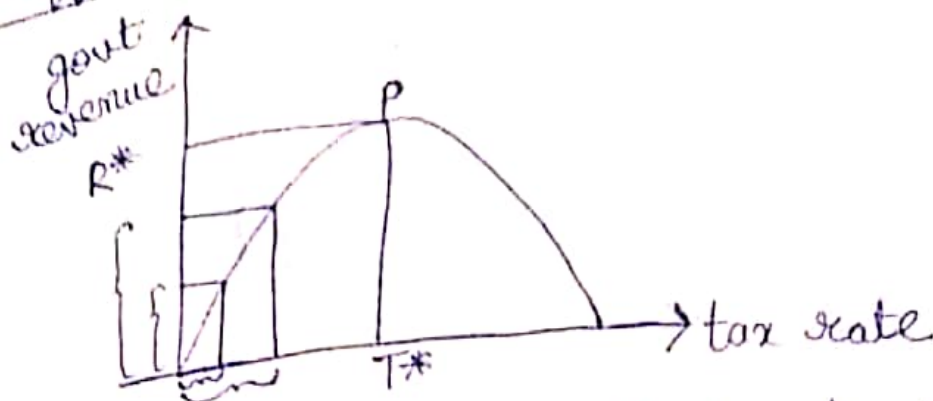
Three Bodies: —

1. Central Govt
2. State Govt.
3. Local Bodies.

Progressive Tax, Regressive Tax, Proportionate Tax.

Principles of tax —  
Fairness, Frequency,  
Transparency,  
administration.

# Laffer Curve (Imp)



Direct Tax — Ex. Income, Corporate, wealth tax

Indirect Tax — tax payer transfers the burden to someone else.

producer → final consumer or manufacturer.

Service, Sales tax paid indirectly to the govt

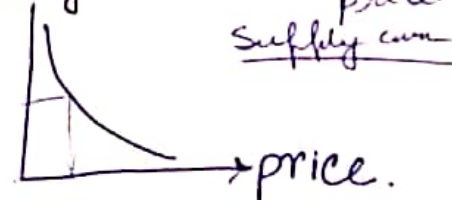
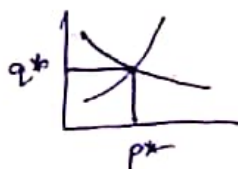
Custom Duty — To protect the domestic industry. (imposed based on area & how much goods u r importing).

— Specific

Counter vailing — to remove subsidies that other countries provide on imported goods.

Protective → To protect the domestic country

Anti Dumping — Developed countries dump the goods to our countries below the fair market price, then govt impose the duty (Buyer & Seller decides it)



## Stamp Duty imposed on immovable property

### Direct Tax

- Income or profit Imposed on
- Not transferable
- Individual/  
Businessman  
bearer of this tax.
- Paying directly to the govt.
- Not easy to collect.
- Ex- Income tax,  
Wealth tax.

### Indirect Tax

- Imposed on Goods & Services.
- Transferable.
- final Consumer  
→ bearer of this tax.
- Paying indirectly to the govt.
- Easy to collect.
- Ex- Sales tax, Service tax,  
Custom Duty.

Substitute Goods & Complimentary Goods.