1. ACC325

1.1. ACC325 Nigerian Taxation I (3 Units)

This course and ACC415 are the same but broken into two parts for convenience only. The course examines income tax laws and practice as applicable to individuals, partners and companies domiciled or resident in Nigeria as well as a comparative appreciation of taxation practice in some other countries such as UK. Topics covered include: the Structure of the Nigerian tax system. The relative importance of taxes on income, capital and expenditure in contributing to government income. Development of Nigerian tax legislation. Jurisdiction including rules of residence as applicable to individuals, families, estate, executors and itinerant workers. Taxation of income from business, trade vocation or expression (sole trades). Adjustment of profit of a trade or profession (allowable and non allowable expenses or deductions) Basis period: change in accounting dates and cessation of trade. Loss relief; computation of capital allowances on fixed assets bought and on hire purchase. Computation of total income and taxable incomes. Treatment of unearned income (withholding tax). Income from rent, dividends, interest and royalty. Taxation of trusts settlements and estates. Taxation of employees income from salaries, pension and other benefits. Procedure for assessment and collection of income tax under Pay-As-You-Earn system (PAYE). Taxation of partnership and joint ventures. Taxation of incorporated companies. Adjustment of profit, and computation of assessable profit, loss relief; capital allowances and computation of total profits. Frank investment income; computation of tax liability; payment of minimum tax. Taxation of banks and insurance companies. Tax administration and organization: Joint tax board; Federal inland revenue service; State revenue service; returns, assessment procedures and collection of taxes; interest on overdue tax and penalty; objection and appeals; tax clearance certificates and its uses; offences and penalties, Value added tax and stamp duties. IAS 12: Incomes Taxes, IAS 16: Property, Plant and Equipment, IAS 19: Employee Benefits, IAS 40: Investment Property.