



CHRISTIAN SERVICE UNIVERSITY COLLEGE

KUMASI

SCHOOL OF BUSINESS

DEPARTMENT OF ACCOUNTING AND FINANCE

**End of Second Semester Examinations, 2019/2020 Academic Year
Level 500**

MACM 514: Taxation and Fiscal Policy

**Second
June, 2020**

Time Allowed: 72 hours

GENERAL INSTRUCTIONS:

- i. Answer two questions in all.**
- ii. Each question carries 30 marks.**
- iii. Not less than 6 pages**
- iv. Plagiarised work would not be accepted. Similarity levels 20%**

Examiner: JOSEPH KOFI NKUAH (DBA)

Question 1:

The objectives of virtually all tax systems can be classified into two broad categories namely Revenue and Non-Revenue goals.

Some of the non-revenue goals incorporated in our current tax regime include Stabilization Function, Economic Growth Function, Redistribution of Income Function, and Allocation Function.

Critically assess the contribution of the above policies in safeguarding the micro and macro-economic objectives of a nation.

Question 2:

State and discuss **six factors** influencing the growth of public debt in Ghana.

Question 3:

For the purpose of Adjusting the profits of an individual under Sections 8 – 17 of Act 896 provides for Deductions Allowed in general terms as —all outgoings and expenses wholly, exclusively and necessarily incurred during the period by that person in the production of the income¹ and any other deduction as may be prescribed by Regulations made under Income Tax Regulations 2016 (LI 2244).

Using provisions in the tax law discuss the above preamble in relation to adjusting the profits for legal persons (Limited Liability Companies, Enterprises, and Partnerships)

Question 4: State and discuss **six sources** of Tax Law in Ghana.