Course: Taxation 3A

Introduction to Namibian Income Tax (Chapter 1 in the prescribed text book)

Learning Outcomes:

1. Identify the different taxes levied by the Income tax Act (Namibia)
2. Demonstrate how taxable income and tax payable are calculated
3. Describe how the Income Tax Act is administered
4. Discuss the 4 principles of Income Tax
5. Discuss the reason for paying Income taxes

Gross Income & Special inclusions

Learning Outcomes:

1. Understand the difference in the gross income definitions as used in SA and Namibia.
2. Demonstrate a knowledge of the different requirements for gross income as per the Act
3. Interpret case law and apply to the different requirements.
4. Demonstrate an understanding in the difference in capital vs revenue income.
5. Interpret case law relevant to capital income.
6. Discuss the preamble for special inclusions.
7. Identify special inclusions as per the Income Tax Act

Exemptions

Learning Outcomes:

1. Identify amounts that are exempted from Income Tax (Section 10)
2. Apply the criteria to determine the applicable exemption
3. Demonstrate an understanding of the work by calculating a taxpayers’ income
General deduction formula

Learning Outcomes:

1. Identify the general deductions formula.
2. Demonstrate an understanding of the different elements contained in the formula using relevant case law.
3. Apply the formula and the case law to do an integrated case study and theoretical advice questions.

Individuals

Learning Outcomes:

1. Discuss the general deductions applicable to individuals.
2. Calculate and discuss pension fund and retirement annuity fund contributions and the tax implication thereof.
3. Calculate the normal tax liability of an individual using the prescribed framework.
4. Demonstrate an understanding of the tax implications with ante dated salaries.
5. Apply the contents of this chapter to do an integrated case study and theoretical advice questions.

Special deductions

Learning Outcomes:

1. Identify the different special deductions as provided for in the Income Tax Act.
2. Perform detailed calculations to determine the tax implications on special deductions.
3. Advice taxpayers on special deductions applicable to them.