Tax accounting

Suggested Questions In SECTION (1)

Assistant lecture
Alya Elfedawy
What is the meaning of Tax?

- A cash levy collected by the government from individuals and establishments in accordance with determined rules with the aim of financing public expenditure and achieving economic and social welfare.
Each one of the following is considered included in the The Egyptian tax system except:

- 1. Tax on Salaries
- 2. Sales tax
- 3. Tax on Revenues of Commercial and Industrial Activities.
- 4. Tax on fixed assets
Direct and indirect taxes is one of the major types of taxes. Classification (true)

Qualitative and unified taxes is one of the major types of taxes. Classification (true)

Personal and in-kind taxes is one of the major types of taxes. Classification (true)
The DIRECT tax takes place when the person who bears its charge is the one who pays the tax.

When it transfers its burden to another person IS ......

IN DIRECT TAX
When imposing on each kind of income as an independent tax separately.

- Qualitative TAX
- In-kind TAX
- Personal TAX
- Progressive

When considering the tax-payer’s payment capability and allow him some exemptions.

- Personal TAX
When imposing a fixed rate on the taxable amount regardless of its value. This tax is named:

- Proportional tax
- Direct tax
- Progressive tax
- Unified TAX
- When the tax rate related to the taxable amount
- Progressive
- In-kind TAX
- Personal TAX
- Deducted at source
Taxes are retained from source by an intermediary who is obligated to pay tax to the tax administration.

**Deducted at source**
- Taxes are paid directly to the tax administration
- **Paid directly**
- When imposing on total incomes regardless their sources a unified rate.
- **Unified at TAX**
- When imposing tax on total income regardless the tax-payer’s personal circumstances
- **In-kind TAX**
The Juridical Persons is a direct tax imposed on natural persons only
(false)
Natural persons
One of the Characteristics of tax on natural persons is:
a. Annual tax
b. adopted the principle of economic and social appurtenance
c. A, b
d. No one
Tax on natural persons is imposed on the total net income realized by the taxpayer during one whole year.

(True)

Tax on Juridical Persons applies to the income of each natural person resident in Egypt, whether he is an Egyptian, or a Foreigner.

(False)

Tax on natural persons
Residing in Egypt for a period exceeding 183 continuous or interrupted days during the fiscal year is one of the conditions that considering the tax-payer normally resident in Egypt

(True)

Ambassadors and Ministers Plenipotentiary and other political representative is excepted from being subjected to taxation

(True)
- From Zero income → 6500 (No tax)
- From 6500 income → 30000 (10%)
- From 30000 income → 45000 (15%)
- From 45000 income → 250000 (20%)
- more than 250000 income (22.5%)