



**TECHNICAL UNIVERSITY OF MOMBASA
SCHOOL OF BUSINESS
DEPARTMENT OF ACCOUNTING AND FINANCE
UNIVERSITY EXAMINATIONS
MAY 2016 SERIES**

**BAC 4406: TAX MANAGEMENT
BACHELOR OF COMMERCE**

TIME: 2 HOURS.

ANSWER QUESTION ONE AND ANY OTHER TWO QUESTIONS.

QUESTION ONE

- a. Discuss tax strategies that can be implemented by the tax authority to curb tax avoidance and evasion. **(15 Marks)**.
- b. Discuss any five tax planning avenues available to corporate tax payers. **(15 Marks)**

QUESTION TWO

- a. Despite creating a tax department in an organization, it is always necessary to seek the assistance of a tax consultant. Using an organization you are familiar with, discuss the key roles of a tax consultant. **(10 Marks)**
- b. Discuss the steps involved in the tax consulting process. **(10 marks)**

QUESTIONTHREE

- a. Many Kenyans are entrepreneurial, and they own businesses within Kenya, the region and all over the world. Discuss the tax policies that can be put in place by government in order to guide the operations of these businesses. **(10 marks)**
- b. Tax management policy developed b management is an area of direct interest to investors not only due to its impact on investment decisions of tax cash flows within company valuations, but also because of the broader impact of potential, wider

scrutiny of the management of tax, both at a policy and at a compliance level.
Discuss. **(10 marks)**

QUESTION FOUR

- a. Many organizations have three levels of management. Discuss the role of each level in the light of the tax management process. **(10 marks)**.
- b. Discuss the process of developing a global framework for managing tax risk. **(10 marks)**.

QUESTION FIVE

- a. Discuss the five elements necessary for the development of a tax control framework of a business oriented organization. **(10 marks)**
- b. Evaluate the interests of any five stakeholders in the tax control framework of an organization you are familiar with. **(10 marks)**