

**AN ANALYSIS ON TAX INCENTIVE AND ITS  
EFFECT ON TAX PLANNING IN THE  
INDUSTRIAL SECTOR IN THE PERSPECTIVE  
OF INCOME TAX ACT 2058**

**Submitted to**  
Office of the Dean  
Faculty of Management  
Tribhuvan University

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In partial fulfillment of the requirement for the Degree of  
Master of Business Studies (M.B.S)

**Butwal, Nepal**  
**July, 2011**

# RECOMMENDATION

This is to certify that the thesis

Submitted by

Mr. Ruk Bahadur Tandan

Entitled

**“AN ANALYSIS ON TAX INCENTIVE AND ITS EFFECT ON  
TAX PLANNING IN THE INDUSTRIAL SECTOR IN THE  
PERSPECTIVE OF INCOME TAX ACT 2058”**

has been prepared as approved by this Department in the prescribed format of the faculty of Management. This Thesis is forwarded for examination.

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# VIVA-VOCE SHEET

We have conducted the viva-voce examination of the thesis

Submitted by

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and found the thesis to be the original work of the student and written according to prescribed format. We recommend the thesis to be accepted as partial fulfillment of the requirements of Master's Degree in Business Studies (M.B.S)

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## **DECLARATION**

I hereby declare that this thesis entitled “An Analysis On Tax Incentive And Its Effect On Tax Planning In The Industrial Sector In The Perspective Of Income Tax Act 2058” submitted to office of the dean, faculty management, Tribhuvan University is my original work as partial fulfillment of the requirement of Master's of Business Studies (M.B.S.) prepared under the guidance and supervision of Mr. Tara Prasad Upadhayaya, Lumbini Banijya Campus, Butwal, Rupandehi, Nepal.

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## **ACKNOWLEDGEMENT**

I am very pleased to present myself as an author of the thesis entitled “An Analysis On Tax Incentive And Its Effect On Tax Planning In The Industrial Sector In The Perspective Of Income Tax Act 2058” has been prepared for the partied fulfillment of the Degree of Master of Business Studies (M.B.S.).

I wish to express my deep gratitude and sincere thanks to my thesis supervisor Mr. Tara Prd. Upadhyaya, Lumbini Banijya Campus, Butwal, Rupandehi, for suggesting of this thesis paper and for his constant encouragement, patient guidance, valuable supervision and meticulous care from time to time discuss on several aspect of this research study

I am also grateful to Campus Chief Dr. Ishwor Gautam, Lecturer Mr. Binod Dhungana, Mr. Nkrishna Bhattarai, Mr. Krishna Gautum, Mr. Surya Rana, Mohommad Ansari and all the staffs Lumbini Banijya Campus, Butwal, Rupandehi for their kind cooperation during the study period.

Thanks also go to Chairman Of The Institute Of Chrtered Accountants Of Nepal Mr. Madhu Bir Pande(FCA),Prof. Dr. Santosh Raj Poudel, Mr.Rupesh Kumar Maheshwori(CA), Mr. Hari Man Singh Shrestha(RA), Mr. Hari Krishna Sharma (Tax Officer IRD Babarmahal), Mr. Shambhu Dahal (Sipradi Trading Pvt. Ltd.), Mr. Krishna Raj Adhikari(CA), Mr. Tej Prasad Subedi (CA) and all the experts( Tax experts and Tax Payer) who helped me by giving all necessary documents, information and valuable suggestion.

Similarly, I would like to express debt of gratitude to my family members for their continuous inspiration and support during the entire period of study.

July, 2011

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## ABBREVIATION

GDP	: Gross Domestic Product
BS	: Bikram Sambat
CEDA	: Centre for Economic Development and Administration
D.T.	: Direct Tax
Etc	: and the other
F/Y	: Fiscal Year
HMG/N	: His Majesty Government of Nepal
IRD	: Inland Revenue Department
IRO	: Inland Revenue Office
IT	: Income Tax
ITA	: Income Tax Act
Ktm	: Kathmandu
Ltd	: Limited
MBA	: Master in Business Administration
MBS	: Master in Business Studies
MOF	: Ministry of Finance
No	: Number
Pvt	: Private
S.n.	: Serial Number
T.U.	: Tribhuvan University
VAT	: Value Added Tax
Vol	: Volume
US \$	: United States dollar
LTO	: Large Tax Offices
PAN	: Permanent Account Number
SAARC	: South Asia Association of Regional Co-operation
PEs	: Public Enterprises
CTO	: Chief Tax Officer
DG	: Director General

DDG : Deputy Director General  
RA : Registered Auditor  
CA : Chartered Accountant