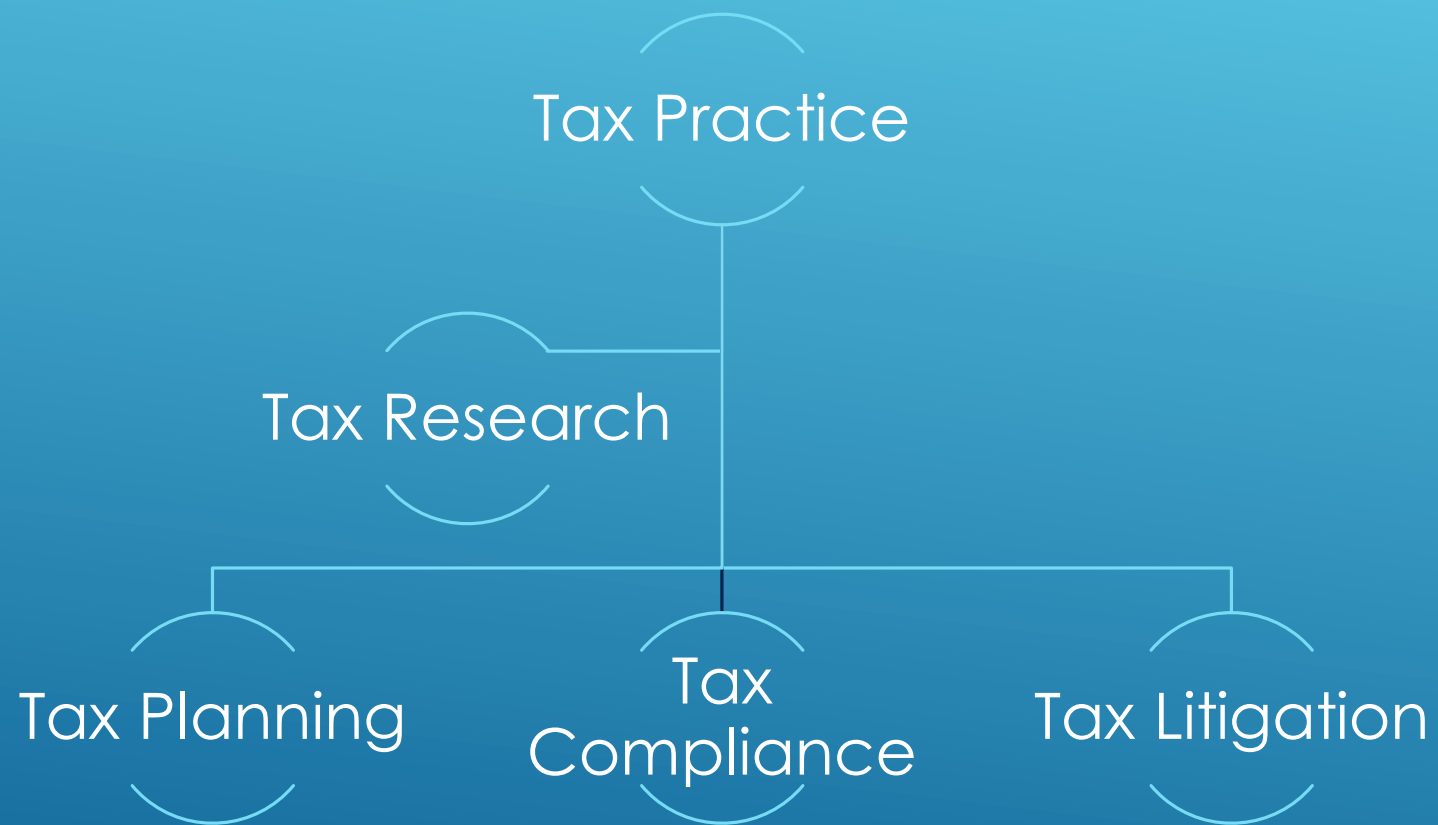


ETHICS OF TAX PROFESSION, PRACTICE

BY ANWAR KASHIF MUMTAZ

ELEMENTS OF TAXATION



- ▶ Gathering, evaluating, & classifying information for :
 - ▶ Filing tax returns
 - ▶ Representing clients before the Tax authorities



TAX COMPLIANCE

- ▶ Arrange to minimize tax liability
 - ▶ Tax avoidance: legitimate
 - ▶ Tax evasion: illegal
 - ▶ Open transactions
 - ▶ Plan for a pending (future) transactions
 - ▶ Closed transactions
 - ▶ Minimize liability for past transactions

TAX PLANNING



- ▶ Settling disputes with the Authorities in courts



TAX LITIGATION

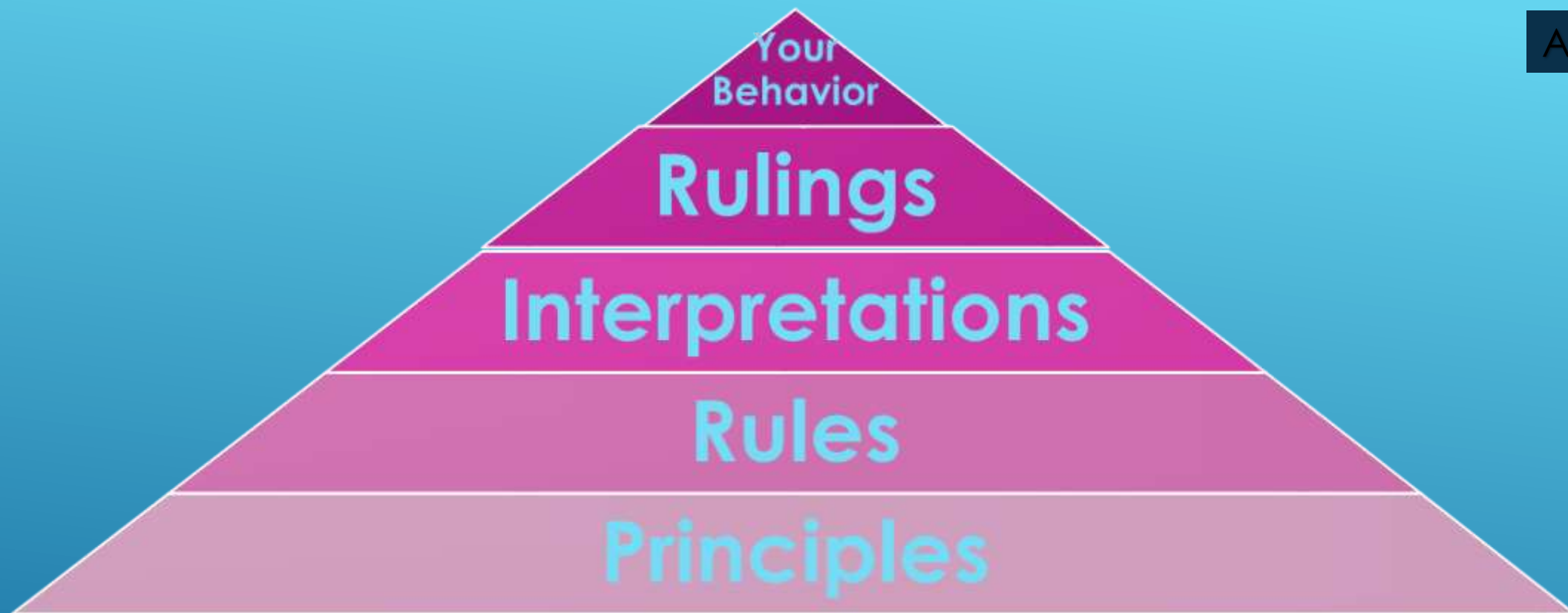
- ▶ Analyze and determine answers for tax situations:
 - ▶ Identify issues
 - ▶ Determine proper authorities
 - ▶ Evaluate appropriateness of authorities
 - ▶ Apply authority to specific facts



TAX RESEARCH

- ▶ A principle of right or good or a system of such principles or values
- ▶ Ethical behavior is based on written and unwritten codes of principles and values held in society.
- ▶ Ethics reflect beliefs about what is right, what is wrong, what is just, what is unjust, what is good, and what is bad in terms of human behavior.
- ▶ Ethical principles and values serve as a guide to behavior on a personal level, within professions, and at the organizational level.
- ▶ To be ethical, one has to conform to the standards of conduct of a given profession or group.

ETHICS



THE ETHICS PYRAMID

- ▶ Responsibilities
- ▶ The Public Interest
- ▶ Integrity
- ▶ Objectivity & Independence
- ▶ Due Care
- ▶ Scope & Nature of Services

CODE OF PROFESSIONAL CONDUCT

- ▶ In carrying out our responsibilities as professionals, we, members of the Tax community, should exercise sensitive professional & moral judgments.

RESPONSIBILITIES



- ▶ To maintain and broaden public confidence, Tax Practitioners should perform all professional responsibilities with the highest sense of integrity.

INTEGRITY



- ▶ A Tax Practitioners should maintain objectivity and be free of conflicts of interest in discharging professional Responsibilities.



OBJECTIVITY AND INDEPENDENCE

- ▶ A Tax Practitioners should observe the technical and ethical standards, strive continually to Improve competence & the quality of services, and discharge professional responsibility to the best of one's ability.



DUE CARE

- ▶ The Tax Practitioners, are members in public practice just as accountants and should observe the principles of the Code of Professional Conduct in determining the scope and nature of services to be provided



SCOPE AND NATURE OF SERVICES

[illegible]