

# Role of Taxation System Role in the Era of Globalization

**Iqbal Shaukat**

Institute of Chartered Secretaries and Managers, Karachi, Pakistan

**Email address:**

professionalstudent2030@gmail.com

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**Abstract:** Good Taxation system is the base of economy. No economy can be developed with out Taxation system. in various countries around the world, they enforce the sound Taxation system with the intention to developed the economy and the self reliance of the nation. one of the basic feature of the developed economy to enforce the good Taxation system which is run easily by the general public. Better Taxation system is easily understandable by the genreal public. When the Taxation system is complicated it can not be success full and better for public policy. It is necessary for good Taxation system that tax consultant provide the better services to the public and tax payer. in some countries the people are not understand the Taxation system, because the education rate is very low. In the era of globalization we are facing many challanges. The effect of the globalization is very sound. In this era of globalization we are facing the serious economic challanges. Economics challanges can be faced by the way of good economic development and education. In many countries the Taxation system is very sound and viable. Sound Taxation can give the way of progress and prosperity. In many country of the world because of the patriotism people pay the tax. In various countries the Taxation system are run on the base of smmoth manner, The good manner of Taxation is provide the base to collect more and more revenue. Good Taxation system is symbol of the economic prosperity of the country. Good Taxation system are very broad base in the developed countries. In developed countries where the high rate of education, the taxation system is very understandable and favourable.

**Keywords:** Taxation, Economy, System

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## 1. Academic Review

Taxation system in this era of globalization is very important. Nation can face the economic challange with help of good economic and Taxation system. In various countries got the destination of devlopment with the help of self reliance. Good Taxation system are very beneficial to all nation, s. In that case government achieved the highest goal of economic devlopment and good target of Taxation. With the help of Taxation we can easily achieved the highest goal of highest gross domestic product. In various countries where the high rate of revenue tax is collected, they no need of foreign financial aid and financial bailout.

Taxation system is very important for every socitey. with out the revenue no economy can be survived. [1-10].

## 2. Implementation of Tax System

In Taxation system there are two types one is direct taxes

and indirect taxes. Direct taxes are the taxes on income sources. second one indirect tax which is collected by the other person or individual. Taxatation system is the back bone of every society, if one person income come in taxable limit he will be liabable to pay the tax, in the indirect Taxation system the pay is pay the tax on the purchase on goods or the purchase of any Taxation rates announced by finance minister every years budget. During the year budget Is implemented. Tax is collected by the federal authority. if the federal authority collect the tax with simple system it will rise and generate the revenue of the country. Taxt revenue is the highest portion of the budget, if the government fail to achieve the target of Taxation it will increase the fiscal deficit and deficit finance. Deficit finance is the bad cause for every country economy. [2-10].

## 3. Tax Revenue and Economy

Taxation revenue is very important for every budget. In that case when the Taxation target not achieved according to

the expectations it will be a bad sign for economy. Taxation is the integral part of country finance. In various countries they achieved the high target of tax income. When the Taxation is implemented properly in one country. It will increase investor confidence and stable economic policies. Government should appoint the professional person's in the tax machinery. The benefit of the professional person they can run the tax system smoothly and effectively. This is the duty of all the tax consultant that they provide the guidance to the all tax payer, etc. The benefit of that that they easily understand the tax system easily and easily file the Taxation return and information which is required by the tax department. Government should arrange the tax survey quarterly, The benefit of that the data can be easily available regarding the Taxation pointview. Government should establish the separate bench for the hearing of tax cases, The benefit of that the problem of tax assess can be easily solved. The Taxation education is very important for one society. Many professional bodies in world they give the professional qualifications of Taxation management. Tax consultant should give the training to all student who are engaged in the study of Taxation management. Tax culture In the country can be come in one country with the help of tax consultant and tax education and proper tax practice. Government should formulate such policies which is easy for all the tax payers. Some time complicated tax policies which is announced by the government which can create the problem for the tax payers. for example if the simple form procedure is announced and enforced by the government it will create the easy tax culture in the country. Good tax culture can be enforced in one country with the help of tax and financial consultant. Good Taxation provide the way of development and economic prosperity. In various part of the world they achieved the high rate of tax revenue. In various countries where the education rate is very high, The tax revenue is very high in such countries. The reason of the high rate revenue the education rate is very high and the people easily understand the tax system. [2-11].

#### **4. Effect of Taxation System on Country Economy**

Taxation is the integral part of the economy, without taxation the dream of the economic development cannot be fulfilled. In various countries where the tax to GDP is high, they achieved the economic growth. Economic development is very important for every nation. In that case when the country not achieve the target high tax rate to GDP, they can face the economic disaster. In all countries where the economic growth is high the target of high taxation is achieved. In the absence of good Taxation system the dream of self reliance can not be achieved any country. Taxation policy is very important for one country economy. Taxation system always encourage foreign investment. taxation policy provide the opportunity of investment to investor in various projects. Good Taxation system is the dream of economist.

If we want that our country not depend on the foreign economic aid, we should encourage the tax culture in the country. In various countries introduced such Taxation policies which provide the opportunity to business person invest in the various sectors.

Taxation system In various part of world, where the literacy rate is very high the collection rate is very high. For example in Norway and Sweden where the education rate is about Ninety percentage, the collection rate is very high. One of the basic future of Taxation system, people's should know where the money of Taxation revenue is spent. In where countries the basic facilities index is very Taxation is only way which provide the goal of development and growth. Easy taxation system is very use for every country. It is observed it is very difficult for the common person to understand the Taxation system. Tax department should frame the easy form regarding file of return. In that case when the taxation form is length and long and other long detail, it is very difficult for the common person to understand this. Taxation system can be successful with the help of public. Taxation system is the backbone of economy. Taxation system is the key of success. With the help of good taxation system we can achieve the economic growth. Good Taxation bring the growth of economic growth. With the help of good taxation system we can help the such people who want come in the tax circle. Government should make such mechanism regarding Taxation where is easily understandable. In various countries the literacy rate is very low the people's are not understand the Taxation system, as a result of that government can not achieve high rate of tax to GDP rate. In such countries where the literacy rate is not satisfactory, Government should design such procedure which should be understandable by the every person. The benefit of that system that government can get the high revenue of tax. For example the tax return should be very simple and easily without any ambiguity and difficulty. Tax system should be sound in such case where the people's are aware from the economic development. Government should broadcast such programmes which provide the guidance to the people's regarding the Taxation. Taxation is the goal of goal of entire nation. Taxation system is the backbone of every economy. Government should design such policies which encourage the domestic and foreign investment. It is the need of hour that Accountancy Professionals should help the government in encourage the tax culture. In that case when the Accountancy Professionals help the government in this national cause, they can play the dynamic role in the country Economic development. Separate institute should be established for the Taxation professional education. Taxation is only way which provide the goal of development and growth. Easy taxation system is very use for every country. It is observed it is very difficult for the common person to understand the Taxation system. Tax department should frame the easy form regarding file of return. In that case when the taxation form is length and long and other long detail, it is very difficult for the common person to understand this. Taxation system can be successful with the

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## 5. Role of Accountancy in Taxation Profession

Accountancy professional is very important in the era of globalization. With out Accountancy the progress of the business is not possible. In Accountancy we estamte the financial position. We make journal, ledger, trial Balance and final accounts. Professional accountant makes reconcile the bank with the cash book. Professional accountant prepare the final accountant for the financial position. Professional accepted accountant makes the budget planning according to the size of business. Professional accountant made the cost report of the various segementation of business. The benefit of that the professional accountant check the accounts. Professionl accountant makes comply the requirement of international federation of accountant. The benefit of apply of international federation of accounts principles, there is no legel consequences faced by the company. Professional accountant arrange the audit annuely according the companies laws requirements. Professional accounts makes comply the tax laws according to Taxtation laws of the relvent countries. Code of corporate is the intrgreal part of the financial life. Code of corporate governance implementation is very necessary after the two thousand. professional accountant fulfill all the requirement regarding the corporate governance. Professional accountant is very qualified person. Professional accountant improve his qualification with the passage of time. Professional accountant hire the professional qualified accountant. Professional accountant arrange the training of accountants. Professional accountant made the financial analysis very wall. In the case of that company engage in international business, professional accountant arrange the consignment and joint venture account. Professional accountant provide the reporting to higher management. Professional accountant is the key of development. With out the professional accountant the dream of the development cannot be achieved. International stander of Accountancy is the important part of accountancy. Professional makes comply all the international stander of Accountancy. Every economy needs profession accountant. [1-10].

## 6. Taxtation Qualifications

In various countries several institutes established for the Taxtation qualifications. The basic purpose to provide the professional qualifications to student. Taxtation professional bodies design the syllabus which is beneficial for the tax student. professional qualification in Taxtation is very important for the country economy. The benefit of taxation

qualified students, they can be prove him self as a good tax consultant. in various countries where people are not aware with the Taxtation laws, such student provide the guidance to such asscesses who are not aware with the Taxtation polices. [1-11].

## 7. Empirical Result

I conducted the research regarding the Taxtation system is back bone of the economy.

I talked with three cetogeries regarding the taxation system.

*Table 1. Empirical result table.*

Cetogeries.	Yes	no.
Business.	3.	1
Student.	8.	2
Teacher.	10.	1

All the audience agree with my hypothesis that Taxtation is the back bone of the economy.

Mojority of the audience with my hypothesis that Taxtation system is the back bone of the economy.

## 8. Conclusion

Economic devlopment is very important for every nation. In that case when the country not acieve the terget high tax rate to GDP, they can face the economic disaster. In all countries where the economic growth is high the target of high taxation is achieved. In the absense of good Taxtation system the dream of self reliance can not be achieved any country. Taxtation policy is very important for one country economy. Taxtation system encourage foreign investment. Taxtation policy provide the opportunity of investment to investor in various projects. Good Taxtation system is the dream of economist. If we want that our country not depend on the foreign economic aid, we should encourage the tax culture in the country. In various countries introduced such Taxtation polices which provide the opportunity to business person.

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