

MODULE 7

VALUE ADDED TAX (VAT)

TASK 7.1 Why pay tax according to SARS

A		G	
B		H	
C		I	
D		J	
E		K	
F			

TASK 7.2 Definitions and explanations of some forms of taxes in South Africa

COLUMN "X"		COLUMN "Y"
1.	Income Tax	
2.	Capital Gains Tax (CGT)	
3.	Value Added Tax (VAT)	
4.	Excise duty	
5.	Transfer duty	
6.	Estate duty	
7.	Unemployment Insurance Fund (UIF)	
8.	Skills Development Levy (SDL)	
9.	Donations Tax	
10.	Pay As You Earn (PAYE)	

7.8.2

7.8.3

7.8.4

CHECKLIST

Skills	Yes – proficient	Requires more attention	Complete
Understand the reasons for taxation in the country.			
Understand the basic principles of Value Added Tax.			
Understand who needs to register as a VAT vendor.			
Understand the difference between standard VAT, zero-rated and tax exempted items.			
Understand the difference between tax evasion and tax avoidance.			
Analyse ethical and internal control scenarios affecting VAT.			