



## The impact of accounting policies on determining the business profits tax base: A field study on a sample of insurance companies

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### Article Info

**ISSN (online):** 2582-7138

**Volume:** 06

**Issue:** 03

**May-June 2025**

**Received:** 03-03-2025

**Accepted:** 05-04-2025

**Page No:** 182-192

### Abstract

The study aimed to: clarification effect Accounting policies on to set a pot tax business profits in Companies Insurance Islamic How to Use this Policies, Recognition on How to Measurement Disclosure on Policies in Companies Insurance Islamic, as the study followed the descriptive analytical approach and reached through it a number of results, including, the accounting policies followed in Islamic insurance companies help in measuring the tax base, and disclosure of accounting policies helps in determining the tax base in insurance companies, and following the generally accepted accounting policies provides confidence between insurance companies and the Tax Authority when determining the tax base.

The study also made a number of recommendations, including the need for effective accounting policies to facilitate the determination of the tax base. Insurance companies' annual income statements must be prepared in accordance with generally accepted accounting policies to reflect actual performance and contribute to determining the tax base.

**Keywords:** Accounting policies - Tax base - Business profits

### Introduction

#### First: The methodological framework:

accounting Tax science collects between science accounting, Tax science and accounting Tax she has side scientific It is represented in Principles and principles on Its basis It is held system Tax sound, And side Applied Technician interact in His achievement Experience and accounting To translate Project objectives Tax, And confront Its requirements from to choose accounting system With his records and his notebooks and its documents, And registration accounting information To determine a pot tax And preparation Decisions tax, And check Record a and notebooks To verify from Believe it And her honesty.

phase industry Insurance in Sudan The first It started Before midday century Twenty And it continued to beginning The contract Good From him and her phase what He knows With insurance Commercial or Insurance Traditional and second It dates back she has from beginning The year the second from The contract The last From the century the past to Our day this And it is phase Insurance Cooperative Or insurance Takaful

Included industry Insurance on Variables Political Social and legislative Multiple Lost I witnessed These two The two periods Developments Note On the sides Technical Insurance Pure I imposed it from District relationship Contractual between The believer The believer to them in Companies Insurance And re- Insurance, On the one hand Other Imposed reality correlation market Insurance Sudanese In re-markets Insurance Global.

It becomes clear that Evolution The mentioned did not Keeps up with him interaction It is mentioned For the accounting side in This is amazing Companies with thought accountant Follower that Witnessed since a period emergence industry Insurance in Sudan or Before that A little And even Now developments She was on degree big from Importance in Principles accounting The On it and then in Standards accounting whether She was International standards or British or American or countries Islamic in

1970s the past and this Standards All of them imposed itself and it became It is being dealt with With her on range Wider

### Problem the study:

Included industry Insurance on Variables Political Social and legislative Multiple Lost I witnessed These two The two periods Developments Note On the sides Technical Insurance Pure I imposed it from District relationship Contractual between The believer The believer to them in Companies Insurance And re- Insurance, On the one hand Other Imposed reality correlation market Insurance Sudanese In re-markets Insurance Global, it is clear that Evolution The mentioned did not Keeps up with him interaction It is mentioned For the accounting side in This is amazing Companies with thought accountant Follower that Witnessed since a period emergence industry Insurance in Sudan or Before that A little And even now Therefore, the problem can be formulated as follows:

- What she Policies accounting that fit to set tax pot earnings Business in Companies Insurance Islamic?
- Role this is amazing Policies accounting on to set a pot profits tax Business in Companies Insurance Islamic?
- Disclosure on Policies accounting in Companies Insurance and its impact on to set a pot Tax

### Importance the study:

It is represented by importance this Search in The following:

**Scientific importance:** The importance of the study lies in the fact that it addresses one of the most important tangible topics, which is the study of policies. Accounting Followed in to set tax pot earnings Business in Companies Insurance is special.

**Practical importance:** This study helps direct the interests of accounting research towards conducting more studies related to the variables of the current study and contribute to determining the effects. Positive in determining the business profits tax base.

### Goals the study:

#### The study seeks to achieve objectives next:

- Study Policies accounting To determine a pot profits tax Business in Companies Insurance Islamic
- Clarification effect this is amazing Policies on to set a pot tax business profits in Companies Insurance Islamic How to Use this Policies.
- Recognition on How to Measurement Disclosure on Policies in Companies Insurance Islamic

### Hypotheses the study:

To achieve Goals the study It is done a test Hypotheses Next:

- Policies accounting Followed in Companies Islamic insurance Help in measurement a pot Tax
- Consistency in application Policies accounting Helps In determining a pot tax in Companies Insurance
- Disclosure on Policies accounting Helps in Specify a vessel tax in Companies Insurance

### Methodology the study:

Curriculum Descriptive Analytical

### Methods and tools collection data:

**Sources Primary:** The questionnaire was prepared specifically for this purpose.

**Sources high school:** books References and magazines and scientific journals and laws and regulations and publications Reports and the Internet.

It is confined border the study

**Border Spatial:** Sample of insurance companies.

**Border Timeframe:** 2020-2021.

**Objective limits:** The impact of accounting policies on determining the business profits tax base

**Second:** Previous studies

### Babiker's study 2009:

The study dealt with effect Ways calendar Stock commodity on Tax assessment earnings The works It was represented problem Search in that Item commodity from more Items impact on The vessel Tax from between The origins circulating The other And The plain The hill is empty In it, permission what he effect Ways calendar Stock commodity last period in to set The vessel Tax For tax earnings The works gesticulate she The method Ideal that He should Follow it in calendar The sad one commodity last period when appreciation tax earnings The business, the goal A study to clarification concept Stock commodity One Items existing The Center Financial, reverse role thought accountant in calendar Stock commodity last period in to set a pot tax earnings, Recognition on Ways calendar Stock commodity last period that It is considered necessary To determine a pot tax earnings The works, throw light on Foundations and Methods to set a pot tax earnings The works The study tested a number of Hypotheses Including: There are relationship same Dalalah Statistics between Ways calendar Stock commodity last period And specify a pot tax earnings business;

I depend Search on Curriculum deductive To determine nature The problem, The method inductive No test Hypotheses the study, The method historical To display Studies previous Which she has relationship On topic the study, And on Curriculum Descriptive Analytical No procedure the study Applied, concluded the study to several results Including; multiplicity Ways calendar Stock commodity last period Leads to I disagreed a pot tax earnings The works. Use road Incoming finally Issued first in calendar Stock commodity last period when to set a pot tax earnings The works, recommended the study To a number of results, including: limit from The hill is empty And cheating in Stock commodity And that on road stability in following road one To correct it, follow policy Fair in calendar Stock commodity last Period, researchers believe that this study was interested in knowing the effect Ways calendar Stock commodity on Tax assessment earnings The business, while our study was interested in identifying the impact of policies in determining the business profits tax. (Babker, 2009 AD)

The researcher believes that this study dealt with effect Ways calendar Stock commodity on Tax assessment earnings while this study addressed the impact of accounting policies in determining the business profits tax base.

### Asia Study 2010:

Eat Search address role Information accounting in Specify tax Business in banks Commercial problem she Find Proof information accounting Fits in situation Foundations accounting To measure Specify The vessel Submissive tax earnings Business in role Disclosure And the show accountant For information accounting from during Reports

and lists Finance Private In the facility, Which It becomes clear from that Importance Disclosure accountant For information accounting Tax in Specify The vessel Submissive tax earnings Business

It was represented Goals Search to Explanation role Information accounting in Specify a pot tax earnings Business In banks Commercial How Specify that The vessel And the exit With results And recommendations Help in Operation Specify The vessel Submissive tax earnings Business In banks Commercial then Investigation Objectives previous from during study Methodology I derived Its facts Scientific from reality sources Secondary I adopted on the reviewer Scientific Different And that By following Curriculum Historical To display female students previous The method stability To formulate Hypotheses and deductive To choose Hypotheses And that Depending on on Sources Primary and sources Secondary With the aim of Access to facts on public Researchers

She did the study on Hypotheses Next, she presence significant effect Statistics for information accounting in Specify The vessel Submissive tax earnings Business In banks Commercial And existence Impact Dal Statistically To hold The obligated For notebooks accounting regular in Specify The vessel Submissive tax earnings Business And accreditation inspector Diwan taxes in Specify The vessel Submissive tax earnings Business on Information accounting The study reached a number of conclusions: The results include: accuracy Data Finance she that Determine possibility Specify The vessel Submissive tax earnings Business In banks Commercial And also Hide Data Published By lists Finance from before some Funders taxes Performs to disability Specify The vessel Submissive For tax In addition to following Standards accounting Acceptable And the common On it To specify The vessel Taxpayer For profits Business Yazid from possibility Accreditation Information Incoming from before inspector taxes, from Most important Recommendations that Present it Study: It is necessity Linking Between Information and systems accounting By standards accounting, And on Diwan taxes Specify tax earnings Works building on Data Published By lists Finance And review and the stomach According to For standards accounting And necessity commitment inspector Diwan taxes in Specify The vessel Submissive For tax To what extent accuracy Data Incoming in Lists Finance, necessity justice in Distribution Profits Tax Between Individuals the society and suitability in How Payment And clarification Goals Tax Economic and social And that from during means Media Different. (Asia, 2010).

The researcher believes that the problem of the study was she Find Proof information accounting Fits in situation Foundations accounting To measure Specify The vessel Submissive tax earnings Business in role Disclosure And the show accountant For information accounting While the problem of this study was represented in the accounting policies followed by insurance companies and the extent of their compatibility with determining the business profits tax base.

#### **Fouad's study 2017**

The study addressed the impact of applying accounting models for price changes on measuring the tax base for business profits tax. The problem of the study was whether applying the modified historical cost model, the current cost model, and the Muhammad Hamid Mazar model each affect

measuring the tax base for business profits tax.

The study aimed to identify the impact of applying the modified historical cost model in light of price changes and its impact on measuring the tax base for business profits tax, and to demonstrate the impact of applying the current cost accounting model in light of price changes on measuring the tax base for business profits tax, and to clarify the relationship between the impact of its application in light of price changes on measuring the tax base for business profits tax. To achieve the objectives of the study, a test was conducted. The following hypotheses: The application of the modified historical cost model under price changes affects the measurement of the tax base for business profits tax, the application of the current cost accounting model under price changes affects the measurement of the tax base for business profits tax, and the application of the Muhammad Hamid Tamraz model under price changes affects the measurement of the tax base for business profits tax. The researcher followed the descriptive analytical approach through a quantitative case study method in collecting data for the purpose of verifying the hypotheses, the historical approach in tracing previous studies, the inductive approach to test the research hypotheses, and the deductive approach to identify the patterns of problems associated with the study. The study reached several results, the most important of which are: The theoretical and field study showed that the historical cost model adjusted for price changes affects the measurement of the tax base for business profits tax. The company incurred losses after adjusting the data with the aim of preserving capital according to the concept of replacement cost or current cost. The model of Muhammad Hamid Tamraz is one of the appropriate accounting models to demonstrate its effect on measuring the tax base for business profits tax during price changes.

The recommendations are as follows: The Tax Authority must accept the financial statements amended in accordance with accounting for price changes to preserve the purchasing power of capital from gradual depreciation and erosion in the form of additional taxes. The need to make a comprehensive amendment to all items of the financial statements to preserve the production capacity of projects and to show realistic figures that express the financial statements and use the figure prevailing on the date of preparing the budget. Companies must not pay tax before preserving capital as a production capacity so that the capital of these companies does not erode and they exit the competitive market in the future. (Fouad 2017 AD).

The researchers believe that this study used the historical approach to trace previous studies, the inductive approach to test the research hypotheses, and the deductive approach to identify the patterns of problems associated with the study in a manner consistent with the approach of our current study.

#### **Salah's study 2011:**

The researcher addressed the impact of the self-assessment system and its role in determining the business profits tax base. The problem of the study was that the administrative foundations and procedures followed in measuring the tax base are not fair and correct, which leads to disputes over the estimation of the tax base. In this study, the researcher followed the deductive, inductive, historical and analytical descriptive approach. The study aimed to demonstrate the impact of self-assessment in increasing trust between taxpayers and taxpayers, and improving the performance of

the Tax Bureau.

The importance of the study is represented in the possibility of benefiting from self-assessment as a means of achieving tax justice to reach the determination of the tax base, and to prevent tax evasion, working to raise the level of disclosure and transparency by the establishment fully cooperating in the success of the mutual relationship with the Tax Authority. The study sought to test the hypotheses represented in that the self-assessment system affects increasing trust between taxpayers and taxpayers and leads to measuring the tax base in a realistic manner, the disclosure and accounting transparency provided in the financial statements help to determine the tax base in a fair manner, the self-assessment system leads to reducing tax collection expenses, The self-assessment system affects the tax revenue collection, and through the case study

The study reached a number of results that confirm the validity of the study's hypotheses, including that the self-assessment system provided the opportunity for early collection of revenues. Reducing tax disputes between taxpayers and the Tax Bureau. The self-assessment system has increased trust between taxpayers and the Tax Bureau. The reduction in the tax rate in the recent tax reform and the implementation of the self-assessment system have expanded the tax umbrella and attracted new taxpayers, with the number of taxpayers continuing to increase year after year, thus increasing revenue collection. The availability of accounting information leads to a sound determination of the business profits tax base. The ineffectiveness of tax information as required leaves taxpayers unaware of the legislation and regulations issued by the Tax Bureau, which are supposed to be prepared by the Tax Bureau's media department. The Income Tax Law ignores both moral and material incentives for taxpayers, while imposing strict penalties for failure to file returns by the legal deadlines.

The study recommended obligating all taxpayers to keep accounting books and documents and submit them to the Tax Authority whenever requested, working on developing human resources in the tax administration through good training and developing the knowledge structure, and the necessity of simplifying and separating the tax declaration form to suit all categories of taxpayers. So that it can be handled easily and smoothly, and reduces the high cost of printing. As well as benefiting from the rest of the model for the target groups, it is necessary to work on motivating taxpayers in the event of submitting the tax return on the specified date. The incentive can be moral or material, the necessity of activating the penalties and sanctions stipulated in the Income Tax Law. (Salah 2001 AD)

The researchers believe that this study focused on raising the level of disclosure and transparency by ensuring that the company fully cooperates in ensuring the success of its mutual relationship with the Tax Authority. The importance of our research stems from identifying the accounting policies followed by Islamic insurance companies.

#### **Study on 2011:**

Take T The study examines the role of corporate governance in reducing tax evasion, applying it to the Federal Tax Authority. The research problem, based on the practical application of business profits tax in Sudan, is that most taxpayers do not maintain regular and sound accounting books and records, and that the accounting systems applied in economic units are weak, incomplete, or even completely

absent in some units, which creates opportunities for tax evasion. The research aimed to understand the concept and importance of governance, the possibility of its application in the Tax Authority, and its impact on activating means of combating tax evasion. The research relied on the deductive approach to identify the problem areas and formulate hypotheses, the inductive approach to test the hypotheses, the historical approach to review previous studies related to the research, and the descriptive analytical approach to understand the role of corporate governance in reducing tax evasion. The researcher sought to test the following hypotheses: There is a statistically significant relationship between the application of governance principles and tax evasion, the application of governance principles works to reduce tax evasion, and the procedures taken by the Tax Bureau to link the business profits tax affect the principles of corporate governance. The study reached several results, including: There is a relationship between the application of governance principles and tax evasion, the application of governance principles works to reduce tax evasion, the application of procedures taken by the Tax Bureau to link the business profits tax affects the principles of corporate governance. The Tax Authority relies on arbitrary estimates in assessing business profits tax, which negatively impacts corporate governance principles. The study recommended several recommendations, including that the Federal Tax Authority's management ensure the application of corporate governance principles and rules, the necessity of training Tax Authority employees on the corporate governance system, and the necessity of all taxpayers' commitment to regular accounting books and records.

The researchers believe that this study is consistent with our study in the research methodology used, as it used the historical method to review previous studies related to the research, and the descriptive analytical method.

#### **Second: the theoretical framework of the study**

##### **1. Business profits tax concept**

Represents tax earnings Business source big from Sources Finance where expanded Activities Economic in Sudan in years the last to include all Profits the resulting from all activity.

So It is considered earnings Business from Revenue that Subdue her Legislation Tax Sudanese For tax income, so It states Paragraph ninth from law tax income For the year 1986 AD on that it with Consideration Rulings this the law impose tax on year Appreciation on income in year basis that He is Result from:

A. Sudan in condition the person resident or not Resident

B. Any place outside Sudan in condition The person resident on that He is The mentioned related Bal AT:) Profits business, income rent The property is A.T. income Personal (she also from Oldest taxes Direct as Represents Its revenues greater rate from I respond taxes and financing Budget Public For the state, And greater taxes Impact on Activity Economist A means from means re distribution income National And encouragement investment, And impose tax earnings Business On all Activities Commercial and industrial and agriculture and professionalism And it is calculated As a percentage Centenary from Net Profits or income after rival Expenses that incurs it The person in Way investigation H. earnings.

also It is considered one from taxes old And it is Most important taxes Direct Represents Revenues The resulting

About her Part The biggest And play role Basically in Budget The state, which is influential On activities Economic Because it is One of means Important To return distribution income National And encouragement Investment And impose tax earnings Business on all Activities Economic From it Industry, commerce Activity agricultural and services Professional And it is calculated As a percentage from Net Profits or income after rival Expenses that I incurred it The institution or individual in His profits. (Abdul Qader 1975, p. 7)

## 2. Goals Systems Tax

For systems Tax Goals Miscellaneous And multiple, Where He was the goal Financial he basis in age Tax laws in most countries the world And with appearance problem Depression Universal 1929 AD I woke up governments to necessity Intervention To ensure Stability a r The economist And re- Distribution income, Therefore appeared Objectives Different For systems Tax And while Yali Most important Goals Systems Tax

- Objectives Finance: be that from during Savings Result enough And permanent It is possible Accreditation On it in Savings Requirements necessary To develop Sectors Economic Different And investigation Development required, with Shepherd that Be Expenses Collection Tax in minimum Its borders And emphasis on Importance expansion in numbers financiers, Therefore Savings financiers Renew To preserve on amount taxes that It is done Collect it all year, or from Okay Revenue support Public And financing tunnels The year With resources Fact Avoid for inflation And investigation For balance Financial, The goal Financial For tax from One Objectives Home And the important one For any tax And in beginning century Twenty He was the goal The only one For tax Therefore I used authorities Public Tax To get on Revenues Finance To cover Expenses General (Adi *et al.*, 2004, p. 8)
- Objectives Social: The principle the year in duty taxes he that Part the biggest from it It is located on Shoulder Owners Login High And spend in Coverage expenses The state on Services Education Health... etc. Owners Login low they Most Benefit from Services that Presented by The state And that because Owners Login High They resort to Education private and hospitals Private... etc. from Services Paid The reward And if what It was completed to exploit this the goal In a way effective Correct Because it is It will work on Investigation justice in Distribution burden Taxpayer Between citizens because all tax It means In the case Personality For those who are obligated With it from Where Burdens Family, source His income And its amount.
- Objectives Economic: It is represented by in Protection some Industries Local that may no Be Able on competition Industries imported on Way duty taxes on goods imported, Guidance Investments Local to some Sectors Desired In it And that By exempting her completely from Tax or Reduce it Which Performs to Increase Return that It happens On him investor, means To encourage Activity The economist in My condition inflation And shrinkage And that More rate Tax imposed on Its citizens to absorb Liquidity that They have in condition inflation or Discount rate Tax in condition shrinkage " decline" demand on goods and services To

increase Liquidity Available I have citizens Therefore Increase spending Therefore Activate movement Economic, means To improve The Center Financial And more size Investments And that With a discount ratio Tax on Companies.

- Objectives Administrative: It is represented by in to support the device Taxpayer and interest by organization that Serves Objectives efficiently and training and use Methods New to limit and the connection and the collection.

It becomes clear For the researcher that Objectives Many that It was reported about Tax Evolved with development Tax In First stage He was the goal The district Finance As if basis in age laws taxes in countries Global then appeared Objectives Other Other Finance And it became Look For tax Being verification Goals Other Other Finance like Objectives Economic and social And administrative.

## 3. A types taxes

Divided taxes to Divisions Technical Multiple And that According to for the corner that Look from during it to Tax so who? Where Number It is possible that Divide taxes to tax one And taxes Multiple, And Where Its container It is possible that Taxes are divided to taxes on People and taxes on money And Where Her views Due to circumstances The sponsor Personality and family And his ability on to push Tax It is possible that Divide taxes to taxes Personality And taxes sample directly And taxes Other directly And Where Its price It is possible that Divide Tax to taxes Relativity And taxes Ascending, And Where The method that It is done With it Distribution Her burden on All financiers It is possible that Divide Tax on taxes Distributional and taxes Standard. (Mahmoud, 2001, pp. 112-113)

### Features tax earnings business

It is characterized by tax earnings Business With characteristics Features its distinction on Types taxes other from where Its conditions And its validity How to to set Its container And the rewards Tie it And collect it It is distinguished earnings Business With characteristics The following:

#### 3.1 Tax Annual:

Impose tax earnings Business on Profits and gains that verification during a period basis which usually what be year AD It begins from first January and it ends in atheistic Thirty from December.

But if He was The sponsor Submissive For tax It is considered His accounts For a period of year And it ends in not atheistic Thirty from December It is considered that period accounting a period basis unless that there some Cases that It is permissible In it Exit on principle Annual For tax earnings Business This Agree with what rose in law tax income For the year 1986 AD Article (10) Paragraph A ) Item Firstly where Requires Imposing tax on any a job And about any period He starts In it that the job as Agree with Interpretation Incoming about a period basis where He knew her the law That it is period The Twelve ten month previous For a year Appreciation or any part from that Duration in Cases The following:

- in Stop on Activity
- condition It started Activity
- condition Brokerage

- Loss status.

### 3.2 Take principle eligibility:

take The legislator Sudanese With this The principle as he clear from Texts Incoming in Article (10) Items Firstly Secondly Thirdly) Firstly (Includes earnings Business Profits The resulting on any a job And about any period Busher In it that the job And I mentioned in Item) secondly (Profits The resulting on any right or license or support may grant For use or Possession Thirdly any income Result from investment Which may He is may catch actually or ruling any that The lesson By production income whether catch that income actually or no.

### 3.3 Expanding in range revenue subject for tax:

tax earnings Business impose on Revenue that she has characteristic Periodical And it is that Revenue that Produce on exploitation ordinary For faces Activity Different But Najd that The legislator may expansion in range Revenues subject For tax where Includes:

- Profits capitalism The resulting on sale One or more from pedigreed or Origins The project And other dedicated originally For sale or The resulting on compensation or Depreciation
- Profits that It has been achieved from any practical Cross Other than Profits capitalism subject For tax According to this the law.

### 3.4 impose on interaction head the money the worker:

Subscribe in investigation earnings Business Element A They are: head the money that risk To him Owners The project and effort that He spends it Owners The project (Zakaria, 1974, p. 57)

### 3.5 Tax a personality and his eye:

It is considered tax a personality And my eyes in Some, as he with regards For profits Business and companies where allowed The legislator Sudanese With exemption part from income To meet burdens Living with regards For individuals And also Companies Contribution Public And private and banks and companies Insurance

### Third: costs that deducted from revenues tax earnings business

Eat the legislator Tax Sudanese Expenses Answers opponent from tax earnings Business in The material (20) from law tax income for a year 1986 AD and there several conditions He should its availability

For consideration Expenses from costs that agree the legislator on her opponent it is represented by in following (Babker, 2005, p. 86)

- that Be Expenses Supporter And real It is not Possible occurrence
- that Be Expenses may I spent Completely in Way production income Submissive For tax
- that Be from Before Expenses revenue It is not Expenses Capitalism
- that Be Related per year Finance that It is considered About her the accounts On principle entitlement It is not The principle cash According to So He should that to bear year Finance with all what It belongs to her from Expenses whether she was I paid or did not you pay.
- that Be Supporter With documents And there some Items costs usually what Be Performer With a document

external And in condition non presence Documents Support some Items only Accreditation on what He sees it inspector taxes appropriate with size Activity For establishments.

- no Be Which Allows The legislator Sudanese By deducting it In the text sincere But Najd that The legislator no Agree on rival Expenses The following
  - a. any Expenses no He is The sponsor may Spend it Completely in Way Get on income
  - b. any Expenses from head the money or any loss or discount Or absorption For the head the money
  - c. any Expenses or losses Which It is permissible Cover it According to any insurance or a contract or compensation
  - d. any Expenses Dismissed in Way Living His family or from any purpose subjective or my house

H - Any tax income Similar For tax income in Its nature pay on income Other than tax income Job or Usage.

And - any Expenses not that He sees Secretary that Opposite Enough may give About her Z - Fees Managers On condition that no exceed This is amazing Fees amount 50 thousand fairy Sudanese or 5% of earnings Business Ability which greater per boss.

H - All Allocations and Precautions While except Allocations that Allows With it the law for tax income or Regulations Issued Accordingly.

T - Any benefit that I found It represents Expenses that no wipe The legislator By deducting it from Items costs when account blow earnings Business in The following:

It states the material (20) from law tax income for a year (97) and its amendments on Amounts that

It is permissible her opponent from Revenue

- Benefits on money the borrower.
- Rent a T.
- expenses Maintenance and Reform.
- Debts The lost (the destitute)
- fees Owners the job.
- Donations.
- Expenses Establishment
- Amounts Paid For boxes Savings and Pensions
- Consumption

### Revenue subject for tax earnings business:

#### It states the material (10) of law tax for a year 1986 on that earnings business includes:

- Revenue regular the resulting from Practicing Facilities Industrial Commercial It represents in total profit from Operations Operation and Trading and it must that Be Origins accounting healthy may I followed in Access to this Irada d.
- should that Subject For tax Subsidies that you get on it Facilities from the government or One of Bodies Public to encourage her in Go on on her works.
- should that Subject To hit income from earnings Business and Commissions that I got it On it Facilities and Individual financiers a result Mediation in some deals whether she was commission Local or Foreign
- opponent acquired And discount Expediting Payment where It is considered within Revenues subject For tax
- Debts The destitute The bottom line during The year And Oh, this Item should that We differentiate between what if He was may preceded For the benefit taxes that I adopted This is amazing Debts in year Execute her when

Check it out For accounts that year Here Gradient within a pot tax in year that I got it In it and - profits Capitalism: The Origin that the law no Subject Profits capitalism emerging on sale Origins For tax Vinegar from earnings Business not that the law may out on this origin

#### **In conditions the following:**

1. Submit for tax income from earnings Business Profits The resulting on sale One machines worth Increase on value notebook
2. If Success The sponsor on practicing the activity Submissive for tax and he did by acting in machines that Uses it and it was net the collector on sale exceeds value notebook

#### **Categories tax earnings Business:**

You count tax on Net Profits Approved on year basis and accounting as Yil Y (Ezz El-Din, 2001, p. 17)

A. For companies: Banks and companies Insurance and companies employment Money 35% companies sector private and the year) what Except Companies Industrial (25%) Companies Industrial a company Contribution Aunt 15%, Companies Agricultural and Products Animal Zero

B. Profits works Individuals:

150 - Exemption

300 10%

700 20%

1000 30%

More than 35%

With regards for people not Residents no Allows By the limit the lowest exempt

Criticisms that I directed for tax earnings Business in area

#### **Taxable revenues for tax:**

**There several criticisms i directed for tax earnings business in area revenues subject for tax including:**

1. did not It makes a difference The legislator Sudanese in area Revenues subject For tax between Business Commercial and works not Commercial, and should that subject First For tax earnings Business And imposes on Second tax Professions not Commercial if what use Owners Professions Free For the head the money in border that enable them from Practice Their activities subject For tax, But if He was For these activity Commercially Antidote For their activity Professional in like This is amazing Conditions should that Subject these For tax earnings Business While Related By treatment Tax For masters the letter And the craftsmen Independents I agree Researcher One with The opinion that Calling that these It is difficult Consider them Owners works or Organizers as no maybe Consider them procedure or employees.
2. did not He specifies The legislator Sudanese in law tax Quality Revenues and profits subject For tax no on Way Example no on Way confinement Dr.'s opinion Issam Religion The guardian that accountant Considering that origin the duty Following in like This is amazing Conditions Therefore He should that It makes a difference accountant Diwan Zakat between Ordinary revenues and revenues capitalism and others Normal that Achieve it The sponsor For reasons Out on Practice
3. His activity Normal
4. To preserve on share The state from earnings Funders He was should that It states The legislator Tax Sudanese Honestly on submission Profits The resulting on leasing

shops Commercial and industrial from Contents For tax earnings Business Given For activity The increasing Accept attic men Business in this The field.

5. Imposes the legislator Tax Sudanese tax earnings Business on Profits Capitalism the resulting on all Actions the carrier for ownership lands and buildings and agricultural lands if He was Own it less from three years as imposes this is amazing tax on Profits emerging on Instruments worth Increase on Its value notebook

6. Situation The legislator Sudanese in Article 23 of law tax income rules And founded accounting Tax For profits Business derived from works Insurance, and derive most I rule it from Legislation Tax English He sees Researcher one that to determine a pot tax earnings Business Must from account a pot tax earnings Business from

#### **During two stages:**

**Stage First:** Stage accounting and in it It is done to set Net profit before tax

**Stage Second:** phase profit Tax and in it He does the examiner Tax By comparison Items Net Profits and losses by law tax earnings Business to reach bowl tax earnings Business

#### **Tax base measurement:**

##### **Identification the vessel tax:**

Maybe identification the vessel It is harmful to me the material or the money or the person the subject No tax with necessity Availability element Time is up for this the vessel) lost impose tax annually or when Harvest the crop... etc. According to Systems Specific so and on me this the foundations maybe that impose tax on the income or on head the money together or individuals.

It also means In the bowl Tax the topic that impose attic tax, any The material that impose On it tax So if what We decide deduction part from ability Purchasing in image tax Appointed to set shape Component For the material that impose On it tax And he is what Crosses About him By choice basis duty tax or pedigreed Tax. And it can tariff also That he is The material or the money or The person Submissive For tax with necessity Availability element temporal For this The vessel And that According to Systems Specific So And on this basis maybe that impose tax on income or on head the money or income And head the money together, or While if imposed on individuals head hatred look on Their entry or Their wealth And affected The vessel Tax degree development growth The economist In Communities agricultural Najd that The vessel may He is on Production agricultural directly or asylum to taxes Other directly For ease Imposed while in countries Advanced Najd Accreditation on taxes Direct imposed in Most likely on entrance individuals from the job and profits The investigator.

#### **Selection quantitative for the bowl tax**

It stops size the outcome on road to set the vessel Tax, or appreciation value income for tax And there Ways different to appreciate value the material subject and It is represented by While the following:

#### **Appreciation other direct**

**Appreciation by appearances foreign affairs:** According to This is amazing The method It is done presentation value The vessel tax on basis number in Appearances Foreign Affairs

that Express on degree The person in charge It is possible for example Deduction By value Rental For housing The sponsor or place currency, number workers And the number Cars that Owned by.... etc.

It is distinguished This is amazing The method Easily in Application And reduce from Cases cheating and evasion from to push tax especially And if better to choose Appearances Foreign Affairs And it is blameworthy On it that it Leads to duty tax on basis may He is moving away on reality, as that equality in Appearances Foreign Affairs, may Leads to duty tax equal with regards For people And that Although from difference Their circumstances, And their entry In addition to that it maybe to avoid tax By resorting to Reduction from Appearances Foreign Affairs, He was He deliberately People to lineage Their property to Their children And their spouses.... etc.

### **Road appreciation al-jazfi:**

According to This is amazing The method It is done appreciation The vessel tax In a way Random Based on to some Evidence she has link document By the material subject For tax that Evidence that He depends On it Appreciation random may Be legal, He specifies order Tax And it is limited role Management Tax on application that rules, from that appreciation Profits Commercial For the financier Percentage Certain from number Business this what It is called By chance Legal

But so to leave appreciation The vessel Tax To agree between The sponsor and management Tax on number specific Like amount His income This is what It is called By chance Agreement, And some Sometimes By chance Administrative. It is criticized. on This is amazing The method non Her rise on basis Selection Flour And then After that on the truth And justice (Hamid, 2007, pp. 31, 32)

### **Appreciation Live:**

Represents This is amazing The method appreciation The material subject For tax, to set more discipline Accuracy from party Story male so that it Based on directly to knowledge The material subject For tax, And it is done This is amazing Either By declaration, Or on road Appreciation Live by Management Tax.

**A Statement:** It is represented Statement in Two forms Essentials: a permit the person in charge with tax, and a statement other

### **A permit the person in charge with tax**

content This is amazing The method that He does The person in charge With tax By himself presentation Statement in The appointment that Determined by the law So that it includes Statement Elements His wealth or His income or The vessel (Article subject For tax (in the form of General with suggestion Hassan Trust The person in charge With tax To ensure health Accuracy Statement Then Management Keep For herself In truth in Censorship Statement And his justification, so Show that there to cheat or mistake Lost resort The person in charge With tax to reduction size His income in order to impose attic tax less from His income real, So He is For management right in that resort to to road Appearances Foreign Affairs, or Appreciation random To reach to fact income Submissive For tax, Lost impose some Penalties criminal, or Finance in condition deliberate evasion from tax on road presentation Statements not Correct, It is distinguished This is amazing The method By achieving

justice tax, It is from side It works on appreciation The material subject For tax appreciation disciplined And then Then link tax Fits with income The real one The person in charge For tax

### **A permit other**

According to This is amazing The method Committed person last not expensive With tax By presenting Statement to administration taxes On condition that Be there relationship Legal connect The person in charge With tax, And the person that He did By declaration And application This is amazing The method, Affair to set a pot a lot from taxes, Like tax on Salaries and wages Tax on values Movable, taxes on benefits Debts Insurance... etc. what distinct This is amazing The method that it I took With it Many from Legislation Tax Different To ensure accuracy appreciation The material subject For tax

### **Appreciation by management tax:**

Converts the law To manage taxes right Appreciation The material subject For tax Don that Adhere to With evidence or Manifestations Certain And specific, So It is called This is amazing The phenomenon With appreciation or Inspection Administrative This on road to examine And auditing notebooks and records accounting For the person responsible, This in condition Backwardness The person in charge With tax or abstinence on presentation Statement Tax or Statement not identical, or involves on mistake or to cheat, unless that the law give For the person responsible With tax right The appeal in health Appreciation According to For the rules Legal Specific (Raqib 2006, p. 27)

### **To determine the qualitative for the bowl tax**

that Trend Hadith in Finance Public he taking With an eye consideration Without circumstances character For the person responsible With tax when Imposed it, This Calls for discrimination between tax The truth And the tax character And from it We will discuss to Both As follows (Omar 2013, p. 143)

### **First: tax the truth**

Impose on income hatred look on a personality the person in charge with tax or His circumstances family or Social. So if imposed tax on income Output on ownership the earth agricultural, It is imposed tax Real if She was one with regards For all Angel hatred look on Their circumstances Private, No difference between from Owns hectares One or more.

No requires tax the truth Effort big from side from side big from Efficiency It is It is characterized by in its simplicity And ease Apply it. It is distinguished that Its outcome Aziza It is no to intervene in Her account circumstances character and family For the person responsible With tax, as that it no It was decided any Exemptions. And despite Which progress, Van tax The truth no Fits with principle justice Tax that Requires Consideration Ability The assignment For the person responsible With tax as that it not flexible No maybe events changing in Its outcome Easily.

### **Concept Measurement:**

Measurement accountant He depends on to set values Related With all from Elements Politics For lists Finance, and assumptions Home that It is based on On it practical Measurement and characteristics that Characterized by With

it practical Measurement The Accountant (Hani 2011, pp. 35, 37)

#### **Identification measurement accountant:**

he that for him ability on Tab And classification What is meant Measure it By giving him value Numerical, Express on practical Measurement accountant By rules specific

#### **Nature measurement accountant:**

It is confined nature Measurement accountant on transformation Quantities The first to Values Financial or Transgress that To include In addition to that numbers information on performance The facility It is represented by that in numbers Information loneliness Measurement that maybe Use it To convert Quantities The eye to Values Financial It is confined importance Measurement accountant For the system accountant As a whole And for everyone system Accountant as a basis strong like accounting costs or accounting Administrative And is it? For measurement accountant role in numbers information help the management in Planning Strategic and adaptation for activities the facility the economic and social

#### **Principles scientific for measurement accountant:**

Principles accounting that Related In connection direct For the purpose of Measurement It is represented by in The AT

#### **Principle Investigation:**

Measurement accountant He specifies effect Operations Finance that it happened during periods Certain In preparation to reach to a result Activity from earnings or losses it requires that bitter to set group Expenses that it happened during same period

#### **Principle the interview:**

after to *set all* from Revenues and expenses that maybe Tie it actively a period Certain And necessity procedure interview between Revenues and expenses To determine The result from profit or loss And when to set Expenses equal basis And he is Do all Expenses that It happened during period He should take it in Accounts when to set a result Activity And that Because It is necessary here discrimination between Expenses Associated Size Activity And that Associated In time And that Associated Bitcoin or addition Principles Expenses the duty identify it And connect it Percentage Measurement she that that related Size Activity that It was completed His production And sell it And also Expenses Temporal Second Associated For a period of time Measurement Don Expenses that Agree By adding to The voice

#### **Principle Reservation:**

It is done capacity The human being Limited Towards Recognition on No conditions Futurism And all what maybe currency he procedure Estimates and expectations in border Assumptions Certain plans and needs appeared in accounting As a result To apply principles reservation Here maybe The saying that The events Futurism after prediction Possibly Its occurrence maybe that Be as The following:

- Confirmed occurrence And in proportion High
- Dedicated occurrence Percentage Few

He sees researcher that Concepts Tax It is necessary that He works With it when to set a pot tax And that from during

interview No revenues With expenses And verification from Documents Finance For activity The facility Which Reflects that image healthy on activity that The facility Which Helps in to set a pot Tax this And District Other We remember that Trends Modern in measurement earnings Possession And profit Movable By the way Represents development For content No, the original.

#### **Principle Objectivity:**

Objectivity in Meaning The year she has content relative And in accounting He means With it Empty Measurement from bias And that on road component Appreciation Personal As much as Place Document to The impressions character may It varies on reality And in area accounting used accounting loneliness criticism as a tool To express on Measurement accountant value Given For variables Finance According to So Take into account Objectivity in Measurement To reply on that Najd that it in beginning appearance accounting He was assumption stability power Purchasing alone criticism Assuming Objectively.

#### **Principle the importance relativity:**

in life all individual According to Due to circumstances and its objectives group The priorities He seeks to investigation what in the introduction From it As much as Place when procedure Operations Measurement before number big from Operations accounting It varies Its importance all From it on The chart in The rich that maybe that Talk to him on Dalalah that Measurement So He was Logically that Gives accounting importance especially For operations The most importance So that Fits effort The given in Measurement And accuracy.

#### **Concept acknowledgment tax:**

he model intended Distributes on Funders To do Fill it And clarification all Information and data Required on year Appreciation And he is Includes information especially on behalf of The sponsor And his address Aware of its device) head Money - Sale Daily - Purchases - Sales (And his expenses Rent - License - Zakat - Workers - Telephone - Electricity (and in the end Explain a result Activity Annual Do he profit or loss with Attach Records Documents required, and should on The sponsor Be careful accuracy in Filling Declaration Tax And present it For the office taxes in The appointment The determinant And not abstinence on Present it because all This is amazing things It is necessary On it sanctions It is represented by in fines Financial or chests Appreciation Briefly in condition non to provide Data necessary It includes Declaration Funders earnings Business and professionals And the drug is a T (Mawadda 2017 pp. 51, 52).

as maybe tariff also That he is the job the first that He acknowledges whereby The person in charge or Thank you By entering that got On it during a period specific in area application One Texts tax, and undertakes So that Running with Management Dialogue from His affair that Allows For management that Determine a result that amount tax the duty attic Push it on basis from health And accuracy, that is he phrase on a statement or statement It is clear In it The person in charge a result blinded him subject For tax, whether She was profit or loss on period Presenter About her Declaration. also he model Used To make sure from compliance Registrants By declaration on Their obligations Tax And pay it According to For value Authorized With it

**Importance declaration tax:**

To impose appreciation tax earnings Business required law tax income all from He starts activity economic subject for tax that He presents by the end all year a decision Tax He separates in it size His activity from Purchases - Sales - Revenue different and expenses arriving for pure earnings His activity For the importance of Declaration Tax And the obligation Motivators taxes By presenting it in The appointment The determinant Commitment is important presentation Information Correct duty law Part and penalties per infringement from Violations whether Without presentation Declaration or Present it after The appointment or presentation Data not healthy Arrive Penalties in condition Declaration Other correct intentionally The fine or the prison or The two penalties together, Tax return It is considered document Economic Important so It is necessary On it To commit In the amount of monetary For the treasury Public In a way My satisfaction maybe The state from ease Get for him in the time The determinant this with regards For the state, as that it important with regards For motivation tax where His side The conflict around size Appreciation that maybe that Issued in condition non presentation Declaration And he is what He knows With appreciation Briefly, where that Declaration Tax It is considered from foundations Important in practical appreciation The vessel Tax if did not It is not The most important on launch, when In it from benefits Shared For the state And defended tax on whether.

**Sixth: Study Field:****1. Study methodology:**

The study adopted the descriptive analytical approach because it is compatible with the phenomenon described in the study, which aims to describe the characteristics of the society to be studied and the nature of the relationship between the study variables represented by accounting conservatism in financial reports as an independent variable and profit quality as a dependent variable. This approach is based on interpreting the current situation of the phenomenon or problem. This approach is not limited to the process of describing the phenomenon, but rather includes analyzing, measuring and interpreting data and arriving at an accurate description of the phenomenon or problem and its results. Sami Melhem also stated that the descriptive approach is (one of the forms of organized scientific analysis and interpretation to describe a specific phenomenon or problem and depict it quantitatively by collecting standardized data and information about the phenomenon or problem, classifying and analyzing it and subjecting it to accurate study).

**2. Community sample the study:**

It consists of community the study from sample from staff In the Islamic Insurance Company, Amaina the study It was done to choose sample randomness from community the study And that To get on Opinions Or information Certain, And it was done distribution Number (130) questionnaires on that Includes distribution all Levels illustrated in community Search And it was done Retrieve (115) questionnaires It was completed Use it in Analysis.

**3. Methods a for statistics used:**

It was completed Use Statistics Descriptive (average) And deviation Standard (For all expressions Assignments the study This is to know direction sample the study For phrases

Scale And arrange it According to " Answers" The Inquirer Of them, and inferential statistics To test presence Differences same indication Statistics between Numbers of the approved and neutrals And those who disagree with the results above It was completed Use Test) Kay Square (To indicate Differences between Answers on all expressions Study assignments.

**Analysis hypothesis first:**

Policies accounting Followed in Companies Islamic insurance help in measurement a pot Tax.

**Table 1:** results hypothesis First

Morale Level	Value of chi squared	Standard Deviation	Arithmetic Mean
.000	89.1	.50	4.1

**Source: Prepared by the researcher from data questionnaire 2021 ad**

It is clear table above that The middle Arithmetic (4.1) And he is Indicates on that Sample individuals We agree strongly on This hypothesis, as It is clear table a result a test square Kai where I reached value square Kai For hypothesis (89.1) and at level Morale (.000) and less from Significance level (0.05) and above The researcher concludes that Study hypothesis For the first It has been achieved It is the one that It states that Policies accounting Followed in Companies Islamic insurance Help in measurement a pot Tax.

**Table 2:** results hypothesis Second consistency in application Policies accounting Helps In determining a pot tax in Companies Insurance

Morale Level	Value of Chi Squared	Standard Deviation	arithmetic mean
.000	129.7	.56	4.1

**Source:** prepared by the researcher from data questionnaire ad 2021

It is clear table above that The arithmetic mean (4.1) is Indicates on that individuals Sample We agree strongly on This hypothesis, as It is clear table As a result Test square Like where I reached value square Like For hypothesis (129.7) and at level Morale (.000) and less From a significance level of (0.05) and from what preceded The researcher concludes that Study hypothesis Second It has been achieved It is the one that stipulates (consistency) in application Policies accounting Helps In determining a pot tax in Companies Insurance

**Table 3:** results hypothesis Third Disclosure on Policies accounting helps in Specify a vessel tax in Companies Insurance

Morale Level	Value of Chi Squared	Standard Deviation	Arithmetic Mean
.000	72.1	.49	4.2

**Source:** Prepared by the researcher from Data questionnaire 2021 AD

It is clear table above that The middle Arithmetic (4.2) is Indicates on that individuals Sample We agree strongly on This hypothesis, how Explain table a result a test square Like where I reached value square Like For hypothesis (72.1) and at level Morale (.000) and less from Significance level (0.05) and above The researcher concludes that Study hypothesis Third It has been achieved It is the one that It stipulates (disclosure) on Policies accounting Helps in Specify a vessel

tax in Companies Insurance.

## Results and Recommendations

### First: Results

- Accounting policies followed by Islamic insurance companies help in measuring the tax base.
- Consistency in applying accounting policies helps determine the tax burden of insurance companies.
- Disclosure of accounting policies helps determine the tax liability of insurance companies.
- Presence Policies accounting not Effective Leads to Difficulty in determining the tax base.
- Contributes interest By disclosure on Activities The company In a way sound in to set The vessel Tax
- Following Accounting policies the commonplace on it provides trust between Companies Insurance Tax Authority when to set the vessel Tax.
- Size the Company Leads to Impact in The vessel Tax from during Enjoy Companies the Great densely head the money the size of the forces the worker Represented by by number staff.

### Second: Recommendations:

After reviewing the results of the study, the researcher recommends the following:

- Must be Policies accounting Effective until you perform to facilitate the determination of the tax base.
- Necessity more trust between Funders and an employee Diwan taxes to process problems Appreciation Part A in.
- Working on S.N. Legislation Tax Starting from From studies Field T row reality And you see the shelf the future away on Esther A. D. laws and legislation The country Other
- Working on to publish awareness Tax and consolidation and I have Society and that from during Formation and culture Tax weak the programs Educational.
- Accuracy in Information and analyze it to reduce from evasion Tax.
- He should that Lists are prepared income Annual for companies Insurance According to for policies Common accounting on it until Reflect Performance Actual contribution specify the vessel Tax.

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