

9 PM Compilation for the Month of January, 2022

– Also, due to lower taxation on corporates, High-income individuals choose to incorporate their business so that they can shift income from personal income tax to corporate tax.

Further, there has been recently a lot of discussion around the issue of **global minimum taxation**.

– Around 130 countries had in July 2021 agreed for the introduction of the global minimum tax of 15% on MNCs. This is lower than what working class and middle-class people in high-income countries pay.

– Most of the Big MNCs are working in the digital space like Metaverse, Microsoft, etc but as the digital access has not been equitable it will be a challenge to implement the proposed global minimum tax.

What are the possible positive implications of global minimum tax on India?

Read [here](#).

What are the apprehensions regarding India joining the implementation of global minimum taxation?

Read [here](#).

What is the way forward?

The World Inequality Report suggested a minimum global tax on MNCs at 25%.

MNCs and their shareholders have been the main winners from globalisation. Their profits have boomed due to the ever-closer integration of world markets. Therefore, there is need for a socially conscious policymaking that supports equity.