



Income Tax Exemption for Donations Made to VEC Trust

(Applicable under the Income Tax Act, 1961 – India)

1. Legal Status of the Trust

VYASADEVA EDUCATIONAL AND CHARITABLE TRUST (hereinafter referred to as “VEC Trust”) is a charitable trust duly registered under the applicable laws and has been granted:

- **Registration under Section 12A** of the Income Tax Act, 1961, and
- **Approval under Section 80G** of the Income Tax Act, 1961.

These approvals confirm that the Trust is a recognised charitable institution and that eligible donations made to the Trust qualify for income tax deduction, subject to the provisions of the Income Tax Act and Rules made thereunder.

2. Eligibility of Donors

Donations made to VEC Trust are eligible for deduction under Section 80G by the following categories of donors, subject to statutory limits and conditions:

- Individuals
- Hindu Undivided Families (HUFs)
- Firms
- Companies
- Trusts, Societies, and other eligible entities

3. Tax Deduction Available Under Section 80G

Donations made to VEC Trust qualify for deduction under **Section 80G** subject to the following conditions:

- 50% of the donated amount is eligible for deduction
- The deduction is subject to a maximum of 10% of the donor’s Gross Total Income (GTI)
- Cash donations exceeding ₹2,000 are not eligible for deduction

The actual deduction allowable shall be governed by the provisions of the Income Tax Act, 1961, and the terms of the Trust’s 80G approval as applicable from time to time.

4. Mode of Donation

To ensure eligibility for tax deduction, donors are advised to make donations through recognised banking channels, including:

- Cheque
- NEFT / RTGS
- UPI
- Demand Draft
- Online bank transfer

Cash donations beyond the statutory limit shall not qualify for deduction under Section 80G.



5. Donation Process (Step-by-Step)

Step 1: Make the Donation

The donor may make the donation using any of the approved banking modes. The transaction reference should clearly identify the donor.

Step 2: Provide Donor Details

For statutory compliance and Income Tax reporting, donors must provide the following information to the Trust:

- Full name of the donor
- PAN of the donor (mandatory)
- Complete postal address
- Mobile number and email address
- Amount donated
- Date of donation
- Mode of payment
- Transaction / instrument reference number

Step 3: Submission of Details

The donor may submit the above details to the Trust through:

- Email communication
- Online donation form
- Physical submission along with cheque or demand draft

Step 4: Issue of Donation Receipt

Upon verification of donation and donor details, VEC Trust shall issue an **official Donation Receipt**, containing:

- Name and PAN of the Trust
- 80G Registration Number and validity
- Name and PAN of the donor
- Amount of donation and mode of payment
- Date and receipt number

The receipt should be preserved carefully by the donor.

6. Documents Required by the Donor

For claiming deduction under Section 80G, donors should obtain and preserve the following documents:

- Donation Receipt** issued by VEC Trust
- Proof of payment**, such as bank statement, transaction receipt, or payment confirmation
- Form 10BE (Donation Certificate)** generated after filing of Form 10BD



7. Form 10BE (Donation Certificate)

As per Rule 18AB of the Income Tax Rules, 1962:

- VEC Trust is required to file **Form 10BD** (Statement of Donations) annually with the Income Tax Department.
- Based on this filing, **Form 10BE (Donation Certificate)** is generated through the Income Tax portal for each donor.

Form 10BE serves as the official certificate for Income Tax return matching and verification of donations claimed under Section 80G.

Form 10BE shall be:

- Provided to the donor by the Trust, and/or
- Made available to the donor through the Income Tax portal.

Form 10BE generally becomes available **after 31 May** following the relevant financial year.

8. Claiming Deduction in the Income Tax Return

While filing the Income Tax Return, the donor must:

- Report donation details under **Schedule 80G**
- Ensure correct entry of: PAN of the Trust & Donation amount

Based on system validation using Form 10BE, the eligible deduction shall be considered while computing taxable income.

9. Important Notes

- Donations are eligible for deduction only if statutory conditions are satisfied
- PAN details of the donor must be accurate and match Income Tax records
- The Trust shall not be responsible for denial of deduction due to incorrect or incomplete donor information
- The deduction is subject to verification by the Income Tax Department

**For any clarification regarding donations or tax benefits, donors may contact
VYASADEVA EDUCATIONAL AND CHARITABLE TRUST (VEC Trust).**