

Tax Benefits on Donations in India (Section 80G Guide)

What is Section 80G?

Donations made to eligible charitable organizations can be claimed as a deduction under Section 80G of the Income Tax Act.

Who Can Claim?

Individuals, companies, and firms paying tax in India can claim deductions if conditions are met.

Eligibility Criteria

- Donation must be made to a registered NGO with 80G certification.
- Payment via UPI, bank transfer, cheque.
- Cash donations above ₹2,000 are not eligible.

Types of Deductions

100% deduction: Certain government funds.

50% deduction: Most NGOs.

Documents Required

Donation receipt, NGO PAN, 80G number, amount, and payment mode.

Example

If taxable income is ₹5,00,000 and donation is ₹20,000, eligible deduction (50%) is ₹10,000.

Important Note

Tax benefits apply only if the NGO is registered under 80G. Consult a tax advisor for details.