



B.K. DIWAN, I.R.S.
DIRECTOR GENERAL

महानिदेशक
(आयकर छूट)
DIRECTOR GENERAL
(INCOME TAX EXEMPTIONS)
आयकर विभाग,
INCOME TAX DEPARTMENT,
10. मिडलटन रो (५वी मजिले),
10, MIDDLETON ROW (5th Floor),
कलकत्ता-700 071
CALCUTTA-700 071 (टेली/TELE . 29 9971, 29-4226)

D.O.No. DGIT(E)/ 80G/93-94/ ३३३७
Dated : 15.12.93.

Dear Shri Sampath,

In his Budget speech in this year in February, 1993, the Finance Minister had announced tax incentives in order to encourage private funding of higher education. He had stated :

- Hitherto our institutions of higher learning have been almost entirely dependent on Government funds. As Government funds are limited, we must find ways of funding these institutions from industry. This will also bring them closer to industry and more responsive to its needs. I, therefore, propose to raise the income tax deduction given to contributions to approved universities, institutes of technology, institutes of management and equivalent institutions from 50 per cent at present to 100 per cent.
2. To give effect to above mentioned proposal, the Finance Act, 1993 introduced a new sub-clause (iiif) in section 80G(2)(a) in the Income-tax Act. Consequently, the Income-tax Rules notified the Director General of Income-tax (Exemptions) as the prescribed authority for approving universities and institutes of national eminence under the aforesaid provision.
 3. You will be glad to know that, in concurrence with the Secretary, University Grant Commission, it has been decided to approve your university for the purposes of section 80G(2)(a)(iiif). Persons making donations to your university will, henceforth, be entitled to claim 100 per cent deduction of the donations made to the university, in computing their total taxable income.
 4. In consonance with the spirit of the new provision, you may take this opportunity to mobilise financial resources from local business houses, philanthropists and your alumni in India and abroad for the promotion of higher education in your university.

With regards,

Yours sincerely,

(B.K. DIWAN)

21/12/93 Shri S. Sampath,
Vice Chancellor,
Sri Sathya Sai University,
Instt. of Higher Learning,
Prasanthinilayam 515 134
Anantpur Dt.

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF REVENUE
DIRECTOR GENERAL OF INCOME-TAX(EXEMPTIONS)

Calcutta, the 15th December, 1993

NOTIFICATION
(INCOME-TAX)

No. 1 To 191 (F.No.DG(E)/80G/93-94): In exercise of the powers conferred by the sub-clause (iiif) of clause (a) of sub-section (2) of section 80G of the Income-tax Act, 1961 (43 of 1961), the prescribed authority hereby notifies the following universities and educational institutions of national eminence for the purpose of the said sub-clause, subject to the following conditions, namely:-

- (i) the university or, as the case may be, the educational institution of national eminence will apply the amounts of donations received, wholly and exclusively to the objects for which it is established;
- (ii) in respect of the donations received under the aforesaid provisions and expenditure made therefrom, the university or, as the case may be, the educational institution of national eminence shall maintain separate accounts;
- (iii) a copy of the accounts of each accounting year shall be submitted to the prescribed authority by the 31st December next following the last date of the accounting year.



(B. K. DIWAN)
DIRECTOR GENERAL OF INCOME TAX (EXEMPTIONS)

Sl. No. of order : 181

Sri Sathya Sai Instt. of Higher Learning.