

The Finance Act, 2022 has inserted a new section 115BBB to tax the following income of charitable organisations at 30% tax rate:

- Any income which is subject to tax as a violation under section 13(1)(c) which is for providing unreasonable benefits to specified person.
- Any income which is subject to tax as a violation under section 13(1)(d) and 11(1)(c).

In other word, **the relevant income** falling within the mischief of section 13(1)(c)/13(1)(d) **will lose the benefit of exemption** and the balance of the total income of the trust will remain eligible for the benefit of exemption under section 11 of the Act.

DO YOU KNOW?



**The Finance Act, 2022 has inserted new section where income tax will be charged to 30%.**

