

# **Amendment in Renewal under section 80G:**

As many trusts have lost exemption under section 11 because of the amendment made by the Finance Act, 2008 in the definition of charitable purpose, in order to protect the donors as a transitional measure certain amendment has been made in section 80G. If in the first year of loss of exemption, such trusts as were eligible under section 80G for the financial year 2007-08 are deemed to have continued to be eligible under section 80G for the financial year 2008-09.

With effect from 1<sup>st</sup> October, 2009 the requirement of periodical renewal of approval under section 80G is being dispensed with. All trusts whose approval expires on or after 1<sup>st</sup> October, 2009 have to apply for approval again. Their approval will continue to be valid in perpetuity unless withdrawn. Those trusts, whose approval expires prior to 1<sup>st</sup> October, 2009 have to apply once for renewal of their approval.