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PBO Reference No.
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Income Tax Reference No.
3852051147

Date
17 August 2020

THE PUBLIC REPRESENTATIVE

The South African Institute for Advancement Trust
P O Box 818
Green Point
8051

271 Veale Street
Brooklyn, Pretoria
PO Box 11955, Hatfield, 0028
Tel: +27 (12) 483-1700
www.sars.gov.za
teu@sars.gov.za

Dear Sir / Madam

**INCOME TAX EXEMPTION APPROVED: THE SOUTH AFRICAN INSTITUTE FOR
ADVANCED TRUST**

The South African Revenue Service (SARS) would like to confirm that your application for exemption from income tax has been approved as it meets the requirements of a Public Benefit Organisation (PBO) set out in section 30(3) of the Income Tax Act No 58 of 1962 (the Act). Your Income Tax Exemption has been granted in terms of section 10(1)(cN) of the Act with effect from 30 April 2004. Annual receipts and accruals will therefore be subject to the provisions of section 10(1)(cN) of the Act and accruals and receipts from trading or business activities which fall outside the parameters of section 10(1)(cN) will be subject to tax.

The following exemptions also apply and are limited to:

1. The public benefit organisation has been approved for purposes of section 18A(1)(a) of the Act and donations to the organisation will be tax deductible in the hands of the donors in terms of and subject to the limitations prescribed in section 18A of the Act with effect from 14 February 2020.
2. Donations made to or by the PBO are exempt from Donations Tax in terms of section 56(1)(h) of the Income Tax Act.
3. Exemption from the payment of Estate Duty in terms of section 4(h) of the Estate Duty Act No.45 of 1955.

In order to maintain your exempt status, the following conditions must be complied with:

The following options are available to you for the submission of the information:

- Electronically via e-mail to teu@sars.gov.za
- Nearest SARS Branch Office

1. When issuing a tax deductible receipt it must include the following information:
 - a) The reference number (the PBO number quoted on this letter).
 - b) The date of the receipt of the donation.
 - c) The name and address of the organisation issuing the receipt to which enquiries may be directed.
 - d) The name and address of the donor.
 - e) The amount or nature of the donation if not in cash.
 - f) Certification that the receipt is issued for the purpose of section 18A and that the donation will be used exclusively for the activities which are approved for section 18A purposes.
 - g) The receipt must be issued in the year when the donation is received by the organisation approved for purposes of section 18A.
2. Furthermore, given the S18A approval granted, you must submit with your annual tax return, audit certificate stating that 18A funds for which 18A certificate were issued are utilised for 18A activities and supporting documentation which include the full particulars of all the receipts issued in respect of deductible donations and how these funds were spent.
3. Submit an annual Income Tax Return (IT12EI) by the due date via SARS eFiling or manually. Your IT12EI can be obtained by
 - o Registering online at www.sarsefiling.co.za to access, request and submit the IT12EI electronically
 - o Calling the SARS Contact Centre on 0800 00 SARS (7277)
 - o Requesting an IT12EI by contacting the TEU on teu@sars.gov.za or calling (012) 483 1700
 - o Requesting an IT12EI by visiting your local SARS branch.
4. Tax deductible receipts may only be issued for *bona fide* donations. Refer to Annexure A for more information in this regard.
5. The exemption approval as contained in this letter is subject to review on an annual basis by the TEU upon receipt of annual income tax return and S18A supporting documentation.
6. SARS must be informed in writing within 21 working days of any change in registered particulars (e.g. representative, change of name, address, trustee details, office bearers, etc.).

The organisation is conducting activities listed in sub paragraph 1 (welfare & humanitarian), 2 (health care) and 4 (education and development).

For further information or assistance, email your query to teu@sars.gov.za, visit the SARS website www.sars.gov.za, call the TEU on 012 483 1700 or visit the TEU offices. Kindly ensure that you have your ID and tax reference number on hand to enable SARS to assist you.

Sincerely



Yvette Vorster
Tax Exemption Unit

ISSUED ON BEHALF OF THE COMMISSIONER FOR THE SOUTH AFRICAN REVENUE
SERVICE

Annexure A: Information pertaining to S18A donations

What is considered a *bona fide* donation for S18A purposes?

A *bona fide* donation is a voluntary, gratuitous gift disposed of by the donor out of liberality or generosity, where the donee is enriched and the donor impoverished. There may be no *quid pro quo*, no reciprocal obligations and no personal benefit for the donor. If the donee gives any consideration at all it is not a donation. The donor may not impose conditions which could enable him or any connected person in relation to himself to derive some direct or indirect benefit from the application of the donation.

Examples of what does **NOT** constitute a *bona fide* donation for purposes of section 18A?

1. Donation of services rendered such as a professional person renders a skill free of charge.
2. An amount paid for attending a fundraising dinner, dance or charity golf day.

3. The amount paid for the successful bid of goods auctioned to raise funds by an organisation and Memorabilia, paintings, etc, donated to be auctioned to raise funds
4. Amounts paid for raffle or lottery tickets.
5. Amounts paid for school fees, entrance fees for school admittance or compulsory school levies.
6. Value of free rent, water and electricity provided by a lessor to the lessee which is an approved PBO. .
7. Payments in respect of debt due

Tax Exemption Unit



South African Revenue Service

Office
Pretoria

Enquiries
Thabiso Mamabolo

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(012) 422-5315

Room
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Tax Reference Number
3852051147

Date
9 April 2020

The Representative Taxpayer
The South African Institute for
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P O Box 818
Green Point
8051

SARS Pretoria CBD Branch
Cnr Lillian Ngoyi & Francis Baard Street
Pretoria 0002
Private Bag X923 Pretoria 0001
SARS Online: www.sars.gov.za
Switchboard: (012) 422-4000

By E-mail: soraya@inyathelo.org.za

Dear Soraya

RE: THE SOUTH AFRICAN INSTITUTE FOR ADVANCEMENT TRUST

1. We refer to your email dated 27 February 2019 and profusely apologise for the delayed response.
2. We also confirm that The South African Institute For Advancement Trust (the Trust) is approved as a public benefit organisation under section 30(3) of the Income Tax Act, 1962 (the Act) .
3. The Trust conducts public benefit activities listed under Education and Development in Part I of the Ninth Schedule to the Act.
4. Please do not hesitate to contact the writer on the contact details provided in this letter should you wish to discuss anything.

Yours faithfully

A handwritten signature in blue ink that reads 'Mamabolo'.

Thabiso Mamabolo
Tax Exemption Unit
**ISSUED ON BEHALF OF THE COMMISSIONER FOR THE SOUTH AFRICAN
REVENUE SERVICE**