

Office
Head Office

Enquiries
Yvette Vorster

Telephone
012 670 5556

Facsimile
010 208 3301

Exemption Reference No.
930076101

Income Tax Reference No.
9992934175

Date
20 October 2022

THE PUBLIC REPRESENTATIVE

Communities Against Pollution
P O Box 6070
Zimbali
4418

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: COMMUNITIES AGAINST POLLUTION

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 20 April 2022. 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 20 October 2022.
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.

The organisation has been approved for the following public benefit activities:

- Research including agricultural, economic, educational, industrial, medical, political, social, scientific and technological research.
- The promotion of, and education and training programmes relating to, environmental awareness, greening, clean-up or sustainable development projects.

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

- Electronically via e-mail to teu@sars.gov.za
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. Submit an annual Income Tax Return (IT12EI) by the due date via SARS e-Filing. Your IT12EI can be obtained by
 - Registering online at www.sarsefiling.co.za to access, request and submit the IT12EI electronically
 3. Furthermore, given the section 18A approval granted, you must submit with your annual tax return, a statement and supporting documentation which include the full particulars of all the receipts issued in respect of deductible donations and how these funds were spent.
 4. The section 18A approval is ring-fenced as the organisation is carrying on the public benefit activities listed both in Part I and Part II of the Ninth Schedule to the Act. This means that:
 - a. Section 18A receipts may only be issued for those public benefit activities listed in Part II of the Ninth Schedule to the Act such as:
 - The promotion of, and education and training programmes relating to, environmental awareness, greening, clean-up or sustainable development projects.
 - b. Section 18A receipts may not be issued for any donations received in support of activities listed in Part I of the Ninth Schedule to the Act, such as:
 - Research including agricultural, economic, educational, industrial, medical, political, social, scientific and technological research.
 - c. The funds received for Part II activities must be kept separately from the other funds of the organisation (i.e., in a separate bank account) and recorded in separate books or accounts to be provided to SARS on request.
 - d. A certificate signed by a registered auditor, must be obtained annually and submitted to SARS on request, to confirm that all donations, for which tax-deductible receipts were issued, were utilised exclusively for Part II activities.
 5. Funds for which section 18A certificates are issued may only be used in South Africa. A certificate signed by an auditor must be submitted to SARS on request,

to confirm that all donations, for which tax-deductible receipts were issued, were utilised in South Africa.

6. Tax deductible receipts may only be issued for *bona fide* donations. Refer to Annexure A for more information in this regard.
7. 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 section 18A supporting documentation.
8. SARS must be informed in writing within 21 days of any change in registered particulars (e.g., Representative, change of name, address, trustee details, office bearers, etc.).

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

A handwritten signature in black ink, appearing to be 'YV', written in a cursive style.

Yvette Vorster
Tax Exemption Unit

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