



HCMC Grant Makers Forum

Tax incentives for philanthropy in Vietnam

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 **ERNST & YOUNG**
Quality In Everything We Do

Corporations

Under Circular 130/2008/TT-BTC on Corporate Income Tax issued by the MoF dated 26 December 2008 , only donations/contributions for the following purposes will be deductible for CIT calculation:

- ▶ Education:
- ▶ Medical health care
- ▶ Remediating consequences of a natural disaster
- ▶ Funding for housing for the poor

As instructed in Circular 130, the above donations must be paid to the right subject and supported by proper documentation.

Individuals

Under Circular 84/2008/TT-BTC on Personal Income Tax issued by the MoF dated 30 September 2008, contributions/donations to charitable, humanitarian or study promotional funds (charitable fund) can be deducted from taxable income in the case of business income and/or income being employment income prior to assessing the tax payable by a resident individual.

- ▶ Contributions to organizations or establishments taking care of or bringing up children with especially difficult circumstances, disabled people or elderly people who are helpless.
- ▶ Contributions to charitable funds, humanitarian funds, study encouragement funds.

