



# Legal Watch

## REVENUE MEMORANDUM CIRCULAR NO. 32-2026



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### SUMMARY

The issuance establishes unified guidelines for the tax treatment, valuation, and processing of donations, gifts, and contributions made to the National Dairy Authority (NDA). Under the guidelines, private individuals, corporations, and organizations that donate to the NDA are entitled to specific tax privileges:

1. **Donor's Tax Exemption:** Donations, grants, and endowments given directly to the NDA for its mandated functions are fully exempt from Donor's Tax.
2. **Income Tax Deductibility:** Donors can claim the value of their donation as an allowable deduction from their gross income. Full deduction is allowed if the NDA program is classified as a priority program by the National Economic and Development Authority (NEDA); otherwise, it will be subjected to the statutory limits under the NIRC.

To legally avail of the aforementioned tax incentives, both the donor and the NDA must fulfill the substantiation requirements, correct valuation for non-cash donations, and proper issuance of receipts and certificates (i.e. BIR Form 2322).

#### \* Agency Name

Bureau of Internal Revenue  
(BIR)

#### \* Issuance Title

Circularizing Joint  
Administrative Order No. 001-  
2025 entitled "Guidelines on the  
Treatment of Donations to the  
National Dairy Authority  
(NDA)"

#### \* Issuance Date

20 April 2026

#### \* Link

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BIR/pdf/RMC%20No.%20  
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