REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF INTERNAL REVENUE
Quezon City

Certificate of Tax Exemption No:
062-2017
2-17-2017

CERTIFICATE OF TAX EXEMPTION

This certifies that **J.C. TAYAG BUILDERS INCORPORATED**, an entity engaged by the National Housing Authority (NHA) with Tax Identification Number [redacted] is exempt from project-related income taxes, creditable withholding tax and VAT, pursuant to Section 20 (d)(1) and (3) of Republic Act No. 7279, on its income received directly in connection with the construction/development of socialized housing units under the NHA's Yolanda Permanent Housing Program, to wit:

Project Name	Location	No. of Socialized Housing Units subject of tax exemption
Balangiga Town Ville Site 1	Brgy. Cansumangkay, Balangiga Eastern Samar	[redacted]
Balangiga Town Ville Site 2	Brgy. Cansumangkay, Balangiga Eastern Samar	[redacted]

However, the purchases of goods/articles by **J.C. TAYAG BUILDERS INCORPORATED** shall be subject to VAT, even if the said purchases are to be used for the socialized housing project, since VAT is an indirect tax which can be passed on by the seller of the goods/services. It shall be understood that **J.C. TAYAG BUILDERS INCORPORATED** must issue non-VAT official receipts on its gross receipts from the said socialized housing projects.

Moreover, the Deed of Absolute Sale entered by the Landowner and the NHA over the parcels of land described below, to wit;

Date	Name of Landowner	Original Certificate of Title	Area (sq.m.)	Transferred (sq.m.)
January 29, 2016	Myrlina L. Resureccion (married to Enrique V. Resureccion) and Alend Rex L. Resurrecion	905	48,235	34,752

which will be used for the above mentioned socialized housing projects, is **not subject** to **income tax/capital gains tax/expanded withholding tax, documentary stamp tax and value-added tax (VAT)** pursuant to Sections 19 and 20 of Republic Act (RA) No. 7279 and Section 109 (1) (P) of the Tax Code of 1997, as amended.

It is, however, understood that this CTE is never intended and shall not be construed as giving authority to the concerned Register of Deeds to effect transfer of the land titles in the name of the buyer without the necessary certificate of authority to register issued by this Bureau. In this regard, this CTE shall be presented to the Revenue District Office (RDO)

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concerned in order for the latter to issue the Certificate Authorizing Registration (CAR). The CAR shall only be issued after the submission of the requirements provided under RMO No. 15-2003.

Upon application for exemption, a lien on the title of the land shall be annotated by the Register of Deeds having jurisdiction over the property, to the effect that the same is to be applied or is being applied to socialized housing project pursuant to RA 7279.

This Certificate of Tax Exemption is being issued on the basis of the facts and documents as represented and submitted. However, if upon investigation, the BIR ascertains that the facts are different, then this Certificate shall be considered null and void.

Issued this _____ day of FEB 17 2017.

CAESAR R. DULAY
Commissioner of Internal Revenue

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