October 1, 2018

CERTIFICATE OF TAX EXEMPTION NO. 1219-18

CERTIFICATE OF TAX EXEMPTION

TO ALL WHOM IT MAY CONCERN :

This certifies that **CSE BUILDERS** with Taxpayers Identification Number (TIN) 000-000-000-000, a private entity engaged by the National Housing Authority (NHA), is exempt from project-related income taxes, creditable withholding tax and value added tax (VAT), pursuant to Section 20 (d) (1) and (3) of Republic Act (RA) No. 7279, on its income received directly in connection with the construction/development of socialized housing units under the National Housing Authority (NHA)'s Yolanda Permanent Housing Program, to wit:

Date of Notice of Award	**Date of Contract Agreement**	**Contract Price**	**Project Name**	**Location**	**No. of Socialized Housing Units subject of tax exemption**
July 17, 2017	September 18, 2017 [1] September 19, 2017 [2]	P_____	Greenfields De Sta. Rita	Brgy. Old Manungca, Sta. Rita, Samar	280 units

However, the purchases of goods/articles by **CSE BUILDERS** 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 **CSE BUILDERS** must issue VAT-exempt official receipts on its gross receipts from the said socialized housing project.

Moreover, the Deed of Extra-Judicial Settlement of Estate with Deed of Absolute Sale executed by the Landowners in favor of the NHA over the parcel of land described below, to wit:

Date of the Deed of					

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Extra-Judicial Settlement of Estate with Deed of Absolute Sale	Name of Landowners	Original Certificate of Title (OCT)	Area (Sq. m.)	Area Transferred (Sq. m.)	Location
September 18, 2017 [3] September 19, 2017 [4]	**Legal Heirs of BBB**, namely: (1) CCC, (2) DDD, (3) EEE, and (4) FFF [5]	OCT No. 8620	67,361	27,000	Brgy. Old Manungca, Sta. Rita, Samar

which shall be used for the above-mentioned socialized housing project, is not subject to capital gains tax (CGT) and documentary stamp tax (DST) pursuant to Sections 19 and 20 of RA No. 7279.

It is, however, understood that this Certificate of Tax Exemption (CTE) is never intended, and shall not be construed, as giving authority to the concerned Register of Deeds (RD) to effect transfer of the land titles in the name of the buyer without the necessary Certificate Authorizing Registration (CAR) issued by this Bureau. In this regard, this CTE shall be presented to the Revenue District Office (RDO) concerned in order for the latter to issue the CAR.

This CTE 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 1st day of October, 2018.

(SGD.) CAESAR R. DULAY
Commissioner of Internal Revenue

Footnotes

1. Date acknowledged by AAA in his capacity as the _____ of CSE Builders.
2. Date acknowledged by Marcelino Escalada, Jr. in his capacity as the General Manager of the NHA.
3. Date acknowledged by the legal heirs of BBB.
4. Date acknowledged by Marcelino Escalada, Jr. in his capacity as the General Manager of the NHA.

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5. The tax exemption does not cover estate tax due, if any, on the transfer of the property from BBB to her respective heirs.

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