REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF INTERNAL REVENUE

Certificate of Tax Exemption No:
NSH - 373 - 2022

CERTIFICATE OF TAX EXEMPTION

TO ALL WHOM IT MAY CONCERN:

This certifies that **NEW BILREY CONSTRUCTION AND DEVELOPMENT CORP.,** an entity engaged by the **National Housing Authority (NHA)**, is exempt from project-related income taxes/creditable withholding tax (CWT) pursuant to Section 20 (d) (1) of Republic Act (RA) No. 7279, as amended by RA No. 10884 (Balanced Housing Development Program Amendments) dated July 17, 2016, on its income received directly in connection with the construction/procurement of additional 111 developed lots and completed housing units in **Vida Vista 3**, a socialized housing project of the NHA intended for Typhoon Pablo victims, located at Brgy. New Visayas, Montevista, Compostela Valley.

Moreover, the delivery of the said additional 111 developed lots and completed housing units shall be exempt from value-added tax (VAT) pursuant to Section 109 (1) (P) of the National Internal Revenue Code (Tax Code) of 1997, as amended, provided that the value thereof does not exceed P3,199,200.00 per housing unit; provided further, that beginning January 01, 2021, the exemption from VAT shall only apply to sale of house and lot and other residential dwellings[1] with selling price/value of not more than P3,199,200.00.[2]

However, the purchases of goods/articles by **NEW BILREY CONSTRUCTION AND DEVELOPMENT CORP.** 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 **NEW BILREY CONSTRUCTION AND DEVELOPMENT CORP.** must issue VAT-exempt official receipts on its gross receipts from the said socialized housing project.

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 AUG 25 2022, _____.

Lilia C. Guillermo

LILIA CATRIS GUILLERMO
Commissioner of Internal Revenue
000869

K-1/220981

[1] Sale of lot only, regardless of the price, shall be subject to VAT starting January 01, 2021 pursuant to RA No. 10963.
[2] As adjusted using the 2010 Consumer Price Index values per Revenue Regulations (RR) No. 8-2021 dated June 11, 2021.