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

Certificate of Tax Exemption No:

CERTIFICATE OF TAX EXEMPTION

This certifies that the Deed of Absolute Sale (DOAS) executed by **ARR CONSTRUCTION** (TIN:) and the **National Housing Authority (NHA)** over the parcel of land described below, to wit:

Date of DOAS	Name of Vendor/Developer	Transfer Certificate of Title No.	Aggregate Area	Area Transferred	Location of Property
October 11, 2016	ARR Construction representing Annalisa C. Tangson		20,559 sq. m.	12,000 sq. m. [consisting of three hundred (300) developed lots under Batch 1-2016]	Brgy. Ditumabo, San Luis, Aurora Province

which will be used for the San Luis Villas Resettlement Project, a socialized housing project of the NHA through its Community Initiative Approach Program (CIAP), is **not subject to income tax/capital gains tax/expanded withholding tax, documentary stamp tax (DST) and value-added tax (VAT)** pursuant to Sections 19 and 20 of Republic Act (RA) No. 7279 and Section 109 (1) (P) of the National Internal Revenue Code of 1997, as amended.

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

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 to effect transfer of the land title in the name of the NHA without the Certificate Authorizing Registration (CAR) issued by this Bureau. In this regard, this CTE, together with the documentary requirements provided under RMO No. 15-2003, shall be presented to the Revenue District Office (RDO) concerned in order for the latter to issue the CAR.

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

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 _____ day of ______________, ______.

CAESAR R. DULAY
Commissioner of Internal Revenue

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