

REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF INTERNAL REVENUE

R A 7649 000-00 148-94

September 28, 1994

Procurement Service
Department of Budget and Management
Madrigal Compound, Cristobal St.
Paco, Manila

Attention: Mr. Estanislao C. Granados, Jr.
Director

Gentlemen:

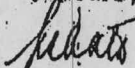
This refers to your letter dated May 17, 1994, requesting for a certificate of exemption from 3% VAT withholding on income payments by any of the government offices procuring supplies from your department pursuant to Republic Act No. 7649, as implemented by Revenue Regulation No. 10-93.

It appears that the procurement service is one of the operating units in the Department of Budget and Management and was created pursuant to Executive Order No. 286, to operate as a central procurement system of the government. It performs the governmental function of procuring supplies for the government.

In reply, please be informed that the suppliers subject to the withholding of creditable VAT under Revenue Regulations No. 10-93, implementing Republic Act No. 7649, refer to those who are regularly engaged in the business of selling goods or services to the government. They must, first of all, be operating a business which is subject to VAT. It does not apply to the supply of goods by your Office to other government offices which is clearly a governmental and not a proprietary function mandated under Executive Order No. 286.

Based on the foregoing, payments to you by the government office concerned for goods/supplies procured by the latter is not subject to the creditable VAT withholding provided under Revenue Regulations No. 10-93 implementing Republic Act No. 7649.

Very truly yours,



LINWAYWAY VINZONS-CIANO
Commissioner of Internal Revenue

934-0612-074-02

REPUBLIC OF THE PHILIPPINES
KAGAWARAN NG PANANALAPI
KAWANIHAN NG RENTAS INTERNAS
REVENUE REGION NO. 006
REVENUE DISTRICT NO. 034

BIR Form No. 2303
Revised July 1997

OCN 1RC0000256753

CERTIFICATE OF REGISTRATION

TIN 000-449-457-016	NAME DEPARTMENT OF BUDGET AND MANAGEMENT-CENTRAL OFFICE	REGISTRATION DATE 05/10/2001
REGISTERED ADDRESS CRISTOBAL STREET PACO MANILA 1007		
REGISTERED ACTIVITY(IES) TAX TYPE WITHHOLDING TAX - COMPENSATION WITHHOLDING TAX - EXPANDED/OTH WITHHOLDING TAX - FINAL WITHHOLDING TAX - VAT AND OTH		
TRADE NAME DEPT OF BUDGET AND MANAGEMENT (PROCUREMENT SERVICE)		LINE OF BUSINESS / INDUSTRY 7514 ANCILLARY SERVICE ACTIVITIES FOR THE GOVERNMENT



RDO DRY SEAL

I HEREBY CERTIFY THAT THE ABOVE NAMED PERSON IS REGISTERED AS INDICATED ABOVE, UNDER THE PROVISIONS OF THE NATIONAL INTERNAL REVENUE CODE, AS AMENDED.


EDGARDO S. SANTOS

REVENUE DISTRICT OFFICER (signature over printed name)

THIS CERTIFICATE MUST BE EXHIBITED CONSPICUOUSLY IN THE PLACE OF BUSINESS

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