

**[ BIR REVENUE REGULATIONS NO. 28-2003,  
October 15, 2003 ]**

**AMENDING FURTHER PERTINENT PROVISIONS OF REVENUE  
REGULATIONS NO. 2-98 AS AMENDED, RELATIVE TO THE  
ISSUANCE OF CERTIFICATE OF VALUE-ADDED TAX WITHHELD  
AT SOURCE, THEREBY AMENDING REVENUE REGULATIONS NO.  
4-2002; AND FOR OTHER PURPOSE**

**SECTION 1. SCOPE** - Pursuant to the provisions of Section 244, in relation to Section 114(c) of the Tax Code, these Regulations are hereby promulgated to further amend portions of Revenue Regulations Nos. 2-98 and 4-2002, providing for additional procedures in the issuance of Certificate of Value-Added Tax Withheld at Source on certain income payments made by the Bureau of Treasury.

**SEC. 2. WITHHOLDING OF CREDITABLE VALUE-ADDED TAX.** - Sec. 4.114(D) of Revenue Regulations No. 2-98 is hereby further amended to read as follows:

"Sec. 4.114(D). Certificate of Value-Added Tax Withheld At Source. - **Every government agent, whether a large or non-large taxpayer,** shall furnish each seller of goods and services from whom value-added taxes (VAT) have been deducted and withheld, the Certificate of Creditable Tax Withheld at Source (BIR Form No. 2307) to be accomplished in quadruplicate, the first three copies of which shall be given to the seller/payee not later than the 10th day of the following month. The rule stated herein shall also apply to private payors/persons in control of the payment, whether large or non large taxpayers, for: a) the lease or use of properties or property rights owned by non-residents; b) services rendered to local insurance companies, whether large or non-large taxpayers, with respect to reinsurance premiums payable to non-resident insurance or reinsurance companies; and c) services rendered in the Philippines by non-residents; but the certificate or statement to be issued in this case is the Certificate of Final Tax Withheld at Source (BIR Form **No. 2306**) **which should be issued upon request of the payee.** Provided, however, that for income (interest/discount/trading gain) earned by financial institutions (FI) on Treasury Bills/Bonds, the Bureau of Treasury (BTR) may be allowed to issue one consolidated Certificate of Value-Added *Tax Withheld at Source (BIR Form No. 2307)* covering the total income payment and the corresponding value-added tax withheld during the month. The *Certificate of Value-Added Tax Withheld at Source (BIR Form No. 2307)* shall have as its attachment a summary list reflecting the following: (1) Name of the financial institution; (2) TIN (Taxpayer Identification Number; (3) Period covered; (4) Amount of Income (interest/discount/trading gain earned on Treasury Bills/Bonds); and (5) VAT Remitted to the account of the Bureau of