



FRANCHISE TAX BOARD

1025 P STREET

SACRAMENTO, CALIFORNIA 95814

September 5, 1969

Royal Canyon Property Owners Association
c/o Edwards, Edwards & Ashton
420 North Brand Boulevard, Suite 500
Glendale, California

Re: Exemption from Franchise Tax

Gentlemen:

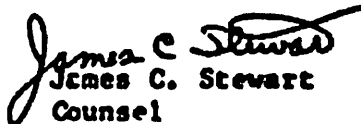
It is the opinion of this office, based upon the evidence presented, that you are exempt from State franchise tax under the provisions of Section 23701f of the Revenue and Taxation Code, as it is shown that you are organized and operated exclusively as a civic league.

Accordingly, you will not be required to file franchise tax returns unless you change the character of your organization, the purposes for which you were organized, or your method of operation. You are required to report any such changes immediately to this office in order that their effect upon your exempt status may be determined.

If in any year your gross income exceeds \$25,000, you are required to file an information return on Form 199 on or before the 15th day of the 5th month following the close of your fiscal year. These forms will be mailed to you if you provide us with your current postal address.

If the organization is not yet incorporated or has not yet qualified to do business in California, this approval will expire unless incorporation or qualification is completed within thirty days.

Very truly yours,


James C. Stewart
Counsel

JCS:

cc: Secretary of State
(c,f,g,i,j,l,m)