



Republic of the Philippines  
**Department of Environment and Natural Resources**  
MIMAROPA Region  
PROVINCIAL ENVIRONMENT AND NATURAL RESOURCES OFFICE  
Bgy. Sta. Monica, Puerto Princesa City, Palawan  
Telfax No. (048) 434 - 8791  
Email Add: [penropalawan@denr.gov.ph](mailto:penropalawan@denr.gov.ph)

July 3, 2023

**MEMORANDUM**

**FOR :** The Regional Executive Director  
DENR MIMAROPA Region  
1515 DENR By the Bay Building, Roxas Boulevard,  
Barangay 668, Ermita, Manila

**THRU :** The OIC, ARD for Technical Services

**FROM :** The Provincial Environment and  
Natural Resources Officer


**SUBJECT :** EVALUATION REPORT ON THE FLAG-OLP AWARDED TO  
ECOFARM SYSTEM AND RESOURCES, INC. SITUATED AT  
CAPARE ISLAND, BARANGAY SAN ISIDRO, BUSUANGA,  
PALAWAN

Respectfully forwarded is the memorandum of CENRO Coron, Palawan dated June 21, 2023 relative the above subject.


Per memorandum, CENRO Coron conducted the compliance monitoring activity on June 20, 2023 on Forest Land Use Agreement for Other Lawful Purposes (FLAG-OLP) awarded to Ecofarm System and Resources, Inc. with FLAG-OLP No. DENR IV-MIMAROPA-11302030-0003 located at Capare Island, Brgy. San Isidro, Busuanga, Palawan.

The proponent has paid their Annual Government Share (AGS) for CY 2023 amounting to Php8,347.50 with O.R. No. 6879718 Y dated December 16, 2022.

For information and further instruction.

  
**FELIZARDO B. CAYATOC**

Copy Furnished:  
CENRO Coron, Palawan  
<cenrocoron@denr.gov.ph>  
KVE/MES Doc. No. 2023-5771

DENR-PALAWAN  
PENRO-RECORDS  
**RELEASED**  
By   
Date: 06 JUL 2023 CN 2023-1820



Republic of the Philippines  
Department of Environment and Natural Resources  
**MIMAROPA Region**  
**COMMUNITY ENVIRONMENT AND NATURAL RESOURCES OFFICE**  
Coron, Palawan

June 21, 2023

**MEMORANDUM**


**FOR :** The Regional Executive Director  
DENR MIMAROPA Region  
1515 DENR By the Bay Bldg.,  
Roxas Blvd., Brgy. 668,  
Ermita, Manila

**THRU :** The Provincial Environment and  
Natural Resources Officer  
Sta. Monica, Puerto Princesa City

**FROM :** The OIC Community Environment and  
Natural Resources Officer  
Coron, Palawan

**SUBJECT :** **EVALUATION REPORT ON THE FLAg-OLP AWARDED TO  
ECOFARM SYSTEM AND RESOURCES, INC. SITUATED AT  
CAPARE ISLAND, BARANGAY SAN ISIDRO, BUSUANGA,  
PALAWAN**

**DENR PENRO  
PALAWAN RECORDS  
RECEIVED**

BY:   
DATE: 06-24-2023 CN 23-5771

Respectfully forwarded is the attached compliance monitoring report on the Forest Land Use Agreement for Other Lawful Purposes (FLAg-OLP) awarded to Ecofarm System and Resources, Inc. located at Capare Island, Barangay San Isidro, Busuanga, Palawan submitted by monitoring team on June 21, 2023.

Please be informed that on June 20, 2023, the team conducted evaluation and assessment on the aforementioned FLAg-OLP awardee. The proponent is consistently submitting their annual report and religiously paying their annual government share (advance) amounting to Php 8, 347.50 with O.R. No. 6879718 Y dated December 16, 2022. The monitoring team also observed the water level rise within the area. Further, no forest or resources destruction and new construction/development observed in the area. Marine resources within their approved water lease under the Local Government of Busuanga, Palawan.

For information and record.



  
**RODNEY G. VERIAN, MPA**  
OIC-CENRO





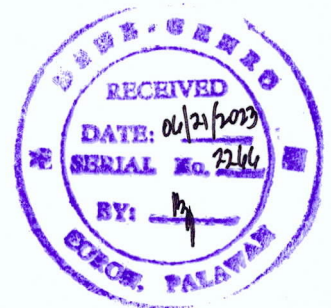
June 20, 2023

**FOR** : RODNEY G. VERIAN  
OIC-CENR Officer  
Coron, Palawan

**THRU** : QUERUBIN G. QUINTANA  
Forester II  
Chief, Monitoring and Enforcement Section

**FROM** : Inspecting Personnel

**SUBJECT** : **EVALUATION REPORT ON THE FLAG-OLP AWARDED TO ECOFARM SYSTEM AND RESOURCES, INC. SITUATED AT CAPARE ISLAND, BARANGAY SAN ISIDRO, BUSUANGA, PALAWAN**



Respectfully submitted is the monitoring and evaluation report of Forest Land Use Agreement for Other Lawful Purposes (FLAG-OLP) awarded to Ecofarm System and Resources, Inc. situated at Capare Island, Barangay San Isidro, Busuanga, Palawan. Hereunder are the salient information gathered during the conduct of actual inspection to wit:

## BACKGROUND INFORMATION

Name of Proponent :	Ecofarm System and Resources, Inc.
Address :	Capare Island, Barangay San Isidro, Busuanga, Palawan
Location :	Capare Island, Barangay San Isidro, Busuanga, Palawan
Total area awarded :	7.42 Hectares
Tenurial Instrument No. :	DENR IV-MIMAROPA-11302030-0003
Date of Issuance :	November 25, 2005
Date of Expiration :	November 30, 2030
Annual Government Share :	P 8, 347.50

## INTRODUCTION

The monitoring and evaluation team headed by ECOMS II Mark Glenn T. Managdag (Chief of Compliance and Monitoring Unit) conducted ground validation on the issued FLAG-OLP to Ecofarm System and Resources, Inc. (Parcel I) on June 20, 2023.

## FINDINGS/OBSERVATION

The nature of business of the company is pearl aquaculture. They are producing market quality pearls that reached the international market. The team conducted a short briefing before inspecting the surrounding facilities, as well as checking of permit and clearances as part of the monitoring process. Ms. Lucia Masendo, Farm Manager in San Isidro, accompanied the team during the conduct of the activity.

Two (2) Material Recovery Facilities (MRFs) are present within the vicinity. The company's wastes including used oils are segregated and contained properly before transporting to Manila once a month for disposal. The company also provided social services and assistance to selected communities by donating 15 plastic drums and 40 metal drums for floral gardening project by LGU Busuanga and garbage cans, participating in conduct of coastal clean-up and mangrove planting activities, and donating sacks of rice through the assistance of PNP Busuanga. The company also implementing active backyard gardening for their consumption.

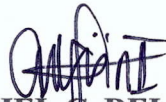
The proponent is consistently submitting their annual report and religiously paying their annual government share (advance) amounting Php 8, 347.50 with O.R. No. 6879718 Y dated December 16, 2022 for C.Y. 2023.

Attached are the geotagged photos during the conduct of monitoring and evaluation activity and Compliance Monitoring Sheet for Forestry Tenure.

For information and record.



**MARK GLENN T. MANAGDAG**  
ECOMS II/ Chief, Compliance and Monitoring Unit



**ARIEL C. DELIN II**  
Forest Technician II/GIS Unit



**NIKKI E. RIPALDA**  
Forest Technician I/CDS



**RENIEL OLIVER M. FUENTES**  
Forest Technician I/MES



GEOTAGGED PICTURES



Geotagged Photos showing some facilities (MRFs, Admin Office Building, Fuel Bodega) within the FLAg-OLP area of Ecofarm System and Resources, Inc. situated at Capare Island, Barangay San Isidro, Busuanga, Palawan



COMPLIANCE MONITORING SHEET FOR FORESTRY TENURE (FLAg)

Monitoring Date: <b>June 20, 2023</b>		Monitoring Time: <b>10:20 AM</b>	
<b>A.BASIC INFORMATION:</b>			
Name of Company: <b>Ecofarm System and Resources, Inc.</b>			
Location of Area (Sito,Brgy, Mun) : <b>Capare Island, Barangay San Isidro, Busuanga, Palawan</b>		Area in Sq. Meter: <b>74, 200</b>	
Business Address: (email, messenger acct. & contact number) : <b>Capare Island, Barangay San Isidro, Busuanga, Palawan</b>			
Annual Government Share(AGS) <b>Php 8, 347.50</b>		Date Paid/OR No. December 16, 2022 / 6879718 Y	
Nature of Land-use (Per Section 4 of DAO 2004-59): <b>Pearl Culture Infrastructure Site (Parcel II)</b>			
Tenure Instrument Number : <b>DENR-IV-MIMAROPA-11302030-003</b>		Date of Issuance: <b>November 25, 2005</b>	
Kind of Tenure Instrument : <b>FLAg</b>		Expiry Date: <b>November 30, 2030</b>	
Contact Person/Designation: <b>Evelyn Agunos</b>			
Name of Pollution Control Officer (PCO): <b>Evelyn Agunos</b>			
PCO Accreditation No. <b>WA No. 2021-R40-03608</b>		Effectivity: <b>October 2021</b>	
Contact No. <b>+63 927-006-1786</b>		Email: <b>agunos.evelyn@gmail.com</b>	

B. COMPLIANCE TO EXISTING ENR LAWS, RULES AND REGULATIONS:

Conditions	Yes	No	Remarks
1. NCIP/Cert. of Pre-Condition/Date Issued	/		
2. Free and Prior Informed Consent /Date Issued			
1.Compliant to ECC - PD 1586, Philippine Environmental Impact Assessment / DAO 2003-30	/		
2. Compliant to RA 6969, Toxic and Hazardous Waste Act of 1999/ DAO 1992-29	/		
3. Compliant to RA 8749 , Clean Air Act of 1999 / DAO 2000-81	/		
4. Compliant to RA 9003, Ecological Solid Waste Management Act of 2000/DAO 2001-34	/		
5. Compliant to RA 9275 Clean Water Act of 2004 / DAO 2005-10	/		
6. Compliant to PD 705, Forestry Reform Code of the Philippines	/		
7. Compliant to Water Code of the Phil./ Article No. 51-PD 1067 (No Permanent Structures within Easement Zones) a.) Within 3 meters in Urban Areas b.) Within 20 meters in Agricultural (A&D) Areas c.) Within 40 meters in Timberland Areas	/		



**F. TERMS AND CONDITIONS OF FLAG PURSUANT TO DENR ADMINISTRATIVE ORDER NO. 2004-59 Section 15, Chapter V**

Terms and Conditions	Response	
	Yes or No	Remarks
15.1. FLAg Holder confined its development and utilization within the perimeter of the parcel of land described herein and no other parcel of public forestland outside the granted area was utilized by the holder?	Yes	
15.2. The holder delineated and marked on the ground the boundaries of the FLAg area and its sub-areas within six(6) months from the issuance of the agreement?	Yes	
15.3. The FLAg holder submitted the Comprehensive Development and Management Plan (CDMP) to the RED within three (3) months from the issuance of the FLAg?	Yes	
15.4. The holder utilizes the area only for the purpose for which the FLAg was granted? If other uses were observed, is prior approval secured from DENR Secretary or his/her duly authorized representative?	Yes	
15.5. In the case of Nipa and Medicinal/Herbal plantations, did the holder introduced improvements within one (1) year from FLAg issuance and completed the development within two (2) years and to harvest and utilize all products planted/introduced in accordance with the approved CDMP?	N/A	
15.6. The holder protected the FLAg area from unprescribed forest fires and other forms of forest destructions? Are his /her employees or workers placed under the direction of a registered forester or other authorized agents of the Secretary?	Yes	
15.7. The FLAg holder submitted the the <b>Annual Report</b> of activities undertaken in accordance with the CDMP?	Yes	
15.8. The Flag holder <b>does not impede , obstruct or in any manner prevent the passgae</b> of legitimate stakeholders and/or other forest users and the public	No	
15.9. Are there permanent structures necessary in the development of the area as specified in their CDMP constructed? Are there additional improvements not listed in the submitted plan constructed? If so, is prior approval of the Secretary or his authorized representative secured?	Yes	
15.10. No trees in the FLAg area is cut regardless of species if found within twenty (20) meters from banks of the rivers, creeks, or streams and of public roads? In case said twenty (20) meters strip is bereft of trees, is there any reforestation made by the FLAG holder?	Yes	
15.11 The FLAg holder strictly adoptss Ecological Solid Waste Management and abide with the provisions of the Clean Water Act.	Yes	
15.12. The FLAg holder protects and properly conserve the unique, rare and endangered flora and fauna identified as such under existing laws, rules and regulations?	Yes	
15.13. DENR officials and/or employees are allowed to enter and inspect the FLAg area, for purposes of monitoring and evaluating the activities therein in accordance with the approved CDMP using as guide Annex D?	Yes	
<i>next page please... no. 15.11. to 15.19.</i>		

G. PAYMENT OF ANNUAL GOVERNMENT SHARE/RENTAL/FOREST FEES: (O.R. copy hereto attached)

Particulars	Amount	Official Receipt No.	Date Issued	Remarks (Indicate if updated or not)
Government Share/Rental	Php 8, 347.50	6879718 Y	12/16/2022	Updated
Performance Bond	N/A			
Forest Charges	N/A			
Surcharges	N/A			

H. Other environmental/social activities by the holder (e.g. tree planting, coastal clean up, gift giving etc)

Donating plastic and metal drums for floral gardening and garbage can project by LGU Busuanga
Participated in coastal clean-up and mangrove planting activities
donated sacks of rice to PNP Busuanga outreach program
I. FINDINGS AND RECOMMENDATIONS
No new sturcture/s built within the premises, Material Recovery Facilities are present as well as proper waste
segregation. Currently housing 76 working personnel mostly from the province of Cebu
The proponent is religiously paying the AGS and regularly submitting their annual accomplishment report
No forest destruction seen during the monitoring. However, sea level rise was observed comparing the last year's monitoring

J. DETAILS AND SIGNATURE OF MONITORING TEAM:

WE HEREBY CERTIFY to the correctness of the data and information as contained herein to the best of our knowledge and belief.

Name	Position/Designation/Office	Signature
MARK GLENN T. MANAGDAG	ECOMS II	
ARIEL DELIN II	Forest Technician II/ RPS, GIS Unit	
RENIEL OLIVER M. FUENTES	Forest Technician I/MES	
NIKKI E. RIPALDA	Forest Technician I/CDS	

J. ATTACHMENT/S

(See attached photo or geo-tagged/map/and other documentations)

SUBSCRIBED AND SWORN to before me this \_\_\_\_\_ day of \_\_\_\_\_ 2023 at \_\_\_\_\_.

RODNEY G. VERIAN  
OIC- CENRO  
Authorized Person to Administer Oath

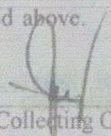




Official Receipt  
of the  
Republic of the Philippines

Nº 6879718 Y

Date Dec. 16, 2022

Agency	DENR-CENR		Fund
Payor	ECOPARM SYSTEMS + RESOURCES, INC. Brgy. San Isidro, Buraogan, Polanco		
Nature of Collection	Account Code	Amount	
Annou Rental of 2023		P 8,347.50	
TOTAL		P 8,347.50	
Amount in Words Eight Thousand Three Hundred forty Seven Pesos + 50/100 Centavos.			
<input type="checkbox"/> Cash	Drawee Bank	Number	Date
<input type="checkbox"/> Check			
<input type="checkbox"/> Money Order			
Received the amount stated above.			
 Collecting Officer			
NOTE: Write the number and date of this receipt on the back of check or money order received.			



...continuation : **TERMS AND CONDITIONS OF FLAG PURSUANT TO DENR ADMINISTRATIVE ORDER NO. 2004-59 Section 15, Chapter V**

Terms and Conditions	Response	
	Yes or No	Remarks
15.14. The FLAg holder informed the The RED or his duly authorized representative on any changes in the management, ownership or capital stock of the company or corporation or transfer of a majority of the stock or shares of the company or corporation as provided for in PD 705, as amended.	Yes	
15.15 The holder surrendered to the RED or his duly authorized representative the agreement if not to be renewed on the date of expiration, or if no longer ineterested in the area or in case of cancellation, immediately after the effectivity of its cancellation?	N/A	
15.16. Is the holder fully aware that the agreement is automatically terminated upon the abolition of the corporation?	Yes	
15.17. Is the holder fully aware that in case of death of individual FLAg holder, the heir(s) may apply for the transfer of FLAg within ninety (90) days upon his/her death?	Yes	
15.18 Are there planting/replanting undertaken in areas not actually occupied or those areas with clearings as a result of the development to maintain ecological balance?	Yes	
15.19 Is the tenure holder aware that the FLAg shall not be construed as permit to obstruct the free navigation of any stream, creek or river or marine coastal area adjoining or flowing through the area? Or to prohibit or interfere with the passage of people along such streams, creeks or rivers or banks thereof? Or to impeded the flow and ebb of the tide to and from the interior of the swamps?	Yes	
16.1.1 Right of Way for telecommunications and power transmission lines shall be confined only to the parcel of land described in the management agreement and shall be limited to a width of not more than twenty (20) meters	Yes	
16.1.2 The opening of portions of the area under management agreement for road right-of-way shall not exceed the designed road width including the embankments; <b>Provided</b> that the applicant of such road right -of-way shall seek prior clearance and pay the affected stakeholders a reasonable compensation for any damage to improvements; <b>Provided further,</b> that if public interest requires, such prior clearance shall be dispensed with;	Yes	
16.1.3 Cutting of trees affected by the right of way may be allowed, provided that all the trees cut shall be covered with permit, and shall be turned-over and delivered to DENR or DENR- designated log depot. The FLAg holder shall also plant the same species or species to be determined by the DENR within designated areas to compensate for the trees cut.	Yes	
17.2 The FLAg holder submitted the Annual Report as to its compliance to the CDMP	Yes	
The Annual Government Share is paid on or before March 31 pursuant to DAO 2021-02 which amended Section 18 of DAO 2004-59	Yes	



C. IMPROVEMENTS INTRODUCED:

Type of Improvement Introduced	Approximate Value of Improvement	STATUS (permanent of temporary)	REMARKS
A. Current Year <u>2023</u>			
1. Land	No New Improvements		
2. Buildings	No New Improvements		
3. Infra/Machineries	No New Improvements		
4. Plantation	No New Improvements		
5. Other Improvements			
B. Previous Years <u>2022</u>			
1. Land	No New Improvements		
2. Buildings	No New Improvements		
3. Infra/Machineries	No New Improvements		
4. Plantation	No New Improvements		
5. Other Improvements			