MR. PRUDENCIO E. CALADO III
Department Manager
Environmental Program and Management Department
Land Bank of the Philippines
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Subject: Clean Development Mechanism (CDM) Host Country Approval

Name of CDM Programme of Activities: Landfill Gas Recovery and
Combustion with Renewable Energy Generation from Sanitary
Landfill Sites under Land Bank of the Philippines Carbon Finance Support Facility

Philippine Project Participants of the PoA: Land Bank of the Philippines
VGPuyat Group, Inc. (for Bulacan Engineered Sanitary Landfill (CPA-1)

Location of the CDM PoA -CPA: City of San Jose Del Monte,
Province of Bulacan

Sectoral Scope: 13 Waste handling and disposal

Dear Mr. Calado:

In line with the Rules and Regulations Governing the National CDM Approval Process as set forth in DAO 2005-17, the Designated National Authority for Clean Development Mechanism in the Philippines is pleased to inform you that the aforementioned proposed CDM Programme of Activities meets the national approval criteria. The Authority hereby confirms that:

1) the Philippines ratified the Kyoto Protocol on 20 November 2003,
2) the voluntary participation of the Land Bank of the Philippines and VGPuyat Group, Inc. in the proposed CDM Programme of Activities is authorized, and
3) the implementation of the proposed CDM Programme of Activities will assist the Philippines in achieving sustainable development based on the representations made in the CDM PoA Design Document, CPA-DD, and Specific CPA-DD as supplemented by the Sustainable Development Benefits Description, Proof of Legal Capacity, Certificate of Non-Coverage/Environmental Compliance Certificate under the Philippine EIS System and other supporting documents submitted to the Authority.

Let's Go Green!
Furthermore, the Land Bank of the Philippines and VGPuyat Group, Inc. as the authorized project participants, shall comply with the following terms to the satisfaction of the Authority:

1) Ensure that ODA funds are not used to purchase the CERs generated by the project activity;
2) Provide the Authority with information regarding the sale of CERs including name and address of buyer(s) and party(ies), and the source of funds, within 20 working days of the transfer of CERs, and the remaining balance of uncommitted CERs, as applicable;
3) Actively pursue and document public participation during the lifetime of the CDM PoA, with adequate representation of relevant stakeholders and traditionally-ignored social groups;
4) Inform the Authority of the status of CDM PoA development (validation and registration) at the end of every six (6) months following the issuance of this Approval;
5) Once registered, update the Authority on the stages and progress, including photo-documentation, of the implementation of the CDM PoA, addition of CPAs, its reported sustainable development benefits and public participation activities, on or before the seventh day following the end of June and December of each year during the lifetime of the CDM PoA;
6) Comply with applicable laws, rules and regulations of the Philippines relevant to the development and implementation of the aforementioned CDM PoA and its CPAs.

The Authority reserves its right to revoke the Host Country Approval in the event of non-compliance with any or all of the conditions stated herein. Please be advised further that, by acceptance of this Letter of Approval, the Land Bank of the Philippines and VGPuyat Group, Inc. release the Authority against any loss that Land Bank of the Philippines and VGPuyat Group, Inc. may suffer as a result of voluntarily undertaking the aforementioned programme of activities.

Very truly yours,

[Signature]
Secretary

cc: CDM Secretariat – EMB [No. POA-LOA-2012-103WM077]