

PNGRB/CGD/BID/9/2018/GA/19/Haryana –Bid Evaluation

पेट्रोलियम एवं प्राकृतिक गैस विनियामक बोर्ड

Petroleum and Natural Gas Regulatory Board

प्रथम-तल, वर्ल्ड ट्रेड सेंटर, बाबर रोड, नयी दिल्ली - 110001

1st Floor, World Trade Centre, Babar Road, New Delhi – 110001

26th September, 2018

To

Hindustan Petroleum Corporation Limited,
Natural Gas Department,
4th floor, Richardson & Cruddas Building,
Sir JJ Road, Byculla, Mumbai - 400 008.

DAZANA *ATAIC/1-2797*
4/10/18

Subject: Grant of Authorization to Hindustan Petroleum Corporation Limited for development of City Gas Distribution Network in the Geographical Area of Sonipat (Except areas already authorized) & Jind Districts.

Sir,

With reference to submission of Performance Bank Guarantee for Rs. 33 Crore vide your letter dated 04.09.2018, as per the requirement under Regulation 10(1) of the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand City or Local Natural Gas Distribution Networks) Regulations, 2008, please find enclosed authorization in Schedule D for the GA of Sonipat (Except areas already authorized) & Jind Districts in duplicate.

2. The tariff applicability is as per the Judgment of Hon'ble Supreme Court of India in the SLP No. 22273 of 2012.
3. You are requested to put your stamp & signature on each page of the document and return one copy, within 7 days of receipt of this communication, to the PNGRB for records.
4. The enclosed authorization issues with the approval of the Board.

Yours faithfully,

Encl: As above



Arvind Kumar
26/9/2018
(Arvind Kumar)
Additional Adviser

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ARVIND KUMAR
अपर सलाहकार
Additional Adviser
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Schedule D

[see regulations 10 (1) and 18 (7)]

Grant of authorization for laying, building, operating or expanding CGD network

To

Hindustan Petroleum Corporation Limited,
Natural Gas Department,
4th floor, Richardson & Cruddas Building,
Sir JJ Road, Byculla, Mumbai - 400 008.

Subject: Grant of Authorization to Hindustan Petroleum Corporation Limited for development of City Gas Distribution Network in the Geographical Area of Sonipat (Except areas already authorized) & Jind Districts.

Sir,

With reference to your application-cum-bid for grant of authorization for laying, building, operating or expanding the CGD network in **Sonipat (Except areas already authorized) & Jind Districts** in the state of **Haryana**, it has been decided to grant you the authorization subject to the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand City or Local Natural Gas Distribution Networks) Regulations, 2008 and the following terms and conditions:

1. The Authorised Area for laying, building, operating or expanding the proposed CGD Network shall cover an area of <4620.00> square kilometre and as depicted in the enclosed drawing or map,
2. The activities of laying, building, operating or expansion of the CGD Network shall commence immediately after the issuance of this authorisation.
3. **The activities permitted above shall have to be completed as per the work programme mentioned below, namely: -**

Serial Number	Description of work	Numbers
1	Number of CNG Stations (Online and Daughter Booster stations) to be installed within 8 contract years from the date of authorisation	38
2	Number of domestic Piped Natural Gas connections to be achieved within 8 contract years from the date of authorisation	98000

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ED - GAS & RENEWABLES

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DULY CONSTITUTED ATTORNEY



3	Inch-km of steel pipeline to be laid within 8 contract years from the date of authorisation	1183
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The entity shall be required to achieve the year-wise work programme within 8 contract years as per details given below:

PNG Connections (cumulative)		CNG Stations (cumulative)		Inch-km of steel pipeline (cumulative)	
By the end of contract year	% of work program	By the end of contract year	% of work program	By the end of contract year	% of work program
1 st	Nil	1 st	Nil	1 st	5
2 nd	10	2 nd	15	2 nd	20
3 rd	20	3 rd	30	3 rd	40
4 th	30	4 th	45	4 th	60
5 th	40	5 th	60	5 th	70
6 th	60	6 th	75	6 th	80
7 th	80	7 th	90	7 th	90
8 th	100	8 th	100	8 th	100

Note - In case derived numbers are in fraction, the same shall be rounded off to the nearest whole number and 0.5 shall be rounded off to next higher whole number.

- Any **failure** on the part of the entity in complying with the milestones prescribed in the work programme shall lead to consequences as specified under regulation 16.
- The entity shall design and install an optimal size of the infrastructure in terms of pipelines of various types including steel belting of the authorised area, online compressors of adequate capacity for compressing of natural gas into CNG, allied equipment and facilities in the CGD network depending upon the potential demand for natural gas. The infrastructure in the CGD network should be adequate to maintain uninterrupted flow of natural gas in the pipelines and be also able to maintain supplies at adequate pressure to online CNG stations.
- The entity shall maintain an uninterrupted supply of natural gas to all categories of customers in the CGD network. In the event of any disruption in the supply of natural gas in the CGD Network, first priority shall be accorded to restoration of supplies to domestic PNG customers. In case of disruption of supply to domestic PNG customers for more than twelve hours, the entity shall compensate the domestic customer on the following manner,

namely:
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9. The entity shall submit a detailed and clear financial closure report to the Board within a period of two hundred and seventy days from the date of authorisation issued by the Board under regulation 10.
10. The entity shall publish on its website the transportation rate for CGD and transportation rate for CNG in the authorised area as per the following table namely: -

Serial Number	Description	Rate
1	Transportation rate for CGD - in rupees per million British Thermal Unit (Rs./MMBTU) for the first contract year	30
2	Transportation rate for CNG - in rupees per kilogram (Rs. /kg) for the first contract year	2
Note - Annual escalation shall be considered from the second contract year and onwards based on the "Wholesale Price Index (WPI) Data (2011-12 = 100)" for "All Group / Commodity", as normally available on the website of the Office of the Economic Adviser, Government of India, Ministry of Commerce and Industry, Department of Industrial Policy and Promotion (DIPP) on the link " http://eaindustry.nic.in/home.asp ."		

11. The entity shall publish the applicable retail selling price of PNG for all categories of customers and also for the purpose of invoicing in Rs. / MMBTU.
12. The entity shall publish and display the retail selling price of natural gas for the purpose of invoicing to CNG customers in Rs. / Kg at all natural gas dispensing stations.
13. The furnishing of performance bond of Rs. 330 Million is a guarantee for timely commissioning of the project as per the prescribed work programme in the bid and for meeting the service obligations during the operating phase of the project.
14. The entity shall comply with the applicable provisions under the Petroleum and Natural Gas Regulatory Board (Authorising Entities to Lay, Build, Operate or Expand City or Local Natural Gas Distribution Networks) Regulations, 2008, the Petroleum and Natural Gas Regulatory Board (Exclusivity for City or Local Natural Gas Distribution Networks) Regulations, 2008, relevant regulations for technical standards and specifications, including safety standards, any other regulations as may be applicable and the provisions of the Act.
15. In case the authorisation of the entity is terminated, the Board may assign the rights and obligations of the entity to any agency or another entity on such terms and conditions, as it may deem fit. Further, the entity may be required, as

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per the directions of the Board, to continue the operations of the CGD network at the same level till another agency or entity appointed by the Board takes over the full control of the CGD network.

16. The entity shall comply with any other term or condition which may be notified by the Board in public interest from time to time.

You are requested to confirm your acceptance by filling-in the acceptance of the grant of authorisation provided below and return the same in original.

Dated:



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D. K. PATTANAİK
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Babar Road, New Delhi-110001

Yours faithfully,

Name and Designation of Officer
On behalf of the PNGRB

Official Seal

Acceptance of the Grant of Authorisation

I / We hereby accept the grant of authorisation issued by the PNGRB vide letter ref.

<____> dated <____> and agree to comply with all the terms and conditions subject to which I/ We have been granted the authorisation for laying, building, operating or expanding city or local natural gas distribution network in the authorised area of _____ in the State or the Union Territory of ____.

Date:

Place:

Signature of the Entity or Authorised Signatory
Name and Official Seal

**GEOGRAPHICAL AREA
SONIPAT (EXCEPT AREA ALREADY
AUTHORIZED) AND JIND DISTRICTS**

KEY MAP



Total Geographical Area (Sq Km)	4,620
Total Population	27,94,153
Total Household	5,27,462
No. of Charge Area	8

CHARGE AREA ID	NAME
CA-01	Julana
CA-02	Narwana
CA-03	Safidon
CA-04	Jind
CA-05	Gohana
CA-06	Kharboda
CA-07	Sonipat (Part)
CA-08	Sonipat

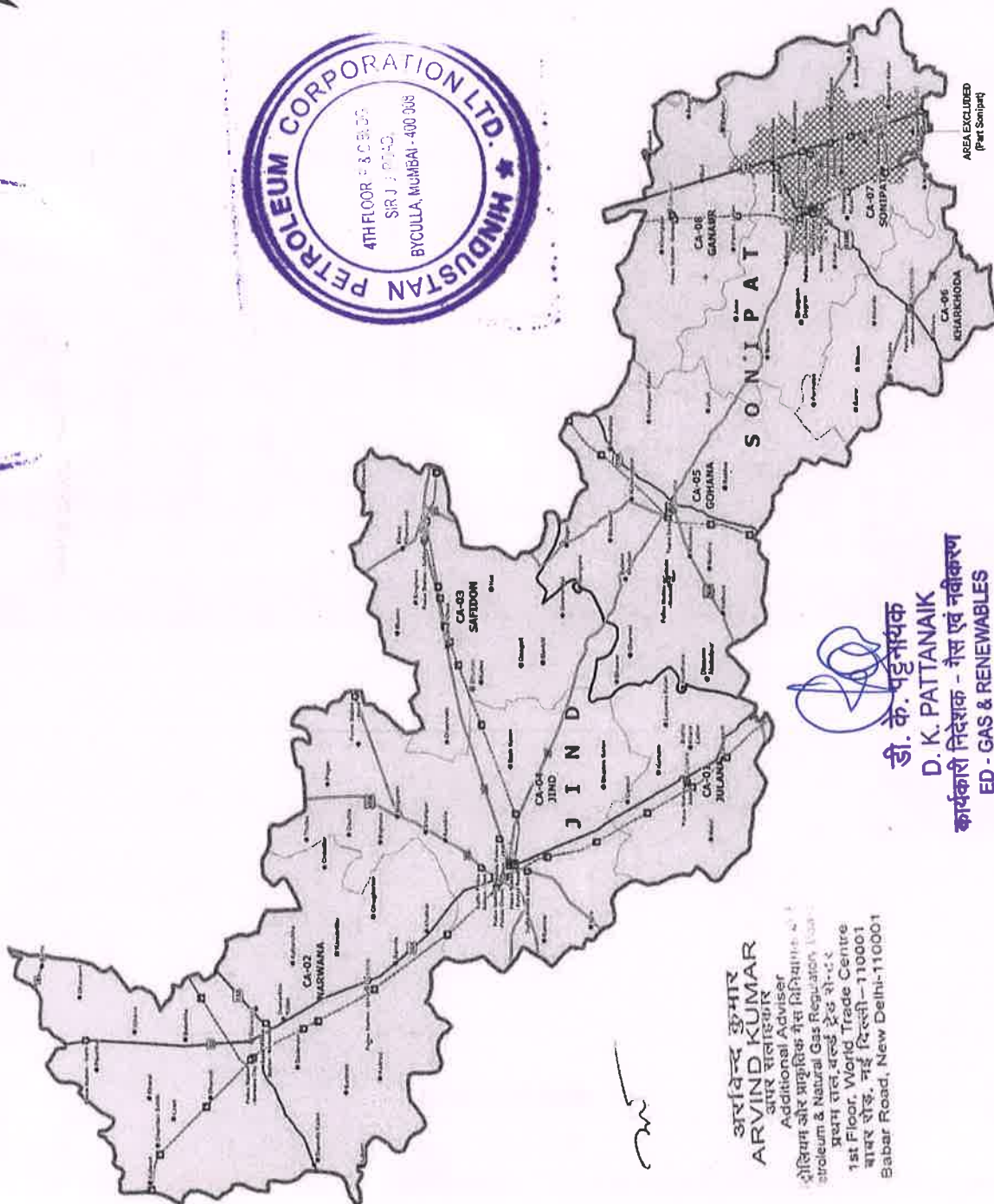
LEGEND

VECTOR	LANDMARK
DISTRICT HEADQUARTER	HOSPITAL
TOWN	POLICE STATION
VILLAGE WITH POPULATION 500 AND ABOVE	RAILWAY STATION
NATIONAL HIGHWAY	
STATE HIGHWAY	
RAILWAY	
GA BOUNDARY	
DISTRICT BOUNDARY	
SUBDISTRICT BOUNDARY	
FOREST	
WATER BODY	
AREA EXCLUDED	
INDUSTRIAL AREA	



PETROLEUM AND NATURAL GAS REGULATORY BOARD
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Map No. 24/073
Date: April-18
Map Title: Geographical Area Sonipat (Except Area Already Authorized) and Jind



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