

PETROLEUM AND NATURAL GAS REGULATORY BOARD

1st Floor, World trade Centre, Barakhamba Road, Babar Lane, New Delhi-1 Tel No: 011-23457700/23457744/23457751

File No: S-Infra/II/1/2008-Vol.II-Agra

Dated: November 12, 2009

To Sh S D Dhiman Managing Director Green Gas Limited Fortuna Towers, 2nd Floor, 10, Rana Pratap Marg, Lucknow - 226 001

<u>Subject: - Acceptance of Central Government Authorization to M/s Green Gas Limited (M/s GGL)</u> <u>for Agra CGD Network.</u>

Sir,

This has reference to our letter No: PNGRB/08 Dated 22.10.08 and all other correspondence on this subject including your letter No: GGL/F&A/BG/PNGRB/2009-10/1638 Dated 03.11.2009 wherein you have submitted Performance Bank Guarantee for Agra CGD Network vide BG No: 0505909BG0000162 Dated 03.11.2009 for an amount Rs 6,00,00,000/-(Rupees Six Crores).

The Petroleum & Natural Gas Regulatory Board in view of the authorization given by the Central Government vide letter Ref: 16019/07/08-GP dated August 25th, 2008, hereby grants exclusivity for 5 years from the date of issue of Performance Bank Guarantee to M/s Green Gas Limited for Agra CGD Network as requested by GGL vide letter No: GGL/MD/PNGRB/2009/802 Dated 29.05.2009, subject to the terms and conditions mentioned below:

- M/s GGL shall abide by the provisions of the PNGRB Act,2006 and relevant regulations including amendments thereof, if any, framed from time to time.
- 2) M/s GGL shall abide by the Technical Standards and specifications including Safety Standards (T4S) for, city and/or Local Natural Gas Distribution Networks Regulations 2008 including the Emergency Response & Disaster Management Plan (ERDMP).
- 3) The GGL shall abide to Quality of Service standards as per regulations framed under PNGRB Act, 2006.
- 4) M/s GGL shall abide by the regulations covering exclusivity for marketing of gas from the purview of Contract Carrier & Common Carrier as specified in the Petroleum and Natural Gas Regulatory Board (Exclusivity for City or Local Natural Gas Distribution Network) Regulation ,2008
- 5) The Geographical Area & Charge Area accepted for CGD Network Authorization for Agra GA is as per submitted map duly signed by M/s GGL & PNGRB(Copy enclosed). The project milestones for the above CGD Network development shall be as per Annnex-1.

Violation of any condition/conditions mentioned in clauses 1 to 5 shall be treated as default and shall be dealt as per the provisions of the PNGRB Act, 2006.

M/s GGL shall submit the Network Tariff and Compression Charge for CNG as per the Petroleum & Natural Gas Regulatory Board (Determination of Network Tariff for City or Local Natural Gas Distribution Networks and Compression Charge for CNG) Regulations, 2008 for the approval of the Board separately within 30 days of the issue of this letter.

The receipt of this letter may please be acknowledged.

PhotoCabu Attested

WXWA 2018

Yours faithfully,

(Ratan P.Watal)

Secretary, PNGRB

Encl: a/a

Mile Stones for Geographical Area of Agra

1. Geographical Area: AGRA

2. Charge Areas: As defined in the enclosed Map.

3. Year wise Domestic PNG Connections Commitment during the Exclusivity Period of

5 Years #:

	Existing upto 31.03.09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14
Domestic	NIL	2000	4000	4000	6000	6000
Connections (Nos.)(Cumulative)	NIL	(2000)	(6000)	(10000)	(16000)	(22000)

4. Year wise Steel Pipeline length commitment during the Exclusivity Period of 5 Years:

	Existing upto 31.03.09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14
Steel Pipeline	56	28	114	114	76	0
Length (Inch-KM)	(56)	(84)	(198)	(312)	(388)	(388)
(Cumulative)						

5. Year wise Compression Capacity commitment during the Exclusivity Period of 5 Years:

	Existing upto 31.03.09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14
CNG Compression Cap(Kgs/Day)	36000	36000	18000	18000	0	0
Cap(ngs/Day)	(36000)	(72000)	(90000)	(108000)	(108000)	(108000)
(Cumulative)						

- Non Achievement of any of the above project milestones shall lead to revocation of the Specific Performance Bond Bank Guarantee.
- The period of exclusivity shall start from the date of issue of Specific Performance Bank Guarantee. The Project Milestones as mentioned above shall be on year to year basis from the date of issue of PBG.

Photocopy Attested

F.C. MONHERJEE DGM (P, O & M) OIC AGRA GREEN GAS LIMITED (A JV OF GAIL (INDIA) LTD. & IOCL) 1st Floor, World Trade Centre

Babata di New Delhi-110001