PNGRB/CGD/BID/9/2018/GA/52/Punjab-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,

Torrent Gas Private Limited, "Samanvay", 600, Tapovan, Ambawadi, Ahmedabad-380015.

Subject: Grant of Authorization to Consortium of Torrent Gas Private Limited for development of City Gas Distribution Network in the Geographical Area of SAS Nagar District (except area already authorized), Patiala & Sangrur Districts.

Sir,

With reference to submission of Performance Bank Guarantee for Rs. 33 crore vide your letter dated 07.09.2018, 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 SAS Nagar District (except area already authorized), Patiala & Sangrur 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.

The enclosed authorization issues with the approval of the Board.

Yours faithfully,

(Arvind Kumar)

अर्रावेन्द कुमार ARVIND KUMAR

Accusional Acouser होतियम और प्रावृत्ति मेरा श्रियमक को 'etroleum & Natural Gas Regulatory Bour प्रथम तत् तत्वर्च हेंच रोप्टर 1 का Floar World Trade Centre

**Additional Advisor** 

बाबर रोड़. Babar Roa 2619/0018

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Encl: As above



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For, TORRENT GAS PRIVATE UMITED

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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

Torrent Gas Private Limited, "Samanvay", 600, Tapovan, Ambawadi, Ahmedabad-380015.

Grant of Authorization to Consortium of Torrent Gas Private Subject: Limited for development of City Gas Distribution Network in the Geographical Area of SAS Nagar District (except area already authorized), Patiala & Sangrur Districts.

Sir,

With reference to your application-cum-bid for grant of authorization for laying, building, operating or expanding the CGD network in SAS Nagar District (except area already authorized), Patiala & Sangrur Districts in the state of Punjab, 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 <7456.80> 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	1 Number of CNG Stations (Online and Daughter Booster stations) to be installed within 8 contract years from the date of authorisation   2 Number of domestic Piped Natural Gas connections to be achieved within 8 contract years from the date of be achieved within 8 contract years from the date of the authorisation   1 Number of domestic Piped Natural Gas connections to be achieved within 8 contract years from the date of the authorisation   1 Number of domestic Piped Natural Gas connections to be achieved within 8 contract years from the date of the authorisation   1 Number of domestic Piped Natural Gas connections to be achieved within 8 contract years from the date of the authorisation   1 Number of domestic Piped Natural Gas connections to be achieved within 8 contract years from the date of the authorisation				
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3	Inch-km of steel pipeline to be laid within 8 contract	2610
	years from the date of authorisation	

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 entract year	% of work program	By the end of contract year	2011년 1월 2011년 1월 2012년 1월 2010년 1월 2011년 1월 201 1월 2011년 1월 2	By the end of contract year	
1 <sup>st</sup>	Nil	1 <sup>st</sup>	Nil	1 <sup>st</sup>	5
2 <sup>nd</sup>	10	2 <sup>nd</sup>	15	2 <sup>nd</sup>	20
3rd	20	3 <sup>rd</sup>	30	3 <sup>rd</sup>	40
4 <sup>th</sup>	30	4 <sup>th</sup>	45	4 <sup>th</sup>	60
5 <sup>th</sup>	40	5 <sup>th</sup>	60	5 <sup>th</sup>	70
6 <sup>th</sup>	60	6 <sup>th</sup>	75	6 <sup>th</sup>	80
7 <sup>th</sup>	80	7 <sup>th</sup>	90	7 <sup>th</sup>	90
8 <sup>th</sup>	100	8 <sup>th</sup>	100	8 <sup>th</sup>	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.

- 4. 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.
- 5. 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: -

(a) the normative volume of natural gas consumption for the first domestic ARVIND KUNANG connection for cooking requirements based on last three months Additional Adviser For, TORRENT GAS PRIVATE LIMITED

Additional Adviser दिसितम और प्राकृतिक मेश विभिन्नामक और उंध्रावेखमा के Natural Gas Regulatory Bos-प्रथम ताल, बर्च्य देश से स्टर 1st Floor, World Trade Centre बाबर रोड, नई दिल्ली – 110001 Babar Road, New Octhi 110001

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weighted average consumption per day to be applied for each day's disruption and multiplied by ten;

- (b) normative value of natural gas consumption shall be based on last three months' weighted average billing price of natural gas for supplies to the first domestic PNG connection for cooking requirements; and
- (c) the value of compensation shall be equal to normative volume of natural gas consumption as per clause (a) above multiplied by normative value as per clause (b) and shall be adjusted by allowing a credit to the domestic PNG Customer in the next billing cycle or in the next pre-paid smart card in case of smart card metering.

In case the disruption of supplies is attributed to any fault of the domestic PNG customer, no compensation shall be payable by the entity.

- The entity is allowed an exclusivity period under the Petroleum and Natural Gas Regulatory Board (Exclusivity for City or Local Natural Gas Distribution Networks) Regulations, 2008, in respect of the following, namely: -
  - (a) **300** months from the date of issue of this communication for laying, building and expansion of the CGD network; and
  - (b) 96 months from the date of issue of this communication in terms of an exemption from the purview of common carrier or contract carrier for the CGD network:

Provided that the entity meets the obligations in line with the Petroleum and Natural Gas Regulatory Board (Exclusivity for City or Local Natural Gas Distribution Networks) Regulations, 2008:

Provided further that the period of exclusivity allowed under sub-clause (a) or sub-clause (b) may be terminated before the expiry of the period mentioned above in line with the provisions under Petroleum and Natural Gas Regulatory Board (Exclusivity for City or Local Natural Gas Distribution Networks) Regulations, 2008.

8. The authorised entity shall be required to take prior approval from the Board for creation of any lien, charge or hypothecation of the CGD network to secure finances for the project and furnish details of utilisation of funds. And, in case of raising funds from any financial institution or bank, the entity will be required to only inform the Board of the sanction of the funds within a period of seven

days. For, TORRENT GAS PRIVATE LIMITED अरविन्द कुमार ARVIND KUMAR अपर संसाहकार अपर रासाहकार Additional Adviser ट्रोसिगन और प्राकृतिक नेगा गिनियानक बोर्ड etrolaum & Natural Gas Requatory Board प्रथम रास, यरूर्च ट्रेंट रोस्टर 1st Floor, World Trade Centre बाबर रोड, नई दिल्टी–110001 Babar Road, New Delhi-110001 Authorised Signatory COUNTERSIGNED

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.
- 17. 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.

अर्थनिन्द कुमार ARVIND KUMAR अपर संसाधना विर्ववीर्धातान Adviser द्वीलियन और प्राकृतिक मेस विभियमक हार्वियम Adviser प्रावधन Requistory के प्रावधन दिन्द्र देव सो-टर मेर Since World Trads Centur at rioor, world Trade Centre बायर रोड, नई दिल्ली-110001 Babar Road, New Delhi-110001

> Name and Designation of Officer On behalf of the PNGRB

> > Official Seal

261912018

Yours faithfully,

## Acceptance of the Grant of Authorisation

I / We hereby accept the grant of authorisation issued by the PNGRB vide letter ref. PNGRB/CGD/BID/9/2018/GA/52/Rujab - Brd Evaluation < \_\_\_ > dated 36 34 18 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 3AS Nagarin the State or the Union Territory of Punjab Distoict (except and already authorized), Patiala & Sargner Distoicts

Date: 29 SEPTEMBER JOIR

Place: AtiMEBABAD

Signature of the Entity or Authorised Signatory Name and Official Seal



For, TORRENT GAS PRIVATE LIMITED

Authorised Signatory-

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