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F. No.O-12012/310/2004/ONG-II Government of India Ministry of Petroleum & Natural Gas

EZD

Shastri Bhawan, New Delhi Dated 29th August, 2010

The Sedretary, Government of Assam, Power(Electrical), Mines & Minerals, Dispur,Guwahati.

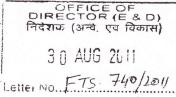
Subject:

Regrant of Petroleum Mining Lease for "Dumduma" PML measuring an area of 503.73 Sq. Km. of Assam

Sir,

I am directed to refer to OIL's letter No. PLN/1-7/6(a)-2405 dated 04.03.2010 on the subject noted above and to convey the approval of Government of India for the grant of a Petroleum Mining Lease [hereinafter referred to as "lease"] under rule 5 (1) (ii) of the Petroleum and Natural Gas Rules, 1959 (as amended from time to time) to Oil & Natural Gas Corporation Limited for the above said area bounded by the geographical limits as per Appendix "A" and to state that the lease shall be subject to the following terms and conditions in addition to such other terms and conditions as agreed upon in the deed / agreement signed, if any, in respect of the said area.

- 1. The lease shall be in respect of Crude Oil and Natural Gas.
- The lease shall be valid for a period of 20 years from 26.11.2009 to 25.11.
 2029.
 The lease shall be subject to the provisions of Oil Fields (Regulation and
 - The lease shall be subject to the provisions of Oil Fields (Regulation and Development) Act, 1948, (53 of 1948) and the Petroleum & Natural Gas (P&NG) Rules, 1959 made thereunder as amended from time to time.
- 4. Royalty on Crude Oil, Condensate and Natural Gas shall be payable by the lessee as per such rates as may be fixed, from time to time, by the Central Government in consultation witl: the State Government. The royalty shall be payable on monthly basis and shall be payable by the last day of the month succeeding the period in respect of which it is payable.
- 5. The lessee shall, as soon as possible, provide the Central Government or its designated agency, free of cost, all data earlier obtained or to be obtained as a result of petroleum operations under the lease as specified in Rule 19 (c) of the P&NG Rules, 1959, as amended from time to time.
- 6. Necessary approval from the Competent Authority should be obtained for the Reserve Forest Area (if any) falling in the leased area.
- If international companies or foreigners are entrusted with the task, the lessee may get security vetting of these companies through the appropriate Government agencies with the help of this Ministry. The lessee shall also seek prior clearance from the Ministry of Home Affairs and Ministry of Defense with the full particulars of the foreigner employees under intimation to this Ministry.
 The lessee shall issue identity cards to each of the employees. The system of
 - The lessee shall issue identity cards to each of the employees. The system of checking identity cards of personnel will have to be strictly enforced.



9. Security to its employees both at the project sites and en-route in insurgencyaffected areas will be the responsibility of the lessee.

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- 10. The lessee shall allow Government authorities to enter and inspect area for security check-ups, if necessary.
- 11. Lessee shall not employ any foreign national surreptitiously in the areas along the border.
- No ground / aerial survey of the Defense VAS/VPs are permitted. Aerial survey, if any, would be governed by the provisions of Ministry of Defense letter no. 18 (8) /82 D (GS 111) dated January 31, 1989.
- 13. Air force areas failing within the zones earmarked for delineation should be avoided.
- 14. For work in close vicinity of Indian Air Force units / installations and visits to these installations, if any, specific permission of Air Hdqrs. should be obtained.
- 15. Any work within 500m of the perimeter of Air Force Station should be intimated to Air Force authorities at least 10 days before commencement of the activities.
- 16. No obstruction shall be erected higher than 15 mtrs within 5 kms. Radius of Air Force Air Fields and construction of any high mast / towers shall be carried out in consultation with the Air Force Authorities.
- 17. Lessee shall execute a separate lease deed in respect of such other covenants, terms and conditions as per the prescribed format.
- 18. In case the production of oil/gas ceases permanently from the field, the DGH and the Ministry may be informed immediately.

Yours faithfully

(O.P. Banwari) Under Secretary to the Government of India Tel. No. 2338 6119

Copy to:

- The Chairman & MD, OIL, Sector 16A, Noida.(Kind Attention: Director (Exploration).
- 2. The Director General, Directorate General of Hydrocarbons, C-139, Sector 63, Noida.
- 3. Guard File

