

Safety & Environment Department P.O. DULIAJAN-786602, ASSAM, INDIA

Phone: 0374-2800542 Fax : 0374-2801796 Email: safety@oilindia.in

UNDERTAKING for LOI

(Letter of Intent)

PML is granted by State Government with the prior approval of Central Government as per PNGR 1959. In PNGR, Letter of Intent (LOI) is not applicable and PML is granted without LOI. The copy of the PML issued by the State Government is attached below.

Authorised Signatory/Nodal Officer

(A K Acharya)

General Manager (HSE)

GM (HSE)

Nodal Officer - OIL (EC/FC/NBWL)

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MINES & MINERALS DEPARTMENT DISPUR, GUWAHATI -6.

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NO.PEM. 26/2010/27

Dated Dispur, the 26th November, 2012.

From:

Smti Tamiza Rahman, ACS,

Deputy Secretary to the Government of Assam.

Mines & Minerals Department,

Dispur, Guwahati - 6.

To ·

The Resident Chief Executive,

Oil India Ltd. Duliajan – 786602,

Dist. Dibrugarh, Assam,

Sub

Regrant of Dumduma Petroleum Mining Lease measuring an area of 503.73

sq.kms to to Oil India Limited in the Districts of Tinsukia, Dibrugrah and

Sivasagar.

Ref

Your Application No. PLN/1-7/6 (a) -2405, dated 4th March, 2010.

Sir.

In pursuance of the approval of the Government of India, Ministry of Petroleum and Natural Gas vide its letters No. O-12012/310/2004/ONG-II, dated 29th August, 2010 and No. O-12012/310/2004/ONG-II, dated 24th November, 2011, I am directed to say that the Governor of Assam is pleased to re-grant the Dumduma Petroleum Mining Lease (PML) under rule 5(1) (ii) of the Petroleum & Natural Gas Rules, 1959(as amended from time to time) to Oil India Ltd. for Dumduma area measuring 503.73 Sq. kms. in the Districts of Tinsukia, Dibruagarh and Sivasagar for exploration of crude oil and natural gas for a period of 20 years from 26-11-2009 to 25-11-2029, subject to the terms and conditions as given below in addition to such other terms and conditions as agreed upon in the deed / agreement signed, in respect of the said area:-

- 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.
- 2. 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 with 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.
- 3. 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.
- 4. Necessary approval from the Competent Authority should be obtained for the Reserve Forest Area (if any) falling in the leased area.
- 5. 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 Ministry of Petroleum and Natural Gas. The lessee shall also seek

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prior clearance from the Ministry of Home Affairs and Ministry of Defense with the full particulars of the foreigner employees under intimation to Ministry of P&NG.

- 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.
- Security to its employees both at the project sites and en-route in insurgency affected areas will be the responsibility of the lessee.
- The lessee shall allow Government authorities to enter and inspect area for security check-ups if necessary.
- Lessee shall not employ any foreign national surreptitiously in the areas along the border.
- 10. 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.
- 11. Air force areas falling within the zones earmarked for delineation should be avoid.
- 12. 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.
- 13. Any work within 500 m of the perimeter of Air Force Station should be intimated to Air Force Authorities at least 10 days before commencement of the activities.
- 14. 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.
- 15. Lessee shall execute a separate lease deed in respect of such other covenants, terms and conditions as per the prescribed format.
- 16. In case the production of oil / gas ceases permanently from the field, the DGH and the Ministry of Petroleum & Natural Gas as well as State Government of Assam be informed immediately.

Deputy Secretary to the Government of Assam
Mines & Minerals Department,
Dispur, Guwahati-6.

Memo No. PEM.26/2010/27 -A Copy to :- Dated Dispur, the 26th November, 2012.

- The Under Secretary to the Govt. of India, Ministry of Petroleum & Natural Gas, Shastri Bhawan, New Delhi with reference to the letters No. O-12012/310/2004/ONG-II, dated 29th August, 2010 and No. O-12012/310/2004/ONG-II, dated 24th November, 2011
- 2. The Deputy Commissioners, Tinsukia, Dibrugarh and Sivasagar District.
- 3. The Director, Geology & Mining, Assam, Kahilipara, Guwahati -19 with reference to his letter No. GM/MM/146/146, dated 28th April, 2010 and No. GM/MM/146/4031 dated 18th April, 2012 and No. GM/MM/146/1321, Dated 7th July, 2012. He is requested to execute the PML Deed with Oil India Ltd as required and informed the department.

By order etc

Deputy Secretary to the Government of Assam Mines & Minerals Department, Dispur, Guwahati-6