**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

No. Infra/PL/Exis/17/AGAR-DMPL/GAIL/01/14 20.08.2014

To
Chairman & Managing Director,
M/s GAIL (India) Limited,
16, Bhikaji Gama Place,
R. K. Puram, New Delhi - 110066

**Subject: Final Terms and Conditions for Acceptance of Central Government Authorization for laying, building, operating or expanding Dukli-Maharajganj natural gas pipeline network as common carrier pipeline network under Regulation 17(1) of the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand Natural Gas pipelines) Regulations, 2008.**

Sir,

Further to the final terms and conditions for acceptance of Central Government Authorization for laying, building, operating or expanding Dukli-Maharajganj natural gas pipeline network issued by PNGRB vide letter of even number dated 09.01.2014 and considering your submission vide letter dated 11.04.2014 for revised system capacity of the aforementioned natural gas pipeline network, the Board has decided to revise the provisional system capacity and provisional common carrier capacity. Accordingly, Clause no. 3 of the letter No. Infra/PL/Exis/17/AGAR-DMPL/GAIL/01/14 dated 09.01.2014 stands revised as under:

"The provisional system capacity of Dukli-Maharajganj natural gas pipeline, length 5.2 KM, diameter 4 inches, is equal to 0.075 MMSCMD* as submitted by GAIL. The Board has decided to declare the Dukli-Maharajganj natural gas pipeline as common carrier with common carrier capacity of at least 0.019 MMSCMD* to be made available to a third party on an open access and non-discriminatory basis.

**Note: (*- This capacity is accepted as provisional and the final capacity shall be determined as per the Regulations on capacity determination for natural gas pipeline as notified by the Board)."**

2. All other terms and conditions stipulated in T&C letter No. Infra/PL/Exis/17/AGAR-DMPL/GAIL/01/14 dated 09.01.2014 shall remain same.

3. You are requested to acknowledge receipt of this letter as your acceptance of the above mentioned amendment.

Yours faithfully,

20/8/2014

(K. Rajeswara Rao)
OSD (R)

**Copy to:** Joint Secretary (IC & GP)
Ministry of Petroleum & Natural Gas,
Shastri Bhavan,
New Delhi-110001

**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

No. Infra/PL/Exis/17/AGAR-DMPL/GAIL/01/14 09.01.2014

To
Chairman & Managing Director,
M/s GAIL (India) Limited,
16, Bhikaji Gama Place,
R. K. Puram, New Delhi - 110066

**Subject: Final Terms and Conditions for Acceptance of Central Government Authorization for laying, building, operating or expanding Dukli-Maharajganj natural gas pipeline network as common carrier pipeline network under Regulation 17(1) of the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand Natural Gas pipelines) Regulations, 2008.**

Sir,

This is in response to your application dated 26th November 2008 referred to above for consideration of the Board for acceptance of Central Government Authorization for laying, building, operating or expanding the Agartala natural gas pipeline network and subsequent communications regarding Dukli-Maharajganj natural gas pipeline.

2. To substantiate your claim for authorization from the Central Government for Agartala natural gas pipeline network, you had furnished documents like copy of 3(1) notification by the Central Government for acquiring ROU, copy of the Gas Linkage Committee for gas allocation and copy of relevant pages of annual reports published by MoPNG, which have been considered for Dukli-Maharajganj natural gas pipeline. Considering your submissions, the Petroleum and Natural Gas Regulatory Board finally accepts the information submitted by you under Regulation 17(1) of the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand Natural Gas Pipelines) Regulations, 2008 and accordingly the following terms and conditions have been finalised which shall be applicable during the operative phase of the said pipeline, which was commissioned in year 2002:

के. राजेश्वर राव/K. Rajeswara Rao
ओएसडी (आर)/OSD (R)
पेट्रोलियम और प्राकृतिक गैस विनियामक बोर्ड
Petroleum & Natural Gas Regulatory Board
प्रथम तल, वर्ल्ड ट्रेड सेन्टर
1st Floor, World Trade Centre
बाबर रोड, नई दिल्ली-110001

9/1/2014

3. **Dukli-Maharajganj natural gas pipeline:**

The provisional system capacity of Dukli-Maharajganj natural gas pipeline, length 5.2 KM, diameter 4 inches, is equal to 0.26 MMSCMD* as indicated by GAIL. The Board has decided to declare the Dukli-Maharajganj natural gas pipeline as common carrier with common carrier capacity of at least 0.065 MMSCMD* to be made available to a third party on an open access and non-discriminatory basis.

**Note: (*- This capacity is accepted as provisional and the final capacity shall be determined as per the Regulations on capacity determination for natural gas pipeline as notified by the Board).**

4. The authorized entity shall be required to take prior approval from the Board for creation of any lien or charge or hypothecation on the assets of the pipeline to secure finances for the project and furnish details of utilization of funds. However, 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.

5. The entity shall publish on its website the approved tariffs and other details as required under various regulations for the natural gas pipeline.

6. In case the authorization of the entity is suspended or terminated, the Board may assign the rights and obligations to operate the pipeline to any agency or another entity on such terms and conditions, as it may deem fit. Further, the entity may be required, as per the directions of the Board, to continue the operations of the natural gas pipeline at the same level till another agency or entity appointed by the Board takes over the full control of the natural gas pipeline.

7. The entity shall comply with the provisions under-

a. the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand Natural Gas Pipelines) Regulations, 2008;
b. the Petroleum and Natural Gas Regulatory Board (Determination of Natural Gas Pipeline Tariff) Regulations, 2008;
c. the Petroleum and Natural Gas Regulatory Board (Guiding Principles for Declaring or Authorizing Natural Gas Pipeline as Common Carrier or Contract Carrier)Regulations, 2009

के. राजेश्वर राव/K. Rajeswara Rao
ओएसडी (आर)/OSD (R)
पेट्रोलियम और प्राकृतिक गैस विनियामक बोर्ड
Petroleum & Natural Gas Regulatory Board
प्रथम तल, वर्ल्ड ट्रेड सेन्टर
1st Floor, World Trade Centre
बाबर रोड, नई दिल्ली-110001
Babar Road, New Delhi-110001

9/1/2014

d. the Petroleum and Natural Gas Regulatory Board(Technical Standards and Specifications including Safety Standards for Natural Gas Pipelines), Regulations, 2009;

e. the Petroleum and Natural Gas Regulatory Board (Access Code for Common Carrier or Contract Carrier Natural Gas Pipelines) Regulations, 2008;

f. the Petroleum and Natural Gas Regulatory Board (Affiliate Code of Conduct for Entities Engaged in Marketing of Natural Gas and Laying, Building, Operating or Expanding Natural Gas Pipeline) Regulations, 2008;

g. the Petroleum and Natural Gas Regulatory Board (Determining Capacity of Petroleum, Petroleum Products and Natural Gas Pipeline) Regulations, 2010

h. the PNGRB Act, 2006 and any other Regulations notified or guidelines issued by the Board from time to time, as may be applicable.

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

9. You are requested to confirm your acceptance in the space provided below and return the same in original.

Yours faithfully,

Date: 09.01.2014

09/01/2014
(K. Rajeswara Rao)
OSD (R)
Official Seal
के. राजेश्वर राव/K. Rajeswara Rao
ओएसडी (आर)/OSD (R)
पेट्रोलियम और प्राकृतिक गैस विनियामक बोर्ड
Petroleum & Natural Gas Regulatory Board
प्रथम तल, वर्ल्ड ट्रेड सेन्टर
1st Floor, World Trade Centre
बाबर रोड, नई दिल्ली-110001
Babar Road, New Delhi-110001

**Copy to:**
Joint Secretary (M)
Ministry of Petroleum & Natural Gas
Shastri Bhavan, New Delhi-110001

---

**Acceptance of Terms and Conditions**

I / We hereby agree to the terms and conditions issued by the Board vide letter Ref. <_____> dated <_____> and agree to comply with the same subject to which I / We have been issued acceptance letter for laying, building, operating or expanding natural gas pipeline along the route from the originating station <_____> in the State or the Union Territory of

<_____> to the terminating station <_____> in the State or the Union Territory of <_____>.

Date:
Place:

Signature of the Entity or Authorized Signatory
Name and Official Seal