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हिन्दुस्तान पेट्रोलियम कॉर्पोरेशन लिमिटेड

(भारत सरकार उपक्रम) रजिस्टर्ड ऑफिस : 17, जमशेदजी टाटा रोड, मुंबई - 400 020.

HINDUSTAN PETROLEUM CORPORATION LIMITED

(A GOVERNMENT OF INDIA ENTERPRISE) REGISTERED OFFICE : 17, JAMSHEDJI TATA ROAD, MUMBAI - 400 020.

8. शुरजी वल्लभदास मार्ग, पोस्ट बॉक्स नं. 155, मुंबई - 400 001. दूरभाष - 2263 7000 • फॉक्स - 022-2261 1822 • तार : हिन्दपेटऑफ
8, Shoorji Vallabhdas Marg, P. O. Box No. 155, Mumbai - 400 001. Tel. : 2263 7000 • Fax : 022-2261 1822 • Telegram : Hindpetoff
PROJ/MSK/PSM ✉ e-mail : mktghqo@hpcl.co.in 31st July, 2013

The Secretary

Petroleum & Natural Gas Regulatory Board
1st Floor, World Trade Centre
New Delhi - 110 001.

Dear Sir,

Sub: Kochi - Coimbatore - Erode - Salem LPG Pipeline

This is in reference to PNGRB's Public Notice No. EOI/PPL/5/2013 dated 11/07/2013 and subsequent public notice for extension dtd. 26/7/2013, to facilitate possible contracts for capacity booking by different entities that may be interested in the development of Kochi-Coimbatore-Erode-Salem LPG Pipeline.

In this regard, we wish to draw your kind attention to our letter PROJ/AD/PSM dtd. 17/1/2013 (enclosed by PNGRB along with the public notice dated 11/7/2013) in response to PNGRB's public notice no. EOI/PPL/5/2012 dtd. 18/12/2012, regarding EOI from M/s BPCL to lay, build, operate or expand LPG Pipeline from Kochi (Kerala) to Coimbatore (Tamil Nadu) LPG Pipeline and the issues raised therein.

Further to our above letter, we wish to reiterate our interest to participate in the subject pipeline project, as detailed below, subject to:

- Pipeline transportation becoming economical as compared to existing mode of transportation.
- Product availability at Kochi for our Kochi & Palakkad LPG Bottling Plants, either from BPCL's Kochi Refinery or at an economical cost from IOCL's proposed Kochi Import Terminal, under implementation - as stated in IOCL's response no. IOCLMD/PNGRB/2013/1 dtd. 14/01/2013 to PNGRB's public notice no. EOI/PPL/5/2012 dtd. 18/12/2012.

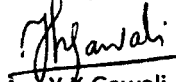
At present, our LPG Bottling Plants in Kerala - at Irumpanam near Kochi and at Palakkad are receiving only 30% LPG requirement from BPCL's Kochi Refinery due to product availability constraints.

The subject pipeline will be passing through Palakkad district, where our Palakkad LPG bottling plant is located. Its requirement will be 0.09 MMTPA (2015-16) with 4% p.a. projected growth thereafter. We request PNGRB to consider HPCL Palakkad Bottling plant as intermediate TOP requirement in the subject pipeline proposal, to meet our Palakkad LPG Bottling plant requirement mentioned above while finalising the Bids for the project proposal.

The above observations have been given in brief in the prescribed format which is enclosed here with.

Thanking you,

Very truly yours,


Y.K. Gawali,

Executive Director - LPG
वाय के. गवली
Y. K. GAWLI

Encl.: As above

134/c



HPCL's view on the Kochi – Coimbatore – Erode – Salem LPG Pipeline

Views in respect of the Expression of Interest		EOI/PPL/5/2013 dtd. 11/07/2013.
1	Name of the entity / person	Hindustan Petroleum Corporation Limited
2	Complete address	ED-LPG (YK Gawali)/ DGM LPG Projects (M.Selva Kumar) 8, Soorji Vallabhdass Marg, Ballard Estate, Mumbai – 400001.
3	E-mail ID / Telephone / Fax	ykgawali@hpcl.co.in / 022 222637151 / 022 22637188 mselva@hpcl.co.in / 022 22610079 / 022 22610071
4	Identification Proof (in case of Individual person)	Not applicable
5	Views and suggestions related to:	
a)	LPG Pipeline proposed by the entity for laying, building, operating or expanding LPG Pipeline	Request routing of proposed pipeline through HPCL Palakkad (Palghat) LPG Plant and provide TOP facility to meet HPCL bottling requirement of approx. 0.09 MMTPA in 2015-16 and anticipated growth of 4% p.a. thereafter.
b)	Other aspects of the proposal	The above requirement of HPCL's Palakkad LPG Plant through the proposed Kochi – Coimbatore – Erode – Salem LPG Pipeline is subject to pipeline transportation becoming economical as compared to existing mode of transportation and product availability at Kochi for our Kochi & Palakkad LPG Bottling Plants, either from BPCL's Kochi Refinery or at an economical cost from IOCL's proposed Kochi Import Terminal, under implementation - as stated by IOCL in their response to PNGRB's public notice no. EOI/PPL/5/2012 dtd. 18.12.2012.
c)	Any other issue	<p>1. At present, our LPG Bottling Plants in Kerala - at Irumpanam near Kochi and at Palakkad are receiving only 30% LPG requirement from BPCL's Kochi Refinery due to product availability constraints. A dedicated 1.5 km pipeline from BPCL's Kochi Refinery to our Irumpanam Bottling plant is operational to meet HPCL's Irumpanam requirement – (estimated at 0.06 MMTPA in 2015-16 with anticipated growth of 4% p.a. thereafter).</p> <p>2. MHMSLPL Project: Please refer to our response PROJ/AD/PSM dtd. 17/1/2013 to BPCL's EOI for Kochi-Coimbatore LPG Pipeline. Further, as requested vide our letter PL/JSP dtd. 12/7/2013, PNGRB's approval is sought for termination of MHMSPL at Yediyur, deferring Pumps at Neriya to a later stage in view of the reduced commitment of BPCL and directing BPCL for entering into off-take agreement at the earliest.</p> <p>We request PNGRB to address the MHMSPL issues arising out of BPCL's defaults as requested in our above referred letter, before proceeding with subject BPCL proposal for bidding.</p>

Date: 31st July 2013
Place: Mumbai

J. Gawali
Name and Signature of the Entity
Official Seal (in case of Entity)
वायु क. मंत्रालय

हिन्दुस्तान पेट्रोलियम कॉर्पोरेशन लि.
HINDUSTAN PETROLEUM CORPORATION LTD.
भारत सरकार का उपक्रम
A Govt. of India Enterprise