



पेट्रोलियम एवं प्राकृतिक गैस विनियामक बोर्ड  
Petroleum and Natural Gas Regulatory Board  
प्रथम-तल, वर्ल्ड ट्रेड सेंटर, बाबर रोड, नयी दिल्ली: 110001.  
1<sup>st</sup> Floor, World Trade Centre, Babar Road, New Delhi – 110001.  
फोन नं./Phone No 011 23457700 / फैक्स नं./Fax No.011 23709151

Ref: Infra/NGPL /51/BID/KVNPL/01/17

February 19, 2018

To  
**M/s IMC Limited**  
[Kind Attn: Shri A Mallesh Rao, MD]  
NEELADRI, 3<sup>rd</sup> Floor,  
No. 9, Cenotaph Road, Alwarpet,  
Chennai-600018

**Sub: Grant of Authorization for Kakinada-Vijayawada-Nellore Natural Gas Pipeline (Bid No.: BID/ NGPL /08 / 2015/1/KVNPL).**

Sir


With reference to the bid submitted by IMC Limited for the proposed Kakinada-Vijayawada-Nellore Natural Gas Pipeline against the Bid No.: BID/NGPL/08/2015/1/KVNPL and the Performance Bond submitted by you vide letter No. Nil dated 10.01.2018, please find enclosed the Grant of Authorization in Schedule-D of the PNGRB (Authorizing Entities to Lay, Build, Operate or Expand Natural Gas Pipelines) Regulations, 2008 for the Kakinada-Vijayawada-Nellore Natural Gas Pipeline.

2. It may be noted that the authorization shall be governed by the provisions of the relevant Regulations, various terms & conditions contained in the 'Application cum Bid document' and the clarifications issued by PNGRB w.r.t. Bid No. BID/NGPL/08/2015/1/KVNPL

3. Kindly acknowledge this letter and send us the acceptance within 15 days from the date of this letter.

4. The enclosure issues with the approval of the Board.

Yours faithfully,

  
(Arvind Kumar)

Additional Adviser

अरविन्द कुमार  
ARVIND KUMAR  
अपर सलाहकार  
Additional Adviser  
पेट्रोलियम और प्राकृतिक गैस विनियामक बोर्ड  
Petroleum & Natural Gas Regulatory Board  
प्रथम तल, वर्ल्ड ट्रेड सेंटर  
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बाबर रोड, नई दिल्ली-110001  
Babar Road, New Delhi-110001

Encl: As Above

**Schedule D**

[see regulations 9 (1) and 18 (7)]

**Grant of authorization for laying, building, operating or expanding  
Kakinada-Vijayawada-Nellore Natural Gas Pipeline**

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February 19, 2018

To

**M/s IMC Limited**

[Kind Attn: Shri A Mallesh Rao, MD]

NEELADRI, 3<sup>rd</sup> Floor,

No. 9, Cenotaph Road, Alwarpet,

Chennai-600018

**Subject: Grant of authorization for laying, building, operating or expanding natural gas pipeline along the route of Kakinada-Rajahmundry-Vijayawada-Guntur-Ongole-Nellore under the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand Natural Gas Pipelines) Regulations, 2008.**

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Sir,

With reference to your application for grant of authorization for laying, building, operating or expansion of natural gas pipeline along the route of Kakinada-Rajahmundry-Vijayawada-Guntur-Ongole-Nellore, it has been decided to grant authorization to you, subject to the provisions under the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand Natural Gas Pipelines) Regulations, 2008 on the following terms and conditions, namely:

1. The route for laying, building, operating or expanding the natural gas pipeline shall be **as depicted in the enclosed drawing** [Kakinada-Rajahmundry-Vijayawada-Guntur-Ongole-Nellore Natural Gas Pipeline].
2. The entity shall complete the activities of laying, building or expansion activities of natural gas pipeline and commission the natural gas pipeline



अरविन्द कुमार  
ARVIND KUMAR  
अपर सलाहकार  
Additional Adviser  
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project as per the enclosed time schedule and targets. The entity is allowed a maximum period of thirty six months from the date of issue of the authorization letter for commissioning of the natural gas pipeline project. Any failure on the part of the entity in complying with the targets prescribed in the time schedule shall lead to consequences as specified under regulation 16 of the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand Natural Gas Pipelines) Regulations, 2008.

3. The capacity in the natural gas pipeline shall be equal to **18.0** Million standard cubic meter per day (MMSCMD).
4. The extra capacity in the natural gas pipeline shall be equal to **4.50** MMSCMD as per the provisions specified in clause (j) of sub-regulation (6) of regulation 5 and shall be available for use on common carrier basis by any third party on open access and non-discriminatory basis.
5. 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 natural gas 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.
6. The entity shall publish the approved tariff for each of the tariff zone of the natural gas pipeline.
7. The entity shall submit a detailed and clear financial closure report to the Board within a period of one hundred and eighty days from the date of authorization issued by the Board under regulation 9 of the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand Natural Gas Pipelines) Regulations, 2008.
8. The furnishing of performance bond of **Rs. 147.80 million** is a guarantee for timely commissioning of the project as per the prescribed targets submitted in the bid and for meeting the performance undertakings during operating phase of the project.
9. The entity shall abide by the service obligations specified under regulation 14 and quality of service standards under regulation 15 of the Petroleum and

  
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