

No: Infra/CGD/NOC-Permissions/2013-14/MNGL-Essar

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

22nd January, 2014

To
Managing Director,
Maharashtra Natural Gas Limited,
A-Block No.27,
Narveer Tanajiwadi,
PMPML Bus Depot Commercial Bldg,
Shivaji Nagar, Pune-411 005.

Subject: Grant of NOC/Permission for supply of natural gas through cascades to M/s Essar Steel, Sanaswadi, Pune.

Sir,

Reference is made to our letter of even number dated 20th December, 2013 and the Bank Guarantee for Rs 5.0 Lakh dated 3rd January, 2014 submitted by M/s Maharashtra Natural Gas Limited (MNGL) towards grant of NOC/permission for supply of natural gas through cascades to M/s Essar Steel, Sanaswadi, Pune.


2. Accordingly, PNGRB hereby grants NOC/Permission to MNGL for supply of natural gas through cascades to M/s Essar Steel, Sanaswadi, Pune, subject to the following terms & conditions:

- (i) The Entity shall abide by the provisions of the Petroleum and Natural Gas Regulatory Board Act, 2006, all the relevant Regulations notified, Guidelines issued and orders / directions of the Board given from time to time.
- (ii) The Entity shall undertake supply/distribution of natural gas only through cascades to specific customers having requirement of less than 50,000 SCMD and the entity shall not lay any infrastructure for this purpose.
- (iii) In case the area in which supply/distribution of natural gas through cascades is allowed gets covered under any authorized GA in future, then the Entity shall obtain a prior approval from the authorized entity for continuation of such activities or shall cease its activities immediately. The

entity shall have no right to claim such approval and no dispute in this regard will be raised.

- (iv) The Board shall not in any way be held responsible for any legal action/cases arising out of the NOC/Permission given by it, nor shall it be made a party in any legal case between the Entity and any other entity.
- (v) The Entity alone shall be responsible for any obligation arising out of grant of the NOC/Permission given by the Board.
- (vi) That the Entity shall not stand discharged for any claim in respect to payment/time period/ performance or any obligation arising out of the NOC/Permission granted by the Board.
- (vii) The grant of such NOC/Permission shall not be construed as grant of authorization of any form whatsoever for the area to the Entity under the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand City or Local Natural Gas Distribution Networks) Regulations, 2008. Further, in case the Board does not approve authorization in favour of the Entity subsequently, for operating CGD network in the said area, the Entity shall be responsible for any consequential losses arising out of grant of such permission/NOC.
- (viii) Even if the authorized entity grants an approval to the incumbent Entity for continuing the activity in the authorized area, the incumbent Entity shall continue to be responsible for all liabilities arising out of its activities.
- (ix) The Entity shall obtain all other approvals that may be required and abide by the statutory requirements as may be applicable.
- (x) PNGRB reserves the right to amend/cancel the NOC/Permission at any time.

Yours faithfully,


(K. Rajeswara Rao)
Officer on Special Duty (R)