

Schedule B

[see regulations 4 (1) and 5 (6)]

Application form for submitting expression of interest by an entity desirous of laying, building, operating or expanding a CGD network

- A. Only an entity which complies with the minimum eligibility criteria as per regulation 5 (6) of the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand City or Local Natural Gas Distribution Networks) Regulations, 2008 is eligible to submit its application for submission of expression of interest to the Board.
- B. Entities must enclose documentary proof in support of its meeting the minimum eligibility criteria.

Documentary proof in support of meeting the minimum eligibility criteria is enclosed as under;

Annexure I : List of Hydrocarbon pipelines being operated by Reliance Group as per Clause no. 5(6)(b)(ii) of the regulation.

Annexure II: Brief Resume of key team members as per Clause no. 5(6)(c)(iv) of the regulation .

Annexure III: Auditor's Certificate on RIL's net worth as on 31st March 2008 as per Clause no. 5(6)(e) of the regulation.

- C. The entity submitting the expression of interest must submit the following information:

| | |
|----------|---|
| 1 | General Details |
| A | Name of the Entity Reliance Gas Corporation Limited, a wholly owned subsidiary of Reliance Industries Limited. |
| B | Type of firm - Public Limited Company / Private Limited Company / Partnership firm / Proprietorship firm / Others (please specify) Public Limited Company |

| | |
|---|---|
| C | <p>Date of incorporation and date of commencement of business</p> <p>Date of incorporation of business: May 22nd, 2007</p> <p>Date of commencement of business: May 22nd, 2007</p> |
| D | <p>Address of Registered office</p> <p>3rd Floor, Maker Chambers (IV) 222, Nariman Point Mumbai 400 021, India Tel.: +91 22 2278 5000 Fax: +91 22 2278 5111</p> |
| 2 | <p>Basic Data</p> |
| A | <p>1. Population and number of households under the proposed CGD network.</p> <p>The population of the geographical area stood at 0.08 million as per population census, 2001 with an estimated 0.015 million households.</p> <p>2. Geographical area in square kilometers and segregated in different categories in terms of the provisions under regulation 2 (c) of the Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand City or Local Natural Gas Distribution Networks) Regulations, 2008. The area should also be depicted in a physical map.</p> <p>The proposed net work shall include Shahdol and surrounding areas such as Burhar, Amlai, Dhanpuri, etc. Proposed Geographical area is of approximately 52 sq. kms. Map highlighting the proposed Geographical Area is enclosed.</p> <p>3. Economic activity in the proposed geographical area in terms of industrial and commercial activity (number of units and fuel mix)</p> <p>Shahdol is an industrially scarce developed district. It comprises mainly 15 industrial units. A majority of these are chemical and lime based industries, the reason being the easy availability of raw material i.e. limestone. There is no concentrated industrial area in Shahdol. All the industries are geographically scattered. Some of the</p> |

major industries are Orient Paper Mills, Hukumchand Mills & Deccan Chromates. In Shahdol, Coal is the most widely used fuel in the chemical industry. All the industries except Orient paper mills get their coal by 'e-auctioning'. This e-Auctioning involves bidding for coal on the Govt. of Madhya Pradesh's website. The highest bidder is given the assurity of availability of fuel.

Shahdol being a small city lacks big shopping malls, restaurants, hotels, etc. There are around 77 commercial establishments including, small and medium size hotels, marriage halls, schools, hospitals and cinema halls, comprising commercial segments.

4. Vehicular population profile

The estimate vehicle population profile of Shahdol town is as under;

Bus: 427
Three Wheelers: 535
Four Wheelers: 1774

B Preliminary Assessment of the potential demand for natural gas in the proposed CGD network amongst various customer segments.

Estimated demand in CGD network is 0.20 MMSCMD which is projected to be more then 0.45 MMSCMD by year 2020. The segment wise estimated demand is as under;

Domestic: 0.01 MMSCMD
Commercial: 0.01 MMSCMD
CNG: 0.03 MMSCMD
Industrial: 0.15 MMSCMD

C Likely source of supply of natural gas and plans for access to the natural gas pipeline.

Gas Supply Sources:

RGCL shall secure Natural Gas from its parent company, Reliance Industries Limited, which has 35 exploration blocks awarded by Government of India under NELP and pre-NELP licensing round. RIL's efforts in exploring various upstream opportunities on the Eastern Coast as well as on other parts of India resulted in discovery of large gas potential.

RIL discovered gas in deepwater block KG D/6 offshore of Andhra Coast, which was reported to be largest global discovery of gas made in 2002. The development plan for 80 MMSCMD of gas with upside potential has already been approved and production is scheduled to commence from second half of financial year 2008-09.

In addition to above Reliance industries has recently met with success in Cauvery basin in Eastern Coast of India. This is the first time hydrocarbon discovery has been made in Cauvery deepwater basin. This will create additional source for supply of gas.

Company has also been awarded the rights for exploration & production of Coal Bed Methane (CBM). Thus, RIL has multiple sources available for the supply of gas to the said CGD project.

RGCL shall tie-up for supply/transmission of gas with sources within the stipulated time as prescribed in regulations notified by PNGRB.

Access to Transmission Pipelines:

Proposed Geographical area shall be supplied through a dedicated pipeline from the Shahdol CBM Block. Company shall lay a dedicated pipeline and related infrastructure for the supply of gas to proposed area.

Thus with established sources of gas and tie up with transmission system to transport gas from source to City Gate Station, RGCL shall be in position to meet the gas requirements of proposed Geographical area for the distribution of natural gas within Shahdol Geographical Area.

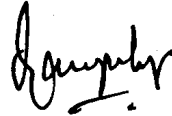
D **Whether the States or the Union Territories, in whose jurisdiction the proposed CGD network is located, has enacted any legislation or taken any administrative action to promote the use of natural gas in the said city? If the reply to the question is yes, then, provide copy of the said enactment or administrative order**

To the best of our knowledge, Government of Madhya Pradesh has not enacted any legislation for development of CGD network. However, PNGRB may like to ascertain the position and to ensure State support for smooth implementation

| | |
|---|---|
| 3 | Application fee of Rs. 8,00,000/- paid vide demand draft/ pay order number <u>620590</u> and dated May 30 th , 2008 drawn on ICICI Bank Ltd., Backbay Reclamation, Mumbai. |
|---|---|

Date: 05-06-2008

Place: Delhi



Name and signature of entity or authorized signatory