गेल (इंडिया) लिमिटेड
(भारत सरकार का उपक्रम-
एक नवरत्न कम्पनी)
GAIL (India) Limited
(A Government of India Undertaking-
A Navratna Company)

AUTHORIZATION FOR LAYING, BUILDING, OPERATING OR EXPANDING NATURAL GAS PIPELINE AS DEPICTED IN THE MAP

FINANCIAL BID (TO BE SUBMITTED IN A SEPARATE EARMARKED SEALED ENVELOPE)

A	Present Value (PV) of the unit natural gas pipeline tariff bid under this criterion for the first tariff zone in the natural gas pipeline over the economic life of the project (which is twenty five years from the date of authorization). [Natural gas pipeline tariff bid shall be for each year of the economic life of the project].	PV of the unit natural gas pipeline tariff bid for the first tariff zone for each year of the economic life of the project using the discount rate of 12% is Rs.272.71 per MMBTU. Year-wise unit natural gas pipeline tariff bid for first tariff zone.		
		Year-wise natural gas pipeline tariff bid for first tariff zone		
		Year	Rs. Per MMBTU	
			Figure	Words
		1	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		2	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		3	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		4	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		5	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		6	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		7	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		8	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		9	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		10	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		11	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		12	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		13	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		14	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		15	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		16	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		17	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		18	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		19	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		20	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		21	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		22	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		23	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		24	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
		25	34.77	RUPEES THIRTY FOUR AND PAISE SEVENTY SEVEN ONLY
B	Percentage increase bid under this criterion which when multiplied with the unit natural gas pipeline tariff bid for each of the year of the economic life of the project under clause A shall determine the incremental unit natural gas pipeline tariff for the second tariff zone over the first tariff zone for each of the year. [a single number is to be bid]	1.00% increase bid		

29/10/10

29/10/10

RANJAN DWIVEDI
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GAIL (India) Limited
16, Bhikaiji Cama Place
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C	Present value of the natural gas volumes (in million standard cubic meters per day) proposed to be transported in the natural gas pipeline over the economic life of the project. [Natural gas volumes bid for transporting in the natural gas pipeline shall be for each year of the economic life of the project].	PV of the natural gas volumes bid for transport in the natural gas pipeline for each of the year of the economic life of the project discounted at twelve percent is 85.6 million standard cubic meters per day (MMSCMD) Year-wise natural gas volumes bid-		
		Year-wise natural gas volumes bid		
		Year	Volumes (in MMSCMD)	
			Figure	Words
		1	1.00	ONE MMSCMD
		2	2.98	TWO AND DECIMAL NINETY EIGHT MMSCMD
		3	6.64	SIX AND DECIMAL SIXTY FOUR MMSCMD
		4	10.76	TEN AND DECIMAL SEVENTY SIX MMSCMD
		5	12.68	TWELVE AND DECIMAL SIXTY EIGHT MMSCMD
		6	15.00	FIFTEEN MMSCMD
		7	15.00	FIFTEEN MMSCMD
		8	15.00	FIFTEEN MMSCMD
		9	15.00	FIFTEEN MMSCMD
		10	15.00	FIFTEEN MMSCMD
		11	15.00	FIFTEEN MMSCMD
		12	15.00	FIFTEEN MMSCMD
		13	15.00	FIFTEEN MMSCMD
		14	15.00	FIFTEEN MMSCMD
		15	15.00	FIFTEEN MMSCMD
		16	15.00	FIFTEEN MMSCMD
		17	15.00	FIFTEEN MMSCMD
		18	15.00	FIFTEEN MMSCMD
		19	15.00	FIFTEEN MMSCMD
		20	15.00	FIFTEEN MMSCMD
		21	15.00	FIFTEEN MMSCMD
		22	15.00	FIFTEEN MMSCMD
		23	15.00	FIFTEEN MMSCMD
		24	15.00	FIFTEEN MMSCMD
		25	15.00	FIFTEEN MMSCMD

Please Note:

Since the total potential demand assessed by GAIL for Bhatinda- Jammu- Srinagar pipeline over a period of 25 years is 15 MMSCMD, the potential demand for Kathua – Srinnagar section is only 0.5 MMSCMD. The estimated project cost /MMSCMD for Kathua – Srinagar section is almost three times the estimated project cost /MMSCMD for Bhatinda – Jammu section. The estimated cost and the time line of execution of the Kathua-Srinagar section is also subject to many uncertainties due to inter- alia the mountainous and forest terrain, availability of RoU and Route, mobilization of the resources, security concerns etc.

In view of the above factors, therefore it is felt that the risk to return matrix is heavily skewed against the Kathua- Srinagar section of the Bhatinda- Jammu- Srinagar pipeline. Due to the extremely unfavorable techno- commercial reason, GAIL has considered not to include the Kathua-Srinagar section in the quote. That means, the figures quoted are for Bhatinda- Kathua- Jammu section only."

Note:

1. All quotes should be both in figures as well as words in the space as provided.
2. All values quoted above under A, B & C should be up to 2 (two) decimal places only. In case any quoted figure is more than two decimal places the same shall not be considered beyond second decimal point.

Date August 16, 2010
Place New Delhi

Name and Signature of Bidder / Authorized Signatory
Official Seal

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