

File No. O- 19024/9/2000 -ONG DV (Part I)
Government of India
Ministry of Petroleum & Natural Gas

19th September 2009, New Delhi

Office Order

1. Article 19 of KG-DWN-98/3 PSC provides for the methodology for determination of price for Crude Oil. After taking into account the price proposal submitted by the Contractor, the Government has constituted following Committee for taking a considered view on the matter:

- (i). Director (PP&AC)- Chairman
- (ii) Director (E-II & Vig), MOPNG
- (iii) Representative of DGH

2. However, Chairman of the Committee, if required, may consult the Contractor/buyers/Government nominees etc.

3. The terms of reference of the above Committee shall be as under:

- (i) to identify the most appropriate methodology for valuation of the Crude under the PSC.
- (ii) to finalize the terms of reference for the tender to be issued by PP&AC for getting the valuation of the Crude done from an international pricing expert as per provisions of PSC.
- (iii) to decide on the sharing mechanism of the cost of an international expert amongst the parties.
- (v) any consequential issue arising on account of above.

4. The whole exercise shall be completed in a maximum time frame of 20 weeks from the issuance of this order and PP&AC shall submit a Report on Pricing to MOP&NG within the said time frame

Sanjay Gupta
(Sanjay Gupta) 19/9/09
Director (E-II & Vig)

Copy to:

1. Director (PP&AC), Chairman of the Committee with a request to take further actions in this regard
2. DG, DGH with a request to nominate a representative to the Committee
3. CMD, HPCL
4. Chairman, CPCL

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