

File No. O-19025/4/2001- ONG.D.V (Part)

Government of India
Ministry of Petroleum & Natural Gas

13th June 2008

Shastri Bhawan, New Delhi

To

All PSC Operators

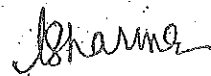
(As per list attached)

Sirs,

As per provisions of the Production Sharing Contracts, the Contractor is required to submit Annual work programme & Budgets to the Management committee for review and approval, as the case may be. This is an annual exercise and every contractor is required to submit the Budget as per various natural heads of costs specified in the Accounting Procedures to the PSC. It has been noted that different PSC operators are adopting different practices/formats while submitting the budgets. Accordingly, the budget formats have been standardized in line with the Accounting Procedure to the PSC.

In view of above, all E& P operators are advised to follow the submission of the Budgets during the respective exploration phases strictly in accordance with these formats effective from next Contract Year or Financial Year 2008-09 whichever is earlier.

Yours Sincerely,



(Sunita Sharma)

Under Secretary to Government of India.

Enclosure: Annexure-I to XIV

115A