



PM Cell – MM

Oil and Natural Gas Corporation Ltd Corporate Materials Management

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Sub: Procedure for taking approvals of additional amounts over and above the FDP approved costs.

EC in its meeting (13/2016-17) held on 15.12.2016, expressed serious concern over the anticipated cost overrun of Onshore processing facilities with respect to FDP approved cost.

EC directed that necessary guidelines on the procedure to be adopted for taking approvals of additional amounts over and above the FDP approved costs and the same be circulated to all Asset and Basin Managers so as to ensure enhanced cost recovery from Gol.

In this regard, attention is drawn to the guidelines under Article 10.13 of the PSC of NELP Blocks under Article 10- Discovery, Development and Production, which inter-alia stipulates that proposed revision to the details of a development plan or an annual work programme or budget in respect of development and production operations shall, for good cause and if circumstances so justify, be submitted for the approval to the Management committee.

Above guidelines should be meticulously followed by all concerned.

Ashwini Nagia
18/7/17

(Ashwini Nagia)
ED-Chief MM Services

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