

ELIGIBILITY CONDITIONS FOR REGISTRATION OF LIQUEFIED NATURAL GAS TERMINAL RULES 2012

2, 3. (iii) ii 2012 xn.7fil.fÅ 3ifiarå 3lâtq qi@l gfäüu m. FITfÜg effr•iëdi 2006 (2006 19) 11 (qi) 15 (1) uiUl Ola 60 (2) (g) 16 (1) Qlfcitßii 1. aig - (1) Kilé, t Viti) 2012 1 2006 t ef#vra qivi Aru, (qiti 0.5 (u) fâi Gil [TO BE PUBLISHED IN 'TIE GAZETTE OF INDIA, EXTRAORDINARY, PART' 11, SECTION 3, SUB-SECTION (iii)] Governinent of India Ministry of Petroleum and Natural Gas Notification New Delhi, the October , 2012 G S R(E).- Whereas the growing energy needs and demand for natural gas green fuel in country necessitates the expansion of liquefied natural gas terminals in view of the limited domestic gas productions; And whereas to protect consumer interests, liquefied natural gas terminals must be subject to commercial transparency and conunittecl to provide additional capacity to any consumer who desires to Unport gas into the country at publicised tariffs; And whereas there is a need to ensure a balance between freedmns to operate such liquefied natural gas terminals, and equitable access and transparency in their operatic,ns in largeF pub\ic interest, so as to foster higher availability of liquefied natural gas in the country; And whereas clause (a) of section 11 of the Pett•oleutn and Natural Gas Regulatory Board Act, 2006 (19 or 2006) mandates to protect lhe interest of the consumers by fostering fair trade and competition among the entities desirous of establishing or operating the liquefied natural gas terminals; And whereas sub-section (I) of section 15 Of lhe said Act envisages that the entities, desirous of establishing or operating liquefied natural gas terminals, need to fulfill the eligibility conditions before jnaking an application to the Petroleum and Natural Gas Regulatory Board for theii registration under the said Act; Now, therefore, in exercise of the powers conferred by sub-section (1) ot' section 15 1•ead with clause (e) of sub-section (2) of section 60 of the said Act, lthe Government hereby inalces the following rules, Ilalnely:• Short title, application and comjnencement - (1) These rules Inay be called the Petroleulll and Natural Gas Regulatory Board (Eligibility Conditions for Registration of Liquefied Natural Gas Terminal) Rules, 2012. (2) These rules shall come into force on the date of their publication in the Official Gazette. Definitions . - In these rules, unless the context otherwise requires. 2. (c) "Act" means the Petroleum and Natural Gas Regulatory Board Act, 2006: "Board" means the. Petro!eutn and Natural Gay Regulatory Board defined in clause (f) of section 2 and established under sub-section (I) of section 3 of the Act; all other words and expressions used in these rules and not defined, but defined in the Act, shall have the sanie meanings, respectively, assigned to thom in the Act. Eligibility conditions for registration,- (I) Any entity desirous of 3. establishing or operating a liquefied natural gas terminal after the date of establishment of the Petroleum and Natural Gas Regulatory Board Illider sub-section (1) of section 3 of the Act, shall be eligible to make an application for registration to the Board, only on fultilhment of the following conditions, namely:- (b) offer at all times, after registration, 20 per cent 01 its short terni (less than S year contract) unconnnitted re•gasification capacity or 0.5 Million Metric 'tonnes Per Annum (MMTPA), whichever is higher, as common carrier capacity; adhere to the technical standards and specifications incltlding safety standards in activities relating to petroleuln, petroleum products and natural gas, as prescribed by the Board by regulations, which are in force, including those prescribed by the Oil Industry Safety Directorate; furnish a bank guarantee to the Petroleum and Natural Gas Regulatory Board for an atnount equal to 1 per cent of the estimated project cost of the liquefied natural gas terniinal or Rs. 25 crore, whichever is less. [NO.L- 1 20 1 d/6/2009-GP-111 (Arunoday Goswami) Under Secretary to the Government of India