



OIL AND NATURAL GAS CORPORATION LTD
SR, CHENNAI,
No.1, Gandhi Irwin Road, Egmore, Chennai 600008
Fax No. 044-28542564 Tel No. 28542500-524

Ref.: ONG/SS/F&A/NELP-CVY/DGH Audit Replies 2007-08 & 2008-09

17.12.2014

✓ To
The Director General
Directorate General of Hydrocarbons
OIDB Bhavan, Tower A, Plot No.2
Sector 73, NOIDA 201301

Attention **Shri Ajit Jain, Manager (CF)**

Sir,

Sub.: Audit Exceptions in respect of CY ONN 2002/2 for the financial years
2007-08 and 2008-09

Ref.: DGH letter No.DGH/CF/51/2014 dt.18.11.2014

With reference to letter from DGH cited above, the following is submitted for kind perusal:

Exception No.1 Parent Company Overhead:

Copy of MC Resolution No.38 wherein Audited Accounts of the Block for the FY 2011-12 has been approved by MC, along with copy of the relevant page of S&A containing MOE for the year and cumulative.

Exception No.3:

Deviation in Procurement of Materials: The issue of approval of ONGC procurement procedure, which is more elaborate, by the partner M/S BPRL has been taken up with them for approval through OCR which will be forwarded to MC and DGH to settle the issue.

Thanking you

Regards,

(N. Ganesh)
DGM (G) - OCM

17/12/2014

Sh. Anil Kumar p/s
24/12/14
342
22/12/14
023112


Sh. K. C. Mathur


**38th MANAGEMENT COMMITTEE RESOLUTION
FOR THE BLOCK : CY-ONN-2002/2 (By Circulation)**

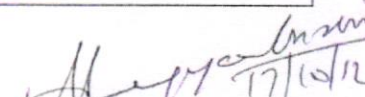
MC Members

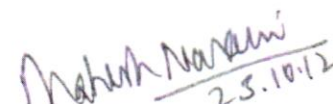
1. Govt. Representative
2. ONGC Representative
3. BPRL Representative

Sl. No.	Agenda Item	Views of MC Members	MC Decision
1	Proposal to approve and adopt the Audited Accounts for FY 2011-12 for actual expenditure of US\$ 4,042,919 (US\$ Four Million and forty two thousand and nine hundred and nineteen only) against MC reviewed Budget of US\$ 10,010,026 (US\$ Ten Million, ten thousand and twenty six only)	<u>DGH View</u> Audited Accounts of 2011-12 may be approved and adopted subject to extension after 09.03.2012 by MOPNG	Management Committee approved and adopted the Audited Accounts for FY 2011-12 for actual expenditure of US\$ 4,042,919 (US\$ Four Million and forty two thousand and nine hundred and nineteen only) against MC reviewed Budget of US\$ 10,010,026 (US\$ Ten Million, ten thousand and twenty six only) subject to grant of extension beyond the expiry of Phase-III (i.e 09.03.2012) by MOPNG


31.12.12
(A. Gupta)
1st GOI Representative
Signature with Date


22/1/13
2nd GOI Representative
Signature with Date


17/12/12
(M. AYYADURAI)
MC Representative
ONGC
Signature with Date


25.10.12
(MAHESH NARAIN)
MC Representative
BPRL
Signature with Date

BLOCK CY ONN 2002/2(UNINCORPORATED)JOINT VENTURE

(Operator Oil & Natural Gas corporation Limited)

Schedules forming part of the Sources and Application of Funds as at 31st March 2012

Schedule 1 : Exploration Expenditure

Nature of Expenditure	As on 31st March 2011		During the Year 2011-12		As on 31st March 2012	
	In Equivalent US\$	In Equivalent Rupees	In US\$	In Rupees	In Equivalent US\$	In Equivalent Rupees
Seismic Acquisition- 3D	1642292	72651983	0	0	1642292	72651983
Seismic processing -3D	66743	3046813	0	0	66743	3046813
Seismic spl processing -3D	85019	3891634	0	0	85019	3891634
Reprocessing	185721	8340579	0	0	185721	8340579
Seismic Interpretation	288547	13079181	5097661	5097661	395142	18176842
Environmental studies	39070	1885050	0	0	39070	1885050
Special Studies/post drill exp	47371	2204988	0	0	47371	2204988
G&G Cost	572586	25773564	23935194	23935194	1069928	49708758
PEL fees	32155	1472111	560636	560636	44492	2032747
G & A Cost	704155	32246200	23733331	23733331	1198040	55979531
Exploratory Drilling	3284358	163286350	493886	23733331	6049144	301092885
Main Office Expenditure	264299	12535446	137806535	2764786	432272	20821526
TOTAL	7212316	340413897		8286080	11255235	539833335

Schedule 2 : Interest Income

Particulars	As on 31st March 2011		During the Year 2011-12		As on 31st March 2012	
	In Equivalent US\$	In Equivalent Rupees	In US\$	In Rupees	In Equivalent US\$	In Equivalent Rupees
Interest Income	998	44811	7767	7767	1149	52578
TOTAL	998	44811		7767	1149	52578

For GHG ASSOCIATES
Chartered Accountants
FRN - 008703-S



S. Hareesh
CA S HAREESH
Membership No. 205204

[Signature]
DGM(F&A)-JC FINANCE
ONGC LIMITED

[Signature]
CM (F&A)
ONGC LIMITED
V. SUBBARAO
Chief Manager (F&A)

A.L. SRINIVASAN
I/c - Finance