

DGH/CC/51/2014

30th June 2014

ONGC
ED (Basin Manager) – Cauvery Basin
Thalamuthu Natarajan Building (CMDA Tower-I)
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Chennai-600008
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Sub: Audit Exceptions in respect of CY-ONN-2002/2 block for the years 2009-10 & 2010-11

Ref.: MOP&NG letter no. O-22015/99/2012-ONG-IV/EO dated 13.06.2014

ONGC Chennai letter no. ONGC/CB/SPG/Audit/DGH/Audit Exceptions/2013-14 dated 14.03.2014

Sir,

Ministry Directions on Operator's reply are as under:

Exception No. 1: Procurement

Exception No. 2 (b): Procurement Procedure

In respect of contractual payment of US\$ 30105 and 27361 for site preparation service were not provided to the auditors. Hence, operator was advised to furnish reasons.

Operator has not provided reasons for not supplying of documents to the auditors and from Operator's it seems that operator follows its' own procurement procedure for procurement of materials and services. DGH has recommended for not pursuing the exception in view of Operator's reply.

As conveyed earlier, the issue of non-compliance of PSC in respect of procurement of materials may be discussed in OC and MC meeting of the concerned blocks. Recommendation of OC and MC may be brought on record for a final decision in the matter.

Exception No. 6: Currency Exchange Rate
Operator to strictly follow the provisions of the PSC.

Thanking you,

Yours faithfully,



(Ajit Jain)
Manager (CF)

Copy to: Mr. Ambrish Kumar, Under Secretary to the Govt. of India, MOP&NG,
Shastri Bhawan, New Delhi-110001