

PFL/OGRA/2018- 256-BH  
August 20, 2018

The Registrar  
Oil and Gas Regulatory Authority (OGRA)  
1st Floor, 54-B, Fazal-e-Haq Road  
Islamabad

**Subject: APPLICATION FOR TRANSMISSION LICENSE REQUIRED FROM OGRA UNDER NATURAL GAS REGULATORY AUTHORITY (NGRA) (LICENSING) RULES 2002 FOR CONSTRUCTION & OPERATION OF PIPELINE ALONG WITH ANCILLARY/CONNECTED FACILITIES FOR TRANSMISSION OF NATURAL GAS**

Dear Sir,

Being cognizant of the hardship being faced by the farming community in the form of price hike due to short supply of fertilizers and to meet minimum gas requirement of PFL plant, the ECC of the Cabinet in its meeting held on May 17, 2018 approved allocation of 75 mscfd gas along with supporting dedication of reserves from Mari Gas Fields to PFL. Restart of operations at PFL will add approximately half a million MT of Urea equivalent fertilizers, ensuring food security of the country by timely availability of the much needed fertilizers for the farming community at affordable prices. It will also revenue to the exchequer as well as keep the highly skilled human capital.

As per ECC decision, SNGPL will transport the gas to PFL plant at Multan under a mutually agreed gas transportation agreement. Subsequent to the ECC decision, the following steps have been taken by PFL:

- Term Sheet for supply of gas executed with MPCL on June 20, 2018
- Pipeline (25 km) and associated hardware ordered
- Land acquired for installation of Processing Facilities
- Processing and compression facility locked
- Survey and land lease for ROW at advance stage
- Negotiations with SNGPL are in process to undertake construction services of the pipeline.

We are pleased to enclose here with a duly filled application in the format specified in Schedule-I, all supporting documents specified in sub rule (3) and (4) of Rule 4 of NGRA (Licensing) Rules 2002 and PO No. 00018760 dated 16.08.18 for Rs. 750,000 (Rupees Seven Hundred Fifty Thousands only) issued by Summit Bank F-6, Super Market Branch Islamabad in favour of Oil and Gas Regulatory Authority as application fee for Transmission License.

We would request OGRA to process and review our application for the issuance of above referred Transmission License exclusively for self use attracting no annual turnover on account of natural gas sale as defined under rule 2(a) of the licensing rules enabling us to proceed further on fast track basis.

We are available to meet and provide additional information or clarification if required.

Thanking you,

Yours faithfully,  
For PAKARAB FERTILIZERS LIMITED

  
SAQIB AZIZ  
(Department Manager Business Development)



**IMMEDIATE**

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No. NG (I)-7(158)/18-F-Pt  
Government of Pakistan  
Ministry of Energy - - Petroleum Division  
(Policy Wing)  
Directorate General of Gas  
Fist Floor, Petroleum House, Ataturk Avenue G-5/2

Islamabad, the 31<sup>st</sup> May, 2018

01. **The Managing Director,**  
M/s Mari Petroleum Company Ltd,  
Islamabad

✓ 02. **The Chief Executive Officer,**  
Pak Arab Fertilizers Ltd,  
Lahore

03. **The Managing Director,**  
M/s Sui Northern Gas Pipelines Ltd,  
Lahore

Subject: **ALLOCATION OF ADDITIONAL GAS PRODUCTION FROM MPCL'S EXISTING RESERVOIRS TO PAKARAB FERTILIZERS LTD**


Dear Sir (s),

I am directed to inform that ECC of the Cabinet in its meeting held on 17.05.2018 vide case No. ECC-43/10/2018 dated 17.05.2018 while considering a summary submitted by Petroleum Division on the subject approved the proposals contained in para-6 of the summary as under:

- (i) 35 MMCFD Mari shallow gas along with supporting reserves may be allocated to M/s Pakarab Fertilizers Ltd (PFL) which will require dehydration and transportation by PFL at its own cost for injection into M/s SNGPL's system and M/s SNGPL would be required to induct this gas into its system soon after completion of the required infrastructure.
- (ii) 40 MMCFD of Mari Deep gas along with supporting reserves may be allocated to M/s Pakarab Fertilizers Ltd which will be processed by PFL at its own cost for injection into SNGPL's system as a comingled stream along with shallow gas.
- (iii) MPCL will be required to have necessary regulatory approvals for production of these gases from its existing reservoirs.
- (iv) Subject to availability of adequate system gas volumes, M/s SNGPL would supply the minimum gas required along with Mari shallow gas to M/s PFL enabling the plant to operate. This arrangement would be for the interim period i.e. till full flow of comingled processed Mari gases.
- (v) The allocated gases are to be transported by M/s SNGPL through its system for supply to M/s PFL plant at Multan under a mutually agreed gas transportation arrangements and M/s PFL would be required to pay a tolling fee to M/s SNGPL against transportation of these gases.

2. You are requested to take further necessary action in the implementation of above ECC decision under intimation to this office at the earliest.

Yours truly,

  
(Abdul Rasheed Jochio)  
Director (Tech.)

**C.C:**

- (i) PS to Secretary Petroleum Division
- (ii) PS to Additional Secretary (P) Petroleum Division
- (iii) PA to DG(Gas) Petroleum Division
- (iv) PA to DG (PC) Petroleum Division

**SCHEDULE – I**

[see rule 4 (2)]

**NATURAL GAS REGULATORY AUTHORITY**  
**Application Form**

Ref. No. \_\_\_\_\_

Date: 20 / 08 / 2018



- 1. Name of the Company (Applicant): Pakarab Fertilizers Limited
- 2. Company's full address along with telephone, fax, e-mail and web details: Address: E-110, Khayaban-e-Jinnah, Lahore Cantt., Pakistan.  
UAN: (111-328-462) Fax: 042-36621389  
E-mail: mail@fatima-group.com  
Website: www.fatima-group.com
- 3. Name, title and authorized signature of the Company's Chief Executive: Mr. Fawad Ahmed Mukhtar  
Chief Executive Officer
- 4. Names and addresses of current Directors of the Applicant: Enclosed as Annexure "A" (P-6/c)
- 5. Name and address of any person or corporate body with a holding of more than one percent (1%) or more in the Applicant: Enclosed as Annexure "B" (P-7/c)

**Applicant:**



1. Regulated Activity for which a licence is sought:

- (a) Transmission Licence Yes
- (b) Distribution Licence \_\_\_\_\_
- (c) Sale Licence \_\_\_\_\_
- (d) Integrated Licence \_\_\_\_\_
- (e) Project Licence \_\_\_\_\_

2. Nature of licence applied for (if exclusive, please provide detailed justifications):

Exclusive \_\_\_\_\_

Non-Exclusive Yes

3. Period for which the licence is sought:

From: Date / Month / Year 15/10/2018

To: Date / Month / Year 14/10/2048

4. Details of any licence held, applied for, or applied for and refused under the Rules, by the Applicant, or any of the interested parties, or any of their affiliated or related undertakings:

Fatima Fertilizer Company Limited a related undertaking of Pakarab Fertilizers Limited holds a Transmission License No. NG-011/2007 for construction and operation of pipelines along with ancillary/connected facilities for the purpose of transmission of natural gas from Mari gas field gate to Fatima Fertilizer Plant at Mukhtar Garh, Sadiqabad, Punjab Pakistan.

Rule R: Description		Remarks
<b>Schedule-I Form</b>		
	Names and address of the Current Directors of the Applicant	Enclosed as Annexure "A" (06)
	Name and address of any person or corporate body with a holding of more than one percent (1%) or more in the Applicant	Enclosed as Annexure "B" (07)
<b>Rule 4 Sub Rule (3)</b>		
(a)	attested copies of the memorandum and articles of association of the applicant;	Enclosed as Annexure "C" (08-45)
(b)	attested copy of the applicant's certificate of commencement of business;	Enclosed as Annexure "D" (49-50)
(c)	attested copy of the latest yearly submission to the Registrar of Companies;	Enclosed as Annexure "E" (49-50)
(d)	attested copy of the latest audited annual and unaudited half yearly financial statements of the applicant;	Enclosed as Annexure "F" (55-116)
(e)	attested copy of the corporate authorization allowing the submission of the application;	Enclosed as Annexure "G" (117)
(f)	in the case of an applicant being a subsidiary company, the documents specified in clauses (a) to (d) of this sub-rule, pertaining to its holding company;	Not Applicable
(g)	details of the consents required under applicable laws, from persons other than the Authority, for carrying on the relevant regulated activities and the status of such consents;	If Required, details will be provided from time to time.
(h)	details of the technical and financial expertise and resources available for carrying on the relevant regulated activities;	Enclosed as Annexure "H" (118)
(i)	details of the resources and expertise available to handle emergency situations arising out of natural calamities, accidental or criminal acts or omissions, specifying which such resources are available and which are to be procured;	Enclosed as Annexure "I" (119)
(j)	a list of the names and business addresses of the applicant's senior management, including without limitation, departmental and/or divisional heads;	Enclosed as Annexure "J" (120-122)
(k)	if the applicant or any of its officers or directors, directly or indirectly, owns, controls, or holds ten percent or more of the voting interest in any other person engaged in the production, transmission, distribution, or sale of natural gas, or in any person engaged in the financing, construction, maintenance or operation of such facilities, a detailed explanation of each such relationship, including the percentage of voting interest owned, held or controlled;	Not Applicable
(l)	a list of all other applications, petitions or filings filed by the applicant which are pending before the Authority at the time of the filing of this application and which directly and significantly affect this application, including an explanation of any material effect the grant or denial of those other applications, petitions or filings will have on this application and of any material effect the grant or denial of this application will have on those other applications, petitions or filings;	Not Applicable
(m)	details of the following market data:	Enclosed as Annexure "K" (123-124)
	(i) an estimate of the volume of natural gas to be transmitted, distributed or sold;	
	(ii) number and consumption details of consumers;	
	(iii) the applicant's total annual peak day natural gas requirement;	
	(iv) total past (if applicable) and expected curtailments of service by the applicant; and	
(n)	such other information or documentation as the Authority may, from time to time, require, including without limitation, supplementary information or documentation required by the Authority to clarify the information contained in the application.	If Required, details will be provided from time to time.
<b>Rule 4 Sub Rule (4)</b>		Enclosed as Annexure "L"
(a)	maps issued or certified by the Survey of Pakistan, drawn to an appropriate scale showing details of areas where the transmission facilities are or are proposed to be located and the principal geographical features of the said areas, including without limitation, details of mountains, rivers, streams, roads, buildings or construction and habitation;	
(b)	details of the sources and quality of supply of natural gas including forecasts of the available quantity from such sources;	
(c)	details of how the applicant proposes to meet the safety and service obligations prescribed by the Authority;	
(d)	details of the capacity and estimated throughput, of the transmission facilities, per annum for ten years following the proposed grant of the licence; and	
(e)	technical specifications of the transmission facilities (existing and proposed), including without limitation, specifications for the design, construction, operation and maintenance of the facilities	

**Pakarab Fertilizers Limited**  
**Names and Addresses of the Directors**

Name in full	Father's / husband's Name	Address	CNIC No or passport No. in case of Foreign National
Mr. Arif Habib	Mr. Habib Haji Shakoor	86/2, 10th Street, Khyaban-i-Sehr, Phase VI, DHA Karachi.	42301-1015651-1
Mr. Fawad Ahmed Mukhtar	Mr. Mukhtar Ahmed Sheikh	43-A Qasim Road, Multan Cantt.	36302-2741274-7
Mr. Fazal Ahmed Sheikh	Mr. Mukhtar Ahmed Sheikh	43-A Qasim Road, Multan Cantt.	36302-0543241-9
Mr. Faisal Ahmed Mukhtar	Mr. Mukhtar Ahmed Sheikh	43-A Qasim Road, Multan Cantt.	36302-6343724-9
Mr. Rehman Naseem	Mr. Sheikh Naseem Ahmed	59-C, Abdali Road, Multan.	36302-5348796-1
Mr. Nasim Beg	Mr. Mohammad Safdar Beg	F-61/6, Block IV, Clifton Karachi.	42301-5558488-3
Mr. Abdus Samad	Mr. Arif Habib	86/2, 10 <sup>th</sup> Street, Khayaban-e-Sehr, Phase VI, DHA, Karachi.	42000-0548037-1
Mr. Muhammad Kashif Habib	Mr. Arif Habib	86/2, 10th Street, Khyaban-i-Sehr, Phase VI, DHA Karachi.	42000-0548038-3

Pakarab Fertilizers Limited  
List of Shareholders as at June 30, 2018

DESCRIPTION	Current Holding	%age	Address
M/S Arif Habib Corporation limited	135,000,000	30	2nd Floor, Arif Habib Centre, 23 M.T. Khan Road, Karachi.
Mr. Arif Habib	50,624,877	11	86/2, 10th Street, Khyaban-i-Sehr, Phase VI, DHA Karachi.
Mrs. Zetun Arif	39,375,120	9	86/2, 10th Street, Khyaban-i-Sehr, Phase VI, DHA Karachi.
Mr. Abdus Samad	1	0	
Mr. Muhammad Kashif	1	0	
Mr. Nasim Beg	1	0	
Mr. Fawad Ahmed Mukhtar	12,499,995	3	43-A Qasim Road, Multan Cantt.
Mrs. Ambreen Fawad	3,577,410	1	
Mr. Fahd Mukhtar	4,030,431	1	
Mr. Ali Mukhtar	4,030,431	1	
Mr. Abbas Mukhtar	4,030,431	1	
Miss Meraj Fatima	4,030,431	1	
Mr. Fazal Ahmed Shekih	30,943,236	7	43-A Qasim Road, Multan Cantt.
Mr. Faisal Ahmed Mukhtar	30,943,236	7	43-A Qasim Road, Multan Cantt.
M/s Fatima Holding Limited	91,282,485	20	E-110, Khayaban-e-Jinnah, Lahore Cantt.
Mr. Rehman Naseem	13,820,522	3	59-C, Abdali Road, Multan.
Mr. Muhammad Yousuf Amir	6,458,048	1	
Mr. Abdullah Amir Fazal	6,458,048	1	
M/s Fazal Holdings (Pvt) Limited	12,895,296	3	129/1, Old Bahawalpur Road, Multan.
	450,000,000	100	