



गेल (इंडिया) लिमिटेड

(भारत सरकार का उपक्रम - महारत्न कंपनी)

GAIL (India) Limited

(A Government of India Undertaking - A Maharatna Company)

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ND/GAIL/SECTT/2022

Dated: 4<sup>th</sup> August, 2022

Shri Binoy Yohannan  
Associate Vice President  
Surveillance,  
National Stock Exchange of India Limited  
Exchange Plaza, 5<sup>th</sup> Floor,  
Plot No C/1, G Block,  
Bandra-Kurla Complex,  
Bandra (East), Mumbai – 400051

**Sub: Clarification / Confirmation on news item appearing in “Media/Publication”**

Dear Sir,

This has reference to your letter dated 03.08.2022 on the subject matter regarding the news item “GAIL rationing gas as former Gazprom unit cuts supplies” which appeared on “economictimes.india.com” on 01.08.2022 .

On the basis of the queries mentioned below, our clarification is as under:

- (a) **Whether such negotiations/events were taking place? If so, you are advised to provide the said information along with the sequence of events in chronological order from the start of negotiations/events till date.**

**Response:** GAIL has a portfolio of ~14 MTPA of Long-term LNG contracts (directly / indirectly) from various sources including Gazprom Marketing and Trading Singapore Pte Ltd (GMTS), supplies from which commenced in 2018. There has been supply disruptions under the contract w.e.f. late May 2022 and till date GMTS has not delivered 8 cargoes to GAIL. However, in June 2022 one LNG Cargo was received from GMTS.

GAIL has taken necessary actions to maintain reliable gas supplies to its downstream RLNG customers by reducing its own internal consumption, procurement of additional volumes and imposing a suitable curtailment of supplies. It is pertinent to mention that the volumes from GMTS contract is around 8-9% of total gas sales by GAIL on an annualized basis. If such shortfall / non-delivery persists, it may have a material impact on the company. Efforts are already underway to resolve the issue.

Contd..2

- (b) **Whether you/company are aware of any information that has not been announced to the Exchanges which could explain the movement in the trading, if any? Further, you are advised to provide the said information and the reasons for not disclosing the same to the Exchange earlier as required under regulation 30 of the SEBI (LODR) Regulations, 2015.**

**Response:** The current situation is a result of GMTS not delivering the volumes citing situations related to the ongoing geopolitics. The same is being dealt by GAIL through discussions at Government to Government (G2G) and company level.

Given the above situation, GAIL could not have shared or share any information as the situation is still evolving and continuous parlays are going on. It is all the more important that exact information on impact and effect is disseminated as this is a long-term contract valid till 2040.

- (c) **The material impact of this article on the Company.**

**Response:** Kindly refer our response to query (a) above.

This article is published without any inputs from GAIL's authorized representative.

The above is for your kind information and records please.

Thanking you,  
Yours faithfully,



(A.K. Jha)  
Company Secretary