

2. Installation of Wellhead Compressors at Location-E & G of Titas Gas Field

1. Objectives : The main objective of the project is to increase wellhead gas pressure in maintaining the gas transmission pipeline pressure.

2. Project Cost (Estimated)

(Taka in lakh)			
	Total	LC	FC
DPP :	49550.00	10280.00	39270.00

3. Location of the Project : Titas gas field, Brahmanbaria Sadar Upazilla, Brahmanbaria.

4. Approval date :

DPP Approved by MPEMR on 23.03.2021

5. Financing of the Project : Company Own Finance.

6. Implementation Period : March, 2021 to June, 2025.

7. Major Components & Status

i) Engagement of Consultancy Services :

- For engagement of Consultants, a contract was signed with the consulting firm, Pegasus International (UK) Ltd. on 23.05.2021. According to the Contract, local and foreign consultants started work on 13.06.2021.

Under the project, a contract was signed with EPC contractor Consortium of Zicom Equipment Pte. Ltd. Singapore & AG Equipment Company, USA on 12.10.2022. Under the contract, EPC contractor was not able to establish a confirmed Letter of Credit (LC) in favor of Beneficiary Zicom Equipment Pte. Ltd. Singapore. Consequently BGFCL contacted with other foreign banks in Bangladesh such as Standard Chartered Bank (SCB), Citibank N A, Bank Alfalah Limited, State Bank of India (SBI) and The Hongkong and Shanghai Banking Corporation Limited (HSBC). Only SCB and SBI sent their proposals containing the commission and terms of conditions for establishment of LC. Subsequently, as per the decision of BGFCL Board meeting, 105% cash margin of the foreign portion of the contract has been deposited to SCB. LC amount of USD 43,319,138.00 for goods has been established at SCB on 09.11.2023. Opening of Service LC amount of USD 514,640.00 is under approval of Bangladesh Bank.

ii) Installation of 6 nos. wellhead compressor of which 3 nos. (2 operational & 1 standby) each having capacity of 40 MMscfd and 3 nos. (2 operational & 1 standby) each having capacity of 25 MMscfd with suction pressure of 350-650 psig & delivery pressure of 1000 psig with associated facilities including installation, testing and commissioning at Location-E & G of Titas gas field.

The work of installing compressors under the project will be under special law.