



BANNARI AMMAN SUGARS LIMITED

Regd. Office : 252 Meltupalayam Road Coimbatore - 641 043 Tamilnadu India
Phone : 91-422-450045 Fax: 91-422-431199 Grams : AMMANSUGAR E-Mail : bascb@vsnl.com

PU1&2/GR-20/ 6129 /2003

21.3.2003

M/s.ERNST & YOUNG PVT. LTD
TPL House, Second Floor
3, Cenotaph Road
Teynampet
CHENNAI - 600 018

Dear Sirs,

Sub: Your proposal dated 20.3.2003 for Kyoto Protocol Advisory Services

We are pleased to enlist your advisory services for Kyoto Protocol under UNFCCC for sale of our carbon credits accumulated on account of our 3-Nos. bagasse based cogeneration projects of (1) 16-MW installed at Nanjangud, Karnataka, (2) 20-MW installed at Sathyamangalam, Tamil Nadu and (3) the proposed 20-MW to be installed at Nanjangud, Karnataka. The services shall consist of:

1. Preparation of PIN documents
2. Preparation of PD documents
3. Providing assistance in arranging buyers for our carbon credits
4. Other services as mentioned in your proposal

Time Frame:

The project shall be completed within a period of 4-months subject to force majeure.

FEES: Rs. (exclusive of GST) for preparation of the PIN and PDDs. This is exclusive of the out of pocket expenses of your service team. Service tax as ruling on the date of payment shall be extra. At present, it is 5%.

sf



7.0 AGREEMENT OF TERMS

The general terms of business as per Annexure A holds good. We hereby agree to the go by this engagement letter and request Ernst & Young to start this engagement within a week of signing of this document and receipt of the fee receivable by Ernst & Young on signing of this engagement letter.

[Handwritten Signature]

Name: *Ferry Thomas*
Designation: *Partner*
Ernst & Young Pvt. Ltd.
Date: *20/03/2003*

For BANNARI AMMAN SUGARS LTD.

[Handwritten Signature]
MANAGING DIRECTOR

Name: *S. V. BALASUBRAMANIAM*
Designation: *MANAGING DIRECTOR*
Bannari Amman Sugars Limited (BASL)
Date: *21.03.2003*

ANNEXURE-I

Proposal for Kyoto Protocol Advisory Services

Bannari Amman Sugars Limited

March 03
Environment & Sustainability Services

 **ERNST & YOUNG**
Quality In Everything We Do



BANNARI AMMAN SUGARS LIMITED

Regd. Office : 252 Mettupalayam Road Coimbatore - 641 043 Tamilnadu India
Phone : 91-422-2450045 Fax : 91-422-2431199 Grams : AMMANSUGAR E-Mail : bascbe@vsnl.com

BSL/AC/ 27/2003

2.5.2003

M/S ERNST & YOUNG PVT LTD
TPL HOUSE, SECOND FLOOR
3 CENOTAPH ROAD
TEYNAMPET
CHENNAI - 600 018

Dear Sirs,

Sub: Your proposal dated 20.3.2003 for Kyoto Protocol Advisory Services
Ref : Your letter dated 20.3.2003

With reference to the above, we enclose our order No.PU1&2/GR-20/6129/2003 dt. 21.3.2003 in duplicate with a request to sign and return the duplicate copy as a token of your acceptance. Further, we also enclose herewith Cheque No. 162871 of date for Rs. 7,11,562/- (Rupees Seven lakhs eleven thousand five hundred sixty two only) being 50% advance on the ordered value for preparation of Project Idea Note (PIN) and Project Design Document (PDD) after deducting TDS of Rs.38,438/- @ 5.125%.

Kindly arrange to send your bill for the above amount and also quote your Permanent Account Number for issuing TDS certificate.

Thanking you

Yours faithfully

For BANNARI AMMAN SUGARS LIMITED

GENERAL MANAGER (FINANCE)

Encl: As above

PAYEE'S A/C ONLY

दिनांक
DATE 2.5.2003

PAY Exnst & Young Pvt Ltd

या धारक को OR-BEARER

रुपये Seven Lacs eleven thousand
five hundred and Sixty two only अदा करें

₹.RS. 7,11,562/-

बैंक अ/c A/C No.	बैंक L/F No.	अक्षर INITIALS
	1031	

पंजाब नैशनल बैंक
punjab national bank

ओपनकारा स्ट्रीट, कोयम्बतूर (त.नाहू)
Oppanakara Street, COIMBATORE (T.N.)

For BANNARI AMMAN SUGARS LTD.,

GENERAL MANAGER (FINANCE)



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