

MEMORANDUM OF UNDERSTANDING

Whereas Mr/Mrs/Ms _____ resident of

having NIC No. _____ is/are owner(s) (hereinafter called “The Owner”) of a plot of land (The Site), the details of which are as under:

- 1) Name of Owner(s)
- 2) Site Measurements and Total Area
- 3) Bound on:

1. Left by _____
2. Right by _____
3. South by _____
4. North by _____

and is legally and lawfully able to lease the said site, and

Whereas Petrosin Saudia (Pvt.) Ltd. (hereinafter called “The Company”), a Limited Liability Company existing under the Laws of Pakistan, having its Registered Office at

_____, is desirous of acquiring the said Site on lease for purposes of setting up a compressed natural gas (CNG) Station along with facilities to provide services, repairs, greasing facilities, petroleum products etc.

Now, therefore, this MoU has been signed on the date and place mentioned hereunder on the conditions stipulated herein:

- i) The Owner has agreed to lease the said Site to the Company on terms and conditions contained in the Draft Lease Agreement duly initialed and agreed to by both Parties. As both Parties recognize that several Governmental and other approvals are required before a CNG/Petroleum Station can be set up hence this MoU prior to signing of the Lease Agreement.
- ii) That the Owner has duly authorized the Company, through a separate Authority Letter to apply to all Government Agencies, Municipalities, Companies, Authorities or any other Agencies or persons to obtain all permissions required to set up said Station including utilities like water, electricity, telephone and gas lines etc.
- iii) The Company has committed that all such approvals will be obtained within 120 days of the signing of this MoU and the Authority Letter.
- iv) That in order to establish the seriousness of the Company, it shall deposit with the Owner an amount of Rs 20, 000 (Twenty thousand rupees) as Token Deposit.
- v) Should the Company get all the approvals as required under the CNG Rules within 120 days hereof, it will be bound to sign the Lease Agreement with the Owner on terms and conditions already agreed to between the Parties as per draft initialed and attached hereto.

- vi) Similarly, upon advice of the Company that it has received all necessary approvals and upon payment of the Lease Money as stipulated in the attached agreed Draft of Lease Agreement, the Owner shall be bound to sign the Lease Agreement and hand over vacant and peaceable possession of the Site to the Company.
- vii) If for reasons beyond the control of the Company it is unable to obtain all approvals within 120 days of the date hereof, the Parties may:
 - a) Extend the validity of the MoU by such period as may be mutually agreed between the Parties or
 - b) Treat the MoU as cancelled, upon which the Owner shall promptly refund the Token Deposit of Rs 20, 000 to the Company.
- viii) If for any reason whatever the Owner fails to sign the Lease Agreement within 10 days of the Company notice of willingness to proceed and make the payment of the Lease Money, the Owner shall pay to the Company an amount of Rs 250,000 (two hundred fifty thousand rupees) to compensate the Company for its efforts.

This MoU contains the full understanding between the Parties.

Signed on this _____ day of _____, 200____.

The Owner(s)

The Company