



PRESS RELEASE

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L&T bags 877 crore ONGC order

Mumbai, June 12, 2007: The Oil & Natural Gas Corporation (ONGC) has awarded a Rs. 877 crore turnkey project order to Larsen & Toubro Limited (L&T) for the NQ Re-construction (NQRC) Project in Mumbai High North field. This Project is the largest brownfield project of its kind awarded in the Offshore Oil & Gas Sector in India. The NQ Complex, one of the oldest assets owned by ONGC, is operational since 1985.

The project comprises re-construction of Offshore Facilities at the NQ Complex including the replacement of the Booster Compressor with a new Process Gas Compressor Module, revamp of Produced Water Conditioning System, Hot Oil System, Gas Dehydration Unit and other utilities.

The turbo-machinery for the Process Gas Compressor Module will be supplied by Kawasaki Heavy Industries (KHI), Japan and the Module will be fabricated and delivered from L&T's Modular Fabrication Facility at Hazira. The Project calls for substantial quantum of offshore works, with an "in-the-sea" campaign spanning over 300 days in Mumbai High.

L&T bagged the prestigious order on the strength of its proven track record in meeting several stringent requirements, including a tight project schedule. The Project will be executed on a Lump Sum Turnkey basis, with the completion scheduled by 8th of May 2009.

The award of the NQRC Project has further strengthened L&T's position in the Indian Upstream Hydrocarbon Sector as a leader in providing total E&C solutions to ONGC & to the Industry.

Background:

Larsen & Toubro Limited is a 5 billion USD technology, engineering and construction company, with global operations. It is one of the largest and most respected companies in India's private sector.

A strong, customer-focussed approach and the constant quest for top-class quality have enabled L&T to attain and sustain leadership in its major lines of business across seven decades. L&T has a distinguished record of achievements including the world's largest coal gasifier made in India and exported to China, India's first indigenous hydrocracker reactor, oil and gas platform projects executed to global benchmarks and the world's largest Continuous Catalyst Regeneration reactor.
