

Airports Economic Regulatory Authority of India

Order No. 20/2012-13

AERA Building,
Administrative Complex,
Safdarjung Airport,
New Delhi - 110 003

Date of Order: 11th September, 2012

Date of Issue: 26th October, 2012

In the matter of Determination of Tariff(s) for the first Control period in respect of Ground Handling Services provided by Indo Thai Airport Management Services Pvt. Ltd. at Ch. Charan Singh Airport, Amausi, Lucknow.

Indo Thai Airport Management Services Pvt. Ltd. (ITAMS), vide their proposal dated 25.08.2011 and subsequent submission dated 08.11.2011 submitted their Multi Year Tariff Proposal (MYTP), for the first control period of 5 years, in respect of the services provided for Ground Handling at Ch. Charan Singh Airport Amausi, Lucknow. ITAMS also submitted the Annual Tariff Proposal (ATP) for the first tariff year requesting for approval of the tariff for the ground handling services at the airports.

2. It was noted that the ground handling services being provided at Ch. Charan Singh Airport Amausi, Lucknow have a materiality index of 0.8%, which is less than 5% materiality Index fixed for the subject service. Hence, the service was deemed to be "not material", in terms of Clause 4.3 of the Direction No. 4/2010-11, the Airports Economic Regulatory Authority of India (Terms and Conditions for Determination of Tariff for Services Provided for Cargo Facility, Ground Handling and Supply of Fuel to the Aircraft) Guidelines, 2011 dated 10.01.2011 (i.e., the Guidelines). As the ground handling services at Ch. Charan Singh Airport Amausi, Lucknow being provided by Indo Thai were "not material", hence they could be regulated under light touch approach for determination of tariffs in the first control period. Further, as ITAMS had submitted its Annual Tariff Proposal (ATP) for the 1st tariff year of the Control Period, the ATP was also considered alongwith the MYTP.

3. After stakeholder consultation regarding the MYTP and ATP submitted by ITAMS, vide Order No. 34/2011-12 dated 25.01.2012, the Authority decided to adopt light touch approach for determination of tariff during the first control period of 5 years commencing w.e.f. 01.04.2011 and also determined the tariffs for 1st tariff year of the current control period.

4. After issue of Authority's said Order and subsequent communications, it was noted that ITAMS has not submitted any further proposal/information. Thus, it appears that there exist no changed circumstances warranting any revision of the charges for the



ground handling services rendered by them at Lucknow airport from the level as was existing on 31.3.2012.

ORDER:

5. After careful consideration of the facts as above and material available on record the Authority, in exercise of powers conferred by Section 13(1)(a) of the Airport Economic Regulatory Authority of India Act, 2008, hereby orders that:

- (i) The tariff for ground handling services provided by M/s Indo Thai Airport Management System Ltd., at Ch. Charan Singh Airport Amausi, Lucknow is determined to be the tariff at the same rate, as on 31.03.2012, for the period 1.4.2012 to 31.03.2016, i.e., the balance period of the 1st control period.(As at **Annexure – I**).
- (ii) It is clarified that Indo Thai Airport Management Services Pvt. Ltd., may approach the Authority for revision in the charges, if any, on the basis of relevant materials in accordance with the Guidelines. The Authority shall undertake an appropriate exercise to consider the same, subject to stakeholder consultation, at material time.

**By the Order of and in the
Name of the Authority**


**(Capt. Kapil Chaudhary)
Secretary**

To,

**Indo Thai Airport Management Services Pvt. Ltd.,
904-907, Time Tower,
M.G. Road, Sector 28,
Gurgaon- 122 002
(Through: Shri P.C. Sinha, Chief Operating Officer)**



Annexure - I

Indo Thai Airport Management Services Pvt. Ltd.

Station Name: Ch. Charan Singh Airport, Lucknow

Sl. No.	Tariff heading	Maximum Tariff per flight (in INR)
1.	Comprehensive Handling of Scheduled B-737	112,066
2.	Comprehensive Handling of Non Scheduled Aircrafts MTOW upto and including 10,000 kgs	22,255
3.	Comprehensive Handling of Non Scheduled Aircrafts MTOW above 10,000 below 20,000 kgs	30,465
4.	Comprehensive Handling of Non Scheduled Aircrafts MTOW above 20,000 below 50,000 kgs	40,625

