[F. No. AERA/20010/MYTP/CONCOR/C/Mum/2014-15/Vol - I] Airports Economic Regulatory Authority of India

(Corrigendum: Order No. 10/2015-16)

AERA Building, Administrative Complex, Safdarjung Airport, New Delhi - 110003

Date of Order: 24th June, 2015 Date of Issue: 6th July, 2015

Order issued in the matter of Determination of Tariff for the fifth tariff year (2015-16) of the first control period submitted by CONCOR Air Ltd. for Cargo Handling Services in respect of International Cargo at CSI Airport, Mumbai

The Authority, after due stakeholder consultation, issued Order No. 10/2015-16 dated 27.05.2015 in the matter of Cargo Handling Services (International Cargo) provided by CONCOR Air Limited at CSI Airport, Mumbai, approving the tariff card as submitted by CONCOR as part of the Annual Tariff Proposal.

2. Subsequent to issue of order, vide letter dated 29.05.2015 and 01.06.2015, CONCOR has requested to consider "minimum rate per consignment" and "Notes to the tariff sheet" contained in letter dated 29.04.2015 which was in response to this office letter dated 07.04.2015 wherein certain clarifications were sought from CONCOR.

3. In response to above, the Authority vide letter dated 02.06.2015 requested CONCOR to submit a separate proposal, in case any revision in the Authority's order is required with proper justification and explanation as why this was not done earlier.

4. Now in response to the AERA Order no. 10/2015-16 dated 27.05.2015 and AERA letter dated 02.06.2015, CONCOR vide letter no. CON/AIR/INTL/AERA/CORRES/15-16/801 dated 05.06.2015 has requested to consider the below submission:

".....(i) Concor since 18th February, 2014, has been performing international cargo handling at the rates earlier approved by the Authority for MIAL. Minimum charges per consignment forms an integral part of such rate card being followed.

However, when we (CONCOR) filed own proposal with Forms as per Authority's guidelines, we inadvertently missed to mention minimum rates and related notes in Form 14(b) as Concor understanding was that Form 14 (b) is mainly used for limited purpose of projecting revenue. Hence, while submitting our rate we missed out including the "Minimum Rate Per



Order No. 10/2015-16

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Consignment" table. CONCOR AIR LTD. was a new handler at ACC, Mumbai not adept in dealing such regulatory issues.

- (i) In the two meetings with the stakeholders also, Concor Air had discussed the overall increase in rates by 15%. However, we did not realise implication of this error, even when we responded to the Authority's letter dated 7th April, 2015 which coincided with the issue of Consultation Paper, along which we submitted the intended Schedule of Charges to the Authority.
- (ii) In absence of minimum charges per consignment, the revision approved by the Authority shall not enable the desired increase by 15%."

5. The Authority has considered the request of CONCOR and noted that the column on "Minimum Rate per consignment" and "Related notes" was inadvertently missed out by CONCOR.

6. Thus, the Order No. 10/2015-16 dated 27.05.2015 issued in the matter of CONCOR Air Limited at CSI Airport, stands rectified as under:-

Annexure – I as indicated in Para 4(ii) of aforesaid order

may be read as:

सत्यमंव जयते

Annexure I Indicating Tariff sheet along with 15% hike in "Minimum Rate per Consignment & 15% in the Corresponding Notes. (As attached)

By the Order of and in the Name of the Authority

Alack Shehhan

(Alok Shekhar) Secretary

To,

M/s CONCOR Air Limited (CONCOR) 5th Floor, New Administrative Building, Central Railway, D.N. Road, Mumbai – 400 001. (Through: Shri Anil Sonawane, Chief Executive Officer)



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Annexure - I

CONCOR AIR LIMITED

Applicable charges at Air Cargo Complex, Sahar, CSI Airport, Mumbai, w.e.f.01.04.2015

Schedule of Charges

(A) IMPORT CARGO

TERMINAL CHARGES

Sl. No.	Type of Cargo	Rate per Kilogram (Maximum)	Minimum Rate Per Consignment	
1 General		neral Rs. 5.12	Rs. 138	
2	Special and valuable	Ks. 10.22	Rs. 270	

- 1. The Free Period will be 72 hours (i.e. 3 working days) from the Actual Time of Arrival of flight (ATA) which would be revised based on determination by Government from time to time.
- 2. Computation of Free Period will start from Actual Time of Arrival (ATA) of flight till generation of Gate Pass
- 3. Prevailing business hours will remain unchanged

Notes:

सत्यमंव जयते

- 1) Consignment of human remains, coffin including baggage of deceased & Human Eyes will be exempted from the purview of Terminal Charges.
- 2) No separate Forklift Charges will be levied.
- 3) Charges will be levied on the "gross weight" or the "chargeable weight" of the consignment whichever is higher. Wherever the "gross weight and/or volume weight is wrongly indicated on the Airway Bill and is actually found more, charges will be levied on the 'actual gross weight or 'actual volumetric weight' or 'chargeable weight' whichever is higher.
- 4) Special Import Cargo consists of cargo stored in cold storage, live animal and hazardous goods.
- 5) Valuable consignment means "cargo with high declared value for example, rare and precious metal such as gold, platinum, iridium, rhodium, ruthenium, osmium and palladium and their alloys / products ; various precious stones, rubies, emeralds, sapphires, opals , jade articles, diamond, pearl and its jewellery / products; watches made of silver, gold or platinum, valuable documents including books, paintings, and antiques etc.; currency notes, securities, stamps and_articles that have been declared with value of no less than 1000 US Dollars per kilogram of gross weight."
- 6) All the bills shall be rounded off to the nearest of Rs. 5/-, as per IATA Tact Rules book clause 5.7.2, the rounding off procedure, when the rounding off unit is 5. When the results of calculation are between/and Rs. 102.5 Rs. 107.4, rounded off amount will be Rs. 105 and when the results of calculation are between/and Rs. 107.5 Rs. 112.4, rounded off amount will be Rs. 110.
- 7) Packing/repacking charges shall be levied as per existing rates.
- 8) Service Tax and any other statutory indirect taxes shall be levied extra as per government notifications.
- 9) Cancellation of Bank Challan and Gate Pass will be charged @ Rs. 115/- per cancellation.
- 10) Labelling charges will be charged Rs. 575 per airway bill
- 11) Sector and Sector Airway bill charges will be Rs. 1.73/- per kg.
- 12) Segregation charges will be Rs. 575 per shipment.
- 13) Special equipment charges will be charged at 200% of the General cargo charges.



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(B) EXPORT CARGO

TERMINAL CHARGES

SI. No.	Type of Cargo	Rate per Kilogram (Maximum)	Minimum Rate Per Consignment
1	General	Rs. 0.81	Rs. 138
2	Special	Rs. 1.61	Rs. 270
3	Perishable	a) Rs. 2.67 wherever State of Art facility is provided.	Rs. 270
		b) Rs.0.77 wherever exclusive facility is not provided	Rs. 138

Notes:

- 1) The free period for export cargo shall be one working day (24 hrs.) for examination/processing by the shippers which would be revised based on determination by government from time to time.
- 2) Terminal charges applicable to Newspaper and TV reel consignments shall be 50% of the prescribed charges.
- 3) Consignments of human remains, coffin including baggage of deceased & Human eyes will be exempted from the purview of Terminal charges.
- 4) Terminal charges are inclusive of Forklift charges wherever Forklift usage is involved. No separate Forklift charges will be levied.
- 5) Special Cargo consists of live animals, hazardous goods, valuable cargo and cargo stored in cold storage.
- 6) Charges will be levied on the "gross weight" or the "chargeable weight" of the consignment whichever is higher. Wherever the "gross weight and/or volume weight is wrongly indicated on the Airway Bill and is actually found more, charges will be levied on the 'actual gross weight or 'actual volumetric weight' whichever is higher.
- 7) For mis-declaration of weight above2% and up to 5% of declared weight, penal charges @ double the applicable Terminal charges will be levied. For valuation above 5%, the penal charges will be leviable @ 5 times the applicable Terminal charges of the differential weight. No penal charges will be leviable for variation up to and inclusive of 2%. This will not apply to valuable cargo.
- 8) All the bills should be rounded off to the nearest of Rs. 5/-, as per IATA Tact Rules book clause 5.7.2, the rounding off procedure, when the rounding off unit is 5. When the results of calculation are between/and Rs. 102.5 Rs. 107.4, rounded off amount will be Rs. 105 and when the results of calculation are between/and Rs. 107.5 Rs. 112.4, rounded off amount will be Rs. 110.
- Packing/repacking charges shall be levied @ 2% of packages per shipping bill with a minimum of Rs. 34.50/ - per airway bill. Packing/repacking charges will be Rs. 17.25/- per packet.
- 10) Service Tax and any other statutory indirect taxes shall be levied extra as per government notifications.
- 11) MOT charges will be levied Rs. 230/- per AWB
- 12) Terminal receipt cancellation charges will be Rs. 115 per Terminal receipt.
- 13) Export administration charges will be charged Rs. 115 per receipt in case of expiry of receipt. The receipt will be expired at 24:00 hrs. of the date of preparation of receipt.
- 14) Facility for advance on line generation of Terminal charges receipt for next working day subject to availability of valid carting order for the day.



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DEMURRAGE CHARGES - payable by Shippers/Consignors/Agents/Airlines

(A) IMPORT CARGO

Sr.No.	Type of Cargo	Period	Rate per Kilogram per day (Maximum)	Minimum Rate per Consignment
		Up to 120 hrs. including free period	1.50	Rs. 339
1	General Cargo	Between 120 hrs. and 720 hrs.	2.99	
		Beyond 720 hrs.	4.49	
2		Up to 120 hrs. including free period	2.99	and a second
	Special Cargo	Between 120 hrs. and 720 hrs.	5.98	Rs. 667
		Beyond 720 hrs.	8.97	
3		Up to 120 hrs. including free period	5.98	
	Valuable Cargo	Between 120 hrs. and 720 hrs.	11.96	Rs. 1334
		Beyond 720 hrs.	17.94	

- 1) The free period will be 72 hrs. (i.e. 3 working days) from the Actual Time of Arrival of Flight (ATA) which would be revised based upon determination by the government from time to time.
- 2) Computation of Free Period will start from the Actual Time of Arrival (ATA) of Flight till generation of Gate Pass.
- 3) After Expiry of above mentioned stipulated Free Period, Demurrage for next 48 hrs. will be charged on 'per kg per day non-cumulative basis' inclusive of holidays, provided the consignment is cleared within 120 hours from ATA.
- 4) Number of hours applicable for demurrage will be computed as the time between Actual Time of Arrival of the Flight (ATA) and "Time of issue of Gate Pass". Each 24 hrs. cycle will be taken as 01 day and any part thereof will be counted as one full day.
- 5) Prevailing Business hours will remain unchanged.
- 6) After Expiry of the stipulated free period i.e. 72 hrs., if the total time between ATA and generation of the Gate Pass exceeds 120 hrs., Demurrage Charges will be levied on cumulative basis inclusive of holidays from the date and actual time of arrival of flight as per above table.

Notes:

- 1) Consignment of human remains, coffin including baggage of deceased & Human Eyes will be exempted from the purview of Terminal Charges.
- 2) Charges will be levied on the "gross weight" or the "chargeable weight" of the consignment whichever is higher. Wherever the "gross weight and/or volume weight is wrongly indicated on the Airway Bill and is actually found more, charges will be levied on the 'actual gross weight or 'actual volumetric weight' or 'chargeable weight' whichever is higher.
- 3) Special Import Cargo consists of cargo stored in cold storage, live animal and hazardous goods.
- 4) Valuable consignment means "cargo with high declared value for example, rare and precious metal such as gold, platinum, iridium, rhodium, ruthenium, osmium and palladium and their alloys / products ; various precious stones, rubies, emeralds, sapphires, opals, jade articles, diamond, pearl and its jewellery



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/ products; watches made of silver, gold or platinum, valuable documents including books, paintings, and antiques etc.; currency notes, securities, stamps and_articles that have been declared with value of no less than 1000 US Dollars per kilogram of gross weight."

- 5) All the bills shall be rounded off to the nearest of Rs. 5/-, as per IATA Tact Rules book clause 5.7.2, the rounding off procedure, when the rounding off unit is 5. When the results of calculation are between/and Rs. 102.5 Rs. 107.4, rounded off amount will be Rs. 105 and when the results of calculation are between/and Rs. 107.5 Rs. 112.4, rounded off amount will be Rs. 110.
- 6) Packing/repacking charges shall be levied as per existing rates.
- 7) Service Tax and any other statutory indirect taxes shall be levied extra as per government notifications.
- 8) Cancellation of Bank Challan and Gate Pass will be charged @ Rs. 115/- per cancellation.







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DEMURRAGE CHARGES - payable by Shippers/Consignors/Agents/Airlines

(B) EXPORT CARGO

SI. No.	Type of Cargo	Rate per Kilogram per day (Maximum)	Minimum Rate per Consignment
1	General	Rs. 0.83	Rs. 138
2	Special	Rs. 1.64	Rs. 270
3	Perishable	(a) Rs. 2.67 Wherever state of Art facility is provided	Rs. 270
		(b)Rs. 0.79 wherever exclusive facility is not provided	Rs. 138

Notes:

- 1) The free period for export cargo shall be one working day (24 hrs.) for examination/processing by the shippers which would be revised based on determination by government from time to time.
- 2) Consignments of human remains, coffin including baggage of deceased & Human eyes will be exempted from the purview of Demurrage charges.
- 3) Special Cargo consists of live animals, hazardous goods, valuable cargo and cargo stored in cold storage.
- 4) Charges will be levied on the "gross weight" or the "chargeable weight" of the consignment whichever is higher. Wherever the "gross weight and/or volume weight is wrongly indicated on the Airway Bill and is actually found more, charges will be levied on the 'actual gross weight or 'actual volumetric weight' whichever is higher.
- 5) For mis-declaration of weight above2% and up to 5% of declared weight, penal charges @ double the applicable Terminal charges will be levied. For valuation above 5%, the penal charges will be leviable @ 5 times the applicable Terminal charges of the differential weight. No penal charges will be leviable for variation up to and inclusive of 2%. This will not apply to valuable cargo.
- 6) All the bills should be rounded off to the nearest of Rs. 5/-, as per IATA Tact Rules book clause 5.7.2, the rounding off procedure, when the rounding off unit is 5. When the results of calculation are between/and Rs. 102.5 Rs. 107.4, rounded off amount will be Rs. 105 and when the results of calculation are between/and Rs. 107.5 Rs. 112.4, rounded off amount will be Rs. 110.
- 7) Service Tax and any other statutory indirect taxes shall be levied extra as per government notifications.



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International Cargo - payable by Airlines

	Consignment
4.03	
1.73	
2.01 "	
1.32	
1.27	
1.15	
1.90	
2.83	
1.85	
3.69	
0.95	Rs. 127
1.15	Rs. 1035
1.59	Rs. 192
1.96	Rs. 259
4.03	
144.00	
173.00	
86.00	
288.00	-
2.36	Rs. 179
1.93	Rs. 270
	1.96 4.03 144.00 173.00 86.00 288.00 2.36



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16b		(b) ULD - per ULD /day minimum charges applicable per AWB	775.10	Rs. 270
16c		(c) VAL - per Kg./day minimum charges applicable per AWB	4.85	Rs. 270
16d		(d) HAZ / Per - per Kg./day minimum per Rs 235 per AWB	3.20	Rs. 270
17	Import	Destuffing of ULD (minimum charges applicable per IGM)	1.22	Rs. 269
18	Import	Document Handling (minimum charges applicable per flight)	2.01	Rs. 920
19	Import	Destuffing of P O Mail. (Minimum charges applicable per IGM)	1.22	Rs. 269
.20	Import	Ramp (Import/Export) (per arriving flight)	4,600.00	
21	Import	Delivery issuance charges	50% of amount collected by airline	
22	Import	ULD management (per flight)	11,500.00	
		Total		

Notes:

- 1) The free period of export cargo for the arlines from the date of entry in bonded area till upliftment shall be 48 hours which may be revised from time to time based upon determination by the Government.
- 2) In case of TP cargo under fresh sector Airway Bill the additional charge of Rs.1.73/- per kg and the terminal charges applicable for Import cargo will be levied on Cash and Carry basis from the Consol Agent and other charges if due and the Carting charges will be leviable on the carrier.
- 3) All Bills prepared by the Handling Company shall be rounded off to the nearest Rupee.
- 4) Whenever MIAL outsources certain functions/services to contractors, the payment terms/billing arrangements between the Airlines and the contractor shall be discussed/mutually agreed before the same is implemented.
- 5) All applicable charges to importer (consignee) in respect of import cargo and exporter (shipper) in respect of export cargo including all types of transhipment cargo will be leviable on the airline in event of airline availing such services.
- 6) All statutory indirect taxes, duties, levies etc., shall be extra and shall be borne by airlines.
- 7) Invoice shall be raised on a monthly/fortnightly basis and shall have to be paid within 10 days from the date of invoice.
- 8) Failure to pay so shall attarct 18% p.a. interest.
- 9) Payment shall be made by way of demand draft/fund transfer/cheque drawn in favour of "CONCOR Air LIMITED" payable at Mumbai.
- 10) Demand Draft/Cheque should be drawn on a Scheduled Commercial Bank in India.
- 11) ULD Handling limited to open pallets, lashing material and loading material used for cargo.
- 12) Security Deposit from the party will be collected at equivalent to 02 months peak billing based on average of last 06 months billing.
- 13) In case of Non-schedule operators Destuffing charges for imports will be levied @Rs.1.96/- per kg.



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