AERA/20019/CGF-G/2010-11/VoI-VIII (Part File) Airports Economic Regulatory Authority Of India

Order No. 20/2019-20

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

Date of Issue: 03.01.2020

In the matter of Economic Regulation of aeronautical services provided by Independent Service Providers of Cargo Facility, Ground Handling and Supply of Fuel to the Aircraft – Interim arrangement to continue the levy of existing tariff beyond 31.12.2019 for Second Control Period

This is regarding interim arrangement for levy of existing tariff beyond 31.12.2019 for the Second Control Period in respect of the Independent Service Providers (ISPs) as mentioned below:

SI. No.	Name of Service Provider	Service	Airport
1.	M/s Indo Thai Airport Management Services Pvt. Ltd.	Ground Handling Service	Jaipur Lucknow
2.	M/s Bhadra International (I) Limited	Ground Handling Service	Kolkata Chennai, Trivandrum Calicut
3.	M/s Bird World Wide Flight (Services) Private Limited	Ground Handling Service	IGI Airport New Delhi
4.	M/s Celebi Airport Services India Private Limited	Ground Handling Service	IGI Airport New Delhi

2. Airports Authority of India (AAI) has informed that the last date of notice period for termination of the ground handling contracts to M/s Indo Thai Airport Management Services Private Limited at Jaipur, Lucknow Airport and to M/s Bhadra International (I) Limited at Kolkata, Chennai, Trivandrum and Calicut Airport, has been extended from 31.12.2019 to 30.03.2020 as AAI's tender action to appoint new ground handling agencies, is under process. Hence these ISPs may be allowed to continue levy of existing tariff(s) as on 31.12.2019 in respect of the ground handling services at Airports as mentioned above upto 30.03.2020 as an interim arrangement.

3. M/s DIAL has informed that the contract for providing ground handling services at IGI Airport, New Delhi has been awarded for a period of 10 years w.e.f. 01.01.2020 and letters of award are issued to the following agencies:

a) M/s Bird World Wide Flight (Services) India Private Limited (BWFS)

b) M/s Celebi Airport Services India Private Limited (Celebi)



The concession agreement in respect of M/s BWFS and M/s Celebi has expired on 31.12.2019 and DIAL now has awarded the contract to these agencies for a period of 10 years w.e.f. 01.01.2020. AERA had determined the tariff for M/s BWFS and M/s Celebi upto 31.12.2019 vide Order No. 07/2019-20 dated 12.09.2019 and No. 12/2019-20 dated 18.10.2019 respectively. These newly appointed agencies will take time in filing their proposal after the award of new contract. Hence these ISPs may be allowed to continue levy of existing tariff(s) as on 31.12.2019 upto 30.06.2020 or till such time the new tariffs are determined whichever is earlier as an interim arrangement.

ORDER

In view of the above, to avoid any regulatory vacuum in respect of the tariff(s) being levied by the regulated entities, the Authority, in exercise of powers conferred by Section 13(1) of the Airport Economic Regulatory Authority of India Act, 2008 hereby orders that:-

- (i) M/s Indo Thai Airport Management Services Private Limited is allowed to continue the levy of existing tariff(s) as on 31.12.2019 for rendering ground handling services at Jaipur and Lucknow Airports upto 30.03.2020. Further, AAI will intimate the status of appointing new Ground Handling Agencies and also ensure the timely submission of proposal by the newly appointed Agency to the Authority.
- (ii) M/s Bhadra International (I) Limited is allowed to continue levy of existing tariff(s) as on 31.12.2019 for rendering ground handling services at Kolkata, Chennai, Trivandrum and Calicut Airports upto **30.03.2020**. Further, AAI will intimate the status of appointing new Ground Handling Agencies and also ensure the timely submission of proposal by the newly appointed Agency to the Authority.
- (iii) M/s Bird World Wide Flight (Services) India Private Limited is allowed to continue levy of existing tariff as on 31.12.2019 upto **30.06.2020** or till the date of determination of tariff by AERA whichever is earlier.
- (iv) M/s Celebi Airport Services India Private Limited is allowed to continue levy of existing tariff as on 31.12.2019 upto 30.06.2020 or till the date of determination of tariff by AERA whichever is earlier.
- (v) The Airport Operators may ensure compliance of the Order.

By the Order of and in the Name of the Authority

(Ram Krishan) Director (P & S)

To,

Airports Operators /Independent Service Providers (As per Annexure I)

Copy to: Secretary, Ministry of Civil Aviation, Rajiv Gandhi Bhawan, Safdarjung Airport New Delhi-110003.



Page 2

Annexure - I

1. Shri Arvind Singh,IAS,

Chairman, Airports Authority of India, Rajiv Gandhi Bhawan, New Delhi

2. Shri Murali Ramachandran, CEO.

M/s Celebi Airport Services India Private Limited, CE-01, Import Building 2, International Cargo Terminal, IGI Airport, New Delhi-110037

3. Shri Anurag Srivastava,

Sr. General Manager, Bird-Worldwide Flight Service (I) Private Ltd., Bird Consultancy Services Pvt. Ltd., E-9 Block, Connaught House, Connaught Place, New Delhi – 110 001.

4. Shri K Narayana Rao,

Director, GMR Delhi International Airport Pvt. Ltd, New Uran Bhawan, IGI Airport, New Delhi – 110 037.

5. Shri Shyam Malani,

Director, Indo Thai Airport Management Services Pvt. Ltd., 904-907, Time Tower, M.G.Road, Sector – 28, Gurgaon – 122 002

6. Shri Prem Bajaj,

Director, Bhadra International (India) Ltd., B-4/62, Safdarjung Enclave, New Delhi – 110 029.



Page 3

Order no. 20/2019-20