File No: AERA/20010/MYTP/ADANI-LUCKNOW/2020-21 Airports Economic Regulatory Authority Of India

Order No. 51/2020-21

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

Date of issue: 04th November, 2020

In the matter of arrangement to continue to levy the existing tariffs in respect of Adani Lucknow International Airport Ltd (ALIAL) for Cargo Handling Services at Chaudhary Charan Singh International (CCSI) Airport, Lucknow.

AERA has determined the tariff of Cargo Handling Services for AAICLAS at Chaudhary Charan Singh International (CCSI) Airport, Lucknow, vide Order No. 41/2020-21 dated 01.09.2020 for the 1st Control Period valid up to 31.03.2024.

- 2. Adani Lucknow International Airport Ltd vide letter No. ALIAL/CO/AERA-IT/2020/1 dated 17.09.2020 has submitted that Airports Authority of India has selected Adani Group for operation, management and development of Chaudhary Charan Singh International (CCSI) Airport, Lucknow for 50 years and as part of the transition process, Adani Group has formed a Special Purpose Vehicle namely, Adani Lucknow International Airport Limited (ALIAL) and signed the Concession Agreement with Airports Authority of India (AAI) on 14.02.2020. As per the Concession Agreement Adani Lucknow International Airport Limited (the concessionaire) shall undertake operations, management and development of the Chaudhary Charan Singh International (CCSI) Airport, Lucknow, subject to the terms and conditions of the Concession Agreement from the date of Commencement of Operations by ALIAL.
- 3. ALIAL, vide its letter no. ALIAL/CO/AERA-IT/2020/2 dated 12.10.2020, has stated that AAI Cargo Logistics and Allied Services Company Limited (AAICLAS) will hand over the existing Domestic and International Cargo Handling facilities to ALIAL from the date of COD and they would operate the facility in the same manner, as they were operating during AAI's period. ALIAL further stated that their Cargo Handling Facility will be operated by ALIAL itself and will not outsource the operation to any other agency. Therefore, ALIAL requested to the Authority to allow continuation of the existing Cargo Handling tariff in line with Order No 41/2020-21 dated 01.09,2020 (issued by AERA for AAICLAS) from the date of COD.



- 4. AAICLAS also confirmed vide mail dated 29.10.2020 that Adani Lucknow International Airport Limited (ALIAL) will start the Commercial Operations (COD) w.e.f 02.11.2020. The MOU between the GOI and ALIAL was also signed on 21.10.2020. The Commissioner of Customs, Lucknow vide Notification No. 01/2020 dated 16.10.2020 appointed M/s ALIAL as Custodian of cargo brought for customs examination / clearance at CCSI Airport, Lucknow w.e.f. 01.11.2020.
- 5. Since ALIAL has taken over the Cargo Handling Services at CCSI Airport, Lucknow from AAICLAS and start the commercial operations from 02.11.2020, the Authority decided to allow ALIAL to levy the existing tariff as applicable as on 01.11.2020 from the date of commencement of operations by ALIAL up to 31.03.2021.

ORDER

In view of the above, to avoid any regulatory vacuum in respect of the tariffs being levied by the regulated entities and considering change in the status of Airport Operator at Chaudhary Charan Singh International (CCSI) Airport, Lucknow, 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) The Airport Operator, Adani Lucknow International Airport Ltd (ALIAL) is allowed to continue to levy the existing tariff rates of Cargo Handling Services at Chaudhary Charan Singh International (CCSI) Airport, Lucknow, as applicable as on 01.11.2020 (issued for AAICLAS vide Order No. 41/2020-21 dated 01.09.2020) from the date of commencement of operations up to 31.03.2021.
- (ii) The ALIAL shall submit the MYTP for Aeronautical services (including Cargo Handling services) for the 3rd Control Period well in time as per the provisions of AERA Regulatory Guidelines.

By the Order of and in the Name of the Authority

(Dr. Moses George)
Director (Legal)



Shri Behnad Zandi

Chief Executive Officer

Adani Lucknow International Airport Ltd (ALIAL),

Adani Corporate House, Shantigram, S G Highway, Ahmedabad - 382421, Gujarat, India

Copy to:

- 1. Secretary, Ministry of Civil Aviation, Rajiv Gandhi Bhawan, Safdarjung Airport New Delhi-110003.
- 2. Directorate General of Civil Aviation, for issue of AIC.

