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

Order No. 65/2020-21

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

Date of Issue: 24th March, 2021

In the matter of Economic Regulation of Aeronautical Services provided by Airport Operators - Interim arrangement to continue the levy of existing tariffs beyond 31.03.2021 for the relevant Control Period.

This is regarding extension of interim arrangement to continue levy of existing aeronautical tariff for further a period beyond 31.03.2021 in respect of the following Airports categorized on the basis of the same being in different stages of determination as detailed in the table below:

I. PPP / JV Airports:

| SI. No. | Name of Airport Operator | Name of Airport | Aeronautical Tariff | Additional Tariff approved as compensation in lieu of abolishment of FTC |
|------------|---|--------------------|------------------------|--|
| | | | Order No. | Order No. |
| 1. | Hyderabad International Airport Ltd. (HIAL) | Hyderabad | 34/2019-20 | - |
| 2. | Bangalore International Airport Ltd. (BIAL) | Bangalore | 18/2018-19 | 05/2020-21 |
| 3. | Cochin International Airport Ltd. (CIAL) | Cochin | 07/2017-18 | 06/2020-21 |
| 4. | Chandigarh International Airport Ltd. (CHIAL) | Chandigarh | 17/2016-17 | 33/2020-21 |

(i) The determination of aeronautical tariff by the Authority in respect of Hyderabad, Bangalore, Cochin Airports, for the 3rd Control Period, and, in respect of Chandigarh Airport for the 2nd Control Period, is already in progress and completion of the process will take time. The Authority, has, therefore, decided that the tariff applicable as on 31.03.2021 may be further extended for a period of 06 (six) months w.e.f. 01.04.2021 to 30.09.2021 or till the determination of tariffs for the relevant Control Period, whichever is earlier, as an interim arrangement to avoid any regulatory vacuum.



II. AAI Airports:

| SI. No. | Name of Airport Operator | Name of Airport | Aeronautical Tariff | Additional Tariff approved as compensation in lieu of abolishment of FTC |
|------------|-----------------------------------|--------------------|------------------------|--|
| | | | Order No. | Order No. |
| 1. | Airports Authority of India (AAI) | Chennai | 03/2018-19 | 22/2020-21 |
| 2. | | Kolkata | 23/2017-18 | 23/2020-21 |
| 3. | | Pune | 15/2017-18 | 11/2020-21 |
| 4. | | Goa | 16/2017-18 | 10/2020-21 |
| 5. | *presently managed by | Calicut | 09/2017-18 | 21/2020-21 |
| *6. | AAI –new operator | *Guwahati | 38/2017-18 | 20/2020-21 |
| *7. | Adani to take over – | *Trivandrum | 03/2017-18 | 25/2020-21 |
| *8. | COD not announced; | *Jaipur | 10/2017-18 | 18/2020-21 |

- (i) The tariff determination for 3rd Control Period is due for the above mentioned airports (refer Table-II). Out of these 08 airports, it is ascertained that the commercial operations at 03 airports namely Guwahati, Trivandrum, and Jaipur, are due to be handed over by AAI to M/s Adani, shortly, post privatization. It is, therefore, expected that the submission of MYTP/ATP for these airports by the new Operator will take more time.
- (ii) In respect of the remaining 05 airports, the Authority is in receipt of MYTP/ATP in respect of few airports, for which tariff determination process is initiated. MYTP/ATP in respect of other airports is expected shortly.
- (iii) Keeping in view that the tariff determination process for all the above mentioned 08 AAI managed airports will take more time, the Authority, has, decided that the tariff applicable as on 31.03.2021 may be extended for a further period of six (06) months w.e.f. 01.04.2021 to 30.09.2021, or, till the determination of tariffs for the 3rd Control Period, whichever is earlier, as an interim arrangement to avoid any regulatory vacuum.

III. Adani Airports:

| SI. No. | Name of Airport Operator | Name of Airport | Aeronautical Tariff | Additional Tariff approved as compensation in lieu of abolishment of FTC |
|------------|----------------------------------|--------------------|------------------------|--|
| | | | Order No. | Order No. |
| 1. | M/s Adani – AAIAL/ALIAL/AMIAL | Ahmedabad | 52/2020-21 | 17/2020-21 |
| 2. | | Lucknow | 49/2020-21 | 24/2020-21 |
| 3. | | Mangaluru | 48/2020-21 | |

(i) M/s Adani vide their letter no. ALIAL/CO/AERA-IT/2021/1, letter no. AMIAL/CO/AERA-IT/2021/1 & letter no. AAIAL/CO/AERA-IT/2021/1 dated 25.01.2021, has requested the Authority to extend the existing tariff, applicable as on 31.03.2021, for a further period of 06 (six) months up to 30.09.2021 for Lucknow, Mangaluru, and Ahmedabad Airports. In the aforementioned letters M/s Adani has also stated that they shall be submitting the MYTP/ATP for the three airports (i.e. for Ahmedabad & Lucknow Airports for the 3rd Control Period, and, i.r.o. Mangaluru for 1st Control Period) by May 2021.



(ii) The Authority, has therefore, decided that the existing tariff, applicable as on 31.03.2021, may be extended for a further period of six (06) months w.e.f. 01.04.2021 to 30.09.2021, or, till the determination of tariffs for the relevant Control Period, whichever is earlier, as an interim arrangement to avoid any regulatory vacuum.

ORDER

In view of the above, to avoid any regulatory vacuum in respect of the tariffs 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) The Airport Operators (listed at Table I, II, & III) are allowed to continue the levy of existing tariff, applicable as on 31.03.2021, on interim basis, for a further period of 06 (six) months w.e.f. 01.04.2021 to 30.09.2021 or till the determination of tariffs for the relevant Control Period, whichever is earlier.
- (ii) The Airport Operator may ensure compliance of the Order.

By the Order of and in the Name of the Authority

(Col Manu Sooden) Secretary

To,

- (i) GMR Hyderabad International Airport Limited,
 Shamshabad, Hyderabad 500409.
 (Through: SGK Kishore, CEO, GMR Hyderabad International Airport Ltd.)
- (ii) Bangalore International Airport Limited, Alpha-2 Building, Kempegowda International Airport Bengaluru. (Through: Shri Hari Marar, Managing Director)
- (iii) Cochin International Airport Limited Nedumbassery, Kochi Airport P.O., Ernakulam- 683111, Kerala. (Through: Sh. V J Kurian, Managing Director)
- (iv) The Chairman,
 Airports Authority of India
 Rajiv Gandhi Bhawan
 Safdarjung Airport, New Delhi-110003.
- (v) Adani, Adani Corporate House,Shantigram, S G Highway, Ahmedabad -382421, Gujarat, India (Through: Shri Behnad Zandi, CEO)
- (vi) Chandigarh International Airport Limited,Room no. 01, Project office building, Civil Airport,Chandigarh 160003.

Copy to:

- (i) Secretary, Ministry of Civil Aviation, Rajiv Gandhi Bhawan, Safdarjung Airport New Delhi-110003;
- (ii) Directorate General of Civil Aviation, for issue of AIC.

