

फा. सं. ऐरा/20010/एमवाईटीपी/मायल/सीपी-III/2018-19/खंड - I/
F.No.: AERA/20010/MYTP/MIAL/CP-III/2018-19/Vol-I



सत्यमेव जयते

भारतीय विमानपत्तन आर्थिक विनियामक प्राधिकरण
AIRPORTS ECONOMIC REGULATORY AUTHORITY OF INDIA

आदेश संख्या 64/2020-21 का परिशिष्ट

ADDENDUM TO ORDER NO: 64/2020-21

छत्रपति शिवाजी महाराज अंतरराष्ट्रीय (सीएसएमआई) हवाईअड्डा, मुंबई के लिए
तृतीय नियंत्रण अवधि (वित्त वर्ष 2019-2020 से वित्त वर्ष 2023 -2024) के लिए
वैमानिक टैरिफ निर्धारित करने के मामले में।

IN THE MATTER OF
DETERMINATION OF AERONAUTICAL TARIFF FOR
CHHATRAPATI SHIVAJI MAHARAJ INTERNATIONAL (CSMI) AIRPORT,
MUMBAI

FOR THE THIRD CONTROL PERIOD
(FY 2019-2020 to FY 2023-2024)

तृतीय नियंत्रण अवधि की शेष अवधि के लिए परिवर्तनीय टैरिफ योजना/

VARIABLE TARIFF PLAN
FOR THE BALANCE PERIOD OF THE THIRD CONTROL PERIOD

जारी करने की तारीख: 22 नवम्बर, 2022

DATE OF ISSUE: 22nd November, 2022

ऐरा भवन/AERA Building
प्रशासनिक कॉम्प्लेक्स/Administrative Complex
सफदरजंग हवाईअड्डा/Safdarjung Airport
नई दिल्ली/New Delhi – 110003

AERA BUILDING
ADMINISTRATIVE COMPLEX
SAFDARJUNG AIRPORT
NEW DELHI 110003



1. BACKGROUND

- 1.1. Airports Economic Regulatory Authority of India ("AERA" or "Authority") vide Order No. 64/2020-21 dated 27th February 2021, had determined the aeronautical tariff for CSMI Airport, Mumbai for the 3rd Control Period (01.04.2019 to 31.03.2024).
- 1.2. Mumbai International Airport Limited (MIAL), vide letter dated 10th October, 2022, inter-alia, submitted as under:
- (i) In order to encourage growth of international traffic and also ensure financial sustainability of airlines, MIAL proposes a Variable Tariff Plan (VTP), which will be limited to scheduled passenger airlines starting new international routes that are currently unserved from Mumbai Airport.
 - (ii) New route is defined as a flight to a new destination that is currently unserved from Mumbai by any airline already operating at Mumbai. Destination must be unserved for the previous 12 months. For example, if Airline A introduces a new route from Mumbai to Male, which is currently unserved from Mumbai by any airline.
 - (iii) VTP rates shall be applicable uniformly without any discrimination to all passenger airlines starting new international routes.
- 1.3. MIAL proposes the Variable Tariff Plan in respect of Landing Charges for schedule passenger airline starting new international routes that are currently unserved from Mumbai Airport during the previous 12 months. The Variable Tariff Plan is proposed on the Landing charges approved by AERA in the Tariff Order issued for the Third Control Period w.e.f. 1st November 2022 till 31st March 2024 as per **Annexure-I**.

2. AUTHORITY'S REVIEW

- 2.1. The Authority has examined the Variable Tariff Plan (VTP) submitted by MIAL and notes that the purpose of VTP is to bring additional flights and generate additional revenue, which will help to reduce Aeronautical Charges in long term and also to encourage growth in international traffic.
- 2.2. MIAL vide letter dated 10th November 2022 has confirmed that the proposed VTP will not be discriminatory or biased against any airline and shall be uniformly applicable to any airline intending to operate an unserved new international route during the previous 12 months from CSMI airport, Mumbai.
- 2.3. Accordingly, the Authority, agrees to accept the VTP, as this will help in developing new international routes leading to additional revenue generation and will also help in decreasing the aeronautical tariff in the long run. The Authority would like to further state that it will be beneficial for the airlines in the current situation and will help to revive the traffic.
- 2.4. The Authority also directs MIAL to keep a separate record of landing charges earned under VTP during the Third Control Period for the purpose of verification by the Authority at the time of true up and take considered decision during tariff determination for the next control period.



2.5. Any concession to be offered by Airport Operator to Airport Users would be on their own volition and as per Tariff Determination policy of AERA, are not accounted for in tariff determination exercise-

2.6. Based on its examination, the Authority, decides to consider the Variable Tariff Plan effective from 01.12.2022 to 31.03.2024 as given at **Annexure-II** of this order.

3. **ORDER**

The Authority, in exercise of powers conferred by Section 13(1)(a) of the AERA Act, 2008 read with AERA (Amendments) Act 2019 & 2021, and the facts and clarifications placed on record before the Authority, decides and orders that:

3.1. The Authority decides to consider the Variable Tariff Plan (VTP) effective from 01.12.2022 to 31.03.2024 at CSMI Airport, Mumbai as per **Annexure-II**.

3.2. The Authority directs MIAL to ensure the principles of non-discrimination of ICAO are not violated.

3.3. The Authority directs MIAL to keep a separate record of landing charges earned under VTP during the Third Control Period for the purpose of verification at the time of true up and take considered decision during tariff determination for the next control period.

3.4. Any concession to be offered by Airport Operator to Airport Users would be on their own volition and as per Tariff Determination policy of AERA, are not accounted for in tariff determination exercise-

3.5. The other terms and conditions of the Order No. 64/ 2020-21 dated 27.02.2021 shall remain unaltered.

By the order of and in the name of the Authority



(Col. Manu Sooden)
Secretary, AERA

To,

Shri Prakash Tulsiani
CEO, Mumbai International Airport Ltd.,
CSI Airport, 1st Floor, Terminal 1B, Santacruz (E),
Mumbai – 400 009.

Copy to,

1. **Secretary, Ministry of Civil Aviation**, Rajiv Gandhi Bhawan, Safdarjung Airport, New Delhi – 110 003
2. **Directorate General of Civil Aviation** for issuance of AIC



Variable Tariff Plan for Landing Charges for New International Route w.e.f. 01.11.2022 to 31.03.2024 proposed by the Airport Operator:

(In Rs.)

	<u>FY 2022-23</u>	<u>FY 2022-23</u> <u>(01.11.2022 to</u> <u>31.03.2023)</u>	<u>FY 2023-24</u>	<u>FY 2023-24</u>
	<u>Approved</u> <u>Rate* (RR)</u>	<u>Proposed Rate</u> <u>for New Route</u> <u>(0.5 RR)</u>	<u>Approved</u> <u>Rate* (RR)</u>	<u>Proposed Rate</u> <u>for new Route</u> <u>(0.5 RR)</u>
Code C	90,890	45,445	95,070	47,535
Code D	99,980	49,990	1,04,580	52,290
Code E	1,81,760	90,880	1,90,120	95,060
Code F	2,90,830	1,45,415	3,04,210	1,52,105

RR means Rack Rate

*Approved rate as per Tariff Order no. 64/2020-21 dated 27.02.2021

Terms and Conditions:

- Above VTP Rates are applicable only if schedule passenger airline starts new international routes which are currently unserved from Mumbai Airport.
- Destination must be unserved for the previous 12 months.
- Above VTP Rates shall be applicable uniformly without any discrimination to all passenger airlines starting new international routes.

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AERA



ANNEXURE II

Variable Tariff Plan for Landing Charges for New International Route from 01.12.2022 to 31.03.2024 as approved by the Authority:

(In Rs.)

	<u>FY 2022-23</u>	<u>FY 2022-23 (01.12.2022 to 31.03.2023)</u>	<u>FY 2023-24</u>	<u>FY 2023-24</u>
	<u>Approved Rate (RR)*</u>	<u>Approved Rate for New Route (0.5 RR)</u>	<u>Approved Rate* (RR)</u>	<u>Approved Rate for new Route (0.5 RR)</u>
Code C	90,890	45,445	95,070	47,535
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- Above VTP Rates shall be applicable uniformly without any discrimination to all passenger airlines starting new international routes.

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AERA

