- 2 4 8 -इंडियन ऑयल कॉर्पोरेशन लिमिटेड

प्रधान कार्यालय

इंडियन ऑयल भवन, जी-9, अली यावर जंग मार्ग, बांद्रा (पूर्व), मुंबई -400 051.

## Indian Oil Corporation Limited

Head Office

Indian Oil Bhavan, G-9, Ali Yavar Jung Marg, Bandra (East), Mumbai - 400 051.

Phone: 2644 7000

: 2655 2557



विपणन प्रभाग

Marketing Division AV/RS/AERA

6<sup>th</sup> July, 2011

To,

Shri Sandeep Prakash, Secretary, Airports Economic Regulatory Authority of India AERA Building, Administrative Complex, Safdurjung Airport, New Delhi – 1 № 003

Sub: Multi Year Tariff Proposal for First Control Period Commencing 1.04.2011 submitted by Bharat Stars Services Pvt. Ltd. for Into Plane Services provided at Bangalore International Airport, Bengaluru

Dear Sir,

This has reference to the Consultation Paper no. 10/2011-12 dated 22<sup>nd</sup> June, 2011. We thank you for your DO letter no. AERA/20010/BSSPL/ITP/BIAL/2011-12/755 dated 22<sup>nd</sup> June, 2011 seeking our comments on the proposal contained in para no. 5 of the Consultation Paper no. 10/2011-12 dated 22<sup>nd</sup> June, 2011.

We have perused Consultation Paper 10/2011-12 dated 22<sup>nd</sup> June, 2011 and the proposal contained in your above mentioned DO letter. Our comments are as under:

- We agree to the proposal for regulating the ITP services provided by BSSPL at i) Bangalore International Airport, Bengaluru, under light touch approach during the first control period
- ITP charges for various fuelling/ defueling services for the period 01 06.2010 to ii) 31.03.2011 have been arrived at after escalating the earlier charges by 5%. However since the charges were not approved by AERA at that time, we had not considered the escalated rates for recovery.
- Vide our earlier letter ref. AV/RS/AERA dated 23rd March, 2011, we had requested iii) AERA that approval of tariffs/ rates/ including fuel throughput charges for the first control period may please be finalised at the earliest possible and revisions if any, may be made from prospective date. This is important as these charges, which are pass through item for the Suppliers, can be recovered from the customers only on prospective basis.

In view of the above, it is suggested that AERA may approve the ITP rates prevalent on 1.09.2009, in line with AERA Order no. 17/2010-11, for the period till 31.03.2011. The above suggestion is in line with our suggestion on consultation paper no. 06/2011-12 dated 7<sup>th</sup> June, 2011 on proposal of IOSL for Into Plane Services at Bangalore International Airport, Bengaluru.

Thanking you,

Yours Faithfully, For Indian Oil Corporation Ltd.

(R Sitharthan, DGM(Avn)

For ED (Aviation)