

IndianOil Skytanking

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-252-

AV/TSD/AERA
28th September, 2010

THE SECRETARY
AIRPORTS ECONOMIC REGULATORY AUTHORITY OF INDIA
AERA Building, Administrative Complex
Safdarjung Airport, NEW DELHI - 110 003.

Handwritten notes:
TSD-11
11/10

Handwritten note: SM (PDS)

Handwritten note: W
11/10

Kind Attn: Shri Sandeep Prakash

Dear Sir,

Subject: Feedback on the Revision of Fuel Throughput charges by Airport Operators with effect from 1st April 2010.

Reference may please be made to AERA Consultation Paper No. 06/2010-11 on the subject. Our Comments on the same are as under:


01. The Authority proposes to approve the revised throughput charges w.e.f 1st April 2010 as given in the Clause.5 of the subject consultation paper.
02. We reiterate our stand on the question of revision of through put charges. We would like to bring it to your kind notice that the 'throughput charges' referred in this consultation paper, is actually the fees charged by the airport operators.
03. Throughput fee in the open access model, applicable at IGIA, Delhi comprises of the following components:
 - i) Airport operator fees
 - ii) Return on Facility (Infrastructure) cost
 - iii) Operating cost
 - iv) Operating Margin / Fee
 - v) Appropriation to Reserve funds

04. We understand that the proposal for revision submitted by various authorities is on the issue of Airport Operators fees. In view of the above, you are kindly requested to amend the nomenclature as suggested above.
05. We do believe that the parameters considered for the purpose of evaluation and/or enhancing Airport Operators fees are different from the factors that would be applicable for evaluating the cost of providing through put services at the Airport and that this determination will not affect the consideration of the Operating Cost and Operating Fees leviable on Throughput Charges.

Kindly confirm the same.

Thanking you,

For Indian Oil Skytanking Limited,


(T.S. Dupare) 28/09/2010
Chief Executive Officer

CC:- Mr. Pradeep Paniker, Chief Commercial Officer,
Delhi International Airport Limited, Delhi.