

Order No. 01/2022-23

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

Date of Issue: 20th April, 2022

Service : Cargo Handling Services
Service Provider : AAI Cargo Logistics and Allied Services Company Limited
Airport : Netaji Subhash Chandra Bose International Airport, Kolkata
Airport Operator : Airports Authority of India

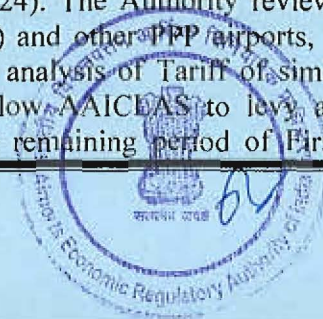
In the matter of Determination of Ad-hoc Tariff for Cargo Terminal Operations (CTO) Services, provided by AAI Cargo Logistics and Allied Services Company Limited at Netaji Subhash Chandra Bose (NSCB) International Airport, Kolkata, for the period from 20.04.2022 to 31.03.2024.

Background:

1. AAI Cargo Logistics and Allied Services Company Limited (hereinafter referred to as "AAICLAS") is a company performing Aviation Cargo Business in India. AAICLAS is a wholly owned subsidiary of Airports Authority of India (AAI). AAI demerged and corporatized its Cargo Department into functionally and administratively independent organization as "AAICLAS" and incorporated it on 11th August 2016. The Concession Agreement between AAI and AAICLAS was executed on 1st April, 2017 to provide Cargo Services at AAI airports, including NSCB International airport, Kolkata.
2. AAI Cargo Logistics and Allied Services Company Limited (AAICLAS) vide letter dated 09.02.2022 submitted MYTP along with ATP in respect of CTO services provided at Kolkata International Airport for the FY 2021-22 to FY 2023-24 and requested the Authority to approve Ad-hoc Tariff for CTO Services as proposed in the MYTP.

Authority's Examination:

3. The Authority, vide Order no. 60/2020-21 dated 31.12.2020, approved Tariff for AAICLAS, Kolkata in respect of Cargo and Allied Services (TSP/ Demurrage charges) for the First Control Period (01.04.2019 to 31.03.2024) under "Price Cap Approach", as the regulated Service was deemed to be "Material and not Competitive".
4. The Authority notes that presently, AAICLAS is the only Service Provider providing Cargo Services at NSCB International Airport, Kolkata.
5. The Authority notes that AAICLAS is already providing General Cargo Services at Kolkata Airport and has got the approved Tariff for these services for the First control period (01.04.2019 to 31.03.2024). The Authority reviewed the Cargo Services provided at AAI airport (Chennai airport) and other PPP airports, where such services are being provided. Based on the review & analysis of Tariff of similar Cargo Services at other airports, the Authority decides to allow AAICLAS to levy ad-hoc Tariff for their CTO Services at Kolkata Airport for the remaining period of First Control period, w.e.f. **20.04.2022 to**



31.03.2024, or, till the determination of regular Tariff for CTO Services, whichever is earlier.

6. The ad-hoc Tariff for CTO Services in respect of AAICLAS, Kolkata will be trued up, based on actual figures of First Control Period, at the time of determination of Tariff for Cargo Handling Services for the next Control Period.
7. AAICLAS shall submit the MYTP/ATP for the next Control period (01.04.2024 to 31.03.2029), along with Annual Compliance statements (ACS) pertaining to First Control Period, for determination of regular Tariff for Cargo Handling services, including CTO Services, in compliance of AERA (CGF) Guidelines, 2011.

ORDER

Upon careful consideration of the material available on records, the Authority, in exercise of powers conferred by Section 13(1)(a) of the Airports Economic Regulatory Authority of India Act, 2008, hereby orders that:

- (i) AAI Cargo Logistics & Allied Services Company Limited is allowed to levy Ad-hoc Tariff for Domestic & International Cargo Terminal Operations (CTO) at NSCB International Airport, Kolkata for the period from **20.04.2022 to 31.03.2024**, or, till the determination of regular Tariff for CTO services, whichever is earlier (**Annexure-I**).
- (ii) The Authority also decides that the ad-hoc Tariff for CTO Services in respect of AAICLAS, Kolkata will be trued up, based on actual figures of First Control Period, at the time of determination of Tariff for Cargo Handling Services for the next Control Period.
- (iii) Tariff approved as above will be the maximum Tariff to be charged from the Users of the CTO Services. No other charges are to be levied over and above the approved Tariff.
- (iv) The Airport Operator shall ensure compliance of this Order.

By the Order of and in the Name of the Authority


(Col Manu Sooden)
Secretary

To

1. **Shri Ajay Bhardwaj, CEO**
AAI Cargo Logistics & Allied Services Company Limited,
Belmen Hangar – 1, Hangar Building,
Safdarjung Airport,
New Delhi – 110003.
2. **Airport Director,**
Airports Authority of India,
NSCB International Airport,
Kolkata-700052

Copy to:

Secretary, Ministry of Civil Aviation, Rajiv Gandhi Bhawan, Safdarjung Airport, New Delhi-110003.

**AERA approved Ad-hoc Tariff Rates
for AAICLAS, NSCB International Airport, Kolkata
for Cargo Terminal Operations (Domestic & International) Services**

(For the period from 20.04.2022 to 31.03.2024)

Sr. No.	Particulars	Rates (₹)	Minimum (₹)
1.0	Scheduled Airlines Charges Export Cargo (Unitization/ Palletization/ Containerization/ Loading/ Stuffing)		
1.1	General	2.50 per kg	200.00 per AWB
1.2	Special	2.81 per kg	300.00 per AWB
2.0	Non-Scheduled Airlines Charges Export Cargo (Unitization/ Palletization/ Containerization/ Loading/ Stuffing)		
2.1	General	2.81 per kg	300.00 per AWB
2.2	Special	2.81 per kg	300.00 per AWB
3.0	Scheduled Airlines Import Charges (De-unitization/ Destuffing/ Unloading/ De-containerization)		
3.1	General	2.30 per kg	150.00 per AWB
3.2	Special	2.53 per kg	200.00 per AWB
4.0	Non-Scheduled Airlines Import Charges (De-unitization/ Destuffing/ Unloading/ De-containerization)		
4.1	General	2.53 per kg	200.00 per AWB
4.2	Special	2.53 per kg	200.00 per AWB
5.0	Transshipment Cargo Charges		
5.1	Sector AWB Charges	1.67 per kg	178.40 per AWB
5.2	De-stuffing Charges	1.97 per kg	231.00 per AWB
6.0	Scheduled and Non- Scheduled Airlines Charges for Domestic Cargo		
6.1	Domestic- General (Inbound & Outbound)	1.50 per kg	150.00 per AWB
6.2	Domestic- Special (Inbound & Outbound)	2.00 per kg	200.00 per AWB
7.0	Screening & Certification Charges		
7.1	International	1.50 per kg	150.00 per AWB
7.2	Domestic	1.32 per kg	120.00 per AWB
8.0	Escorting Charges		
8.1	Inbound and Outbound	0.1 per Kg	1,000.00 per Flight

Notes:

1. Above Tariff Rates are excluding all applicable taxes.
2. All bills preferred by the handling company shall be rounded up to the nearest higher rupee.
3. Delivery Order Issuance Charges: 20% on airline Delivery Order charges or Minimum of ₹ 1000 per Delivery Order (if AAICLAS provides service).
4. ₹ 10 per package will be charged for General – Repacking charges, Export – strapping (inside bonded area) & Import – Repacking charges (Before Segregation).
5. Dedicated resources provided to airlines are priced by AAICLAS on case-to-case basis considering tenor of contract, number resources etc.

