

Airports Economic Regulatory Authority of India

Order No. 03/2015-16

**AERA Building,
Administrative Complex,
Safdarjung Airport,
New Delhi -110003**

Date of Order: 06th May, 2015

Date of Issue: 11th May, 2015

Service: Ground Handling Services
Service provider: M/s Bhadra International (India) Private Limited
Airport: Kozhikode International Airport, Calicut

Approval of tariff for the fourth (2014-15) and fifth (2015-16) tariff year of the first control period.

This Authority, vide Direction No. 04/2010-11 dated 10.01.2011, had issued the Guidelines [The Airports Economic Regulatory Authority of India (Terms and Conditions for Determination of Tariff for Services provided for Cargo Facility, Ground Handling and Supply of Fuel to the Aircraft), Guidelines, 2011] prescribing procedures, terms and conditions for determination of tariff for the above mentioned regulated services being provided by Independent Service Provider(s). As per the Guidelines, the service providers are required to submit Multi Year Tariff Proposal (MYTP) for the five year control period and Annual Tariff Proposal (ATP) for individual tariff years of the Control Period.

2. Accordingly, Bhadra International (India) Pvt. Ltd., (Bhadra) had submitted their MYTP for first control period commencing 01.04.2011 in respect of ground handling services provided at Kozhikode International Airport, Calicut. The Authority had issued Order No. 09/2012-13 dated 20.06.2012 vide which it ordered that the Authority shall adopt a "light touch approach" for the ground handling service provided by Bhadra at Kozhikode Airport, Calicut for the first control period starting w.e.f 01.04.2011 and also determined the tariff for the 1st tariff year.

3. Subsequently, the Authority considered the Annual Tariff Proposal (ATP) for the second and third tariff year and after due stakeholder consultation, determined the tariffs vide ATO(s) No. 9/2012-13 dated 20.06.2012 and 17/2013-14 dated 21.06.2013 respectively.

4. Thereafter, Bhadra, vide their letter dated 21.07.2014 and 04.09.2014, submitted their ATP for the fourth tariff year (F.Y. 2014-15) of the first control period. Bhadra, in their submission, have indicated that they would be maintaining the tariff (s) for the 4th and 5th tariff years based on the tariff(s) of the 3rd tariff year for their comprehensive ground handling services at certain airports, including Kozhikode International Airport,



Calicut. Bhadra, in their submission, have indicated that “..... our rates for comprehensive ground handling will remain same for both 4th and 5th year...”.

5. The Authority considered this ATP and issued Consultation Paper No. 19/2014-15 on 23.03.2015 for stakeholders' consultation. The last date of receipt of comments was 06.04.2015. In response thereof, no comments have been received.

6. Bhadra, vide letter dated 23.03.2015 and 06.04.2015, also forwarded Annual Compliance Statement and Audited Balance Sheets for the tariff years 2011-12, 2012-13 and 2013-14, which was noted by Authority. The Authority however observed that information provided in Annual Compliance statement is not certified by an independent auditor as per the requirement under para AI. 9.4 of Guidelines of Authority. It is, therefore advised that henceforth the Independent Service Providers should submit information contained in Annual compliance statement duly certified by an independent auditor along with the audited annual accounts of the company to the Authority.

ORDER

7. Upon careful consideration of material available on record, 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) The ceiling rates for comprehensive ground handling activity (as defined per AIC 07/ 28.09.2007) rendered by Bhadra International (India) Pvt. Ltd. at Kozhikode International Airport, Calicut for the remaining period of 1st control period be determined at the same level as was determined vide the Authority's Order No. 17/2013-14 dated 21.06.2013 i.e. **Annexure-I.**

**By the Order of and in the
Name of the Authority**

Alok Shekhar
(Alok Shekhar)
Secretary

To,

**Bhadra International (India) Pvt. Ltd,
42, Rani Jhansi Road,
New Delhi -110055**

(Through Shri Prem Bajaj,, Chairman and Managing Director)



Annexure-I

Bhadra International India Limited

TARIFF FOR SECOND & THIRD TARIFF YEAR (2012-13 & 2013-14)

Station Name: Kozhikode International Airport, Calicut

Tariff Heading	Conditions of Tariff
A-International	Maximum Tariff per Flight in (INR)
a-Passenger Flights	
A320(Narrow Body)Upper Limit	1,25,208
A320(Narrow Body)Lower Limit	83,472
A300/310 Upper Limit	1,65,100
A300/310 Lower Limit	1,35,300
Wide Body(747/777)Lower Limit	1,73,900
Wide Body(747/777)Upper Limit	2,02,100
b-Freighter	
Freighter Lower Limit	1,55,100
Freighter Upper Limit	2,11,500
B-Domestic	
a- Passenger Flights	
Leafjet, Jetstream, DH6, C560	12,600
YAK40, CL60, F50, F27, F28, C750, AN24, ATR42, ATR72, HS748, HS125, DA90, G-2 to GB, TU124, TU134, CRJ, EM4, CV580, BAC111, BE2	20,250
AN8, AN12, B737-100/200, IL18, DC9, MD82, F70, F100	36,000
A320, A321, B727, B737-500 to 800, C130, MD 83/87/88/90, TU154, TU104	45,000
B757, TU204, B707, C106	45,000
A310, A300, A330, B767, IL62, IL76, DC3, 787-3	54,000
A340, B777, DC10, IL86, IL96, MD11, L1011, B747, AN124	99,000
b-Freighter	
Freighter A310	74,730
Freighter ATR	21,620

GPU Charges as and when requested by airline

Equipment	Maximum Rate/hr- contracted Airline	Maximum Rate / hr - casual Airline
Ground Power Unit - 140 KVA	Rs. 7,909/hr	Rs. 9,409/hr
Ground Power Unit - 90 KVA	Rs. 6,590/hr	Rs. 7,909/hr

