

[F. No. AERA/20010/MYTP/Menzies/C/HIAL/2011-12/Vol-I]

Airports Economic Regulatory Authority of India

Order No. 32/2015-16

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

Date of Order: 21st August, 2015

Date of Issue: 28th August, 2015

Service: Cargo Handling Services
Service provider: M/s Hyderabad Menzies Air Cargo Pvt. Ltd. (HMACP)
Airport: Rajiv Gandhi International Airport, Shamshabad, Hyderabad.

Determination of tariff for the Fifth (2015-16) tariff year of the first control period.

The 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, the Authority had considered the Multi Year Tariff Proposal (MYTP) submitted by Hyderabad Menzies Air Cargo Pvt. Ltd. for the first control period commencing 01.04.2011 in respect of Cargo Handling Services at Rajiv Gandhi International Airport, Shamshabad, Hyderabad. After due stakeholder consultation, the Authority issued Multi Year Tariff Order (MYTO) No. 10/2012-13 dated 06.07.2012 wherein, inter-alia, it was decided that the service provided for cargo handling services, is "material but not competitive", hence "light touch approach" be adopted for determination of tariff for the 1st Control period. Pursuant to issue of above, the Authority considered the Annual Tariff Proposal (ATP) and after due stakeholder consultation, determined the tariffs vide ATO(s) no. Order No. 10/2012-13 dated 06.07.2012 for the first and second tariff year, vide Order No. 24/2013-14 dated 04.07.2013 for the third tariff year and vide Order No. 10/2014-15 dated 01.09.2014 for the fourth tariff year.

3. Hyderabad Menzies Air Cargo Pvt. Ltd. vide letter no. nil dated 29.05.2015 submitted the Annual Tariff Proposal for the fifth tariff year (i.e 2015-16) along with Form B and Form 14 (b) and also submitted Annual Compliance Statements for tariff years 2011-12, 2012-13 and 2013-14 along with Audited Final Accounts. In the above letter, HMCAP also submitted that:

"..... We would like to inform the Authority that the Company does not intend to revise its tariff for the time being hence is submitting the same tariff sheet as applicable for Tariff year 2014-15...."

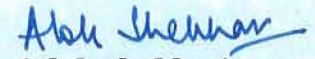


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4. Upon careful consideration of material available on record, the Authority, in exercise of powers conferred by Section 13(1)(a) of the Airports Economic Regulatory Authority of India Act, 2008, hereby orders that:

- (i) Hyderabad Menzies Air Cargo Pvt. Ltd. would continue to levy tariffs in respect of cargo handling services at Rajiv Gandhi International Airport, Shamshabad, Hyderabad for the remaining period of the current control period at the same level as was approved vide Authority's Order No. 10/2014-15 dated 01.09.2014 for the fourth tariff year (**Annexure - I**).
- (ii) Hyderabad Menzies Air Cargo Pvt. Ltd. (HMACP) should submit the MYTP and ATP for the 2nd Control Period well in time as per the Guidelines by incorporating the actual financials of 2014 - 2015.

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


(Alok Shekhar)
Secretary

To,

Hyderabad Menzies Air Cargo Pvt. Ltd. (HMACP)
Air Cargo Terminal,
Rajiv Gandhi International Airport, Hyderabad,
Shamshabad – 500 409.
(Through: Shri Ravinder Bolangdy, Chief Financial Officer)



Annexure - 7

HYDERABAD MEZIES AIR CARGO PVT. LTD.
Form F14 (b) - Annual Tariff Proposal For Tariff Year 4

MAXIMUM RATES TO BE PAID BY FREIGHT FORWARDER FOR INTERNATIONAL CARGO

MAXIMUM RATES TO BE PAID BY FREIGHT FORWARDER		FY 2014-15 Tariff Year 4	
S.No.	LIST OF CHARGES	MINIMUM RATE In INR	RATE PER KG In INR
A) INTERNATIONAL CARGO			
EXPORT CARGO			
1	TERMINAL STORAGE AND PROCESSING CHARGE (TSP) - (per Shipping Bill)		
a)	General cargo	120/AWB	1.00
b)	Special cargo (AVI)	200/AWB	1.40
c)	PER/DGR/VAL cargo	230/AWB	2.43
d)	Fruits & Vegetables (no cold room usage)	75/AWB	0.65
e)	Meat Products	200/AWB	1.10
2	DEMURRAGE / STORAGE CHARGE (rate per kg per day)		
a)	General cargo	200/AWB	1.00
b)	Special cargo (AVI)	200/AWB	1.40
c)	PER/DGR/VAL cargo	250/AWB	2.43
3	COURIER HANDLING CHARGE	120/AWB	1.20
4	PACKING/REPACKING/STRAPPING CHARGE	5/- Per package	
5	RETURN CARGO CHARGE	500/AWB	
6	AIR WAYBILL AMENDMENT CHARGE	100/AWB	
7	WEIGHT / VOLUME MIS-DECLARATION CHARGE		
a)	2-5% variation	120/AWB	2 times of differential weight
b)	More than 5% variation	120/AWB	5 times of differential weight
8	Bonded trucking (loading charge)	120/AWB	1.00
9	MERCHANT OVERTIME CHARGE (beyond customs working hours)	55/- per Shipping Bill	
	VAL cargo	1000/- per AWB	
IMPORT CARGO			
1	TERMINAL STORAGE AND PROCESSING CHARGE (TSP) - (per Bill of Entry)		
a)	General cargo/Unaccompanied Baggage	200	4.75
b)	Special cargo (AVI)	200	8.89
c)	PER/DGR/VAL cargo	250	9.50
3	DEMURRAGE / STORAGE CHARGE (rate per kg per 24 hours)		
a	General cargo/Unaccompanied baggage	Overall minimum 293/BoE	
i)	From Actual Time of Arrival of flight (ATA) upto 72 hours	No Charges	No Charges
ii)	Cargo cleared between 72 hours and 120 hours		1.30
iii)	Cargo cleared between 120 hours and 720 hours		2.60
iv)	Cargo cleared after 720 hours		3.90
b	Special cargo (AVI)	Overall minimum \$80/BoE	
i)	Flight Actual Time of Arrival (ATA) plus 72 hours	No Charges	No Charges
ii)	Cargo cleared between 72 hours and 120 hours		2.60
iii)	Cargo cleared between 120 hours and 720 hours		5.20
iv)	Cargo cleared after 720 hours		7.80
c	PER/DGR/VAL cargo	Overall minimum 1160/BoE	
i)	Flight Actual Time of Arrival (ATA) plus 72 hours	No Charges	No Charges
ii)	Cargo cleared between 72 hours and 120 hours		5.20
iii)	Cargo cleared between 120 hours and 720 hours		10.40
iv)	Cargo cleared after 720 hours		15.60
4	COURIER HANDLING CHARGE	200/AWB	4.90
5	AIR WAYBILL AMENDMENT CHARGE	100/- per AWB	
6	TRANSHIPMENT CHARGE- International to Domestic		
a	General cargo	125	1.80
b	PER/DGR/VAL/AVI cargo	235	1.80
	Documentation Charges	100/AWB	
7	MERCHANT OVERTIME CHARGE (beyond customs working hours)		
a	General cargo	215/- per Bill of Entry	
	VAL cargo	1000/- per AWB	
8	Bonded trucking (Breakdown/unloading)	200	0.65
9	PACKING/REPACKING/STRAPPING CHARGE	5/- Per package	

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HYDERABAD MEZIES AIR CARGO PVT. LTD.
Form F14 (b) - Annual Tariff Proposal For Tariff Year 4

MAXIMUM RATES TO BE PAID BY FREIGHT FORWARDER FOR DOMESTIC CARGO

S.NO.	LIST OF CHARGES	FY 2014-15 Tariff Year 4	
		MINIMUM RATE in INR	RATE PER KG in INR
B) DOMESTIC CARGO			
OUTBOUND CARGO			
1	TERMINAL STORAGE AND PROCESSING CHARGE [TSP]		
a)	General cargo	100/AWB	0.65
b)	Special cargo (AVI)	200/AWB	2.05
c)	PER/DGR/VAL cargo	200/AWB	2.05
d)	Postal Dept. Mails	232/Flight	0.75
2	DEMURRAGE / STORAGE CHARGE (rate per kg per day beyond 24 hrs)		
a)	General cargo	125/AWB	0.65
b)	Special cargo (AVI)	200/AWB	2.05
c)	PER/DGR/VAL cargo	200/AWB	2.05
3	COURIER HANDLING CHARGE	100/AWB	0.75
4	PACKING/REPACKING/STRAPPING CHARGE	5/- per package	
5	RETURN CARGO CHARGE	100/AWB	
6	AIR WAYBILL AMENDMENT CHARGE	100/AWB	
7	WEIGHT / VOLUME MIS-DECLARATION CHARGE		
a)	2-5% variation	120/AWB	2 times of differential weight
b)	More than 5% variation	120/AWB	5 times of differential weight
INBOUND CARGO			
1	TERMINAL STORAGE AND PROCESSING CHARGE [TSP]		
a)	General cargo/Unaccompanied Baggage	125/AWB	1.10
b)	Special cargo (AVI)	200/AWB	2.10
c)	PER/DGR/VAL cargo	200/AWB	2.10
d)	Postal Dept. Mails	348 / Flight	1.28
2	DEMURRAGE / STORAGE CHARGE (rate per kg per day beyond 24 hrs)		
a)	General cargo	200/AWB	1.25
b)	Special cargo (AVI)	250/AWB	2.20
c)	PER/DGR/VAL cargo	250/AWB	2.20
3	COURIER HANDLING CHARGE	125/AWB	1.20
4	PACKING/REPACKING/STRAPPING CHARGE	5/- per package	



HYDERABAD MEZIES AIR CARGO PVT. LTD.
Form F14 (b) - Annual Tariff Proposal For Tariff Year 4

MAXIMUM CHARGES PAYABLE BY AIRLINES

S.No.	Description of Service	Unit.	FY 2014-15 Tariff Year 4	
			MINIMUM RATE in INR	RATE PER KG in INR
A) INTERNATIONAL CARGO				
EXPORT CARGO				
1	Unitization/Build-up/Palletization	Per Kg	338 Per flight	1.42
2	Courier /Mail Charges	Per Kg	338 Per flight	1.42
3	DEMURRAGE / STORAGE CHARGE (rate per kg per day beyond 48 hrs.)			
a)	General Export Cargo	Per Kg	175/AWB	2.00
b)	Valuable/Perishable/Hazardous Cargo/Live Animals etc.,	Per Kg	303/AWB	4.02
4	X-Ray screening charges	Per Kg	117/AWB	2.39
IMPORT CARGO				
1	De-unitization/Break-down/De-Palletisation	Per Kg	338 Per flight	1.42
2	DEMURRAGE / STORAGE CHARGE (rate per kg per day)			
a)	General Export Cargo	Per Kg	175/AWB	2.00
b)	Valuable/Perishable/Hazardous Cargo/Live Animals etc.,	Per Kg	338/AWB	5.34
TRANSHIPMENT CHARGES				
1	Transshipment charges-International to International General Cargo	Per Kg	338 Per flight	2.12
2	Transshipment charges-International to Domestic General Cargo	Per Kg	338 Per flight	2.12
B) DOMESTIC CARGO				
OUTBOUND CARGO				
1	Unitization/Build-up/Palletization	Per Kg	259 Per flight	1.06
2	Courier /Mail Charges	Per Kg	259 Per flight	1.11
4	X-Ray Screening Charge	Per Kg	129/AWB	1.64
INBOUND CARGO				
1	De-unitization/Break-down/De-Palletisation	Per Kg	259 Per flight	1.06
2	Courier /Mail Charges	Per Kg	323 Per flight	1.11
TRANSHIPMENT CHARGES				
1	Domestic to Domestic/International General Cargo	Per Kg	155 Per flight	1.06
	Special Cargo		203 Per flight	1.11

- User agreements(Airlines or their agents) shall have the rates subject to maximum specified above. The agreements are in line with the IATA, AIM 810 Standard Ground Handling Agreement 2004/2008 (SGHA) as amended from time to time.
- The rates with each Airline are based on negotiations and as agreed between the Service Provider (HMAOPL) and the Airline depending on the specific service levels agreed such as Usage of equipment, credit period, indemnity/insurance, and other services necessary thought fit by the Airline.



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