AERA/20010/MYTP/EICI/C/MUM/CP-II/2016-17/Vol-VIII AIRPORTS ECONOMIC REGULATORY AUTHORITY OF INDIA

Order No. 32/2018-19

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

Date of Issue: 22nd November, 2018

Service :Express Cargo Operations/Courier cargo Service Provider :Express Industry Council of India (EICI).

Airport :Chhatrapati Sivaji International Airport, Mumbai.

Subject: Approval for continuation of tariff on ad-hoc for the period upto 31.03.2019 or till the determination of tariffs for second control period whichever is earlier in respect of Express Industry Council of India (EICI) for Express Cargo Operations at Chhatrapati Sivaji International Airport, Mumbai.

- 1. This is regarding interim arrangement for continuation of existing ad-hoc tariff approved by AERA vide Order No. 26/2017-18 dated 30th Nov, 2017 till 31st March, 2019 or till the determination of tariffs for second control period whichever is earlier, in respect of Express Industry Council of India (EICI) for Express Cargo Operations at Chhatrapati Sivaji International Airport, Mumbai. The ad-hoc tariff approved vide above mentioned order is applicable upto 30th Nov, 2018.
- 2. Express Industry Council of India (EICI) is engaged in providing Express Cargo/Courier processing services in various Indian Airports viz Mumbai, Delhi, Bangalore and Chennai (Chennai operations were stopped in 2016-17). As per information furnished by EICI, "EICI is a non-profit Section 25 company without any Share Capital". The Company is formed with membership from over 25 entities providing Express Cargo/Courier Services.

Authority's view: The Authority vide above mentioned order decided to carry an independent study on the Capital Expenditure and Operating Expenditure incurred by EICI, Mumbai. The Authority is in the process of scrutinizing the submissions received from M/s EICI through an Independent Auditor appointed by it to review the Operating Expenditure including Capital Expenditure incurred by EICI. The determination/quantification process is likely to take some time. Hence, the Authority has decided that M/s EICI may be allowed to continue to levy the tariffs existing as on 30.11.2018 till 31.03.2019 or till determination of tariffs for the second control period, whichever is earlier.

ORDER

In view of the above, to avoid any regulatory vacuum in respect of the tariffs being levied by the regulated entities, the Authority, in exercise of powers conferred by Section 13 (1) of the Airports Economic Regulatory Authority of India Act 2008, hereby orders that:-

(i) M/s EICI, Mumbai is allowed to continue levy of ad-hoc tariffs, existing as on 30.11.2018 till 31.03.2019 or till determination of tariffs for the Second Control period, whichever is earlier.

(ii) The Airport Operators may also ensure compliance of the Order in respect of the Independent Service Provider at the respective major airports.

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

> > (Puja Jindal) Secretary

To,

- Express Industry Council of India (EICI),
 Crystal Centre, Raheja Vihar,
 Off Chandivali Farm Road,
 Powai, Mumbai 400072.
 (Through: Shri Vijay Kumar, Chief Operating Officer)
- Mumbai International Airport Pvt. Limited, Chhatrapati Shivaji International Airport, First Floor, Terminal 1B, Santacruz (E), Mumbai -400099. (Through: Shri R.K. Jain, Chief Executive Officer)

Copy to: -

Secretary, Ministry of Civil Aviation, Rajiv Gandhi Bhawan, New Delhi – 110003.

