

Order No.68/2020-21

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

Date of Issue: 30.03. 2021

Service : International Express Cargo Handling Services.
Service provider : M/s GMR Hyderabad Air Cargo (A Division of GMR Air Cargo & Aerospace Engineering Ltd.
Airport : Rajiv Gandhi International (RGI) Airport, Hyderabad.

Sub.: Ad-hoc Tariff for providing International Express Cargo Handling Services at Rajiv Gandhi International (RGI) Airport, Hyderabad.

1. M/s GMR Hyderabad Air Cargo (GHAC) a division of GMR Air Cargo and Aerospace Engineering Limited vide its letter dated GHAC/2020-21/FIN/0100 dated 19.03.2021 submitted that Department of Customs has given the approval to GHAC to commence international express cargo operations at air cargo terminal, Hyderabad. M/s GHAC proposes to commence the international express cargo operations from 1st April 2021.
2. M/s GHAC proposed the following tariffs for commencing the express cargo operations at Hyderabad Airport.

		Per KG Rate	Minimum Charges
Exports	Facilitation Fee (rate / Kg)	Rs 12	Rs 120 per AWB
	Customs Cost recovery charges	At actuals on per KG basis as applicable	
Imports	Facilitation Fee (rate / Kg)	Rs 16	Rs 160 per AWB
	Customs Cost recovery charges	At actuals on per KG basis as applicable	
Detention Fee	0-3 days	Nil	
	04-05 days	Rs 2.00 per Kg per day for the fourth and fifth day or Rs 30 whichever is higher	
	06-10 days	Rs 2.00 per Kg per day counted from actual time of arrival of flight (ATA) or Rs 30 whichever is higher	
	11-20 days	Rs 3.00 per Kg per day counted from actual time of arrival of flight (ATA) or Rs 30 whichever is higher	
	21-30 days	Rs 4.50 per Kg per day counted from actual time of arrival of flight (ATA) or Rs 30 whichever is higher	
	From 31 st day	Rs 6.00 per Kg per day counted from actual time of arrival of flight (ATA) or Rs 30 whichever is higher	

- 2.1 M/s GHAC further proposed that other charges like X-Ray charges, Unitisation/De-unitisation and other common charges will continue to be charged as per the existing tariff for the Hyderabad Cargo Terminal.



3. Authority's Examination:

- 3.1 The Authority observed that M/s GHAC is operating the Cargo Terminal at Rajiv Gandhi International airport, Hyderabad and the concession agreement is valid up to 22.03.2038. Further, the determination of tariff for 3rd control period is due from 01.04.2021.
- 3.2 The Authority carefully examined the proposal of M/s GHAC and noted that the per KG rate proposed by M/s GHAC is adjacent to tariff prevailing for similar service at other airports. Hence the Facilitation fee and Detention Fee as proposed by M/s GHAC is allowed to be levied for international express cargo service.
- 3.3 The Authority further observed that the minimum charge proposed by M/s GHAC for facilitation fee may detrimental to the growth of express cargo service at Hyderabad airport as similar charges are not prevailing at other airports.
- 3.4 Regarding the Custom cost recovery charges proposed by M/s GHAC, the Authority is of the view that M/s GHAC may persuade Custom Department for waiver of this charge as the general cargo terminal also operated by M/s GHAC, where there is no such charges are levied.
- 3.5 Regarding the X-Ray charges, Unitisation/De-unitisation and other common charges proposed to be charged as per the existing approved tariff at Cargo terminal, the Authority noted that no such charges except X-Ray screening charges are prevailing at Express Cargo Terminal of other airports. The Authority is of the view that the Unitisation/De-unitisation and other common charges may not be levied for time being. The X-Ray screening charges applicable for Export cargo at cargo terminal which is Rs.2.39 per KG shall also be allowed for Express Cargo Services.
- 3.6 M/s GHAC is advised to submit the MYTP for Cargo service including express cargo for 3rd control period at the earliest. To commence the international express cargo service at Rajiv Gandhi International airport, Hyderabad, the Authority decides to allow the following tariff on adhoc basis from the commencement of express cargo operations and shall be valid up to 30.09.2021.

		Per KG Rate
Exports	Facilitation Fee (rate / Kg)	Rs 12.00
Imports	Facilitation Fee (rate / Kg)	Rs 16.00
Detention Fee	0-3 days	Nil
	04-05 days	Rs 2.00 per Kg per day for the fourth and fifth day or Rs 30 whichever is higher
	06-10 days	Rs 2.00 per Kg per day counted from actual time of arrival of flight (ATA) or Rs 30 whichever is higher
	11-20 days	Rs 3.00 per Kg per day counted from actual time of arrival of flight (ATA) or Rs 30 whichever is higher
	21-30 days	Rs 4.50 per Kg per day counted from actual time of arrival of flight (ATA) or Rs 30 whichever is higher
	From 31 st day	Rs 6.00 per Kg per day counted from actual time of arrival of flight (ATA) or Rs 30 whichever is higher
X-Ray Charges		Rs. 2.39 per Kg



4. **ORDER**

Upon careful consideration of material available on record, as well as submissions made by the service provider, the Authority in exercise of powers conferred upon it by Section 13(1) (a) of the AERA Act, 2008 hereby orders that:

- (i) M/s GMR Hyderabad Air Cargo a division of GMR Air Cargo and Aerospace Engineering Limited (GACAEL) is allowed to levy the tariffs as per para 3.6 of this order on ad-hoc basis up to 30.09.2021.
- (ii) Tariff determined as above will be maximum tariff to be charged. No other charge is to be levied over and above the approved tariff.
- (iii) Demurrage free period shall be as per Government orders issued from time to time.
- (iv) M/s GHAC shall submit the MYTP for Cargo service including express cargo for 3rd control period as per the Guidelines of AERA immediately.
- (v) The Airport Operator may ensure compliance of the order.

By the Order of and in the name of the Authority



**(Col Manu Sooden)
Secretary**

To,

**M/s GMR Hyderabad Air Cargo
(A division of GMR Air Cargo and Aerospace Engineering Limited)
Plot No.1, GMR Aerospace Park, GMR Hyderabad SEZ Limited,
Rajiv Gandhi International Airport, Shamshabad, Hyderabad-500108,
Telangana, India.
(Through: Shri Saurabh Kumar, Chief Executive Officer)**

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

