

#### 2013/L/CHQ/MKT/0020/AERA

20 September 2013

Mr C V Deepak
OSD-II
Airports Economic Regulatory Authority of India
AERA Building, Administrative Block
Safdarjung Airport, New Delhi – 110 003

Dear Sir,

<u>Sub:</u> Submission of Revised Annual Tariff Plan for the 3<sup>rd</sup> Tariff Year (FY2013-14) for Cargo Handling at Bangaluru International Airport

Please find attached the <u>revised</u> Annual Tariff Plan for the 3<sup>rd</sup> Tariff Year (FY2013-14) for Cargo Handling at Bangaluru International Airport for your kind perusal.

We trust that you will find the details in line with the AERA guidelines and requirements.

Thanking you.

For Air India SATS Airport Services Private Limited

Nilang Shah Senior Manager - Marketing

# SUBMISSION OF ANNUAL TARIFF PLAN TO AIRPORTS ECONOMIC REGULATORY AUTHORITY OF INDIA BY M/S AIR INDIA SATS AIRPORT SERVICES PRIVATE LIMITED

# FOR CARGO HANDLING AT BENGALURU INTERNATIONAL AIRPORT DATED: 18 SEPTEMBER 2013



#### AIR INDIA SATS AIRPORT SERVICES PRIVATE LIMITED

Corporate Office Address: A-301 Business Square, Andheri-Kurla Road, Chakala, Andheri (East), Mumbai- 400 069

BEFORE THE AIRPORTS ECONOMIC REGULATORY AUTHORITY OF INDIA

AT NEW DELHI

SUBMISSION OF PROPOSAL FOR DETERMINATION OF ANNUAL TARIFF FOR AND ON BEHALF

OF:

M/S AIR INDIA SATS AIRPORT SERVICES PRIVATE LIMITED

I, Sanjay Gupta, aged 40 years resident of Republic of India acting in my official capacity as Chief Financial Officer in M/S Air India SATS Airport Services Private Limited having its registered office at Airlines House,

113 Guru Rakabganj Road, New Delhi 110001 do hereby state and affirm as under that:

1. That I am duly authorized to act for and on behalf of M/S Air India SATS Airport Services Private

Limited in the matter of making this submission before the Airports Economic Regulatory Authority

of India, New Delhi ('the Authority')

2. I am competent to make this submission before the Authority;

3. I am making this submission in my official capacity and the facts stated herein are based on official

records;

4. The contents of this submission which include inter alia

Proposed detailed break-up of Tariff(s) based in clause 1.2 where the Authority has specified

a light touch approach for the duration of the Control Period, pursuant to Clause 3.2; and

(ii) Justifications are correct and true to my knowledge and belief and nothing material has been

concealed there from.

Sanjay Gupta

Chief Financial Officer

Place: Mumbai

Date: 18 September 2013

1 Services 1 Services 1 Services 2 Services

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### **Annual Tariff Proposal for Tariff Year 3**

Form F14 (b) - Annual Tariff Proposal for Tariff Year 3

## PUBLISHED RATES TO BE PAID BY FREIGHT FORWARDER FOR DOMESTIC CARGO: EFFECTIVE 15 OCTOBER 2013

S.N.	LIST OF CHARGES	FY 2013-14 Tariff Year 13			
	<u>alor or ormitted</u>	MINIMUM RATE in INR	RATE PER KG in INR		
B) D	OMESTIC CARGO				
OUT	BOUND CARGO				
1	TERMINAL, STORAGE AND PROCESSING CHARGE [TSP] - (per Shipping Bill)				
a)	General cargo	105.00	0.72		
b)	Special cargo (AVI)	210.00	2.26		
c)	PER/DGR/VAL cargo	210.00	2.26		
2	DEMURRAGE / STORAGE CHARGE (rate per kg per day)				
a)	General cargo	131.00	0.72		
b)	Special cargo (AVI)	210.00	2.26		
c)	PER/DGR/VAL cargo	210.00	2.26		
3	COURIER HANDLING CHARGE	105.00	0.72		
4	PACKING/REPACKING/STRAPPING CHARGE	6.00 per	6.00 per Carton/Bag		
5	RETURN CARGO CHARGE	105.00	105.00 per AWB		
6	AIR WAYBILL AMENDMENT CHARGE	105.00 per AWB			
INBO	UND CARGO				
1	TERMINAL, STORAGE AND PROCESSING CHARGE [TSP] - (per Bill of Entry)				
a)	General cargo/Unaccompaned Baggage	131.00	1.21		
b)	Special cargo (AVI)	210.00	2.32		
c)	PER/DGR/VAL cargo	210.00	2.32		
2	DEMURRAGE / STORAGE CHARGE (rate per kg per 24 hours)	1			
а	General cargo	210.00	1.38		
b	Special cargo (AVI)	263.00	2.43		
С	PER/DGR/VAL cargo	263.00	2.43		
3	COURIER HANDLING CHARGE	131.00	1.21		
4	AIR WAYBILL AMENDMENT CHARGE	105 p	105 per AWB		
5	PACKING/REPACKING/STRAPPING CHARGE	6.00 pe	er carton		

#### Note:

- Consignments of Human Remains, Coffins, Unaccompanied Baggage of the deceased and Human Eyes will be exempted from the purview of TSP and Demurrage Charges
- 2) TSP charge applicable to Newspaper and TV reel consignments shall be at 50% of the applicable charge.
- 3) TSP charges are inclusive of forklift used for loading/offloading the cargo to/ from truck and putting cargo on custom area for examination.
- 4) Charges will be levied on the Gross Weight or Chargeable Weight whichever is higher. Where there is a mis-declaration of gross weight or chargeable weight, the actual gross weight or the ctual chargeable weight will be used for the charges whichever is higher.

lo. 23/2013-14 AERA/20010/MYTP-AIS/C /BIAL/2011-12

- The free period for outbound cargo is 24 hours for examination and processing. Free period for inbound cargo is 72 hours from flight Actual Time of Arrival (ATA). Cargo cleared beyond 72 hours of flight ATA will be charged demurrage on a 24 hour basis for the duration exceeding the free storage period. Cargo cleared beyond 120 hours will be charged on a 24 hour basis from flight ATA including the first 72 hours.
- 6) All billing will be rounded off to the nearest INR 5 /- as per IATA Tact rule.
- 7) Special cargo (AVI) consists of live animals and day old chicks.
- 8) VAL Cargo includes gold bullion, currency notes, shares, share coupons, travelers cheques, diamonds (including diamonds for industrial use) diamond jewellery, watches of silver-gold-platinum and items valued at USD 1000/kg n above.
- 9) All charges mentioned above exclude taxes which will be charged at the prevailing rates.
- 10) All charges mentioned above include the concession fees charged by the airport operator.
- 11) No outside labor will be allowed to handle cargo in AISATS Airfreight Terminal.



#### **Nilang Shah**

To CV Deepak (cv.deepak@aera.gov.in) Me radhika.r@aera.gov.in and 2 More...

Dear Mr Deepak,

Please find attached the minutes of stakeholder consultation meeting held on 7 January with regards to increase in the TSO for domestic cargo handling.

We would greatly appreciate Authority's kind consideration to approve increase in the domesticcargo handling rates, effective 1 Feb 2014.

Please let me know if any further clarification or information is required from us.

Thank you.

Best Regards,

Nilang Shah Assistant Vice President - Commercial

#### Air India SATS Airport Services Private Limited

Correspondence Address: A-301 Business Square, Andheri-Kurla Road, Chakala, Andheri - E, Mumbai 400

069

Tel: +91-22-3938 7016 (direct) | Cell: +91-97697 06365 | www.aisats.in

From: Nilang Shah

Sent: 08 January 2014 11:27

To: CV Deepak (cv.deepak@aera.gov.in)

Cc: 'SAUMITRA DEY'; 'radhika.r@aera.gov.in'; Sanjay Gupta; Marcus Ma

Subject: RE: Fwd: AISATS BLR Cargo ATP charges revision

Importance: High

Dear Mr Deepak,

At the onset let me wish you all a very Happy New Year 2014.

I refer to your above mentioned letter AERA/20010/MYTP-AISATS/C/BIAL/2011-12/ dated 10 December 2013, whereas Authority has requested to submit a recent stakeholder consultation in reply to our request to allow the increase of the Domestic Cargo Handling rates to be paid by the Freight Forwarders.

I would like to draw the Authority's kind attention, to the stakeholder consultation attached along with our submission on 20 September 2013 (attached herewith for your easy reference). The stakeholder consultation was held on 29 April 2011, whereas the trade had agreed to the increase in the TSP charges. However, due to adverse economic conditions faced by the trade at large, AISATS did not increase the TSP charges under its ATP submission for the FY 2011-2012, FY 2012-2013 & FY 2013-2014.

While we have noted Authority's request to submit recent evidence of stakeholder consultation, I would like to request Authority's kind understanding and consideration to issue an interim order approving the rate increase for Domestic Cargo effective 1 February 2014. While we are in process of obtaining the necessary stakeholder consultation kindly allow us time till 31 January 2014 to submit the same to the Authority.

1/22/2014 (1056 unread)

We trust that you will find the details and clarification in line with the AERA guidelines and look forward	to
 the Authority's kind understanding on this.	

Thanking you.

Best Regards,

### **Minutes of the Meeting**

Venue: CSC Office Mumbai

Date: 07 January 2014

Time: 1100 hrs

Attendees: As per attached enclosed list

SL No	Items					
1	Apart from the discussion with all the cargo handlers following items were specifically discusse with AISATS.					
2	Mr Pratik brought about the issue that TSP increase that was agreed to in April 2011 needs to be implemented.					
3	Mr Suraj agreed that the rates can be increased based on the agreement in 2011 but requested that increase can be effected from 01 February 2014 as the members needed to time to update the all business associates.					
4	Mr Suraj, Mr Parikh and Mr Ismail also requested that TSP rates for perishables cargo which does not require the cold room facility; specifically commodities like flowers, fruits and vegetables need to be charged at general cargo rates.					
5	Mr Mahenthiran agreed to implement the new rates from 01 February 2014 and also revise the perishable handling rates for the agreed commodities where the cold room was not being used.					
6	Mr Suraj also asked for better monitoring of the volumetric weight check as a few discrepancies were found specifically on the Bangalore- Delhi route.					
7	Mr Pratik agreed to action immediately on concern raised to avoid discrepancies going forward.					
8	Mr Mahenthiran thanked all the members for their participation.					

Meely between Cayo handler and Allembar on 2 a Jan 19 at ATTIND FE NONE RCHRESENTIS HARIWAIR DACAPI Sum AgemaL DACAAI ISMAIL KHAN DARMAI DALCAI R.S. PONICKER 20050 ÉATIR MEHTA ALSATS Mah en Ahwan -MSASS RAVINDER BORONGOY HUACPC LEDIKATA REDDY MABB MANIZME



#### AIR INDIA SATS AIRFREIGHT TERMINAL

#### SCHEDULE OF CHARGES WITH EFFECT FROM 01 FEBRUARY 2014

#### OUTBOUND CHARGES

#### INBOUND CHARGES

		HIDOUD CHANGES			
LIST OF CHARGES	MINIMUM RATE PER CONSIGNMENT	RATE PER KG	LIST OF CHARGES	MINIMUM RATE PER CONSIGNMENT	RATE PER KG
TERMINAL, STORAGE AND PROCESSING CHARGE [TSP] - (per Shipping Bill)	Rs/P	Rs/P	1 TERMINAL STORAGE AND PROCESSING CHARGE [TSP] - (per Bill of Entry)	Rs/P	Rs/P
s) General eargo	100.00	0.72	General cargo/Unaccompaned Baggage	125.00	1.21
b) Special cargo (AVI)	200,00	2.26	b) Special cargo (AVI)	200.00	2.31
c) PER/DGR/VAL cargo	200.00	2.26	c) PER/DGR/VAL cargo	200.00	2.31
d) PER cargo (cargo not stored in cold room only for flowers, fruits & vegetables)	200,00	0,72	d) PER cargo (cargo not stored in cold room only for flowers, fruits & vegetables)	200.00	1.21
DEMURRAGE / STORAGE CHARGE (rate per kg per day)			2 DEMURRAGE / STORAGE CHARGE (rate per kg per 24 hours)		_
a) General cargo	125,00	0.72	a) General cargo	200.00	1.38
b) Special cargo (AVI)	200.00	2.26	b) Special cargo (AVI)	250.00	2,42
e) PER/DGR/VAL cargo	200.00	2.26	e) PER/DGR/VAL cargo	250,00	2 42
COURIER HANDLING CHARGE	100,00	0.72	3 COURIER HANDLING CHARGE	100.00	1.21
4 PACKING/REPACKING/STRAPPING CHARGE	6.00 per C	Certon/Beg	4 PACKING/REPACKING/STRAPPING CHARGE 6.00 per carton		
ETURN CARGO CHARGE 100,00 per AWB		5 AIR WAYBILL AMENDMENT CHARGE 100.00 per AWB			
6 AIR WAYBILL AMENDMENT CHARGE 100,00 per AWB			Continued  5 All billing will be rounded off to the nearest Rs. 5 /- as per IATA Tact rule.		
7 WEIGHT/VOLUME MIS-DECLARATION CHARGE					
s) 2-5% variation 2 times applicable TSP charge		6 Special cargo (AVI) consists of live animals and day old chicks.			
b) More than 5% variation	5 tumes applica	7 VAL Cargo includes gold bullion, currency notes, shares, share coupons, travellers cheques, diamonds (including diamonds for industrial use) diamond jewellery, watches of silver-gold-platinum and items valued at USD 1000 per kg and above.  8 All charges mentioned above exclude taxes which will be charged at the prevailing rates  9 No outside labour will be allowed to limited cargo in Air India SATS Artfreight Terminal			
NOTES: COMMON FOR OUTBOUND & INBOUND  1 Corraignments of Human Remains, Collins, Unaccompanied Baggage of the doceased and Human Eyes will be exam  2 TSP charge applicable to Newspaper and TV roci consignments shall be at 50% of the applicable charge.  3 Charges will be levied on the Gross Weight or Chargesable Weight whichever is higher. Where there is a misdeclarat gross weight or the actual chargeable weight will be used for the charges whichever is higher.  4  The free period for inbound cargo is 24 hours from flight Actual Time of Arrival (ATA). Cargo cleared beyond 24 by the duration exceeding the free storage period.	1000 of gross weight or chargeable weight on				