



No.AV.21012/43/2005-LM/

May 6, 2008

The Regional Executive Director  
Airports Authority of India  
Northern/Western/Southern/Eastern/North-Eastern Region  
NEW DELHI/MUMBAI/CHENNAI/KOLKATA/GUWAHATI.

The Airport Director  
Airports Authority of India  
NSCBI / Chennai Airport  
KOLKATA / CHENNAI.

**Subject : Rationalization of Licence Fee for Land / Space and Annual Escalation thereof at International / Domestic Airports**

Sir,

The issue concerning rationalization of licence fee for land and space at airports was considered by the Board of the Airports Authority of India in its 119<sup>th</sup> Meeting held on 7.4.2008. The Board, after detailed deliberations, accorded approval to rationalize the rate of licence fee for land and space for a period of 03 years from 1.4.2008 to 31.11.2011 in respect of Airports falling under different Regions / International Airports, as per the following parameters :

- (i) The approved rates of licence fee for land at different airports categorized under Group 1 & V as on 1.4.2008 are shown at Annexure-I.
- (ii) The approved rates of licence fee for space at different airports categorized under Group A to D as on 1.4.2008 are shown at Annexure-II.
- (iii) The existing rates of licence fee for land and space at airport(s) which are more than the approved rates indicated in Annexure I & II respectively will however continue to be applied and will be frozen for a maximum period of 03 years or till such time the approved rates at the particular group of airport(s) increases to the level of the existing higher rate of licence fee, whichever is earlier.
- (iv) The minimum rate of licence fee for land and space as approved in respect of a particular group of airport(s) will apply at small airport(s) which are not covered in Annexure-I & II.
- (v) The land and space at the airports to Central Govt. Deptt. for performing their mandatory / regulatory functions will be provided by charging 50% of the applicable normal licence fee. This concession will not apply in favour of the Public Sector Undertakings.

राजीव गाँधी भवन  
Rajiv Gandhi Bhawan

सफ़दरजंग हवाई अड्डा, नई दिल्ली-110003  
Safdarjung Airport, New Delhi-110003

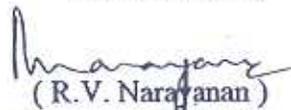
दूरभाष : २४६३२९५०  
Phone : 24632950

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- The licence fee for hangar space and other ancillary buildings will be at par to the rate of space licence fee applicable in respect of non-a/c terminal buildings. However, higher rate of hangar licence fee wherever existing will apply without any cumulative annual increase as defined in sub-para (iii) above.
- The licence fee for paved land in the operational area will be 20% higher than the basic rate of land licence fee applicable at a particular airport.
- (i) Land for access through AAI land / laying of underground cables / pipeline will be considered only under exceptional circumstances and is subject to approval of terms & conditions and rates as decided by AAI Board.
- (ii) The prevailing terms and conditions of the agreement will apply in respect of all the ongoing lease / licences for land / space / trading concessions.
- (iii) The rate now being revised w.e.f. 1.4.2008 will be reviewed after 03 years. However, annual compound escalation @ 7.5% in respect of the rates of licence fee for land and space at various airports will apply except in cases where the higher rates are prevailing and frozen as per para (iii) above.
- (iv) The existing rate of licence fee for land and space may be compounded annually @ 7.5% every year for the past period from 1.4.2006 to 31.3.2008, if not already done.
2. In case of any further clarifications / details, references may be made to E.D. (Commercial), CHQ in consolidated manner (Region-wise).
3. The aforesaid Board decision be implemented forthwith and compliance report sent to C. along with tabulated rates of licence fee for land / space / hangars / paved land etc. in respect of the airports falling under their control for record & reference.
4. This will also be available on Infosarthee portal and can be viewed / downloaded at <http://infosarthee/Board Member/Personal and Administration/Commercial page>.

Kindly acknowledge receipt.

Yours faithfully,

  
(R.V. Narayanan)

Executive Director [Commercial & LM]

Encl: Annexure-I (05 pages)  
Annexure-II (04 pages).

Copy to:

- 1) ED (Finance)-Rev.
- 2) E.D. (Finance)-Internal Audit
- 3) OSD to Chairman
- 4) PS to Member (Operations)
- 5) PS to Member (P&A)
- 6) PS to Member (Finance)
- 7) PS to Member (Planning)
- 8) PS to CVO

SL. NO.	AIRPORT NAME	LICENCE FEE FOR LAND (AS ON 1.4.2008) (PER SQM. PER ANNUM) (IN RUPEES)
	<b>GROUP - III</b>	
39.	BHUJ	300
40.	BHUBANESHWAR	300
41.	SRINAGAR	300
42.	LEH	300
43.	BHAVNAGAR	300
44.	TIRUPATHI	300
45.	JORHAT	300
46.	BELGAUM	300
47.	VIJAYAWADA	300
48.	PORBANDAR	300
49.	HUBLI	300
50.	GORAKHPUR	300
51.	MADURAI	300
52.	CALICUT	300
53.	KESHOD	300
54.	PANTNAGAR	300
55.	JAMMU	300
56.	CHANDIGARH	300
57.	RAIPUR	300

*Anand*

SL. NO.	AIRPORT NAME	LICENCE FEE FOR LAND (AS ON 1.4.2008) (PER SQM. PER ANNUM) (IN RUPEES)
	<b>GROUP - IV</b>	
58.	BHOPAL	350
59.	ALLAHABAD	350
60.	KANPUR	350
61.	LUDHIANA	350
62.	JABALPUR	350
63.	SALEM	350
64.	VISHAKHAPATNA	350
65.	PATNA	350
66.	GOA	350
67.	UDAIPUR	350
68.	AURANGABAD	350

*Manojan*

SL. NO.	AIRPORT NAME	LICENCE FEE FOR LAND (AS ON 1.4.2008) (PER SQM. PER ANNUM) (IN RUPEES)
	GROUP - V	
69.	KOLKATTA	1035
70.	CHENNAI	1952
71.	SAFDARJUNG	1355
72.	JUHU	1408
73.	LUCKNOW	410
74.	COIMBATORE	410
75.	VARANASI	410
76.	KOTA	410
77.	JODHPUR	874
78.	JAMNAGAR	1041
79.	KHAJURAHO	636
80.	RAJKOT	714
81.	VADODRA	1220
82.	INDORE	1149
83.	JAIPUR	618
84.	PUNE	2185
85.	AGRA	670
86.	MYSORE	575
87.	AGATTI	413
88.	AHMEDABAD	980

*Harayan*

## ANNEXURE-II

## SPACE LICENCE FEE TABLE

REPORT NAME	LICENCE FEE FOR SPACE (AS ON 1.4.2008) (PER SQM. PER MONTH) (IN RUPEES)	
	Non -A/c	A/c
GROUP - A		
KOLKATA	500	750
CHENNAI	500	750
CHHU	500	750
CHINE	500	750
TRUVANANTHAPURAM	500	750
COIMBATORE	500	750
VARANASI	500	750
1 MEDABAD	500	750
1 LICUT	500	750
1 BRITSAR	500	750
12 DORE	500	750
14 PUR	500	750
15 GOPAL	500	750



SL. NO.	AIRPORT NAME	LICENCE FEE FOR SPACE (AS ON 1.4.2008) (PER SQM. PER MONTH) (IN RUPEES)	
		Non -A/c	A/c
	GROUP - B		
16	KULLU	300	450
17	MANGALORE	300	450
18	TRICHY	300	450
19	GAYA	300	450
20	SAFDARJUNG	300	450
21	RAJKOT	300	450
22	VADODARA	300	450
23	MYSORE	300	450
24	CHANDIGARH	300	450
25	JAMMU	300	450
26	UDAIPUR	300	450
27	AURANGABAD	300	450
28	LEH	300	450
29	GUWAHATI	300	450
30	SRINAGAR	300	450
31	BAGDOGRA	300	450
32	VISHAKHAPATNAM	300	450
33	PATNA	300	450
34	MADURAI	300	450
35	BELGAUM	300	450
36	BHAVNAGAR	300	450
37	BHUJ	300	450

*Maayar*

SL. NO.	AIRPORT NAME	LICENCE FEE FOR SPACE (AS ON 1.4.2008) (PER SQM. PER MONTH) (IN RUPEES)	
		Non -A/c	A/c
	<b>GROUP - C</b>		
38.	KOTA	250	375
39.	SALEM	250	375
40.	LUDHIANA	250	375
41.	VIJAYWADA	250	375
42.	PORBANDAR	250	375
43.	TIRUPATI	250	375
44.	RANCHI	250	375
45.	PORTBLAIR	250	375
46.	DEHRADUN	250	375
47.	SHIMLA	250	375
48.	PONDICHERRY	250	375
49.	GWALIOR	250	375

*Marajac*

SL. NO.	AIRPORT NAME	LICENCE FEE FOR SPACE (AS ON 1.4.2008) (PER SQM. PER MONTH) (IN RUPEES)	
		Non -A/c	A/c
	GROUP - D		
50.	JORHAT	200	300
51.	HUBLI	200	300
52.	GORAKHPUR	200	300
53.	ALLAHABAD	200	300
54.	KANPUR	200	300
55.	JABALPUR	200	300
56.	BHUBNESHWAR	200	300
57.	KANDLA	200	300
58.	KESHOD	200	300
59.	PANTNAGAR	200	300
60.	RAIPUR	200	300
61.	JODHPUR	200	300
62.	AGATTI	200	300
63.	JAMNAGAR	200	300
64.	KHAJURAHO	200	300
65.	AGRA	200	300
66.	DIMAPUR	200	300
67.	RAJAMUNDRY	200	300
68.	IMPHAL	200	300
69.	DIBRUGARH	200	300
70.	SILCHAR	200	300
71.	AGARTALA	200	300
72.	AKOLA	200	300
73.	COOCH BEHAR	200	300
74.	TEJPUR	200	300
75.	BARAPANI	200	300
76.	KANGRA	200	300
77.	TEZU	200	300
78.	ALONG	200	300
79.	DAPARIZO	200	300
80.	KALASHAR	200	300
81.	KAMALPUR	200	300
82.	LILABARI	200	300
83.	PASSIGHAT	200	300
84.	RUPSI	200	300
85.	KHOWAI	200	300
86.	ZERO	200	300
87.	TUTICORIN	200	300
88.	GONDIA	200	300

*Manoj*

U3U 57 2617



भारतीय विमानपत्तन प्राधिकरण  
AIRPORTS AUTHORITY OF INDIA

No.AV.21012/43/2005-LM/1028-1037

May 23, 2008

FAX / PCC

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The Regional Executive Director  
Airports Authority of India  
Northern/Western/Southern/Eastern/North-Eastern Region  
NEW DELHI/MUMBAI/CHENNAI/KOLKATA/GUWAHATI.

The Airport Director  
Airports Authority of India  
NSCBI / Chennai Airport  
KOLKATA / CHENNAI.

**Subject : Rationalization of Licence Fee for Land / Space and Annual Escalation thereof at International / Domestic Airports**

Sir,

This has reference to this office communication of even No. dated 6<sup>th</sup> May, 2008 on the above noted subject.

The period for rationalization of rates of licence fee for land and space in respect of Airports falling under different Regions / International Airports be read as 01.04.2008 to 31.03.2011 instead of 1.4.2008 to 31.11.2011.

Yours faithfully,

(R.V. Narayanan)

Executive Director [Commercial & LM]

- Copy to:
- 1) ED (Finance)-Rev.
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/c

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भारतीय विमानपत्तन  
AIRPORTS AUTHORITY OF INDIADated 17<sup>th</sup> Sept., 2008No. Av. 21012/43/2005-LM/1011-1016  
399-105The Regional Executive Director,  
Airports Authority of India,  
NR/WR/ER/SR/NER Region  
New Delhi/Mumbai/Kolkatta/Chennai/Guwahati.The Airport Director  
Airports Authority of India  
NSCBI/Chennai Airport,  
Chennai/Kolkatta.Sub: Rationalisation of licence fee for Land/space and Annual Escalation thereof  
at International/Domestic Airports – clarifications thereof.

Sir,

Consequent upon implementation of Rationalisation of licence fee for Land/space and Annual Escalation thereof at International/Domestic Airports circulated vide CHQ letter even no./908-922 dated 6.5.08 and 23/26.5.08, several queries were received from Regions and Airports. The same has been examined at CHQ and clarified point-wise as appended below:-

1. Rates to be applied on oil companies and escalation thereof:

The rates as circulated on 6.5.08 is to be applied on all agencies including oil companies with escalation as specified in the letter. This is to be applied across all airports irrespective of International/Domestic/Custom etc. There is no separate tariff for oil companies irrespective of IAD/NAD.

2. Rates to be applied on M/s. Pawan Hans at Safdarjung, Delhi and Juhu Mumbai Airports:

The period of arbitration is for ten years starting from 1.4.99 to 31.3.2009, hence the arbitration rates will be applicable for this period for the areas mentioned in the arbitration award.

However, in case of any additional allotment of land beyond the arbitration area, prevailing rate as applicable to other agencies for respective airport will be applicable. The rates to be applied w.e.f. 1.4.2009 will be after compounding/escalation @ 7.5% on the rates intimated as on 1.4.2008.

3. Rates to be applied at Nagpur & Surat Airports:

Rs.150/- PSMFA for land; Rs.300/- PSMFA for Non A/C and Rs.450/- PSMFA for AC will apply provided the existing rates are not higher. In the event of existing rates are being higher, then refer point No.(iii) of letter dated 6.5.08.

o/c

राजीव गांधी भवन

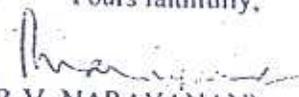
सफदरजंग हवाई अड्डा, नई दिल्ली-110002  
Safdarjung Airport New Delhi-110002दूरभाष : 24632650  
Phone - 24632650फैक्स : 91-11-24632650  
Fax : 91-11-24632650

4. Review of A/C space LF standing lower than Non A/C Space LF at Jamnagar, Pune, Raipur, Baroda and Trichy Airports.  
The new rates as intimated vide letter dated 6.5.08 shall apply including for the new buildings likely to be commissioned soon (Trichy).
5. Rates to be applied to parties to whom A/C area allotted for commercial purposes:  
Rates as circulated vide point No. 3 of letter dated 6.5.08 be applied for determination of rates irrespective of the criteria prior to 31.3.08.
6. New tariff as per rationalization is applicable on ongoing lease/licence/trading concessions:  
The rates w.e.f. 1.4.08 is applicable uniformly to all the agencies to whom land/space have been allotted at airports, provided the respective contracts have suitable provisions incorporated for such revision.
7. Status of Central Govt. Deptts for charging of 50% of applicable licence fee:  
The Deptts which are wholly owned by Central Govt./State Govt. will be eligible for 50% of applicable licence fee. This concession will not apply in favour of PSU of Central/State Govt.
8. Applicability of licence fee in respect of Flying Clubs:  
As per tariff and list of flying clubs circulated vide CHQ letter No. AAI/CHQ/Flying Clubs/07 dated 12.4.07 issued by ED(F&A) shall apply. The normal rate of licence fee will be as per letter dated 6.5.08.

Further to above clarifications and review of rationalization of tariff at CHQ, it is clarified that the rates tariff as mentioned in the letter dated 6.5.08 shall apply and be escalated @ 7.5% every year on 1st of April shall be rounded off to nearest Rs.5/-.

A separate communication will follow for the rates to be applied in respect of IGI Delhi, CSI Mumbai, Hyderabad and Bangalore airports.

Yours faithfully,

  
(R.V. NARAYANAN)

EXECUTIVE DIRECTOR(Comm/LM)

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