

need to retain/grow its market share. Towards this end, Air India offers multiple levels of fares, starting with a low, advance purchase fare which progressively increases closer to departure. The fare structure is reviewed regularly by Air India to stay competitively priced.

CAG report on modernisation of Delhi Airport

*245. SHRI RAM KRIPAL YADAV: Will the Minister of CIVIL AVIATION be pleased to state:

(a) whether any action has been taken by Government on Comptroller and Auditor General (CAG) report that there is a scam of ₹ 1.63 lakhs crore on modernization of Delhi Airport; and

(b) if so, the details of action taken so far?

THE MINISTER OF CIVIL AVIATION (SHRI AJIT SINGH): (a) In para 2.6 of the report tabled in Parliament of Delhi Airport, the Comptroller and Auditor General (C&AG), *inter-alia*, has observed that "using Delhi International Airport Pvt. Ltd. (DIAL)'s own projection for earning potential of Rs. 681.63 crore per acre, the same amounts to Rs. 1,63,557 crore for 240 acres of land for 58 years. 45.99 per cent of the same amounting to Rs. 75220 crore would be Airports Authority of India's share. The net present value at a discount rate of 10 per cent amounts to Rs. 3566 crore. The share of DIAL would amount to Rs. 88337 crore, net present value of which is Rs.4187 crore".

The Joint Venture Partner (JVP) for restructuring and modernization on Delhi airport, was selected through a transparent international bidding process. The sole bidding criterion was revenue share with the Airports Authority of India (AAI). It was clearly mentioned in the Request for Proposal (RFP) that five per cent of the demised premises land would available for commercial exploitation. All the prospective bidders have taken it in to account while quoting the revenue share to AAI. In terms of the agreement with the JVP, the AAI is getting 45.99 per cent of revenue share from both aeronautical and non-aeronautical revenue accruing at the airport.

From the above, it is clear that no such observations has been made by C&AG

(b) Does not arise.