GOVERNMENT OF INDIA CIVIL AVIATION LOK SABHA

UNSTARRED QUESTION NO:3392 ANSWERED ON:18.08.2003 PAWAN AGREEMENT WITH CHC ASHOK ARGAL;LAXMAN GILUWA;MAHESHWAR SINGH;RAMJI MANJHI;SURINDER SINGH BARWALA

Will the Minister of CIVIL AVIATION be pleased to state:

(a) whether the Pawan Hans Helicopters Limited (PHHL) hassigned a Memorandum of Understanding (MoU) with Canedian Helicopter Company (CHC);

(b) if so, the details thereof;

(c) whether this was in violation of order by DGCA banning all commercial and financial agreement with foreign company;

(d) if so, the reasons therefor;

(e) the details of the objectives of MoU;

(f) whether these objectives have been achieved; and

(g) if so, the details thereof and the manner in which the PHHL has been benefited?

Answer

MINISTER OF STATE OF THE MINISTRY OF CIVIL AVIATION (SHRI RAJIV PRATAP RUDY)

(a) and (b):- Yes, Sir. Pawan Hans Helicopters Limited(PHHL)has signed a Memorandum of Understanding (MoU) withM/s. CHC Helicopters International Inc. (CHII) of Canada on the f June, 2002. The MoU, inter-alia, envisages CHI assistance to PHHL in upgrading its maintenance facilities and further improving its operational and management systems through induction of state-of-the-art technology. As a sequel to the above, PHHL and CHII further signed MoU on 7.07.2003 under which PHHL agreed to provide operational & maintenance support in case Oil & Natural Gas Corporation(ONGC)award contract to CHII, subject to all regulatory requirements including guidelines issued by Directorate General of Civil Aviation (DGCA).

(c):- No, Sir. The MoUs have not been in violation of DGC Aguidelines since it does not involve equity participation or management control by CHII in PHHL.

(d):- Does not arise.

(e):- The MoU would help in providing business opportunities to PHHL through possible operation of its helicopters abroad, and increasing revenue due to the upgraded maintenance facilities.

(f) and (g):- Efforts to achieve the objectives is an on-going process. At present two PHHL engineers are gettingfree training at CHII's facilities in Canada.