

**GOVERNMENT OF INDIA
CIVIL AVIATION
LOK SABHA**

UNSTARRED QUESTION NO:4211

ANSWERED ON:18.05.2006

MODERNISATION OF HYDERABAD AIRPORT

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Will the Minister of CIVIL AVIATION be pleased to state:

(a) whether the Union Government has chalked out the modernization plan of Hyderabad International Airport with the Joint-Venture partnership of the Private Companies, Airports Authority of India and the Government of Andhra Pradesh as reported in The Hindustan Times; dated March 30, 2006;

(b) if so, the details thereof;

(c) the estimated expenditure expected to be incurred on the said project; and

(d) the time by which the said project is likely to be completed?

Answer

- MINISTER OF STATE (INDEPENDENT CHARGE) OF THE MINISTRY OF CIVIL AVIATION (SHRI PRAFUL PATEL)

(a) Airports Authority of India (AAI) has no plan at present to modernise existing Hyderabad International Airport. However, the Government has approved a proposal of the State Government of Andhra Pradesh to set up a Greenfield International Airport at Shamshabad near Hyderabad through Joint Venture Route with Public Private Partnership.

(b) The Greenfield airport at Shamshabad near Hyderabad is being developed with Public Private Participation (PPP), as a Joint venture (JV) project wherein AAI has committed an equity contribution of 13%, which has been capped at Rs.50 crores. Based on a competitive bidding process, consortium led by M/s GMR Infrastructure Limited with Malaysian Airport Holding Berhard (MAHB) have been selected as the strategic joint venture parties holding 74% equity in the JVC and 13% equity is being held by Government of Andhra Pradesh. The following project agreements have been executed:

(i) Concession Agreement

(ii) State Support Agreement

(iii) Land Lease Agreement

(iv) CNS/ATM Agreement

(v) Airport Operation & Management Agreement

(vi) Financing Agreement &

(vii) EPC Agreements.

(c) The estimated expenditure expected to be incurred on the project is to the tune of Rs.1761 crores.

(d) The completion time for the Project is 36 months from the date of Financial Close (FC). FC has been achieved on 22nd August 2005.