GOVERNMENT OF INDIA CIVIL AVIATION LOK SABHA

UNSTARRED QUESTION NO:3099 ANSWERED ON:29.08.2013 PRIVATE AIRLINES Verma Shri Sajjan Singh

Will the Minister of CIVIL AVIATION be pleased to state:

- (a) whether the Government has accepted the demands of some private airlines to provide financial package to bail them out;
- (b) if so, the details thereof and if not, the reasons therefor, airlines-wise; and
- (c) the present status in this regard including Air India?

Answer

Minister of State in the Ministry of CIVIL AVIATION (SHRI K. C. VENUGOPAL)

- (a) & (b): No bail out package for Private Airlines is under consideration of the Ministry.
- (c): Government has approved a Turn Around Plan (TAP)/ Financial Restructuring Plan (FRP)of Air India in 2012 under which there would be equity investment in Air India spread over 10 years. Since the implementation of TAP, the equity infusion from Government Indiais as follows-

2011-12 Rs.1200.00 crores 2012-13 Rs.6000.00 crores 2013-14 Rs.4500.00 crores Total Rs.11,700.00 crores

Equity infusion by the Government of India is against achievement of specific milestones in terms of load factors, yield and on-time performance.