

**GOVERNMENT OF INDIA
MINISTRY OF CIVIL AVIATION
LOK SABHA
UNSTARRED QUESTION NO. : 635
(To be answered on the 13th December 2018)**

LOSS MAKING AIR INDIA

**635. SHRIMATI SAJDA AHMED
 SHRI MALLIKARJUN KHARGE
 SHRI MD. BADARUDDOZA KHAN
 SHRI V. ELUMALAI**

Will the Minister of CIVIL AVIATION

नागर विमानन मंत्री

be pleased to state:-

- (a) whether the Government has any plan to improve the economic condition of loss making Air India;**
- (b) if so, the details thereof;**
- (c) whether the Government would consider leasing out Air India to an Indian/foreign/joint venture operator instead of pumping in more money into the loss making national carrier; and**
- (d) if so, the details thereof ?**

ANSWER

Minister of State in the Ministry of CIVIL AVIATION

नागर विमानन मंत्रालय में राज्य मंत्री

(Shri Jayant Sinha)

(a) & (b): The Government has prepared a Revival Plan for Air India. Air India's Revival Plan is focused on building a competitive and profitable airline group. The Revival Plan comprises several major elements including:

- (i) A comprehensive financial package, as approved by Government of India - this includes transferring non-core debt and assets to a SPV;**
- (ii) Higher levels of operational efficiency by strengthening management and implementing best practice business processes;**
- (iii) Robust organizational and governance reforms to be implemented by an eminent Board;**
- (iv) Differentiated business strategies for each of Air India's core businesses;**
- (v) World-class HR practices to ensure a talented and motivated workforce; and**
- (vi) Sale of non-core real estate assets and strategic disinvestment of subsidiaries such as Air India Air Transport Services Ltd.**

(c) & (d): No such proposal is under consideration by the Government at present.
