

GOVERNMENT OF INDIA
MINISTRY OF CIVIL AVIATION
LOK SABHA
UNSTARRED QUESTION NO. : 2948
(To be answered on the 4th January 2018)

Impact of ATF Price on Domestic Air Travel

2948. SHRI JOSE K. MANI
SHRI RAJENDRA AGRAWAL

Will the Minister of CIVIL AVIATION

नागर विमानन मंत्री

be pleased to state:-

- (a) whether the price of Aviation Turbine Fuel (ATF) in India is 60-70 per cent higher than the global prices and if so, the reasons therefor;
- (b) whether the high cost of fuel makes it difficult for domestic carriers to make air travel affordable to the common man, resulting in the slow growth of the aviation market and it is stuck at 120 million domestic passengers; and
- (c) if so, the details thereof and the steps taken by the Ministry to bring ATF prices at par with global prices?

ANSWER

Minister of State in the Ministry of CIVIL AVIATION

नागर विमानन मंत्रालय में राज्य मंत्री

(Shri Jayant Sinha)

(a): The pricing of Aviation Turbine Fuel(ATF) was deregulated on 1st April, 2001 and the Public Sector Oil Marketing Companies(OMCs) take appropriate decision on pricing of ATF in line with its international price and other market conditions.

(b):No such analysis has been carried out by Directorate General of Civil Aviation(DGCA). However, domestic passengers carried are growing at an average rate of 17.27% year on year basis.

(c): Does not arise.
