

**GOVERNMENT OF INDIA  
CIVIL AVIATION  
LOK SABHA**

UNSTARRED QUESTION NO:1351  
ANSWERED ON:02.03.2006  
INVESTMENTS IN CIVIL AVIATION SECTOR  
Adhalrao Patil Shri Shivaji

**Will the Minister of CIVIL AVIATION be pleased to state:**

- (a) whether the Government has reviewed the investment, both in public and private sectors made in the civil aviation sector during the Tenth Five Year Plan till date;
- (b) if so, the details thereof;
- (c) the funds actually required for execution of approved development plans and the resources mobilised so far;
- (d) the details of incentive packages finalised/under consideration to attract the required private/foreign direct investment in this sector; and
- (e) the details of major projects proposed to be taken/completed during next plan period in the country?

**Answer**

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

(a) and (b): The plan investments by various organisations in public sector under Ministry of Civil Aviation are reviewed from time to time such as during the course of finalisation of Annual Plans, Mid-term Appraisal of Tenth Plan, Half Yearly and Quarterly Performance reviews. Investments by private sector are not monitored by Ministry of Civil Aviation.

(c): The Tenth Plan approved outlay of Civil Aviation Sector is Rs.12928.00 crores including budgetary support of Rs.400.00 crores.

The actual expenditure incurred during the first three years of the Tenth Plan period is Rs.4255.62 crores including budgetary support component of Rs.109.00 crores. The anticipated expenditure for 2005-06 is Rs.2350.95 crores including budgetary support of Rs.370.85 crores.

(d): The limit for foreign direct investment in `Air Transport Services(Domestic Airlines)` through automatic route, has been increased from 40% to 49% vide Ministry of Civil Aviation Notification dated 10th November, 2004. However, no direct or indirect equity participation by foreign airlines is allowed.

(e): Major projects to be undertaken during 2006-07 are acquisition of aircraft by Air India Ltd., Indian Airlines Ltd. and Air India Charters` Ltd., construction of new International Terminal Complex at Trivandrum Airport, construction of new International Terminal Complex at Ahmedabad Airport, development of Visakhapatnam Airport, construction of Integrated Cargo Complex at Kolkata Airport, development and modernisation of Delhi and Mumbai Airports, establishment of greenfield airports at Bangalore and Hyderabad, modernisation of 35 tentatively selected non-metro airports to world class standards in phases, acquisition of 4 medium helicopters by Pawan Hans Helicopters Ltd., setting up of new Flying Training Academy at Gondia(Maharashtra) and upgradation of Indira Gandhi Rashtriya Uran Akademi. Most of the projects are likely to continue in the next plan period.