Revised Indexation of tariff caps fixed in the Reference tariff cases under 2013 Guidelines for PPP projects at the major port trusts with reference to the variation in Wholesale Price Index (WPI).

In response to the NIL indexation factor announced by the Authority, a few BOT operators have represented to the Authority to review the indexation factor announced vide the said letter and to consider indexation factor with WPI based on 2011-12 series announced by the Ministry of Commerce and Industry, Government of India from April 2017 instead of earlier announcement based on 2004-05 series.

2. The representation made by the BOT operators was examined in consultation with the Office of Economic Advisor, Ministry of Commerce & Industry, Govt. of India and the following is approved by the Authority:

   (i). For the Year 2018-19, the revised annual indexation factor at 60% of the WPI variation is 2.07%. This will come into effect for the year 2018-19 from 1 August 2018 and will remain valid till 31 March 2019. The tariff applied by the BOT operators based on our letter dated 23 March 2018, will continue to apply till 31 July 2018.

   (ii). The indexed tariff based on the revised indexation factor will be in force for the period 1 August 2018 to 31 March 2019.