

DECISION

Taking in consideration:

1. The legal framework applicable for setting regulated charges in Portuguese airports is set out in Decree Law no. 254/2012 of 28 November, and in Annex 12 of the Concession Contract established between the Portuguese State and ANA - Aeroportos de Portugal, S.A., hereafter mentioned as the Concessionary.
2. The 2017 regulated charges consultation was concluded during the second half of 2016, under the terms of nos. 4 and 5 of article 71 of DL 254 / 2012, of 28 November, as well as the final decision of the Concessionary, published on its website on 28 October 2016.
3. The 2017 charges entered into force in a phased way after the two ANAC decisions, the first on 3 March of 2017, related to traffic charges (except passenger service charge, PRM charge, and Security charge), regulated handling charges, CUPPS, CUSS and BRS, and the last, on 1 June of 2017, related to passenger service charge, PRM charge, and Security charge.
4. The delay of entry into force of 2017 regulated charges, expected to occur in January, generated the following revenue deviations in relation to the charges proposal presented by ANA:
 - a. Lisbon Group: € 1.749.362
 - b. Porto Airport: € 528.761
 - c. Faro Airport: € 288.261
5. Under the terms of no. 15 of article 71 of DL 254 / 2012, of 28 November, the revenues deviations should be subject to a charge adjustment.
6. The 2017 regulated airport charges allowed by the economic regulation model were done using the traffic forecast (the number of terminal passengers for 2017) at that date an object of the cited consultation.

7. However, accumulated passenger traffic until 31st May 2017 has been higher than what was initially forecasted in 2016 and the prospects for growth during the IATA Summer indicate a 2nd semester performance that will further accentuate this trend.
8. With regard to the traffic forecasts considered in the charges proposal, the deviations in the number of terminal passengers actually served up to 31st May 2017 are presented in the following table (+ 1.578.986 passengers in the total of the 3 price caps):

ACCUMULATED TO MAY 2017			
	Charges Proposal	Actual	Deviation %
Lisbon Group	10.397.238	11.550.217	11,1%
Porto Airport	3.706.580	3.928.339	6,0%
Faro Airport	2.435.121	2.638.369	8,4%

9. Having reviewed the assumptions underlying traffic forecasts, which were the basis of the traffic proposal and having identified the deviations compared to the performance of the actual traffic (essentially the assumption of new routes and additional frequencies and adjustment of the load factors and the number of seats) there have been revised and determined new estimates for the year of 2017, shown in the table below:

Annual Total 2017				
	Proposed Charges (1)	Estimate (2)	(2)-(1)	Deviation %
Lisbon Group	27.787.902	31.265.403	3.477.501	12,5%
Porto Airport	9.777.599	10.393.139	615.540	6,3%
Faro Airport	8.003.011	8.508.585	505.574	6,3%

10. Due to the revision arising from the variation in the forecast number of passengers served in 2017, the value of the “Airside Retail Revenue Contribution” (ARRC), a variable included in the calculation of the authorised Regulated Revenue Cap (RRC), must equally be subject to revision, summarised in the following tables:

Variation in airside retail contribution €/pax	Actual Revenue from Airside Retail 2012 indexed for 2017 (3)	Proposed ARRC 4=(3)/(1)	Revised ARRC (5)=(3)/(2)	Variation (6)=(5)-(4)
Lisbon Group	35.879.590	1,29	1,15	-0,14
Porto Airport	6.302.206	0,64	0,61	-0,04
Faro Airport	9.229.244	1,15	1,08	-0,07

Regulated Revenue Cap (RRC) €/pax	Approved RRC (7)	Revised RRC (est. pax 2016) (8)=(7)-(6)
Lisbon Group	11,24	11,36
Porto Airport	7,86	7,90
Faro Airport	8,04	8,11

11. The revision of the Regulated Revenue Cap arising from the variation in the contribution of airside retail revenue produces the following deviation in regulated revenue:

Price Cap	Authorised additional regulated revenue (*) €/pax (9)	Deviation in traffic Revenue to recover (€) (9)*(2)
Lisbon Group	0,14	4.377.156
Porto Airport	0,04	415.726
Faro Airport	0,07	595.601
Total	n/a	5.388.483

(*) = (- Variation in airside retail revenue contribution (ARRC))

12. No. 5.2 of the mentioned Annex 12 states that: “solely in the event of errors in the estimation of the volume of annual passenger traffic that have an impact on the calculation of the Revenue Contribution of airside retail activity (ARRC) per Terminal Passenger (TP), the Concessionary may proceed to alter the charges throughout this year to ensure its conformity with the limits established by the Regulated Revenue Cap (RRC), providing it proceeds to communicate this alteration (to the airlines) with at least 4 (four) months prior notice.”

13. Taking into account the established by the concession contract and the amount of the deviation in regulated revenue to be recovered, ANA considers it is important that the estimated deficits be partially recovered, regarding the delay of charges in 2017 enter into force and de traffic deviation, by means of an adjustment in the regulated charges at Lisbon and Porto airports during the months of, October (from 11 October), November and December 2017.

14. Due to the highly seasonal activity of Faro airport, where the winter months of November and December have a reduced volume of traffic, ANA will not make in that months any recovery of the deviations recorded at this airport, promoting this recovery in a later moment according to the terms of the concession contract.

15. This decision on regulated charges is in line with the procedure applied in previous years and will avoid the accumulation of amount not collected from the airlines, to be recovered two years later and will promote a more stable evolution in the charges for the following years, while keeping sufficient safety margin to absorb, if it occurs, any slowdown in the growth rate of traffic from those airports.

16. Under the present terms, ANA will recover the identified deviations only by adjustment of the regulated charges at Lisbon and Porto airports.

Therefore, ANA board decides to recover the estimated deviations regarding the delay on charges enter into force in 2017 and the traffic deviations, by increasing the regulated charges annual average increase approved by ANAC for 2017, from 2,03% for 3,89% (+1.86 p.p.) at Lisbon airport and from 1,36% to 1,99% (+0,63 p.p.) at Porto airport.

This adjustment will have a cumulative effect from 11 October 2017 until 31 December 2017 in order to recover part of the regulated revenue not charged due to the variation in the volume of traffic and the delay of 2017 regulated charges enter into force.

The increase on landing and take-off charges is going to be applied only to the charges without the additional amounts related to the recovery of the miscalculation adjustment from 2015.

ANA, 9 June 2017

DISCLAIMER

The publication of an official English version of the Decision of the regulated charges adjustment in 2017 does not replace the original document in Portuguese. If any inaccuracy is detected, ANA will consider it a translation error and the Portuguese version will prevail and has to be taken into account.

LISBON AIRPORT – REGULATED CHARGES 2017

	2017			
	Jan - 8 March	9 March - 10 June	11 June - 10 Oct	11 Oct - 31 Dec
1. LANDING/TAKE-OFF				
Aircrafts up to 25 tonnes, per tonne	6,17 €	6,23 €	6,23 €	6,82 €
25 to 75 tonnes, per tonne above 25 tonnes	7,34 €	7,41 €	7,41 €	8,11 €
75 to 150 tonnes, per tonne above 75 tonnes	8,63 €	8,71 €	8,71 €	9,53 €
over 150 tonnes, per tonne above 150 tonnes	6,55 €	6,61 €	6,61 €	7,23 €
Minimum charge per landing	191,08 €	259,59 €	259,59 €	284,65 €
2. PARKING				
Traffic Areas (a) :				
Aircrafts up to 14 tonnes (per 24h or fraction)				
up to 24h or fraction	27,28 €	27,53 €	27,53 €	30,40 €
24h to 48h or fraction	68,17 €	68,78 €	68,78 €	75,94 €
48h to 72h or fraction	112,29 €	113,30 €	113,30 €	125,09 €
over 72h or fraction	162,26 €	163,72 €	163,72 €	180,76 €
Aircrafts over 14 tonnes (per tonne):				
up to 24h or fraction	1,83 €	1,85 €	1,85 €	2,04 €
24h to 48h or fraction	4,58 €	4,62 €	4,62 €	5,10 €
48h to 72h or fraction	7,54 €	7,61 €	7,61 €	8,40 €
over 72h or fraction	10,91 €	11,01 €	11,01 €	12,16 €
Surcharge (per 15 minutes or fraction)	68,85 €	69,47 €	69,47 €	76,70 €
Air Bridge (GPS included)				
1 Air bridge, per minute of use, up to 2 hours	4,04 €	4,08 €	4,08 €	4,50 €
1 Air bridge, per minute of use, over 2 hours	4,82 €	4,86 €	4,86 €	5,37 €
GPS (Ground Power System)				
per minute of use	1,39 €	1,40 €	1,40 €	1,55 €
3. HANGAR				
per tonne and per 24h or fraction	3,70 €	3,73 €	3,73 €	4,12 €
4. PASSENGER SERVICE (per departing passenger)				
Passenger O/D				
Flights inside Schengen Area	9,80 €	9,80 €	10,45 €	11,54 €
Intra EU flights outside Schengen Area	16,13 €	16,13 €	18,65 €	20,59 €
International flights	17,93 €	17,93 €	18,65 €	20,59 €
Transfer Passengers				
Flights inside Schengen Area	8,04 €	8,04 €	8,67 €	9,57 €
Intra EU flights outside Schengen Area	10,40 €	10,40 €	11,05 €	12,20 €
International flights	14,03 €	14,03 €	14,72 €	16,25 €
5. PASSENGER HANDLING (per check-in desk)				
Per check-in desk T1				
For the first four periods of 15 minutes or fraction	1,92 €	1,94 €	1,94 €	2,14 €
For the following 15 minutes or fraction	1,86 €	1,88 €	1,88 €	2,08 €
Per month (b)	1.476,33 €	1.489,62 €	1.489,62 €	1.644,69 €
Per check-in desk T2				
For the first four periods of 15 minutes or fraction	1,22 €	1,94 €	1,94 €	2,14 €
For the following 15 minutes or fraction	1,19 €	1,88 €	1,88 €	2,08 €
6. BAGGAGE HANDLING				
Per embarked baggage processed at the sorting baggage system	0,38 €	0,38 €	0,38 €	0,42 €
7. CUPPS (Common Use Processing Passenger System) E CUSS (Common Use Self-Service)				
Per departing passenger	0,188 €	0,188 €	0,188 €	0,188 €
8. BRS – Baggage Reconciliation System				
Per baggage processed at the system	0,084 €	0,084 €	0,084 €	0,084 €
9. SECURITY				
Per departing passenger	2,50 €	2,50 €	1,94 €	1,94 €
10. ASSISTANCE TO PASSENGERS WITH REDUCED MOBILITY				
Per departing passenger	0,40 €	0,40 €	0,40 €	0,40 €

(a) For aircrafts until 100 tonnes: it doesn't apply for the first 30 minutes after arrival and the 30 minutes before departure. For aircrafts above 100 tonnes: it doesn't apply for the first 90 minutes after arrival and the 90 minutes before departure

(b) This charge in March is 1486,19€

PORTO AIRPORT – REGULATED CHARGES 2017

1. LANDING/TAKE-OFF	2017			
	Jan - 8 March	9 March - 10 June	11 June - 10 Oct	11 Oct - 31 Dec
Aircrafts up to 25 tonnes, per tonne	4,98 €	5,29 €	5,29 €	5,56 €
25 to 75 tonnes, per tonne above 25 tonnes	6,05 €	6,42 €	6,42 €	6,75 €
75 to 150 tonnes, per tonne above 75 tonnes	7,13 €	7,57 €	7,57 €	7,96 €
over 150 tonnes, per tonne above 150 tonnes	5,02 €	5,32 €	5,32 €	5,60 €
Minimum charge per landing	99,77 €	105,88 €	105,88 €	111,35 €
2. PARKING				
Traffic Areas (a):				
All aircrafts (per tonne and per 24h or fraction)	1,59 €	1,60 €	1,60 €	1,69 €
Surcharge (per 15 minutes or fraction)	47,95 €	48,40 €	48,40 €	51,16 €
Air Bridges (GPS not included)				
1 Air bridge, per minute until 2 hours	1,87 €	1,89 €	1,89 €	2,00 €
1 Air bridge, per minute after 2 hours	1,87 €	2,25 €	2,25 €	2,38 €
2 Air bridge, per minute until 2 hours	2,79 €	2,84 €	2,84 €	3,00 €
2 Air bridge, per minute after 2 hours	2,79 €	3,38 €	3,38 €	3,57 €
GPS (Ground Power System)				
per minute of use	0,24 €	0,24 €	0,24 €	0,25 €
3. HANGAR				
Per tonne and per 24h or fraction	3,22 €	3,25 €	3,25 €	3,44 €
4. PASSENGER SERVICE (per departing passenger)				
Flights inside Schengen Area	8,51 €	8,51 €	9,15 €	9,67 €
Intra EU flights outside Schengen Area	11,02 €	11,02 €	12,80 €	13,53 €
International flights	14,92 €	14,92 €	15,62 €	16,51 €
5. PASSENGER HANDLING (per check-in desk)				
First hour or fraction	6,38 €	6,44 €	6,44 €	6,81 €
Next 1/2 hours or fraction	3,10 €	3,13 €	3,13 €	3,31 €
Per month (b)	978,98 €	988,20 €	988,20 €	1.044,63 €
6. BAGGAGE HANDLING				
Per embarked baggage processed at the sorting baggage system	0,36 €	0,36 €	0,36 €	0,38 €
7. CUPPS (Common Use Processing Passenger System) E CUSS (Common Use Self-Service)				
Per departing passenger	0,188 €	0,188 €	0,188 €	0,188 €
8. BRS – Baggage Reconciliation System				
Per baggage processed at the system	0,084 €	0,084 €	0,084 €	0,084 €
9. SECURITY				
Per departing passenger	2,50 €	2,50 €	1,94 €	1,94 €
10. ASSISTANCE TO PASSENGERS WITH REDUCED MOBILITY				
Per departing passenger	0,40 €	0,40 €	0,40 €	0,40 €

(a) The parking charge is not due for the first 90 minutes before take-off.

(b) This charge in March is 985,82€