

NOTICE OF CIVIL AVIATION AUTHORITY OF SINGAPORE (CAAS)' INTENTION TO COMMENCE AN INQUIRY FOR THE SECOND REGULATORY PERIOD (FY2012/2013 TO FY2016/2017)

Notice is hereby given pursuant to rule 20 of the Civil Aviation Authority of Singapore (Price Control of Aeronautical Charges) Rules 2009 ("Price Control Rules") of the CAAS' intention to commence an inquiry with respect to the second regulatory period.

2 In accordance with rule 21 of the Price Control Rules, the Changi Airport Group (Singapore) Pte Ltd ("CAG") is required to consult the list of designated airport users provided by the CAAS to CAG on 1 March 2011 under rule 19, in preparing its proposal on the determination for the second regulatory period ("proposal on the second determination").

3 The CAG's submission for its proposal on the second determination should cover:

- a) the draft proposal on the determination for purposes of the user consultation;
- b) comments from designated airport users, together with CAG's responses to such comments;
- c) recommendations (if any) to adjust CAAS' preliminary guidelines with clear justifications and the rationale for such recommendations and supporting materials;
- d) the proposed revenue yield caps for the second regulatory period;
- e) the details of the qualitative and quantitative methodologies applied in developing the proposed revenue yield caps for the second regulatory period, including calculations and formulae;
- f) the values proposed by CAG for each of the input variables in the calculations and formulae used, including the rationale for proposing those values and supporting materials;
- g) the details of any other assumptions made by CAG in its conduct of all material quantitative and qualitative analyses undertaken for its proposal; and
- h) any other information that CAG is required to submit under rule 22 of the Price Control Rules.

4 CAG is required to send its submission in both hard and soft copy (CD-ROM) to CAAS no later than **1 July 2011**. The CAAS will thereafter complete its inquiry and make a determination under rule 27(1) no later than **1 November 2011**.

1 March 2011