How political parties have a well-oiled system of hiring aircraft during elections

SpiceJet assures DGCA: regulator seeks concrete plan

Officials at DGCA said they wouldn’t suffer their “tough stance on the helicopter carving unless it produces a ‘concrete plan’.

- Did Rajnath sing when he bought a hike in Spicejet?
- DGCA asks Spicejet to file complete report by December 15
HOW PARTIES HIRE AIRCRAFT DURING ELECTIONS

Every party has at least three middlemen or agents, who liaise between them and aircraft operators.

Middlemen come into play because political parties rely on their expertise and network, and operators have the comfort of receiving payments upfront.

Middlemen take commissions of 5-10%.

Before an election, a party gives a set of requirements – estimates of number of rallies and the locations – to these agents.

Agents approach operators.

A typical conversation:

We need your aircraft for 90 days at 2-3 hours a day.

Bargaining begins.

Regardless of the consumption of these hours, agents pay upfront. Of course, old hands have the luxury of paying only an advance.

Deal is sealed.

Many places in India, particularly in the Northeast, are beyond reach due to poor road and rail network, making aircraft the sole means of transport. Nor is air connectivity any good.

The case for travelling in business aircraft also becomes pretty strong when the alternative is a swatch of chaos at airports and streams of made or treated breath. If a politician had to visit Barmer or Jaisalmer in
That would be devoting three days of a packed election itinerary to one place. “Even politicians who hit the campaign trail two months ago in copters will be able to cover only about 200 constituencies [out of 543] by the end of elections,” said GR Gopinath, the promoter of Duncan Chariots.

Well-established System

Modi’s epiphany that only corporate jets will not stifle the busy schedule is not recent. Media reports in 2007, sourcing a Right to Information Act filing by Gujarati opposition leader Arvind Modhwadia, established that 68 of the 100 flights by Modi since 2003 were in aircraft owned or hired by companies with huge interests in the state.

His opponents, Congress president Sonia Gandhi and son, party vice-president, Rahul Gandhi are regular users of aircraft that belong to major corporate houses. Modi and the Gandhis have plenty of company.

Senior leaders of every large political party in India discovered the virtues of business aircraft long ago (see Frequent Flyers...). But it is now on politicians fly in corporate aircraft more frequently than during elections.

For all charter companies, which broadly fall under the category of NSOPs by virtue of owning a non-scheduled operator permit (as their nomenclature suggests) they do not — must not — follow a timetable (like commercial airlines). elections are the equivalent of a safe season in retail.

Only, there is a markup on charges. They can afford it thanks to the scramble for aircraft. Gulab Singh, the owner of Sauraj Airways, said almost every charter company reserves orders during elections. “There are no hard feelings [among competitors]. There are lots of political parties and lots of area to cover.”

It helps that the aircraft and genuine charter companies are in short supply. Thirteen state governments including those in Uttar Pradesh and Bihar, own helicopters, but the model code of conduct that kicks in when elections are announced bars them from using their aircraft.

Nevertheless, multiple interviews with politicians, operators, analysts, aircraft spare-parts providers, maintenance and repair companies and civil aviation officials (most agreed to talk on the basis of anonymity) point to a well-organised system of flying during elections.

The delict of aircraft and lack of expertise — politicians don’t want to take chances after the fatal helicopter crashes of former Andhra Pradesh chief minister YS Rajasekhara Reddy and his Arunachal Pradesh counterpart Dorjee Khandu in 2009 and 2011 — drives politicians parties to a band of middlemen, or agents, who arrange the aircraft by fixing with NSOPs (see How Parties Hire...). NSOPs are pleased with this arrangement because they don’t have to chase politicians for payment.

“It is a minimum guarantee model because the party choses also give money,” said one operator. In Uttar Pradesh and Bihar, due to the abundance of contenders — BJP, BSP, Samajwadi Party, Congress, Janata Dal (United) and scores of splinter groups — and the vast swathes of land, demand is as big as in the rest of the country.

Singh, whose main clients are politicians and Bollywood stars, is the agent for the BJP as well as leaders of other parties such as Lalu Prasad, Nitish Kumar and Ram Vilas Paswan. He has been flying politicians since 1996-67.

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Readers’ opinions (41)
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GG (mm)
14 May 2014 09:36 PM
I don’t see the point of the article. So long as the parties are PAYING the private companies for the flights where is the corruption? As for middle-men, who among us has never used the services of a travel agent?

SLS BHU (delhi)
25 Mar 2014 01:06 AM
hdfvyoght hf

multuramank (Bangalore)
24 Mar 2014 08:14 PM
Vote for AAP to stop this non sense

Vihar Shivankar (nagpur)
24 Mar 2014 06:05 PM
Very good...Keep it on!!

V.O.Hari (Chennai)
24 Mar 2014 02:29 PM
When You are using Business house providing Aircrafts how can you bypass their demands and work for the same aims? Business Tycoons are not fools to spend these much money on a CM for Charity. Still some people believe that Modi will save India from the clutches of Corruption.

Kumar (Bp) replies to V.O.Hari
24 Mar 2014 07:04 PM
Good CEOs also command higher perks and their time is valuable...I would not want my company making a peon a CEO to save money.

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