The minimum Currency Adjustment Factor (CAF) would be at 10% up to average of USD and Euro conversion at 78.50 INR and thereafter for every 1 Re or part thereof increase in the conversion rate, the CAF would be adjusted by 0.5%.

Currency Adjustment Factor (CAF) is a mechanism to neutralise the increase in cost due to rupee depreciation as many of the aircraft related payments are in foreign currency. Earlier all our foreign payments were in USD. Over time as we expanded, many of our payments are in Euro. Currently the proportion of USD to Euro payments are in the range of 50:50. This has necessitated us to change the mechanism.

The applicable CAF would be as per given here under:

| Average USD/Euro Conversion Rate | CAF APPLICABLE |
|---|---|
| <=78.50 | 10.00% |
| <=79.50 | 10.50% |
| <=80.50 | 11.00% |
| <=81.50 | 11.50% |
| <=82.50 | 12.00% |

The current surcharge, effective 01 November 2026, is 21.50%.