Update on IATO Activities

(Monday, 1st November - 15th November 2021)

Dear Members,

Greetings!

Please find appended relevant activities of our association for the period (Monday, 1st November to Sunday, 14thNovember 2021)

Segments covered are

- 1. Communication / Letters that addressed key issues
- 2. Webinars/ Panel
 Discussions/Circulars/Meetings/Chapter news
- 3. Media Coverage
- 4. Chapter News

Request your feedback to further the content of our weekly report.

1. Communication / Letters that addressed key issues

Segment 1 update sequence by date: 3,9,12,15November

Wednesday, 3rdNovember

> IATO apprised Ms. Gayatri Rathore, IAS, Principal Secretary (Tourism), Govt. of Rajasthan, regarding Pending Refund of its members towards advance paid for booking of Palace on Wheels for their foreign clients and bookings cancelled due to Covid -19

IATO submitted a brief of the advance payments which have been made through Worldwide Rail Journeys to RTDC and pending for refund. There were total 5 such companies whose refunds are pending.

Besides, the above there was one company who had made advance payment directly to RTDC

IATO requested that necessary directives may be given to RTDC to make refund at the earliest and help the tour operators who were facing financial hardship and lot of challenges due to Covid-19. They were in need of funds to make refund to their foreign clients to maintain business relationship and to secure future business.

A Copy of the letter was marked to Managing Director, RTDC, Jaipur

Tuesday,9th November

> IATO requested Sri Arvind Singh Secretary Tourism to appoint a Nodal Officer from the Ministry to help the foreign tourists in case of any exigency

IATO apprised that with the opening of Tourist Visa including e-Tourist Visa, foreign tourists would start travelling to India and we would expect some kind of issues and problems coming up upon their arrival at various airports in India as every state has different SOPs for travellers. Therefore, to avoid any inconvenience to foreign tourists and avoid any negative publicity, it would be appropriate if MOT GOI could consider appointing a Nodal Officer who could assist the foreign tourists in case of any exigency upon their arrival at any airport in India and the Nodal Officer can help them and can deal with Ministry of Health & Family Welfare, Ministry of Home Affairs, Ministry of Civil Aviation, Railways, state governments etc.

A Copy of the letter was marked to **A**. DG Tourism and **B**. ADG Tourism.

Friday, 12thNovember

> IATO requested Mr Arvind Singh Secretary Tourism for Resumption of International Flights Operation as per bilateral agreement inforce before March 2020 due to high air fare presently available on air bubble flights.

IATO mentioned that the airfare had increased 2.5 to 3 times more than the normal fare that were before March 2020. Foreign tourists would not travel to India for holidays on such high airfares. It is only the NRIs or Indians who are working abroad and had not met their families in last 20 months, would travel on these fares.

Further IATO brought to the notice of the Secretary Tourism that foreigners were not being allowed to travel to Sri Lanka on Air Bubble Flights and this might also be the case with flights to Kathmandu and Paro. This restriction needed to be lifted immediately

IATO requested secretary tourism to kindly impress upon the authorities in MHA, MEA and MOCA to resume normal international flight operation as per bilateral agreement that was before March 2020 so that inbound tourism could start to India.

A copy of the letter was marked to **A**. DG and **B**. ADG Tourism

Monday 15th November

> IATO offered Mr. G.D. Lohani, Joint Secretary (TRU-I), Central Board of Indirect Taxes & Customs, Ministry of Finance Suggestions for Budget 2022-23 - changes in Direct and Indirect Taxes

Suggestions for amendment in GST law for growth of Tourism Industry

1. Tourism industry to be treated as deemed exporter at par with IT Industry under export of services

IATO Recommended that

The parameters / definition of "export of services" in section 2(6) of IGST Act, 2017 may be relaxed in the case of tour operators and the services of tour operators earning foreign exchange for the country may be accorded with the status of "export of services". The criteria for determining the place of supply (POS) of services should be uniform between IT Industry and Tour Operators Industry. Further the criteria of determining place of supply of services based on performance as mentioned in section 13(3)(b) of IGST Act should be made inapplicable for the tour operators.

2. Removal of cascading effect of GST on Tourism Industry

IATO Recommended that

IATO suggested that either GST may be levied @ 18% on the 10% mark-up (deemed value) so that effective rate of tax on package cost works out to 1.8% of gross billing with no ITC. Alternatively, the gross value may be taxed at 18% GST and input tax credit on all input services including hotels and restaurants may be allowed on actual basis.

3. Removal of GST on services provided outside India to foreign tourists

IATO Recommended that

It was recommended that GST/IGST may be fully exempted on the services provided outside India i.e. in neighbouring countries even if package included India tour. As a result of tax exemption, bookings would come to Indian Tour operators instead of such bookings going in favour of local tour operators in neighbouring countries. This would add considerable foreign exchange for the country.

4. Small correction in the conditions prescribed against 5% GST notified for tour operators services

IATO Recommended that

- a. The word "and" appearing between the words accommodation and transportation in condition No. 2 against Sl. No. 23 of CGST Notification No. 11/2017-CT(R) dated 28.6.2017 may be replaced by the word "or".
- b. The Govt. may also clarify by way of circular that this was intent from the very beginning when GST rolled out so that the GST authorities should not raise objections from 01.07.2017.
- 5. Refund of IGST paid by the tourists leaving India on supply of goods taken out of India -Tax Refund for Tourists (TRT) Schemeto be implemented.

It was recommended that the Govt. should formulate the well-defined and simple procedure and user - friendly conditions / safeguards for allowing cash refund to the foreign tourists leaving India at the departure airport in respect of integrated tax paid by him on purchase of goods within India and those goods are being taken out of India as part of his baggage or otherwise. The procedure may be notified in the public domain at the earliest.

6. Reduction of GST on private ferry tickets at Andaman

IATO Recommended that

It was recommended that in view of the essential use of transport ferries, the GST rate should be nil or maximum 5% as in the case of ferry transport.

> A separate letter was also sent to Mr. K.C. Varshney, Joint Secretary, Tax Policy and Legislation (TPL-I), Central Board of Direct Taxes, Ministry of Finance, Department of Revenue on Suggestions for Budget 2022-23 - changes in Direct Taxes

IATO Recommended that

- The provisions of TCS should be made applicable for persons' / companies resident in India and not to foreign citizens / foreign tour operators located outside India.
- The provisions of TCS should not apply in case the foreign tourist visits India and thereafter proceed to foreign country including neighbouring countries or vice versa such that it is combination of inbound and outbound tours package as composite package. Such a composite package does not qualify as "overseas tour program package" as defined in section 206C (1G) of I.T. Act, 1961.

2. Webinars/ Panel

Discussions/Circulars/Meetings

Segment 2 update sequence by date: 2,3,9,10,12November

Tuesday, 2nd November

> VP IATO at the Deepotsav at Ayodhya







Wednesday,3rd November



Tuesday,9th November

➤ Global Services Enclave was organized by SEPC on 9th November 2021. All Members were informed.

Wednesday, 10th November

> All Members (Recognised by Ministry of Tourism, Govt. of India) were informed on the Loan Guarantee Scheme for Covid Affected Tourism Service Sector (LGSCATSS) reg.

Toclick the below link to download the attachment.

10.11.2021_Ncgtc_letter_to_SCBs.pdf

10.11.2021Updated guideliens of LGSCATSS by NCGTC.pdf

Friday, 12th November

All Active Members (Recognized by the Ministry of Tourism, Govt. of India) were informed on the Invitation for International Travel Mart from 27th to 29th November 2021 in Kohima, Nagaland organised by Ministry of Tourism, Govt. of India in collaboration with Department of Tourism, Govt. of Nagaland

3. Media Coverage

Segment 3 update sequence by date: 3,5,6,7,8,12November

Wednesday,3rd November



Friday,5th November

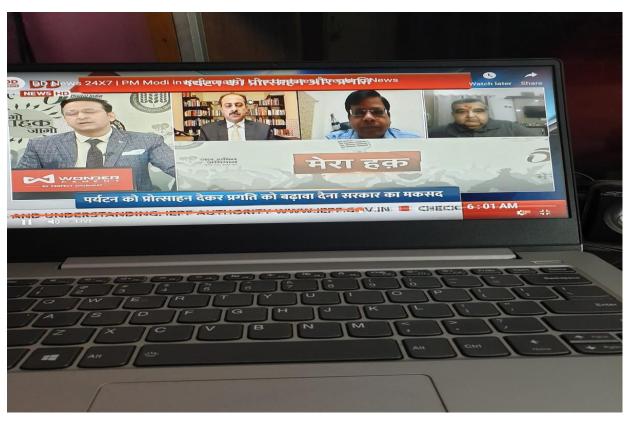
➤ VP IATO in Media (TOI) on the Ayodhya Deepotsav https://t.co/y9MvvGccJE

Saturday,6th November

➤ Travel Industry proposes Free Insurance to Foreign Tourists, restarting scheduled International Flights

http://www.uniindia.com/travel-industry-proposes-free-covid-insurance-to-foreign-tourists-restarting-scheduled-international-flights/business-economy/news/2525436.html#.YYZXva57Pos.whatsapp

On DD NEWS President, Chapter Chair Uttar Pradesh and JS Tourism







Sunday, 7th November

➤ IATO Regional Head North in the Media

इंटरनेशनल फ्लाइट पर रोक बढ़ने से मायू

जागरण संवाददाता, आगराः दीपावली बाद पर्यटन के परवाज भरने की उम्मीद लगाए बैठे कारोबारियों को झटका लगा है। केंद्र सरकार ने इंटरनेशनल फ्लाइट पर लगी रोक 30 नवंबर तक बढ़ा दी है। इससे पर्यटन उद्यमियों में मायुसी है। पूर्व में 15 नवंबर से फ्लाइट शुरू करने की घोषणा की थी।

कोरोना संक्रमण के दस्तक देने के बाद केंद्र सरकार ने मार्च, 2020 में इंटरनेशनल फ्लाइट स्थगित करने के साथ ही ट्रिस्ट वीजा सर्विस पर रोक लगा दी थी। डेढ वर्ष से इनबाउंड टूरिज्म (विदेशी पर्यटन का काम) पूरी तरह ठप है। पिछले माह केंद्र सरकार ने 15 अक्टूबर से चार्टर्ड फ्लाइट से आने वाले विदेशी पर्यटकों को ट्रिस्ट वीजा देने व 15 नवंबर से इंटरनेशनल फ्लाइट से टूरिस्ट वीजा देने की घोषणा की गई थी। अब केंद्र सरकार के ताजा आदेश से पर्यटन कारोबारियों की उम्मीदें फिर टूट गई हैं।

निराशा

- मार्च, 2020 से इनबाउंड ट्रिज्म का काम है ठप
- 15 नवंबर से शरुआत होने पर पर्यटकों के आने की थी उम्मीद

वीजा पाबंदियों से भी परेशान: सरकार ने वीजा देना तो शुरू कर दिया है, लेकिन कोरोना संक्रमण के चलते लगाई गई पाबंदियों से इनबाउंड टूरिज्म पर असर पड़ना तय है। इससे पर्यटन कारोबारी परेशान हैं। सरकार केवल सिंगल एंट्री वीजा (सिर्फ भारत में घूमने की अनुमति) दे रही है, मल्टी एंट्री वीजा (भारत व आसपास के देशों में घूमने की अनुमति) नहीं दिया जा रहा है। कई देशों को ई-वीजा नहीं दिया जा रहा है। वीजा की अवधि 90 दिन से घटाकर 30 दिन कर दी गई है।

दीपावली बाद इनबाउंड ट्रिज्म का काम इंटरनेशनल पलाइट की शरुआत होने पर ही संभव था। सरकार ने इंटरनेशनल फ्लाइट को 30 नवंबर तक स्थगित कर जोर का झटका दिया है। आखिर कब तक खाली बैठे रहेंगे।

सुनील गुप्ता, चेयरमैन, नार्दर्न रीजन इंडियन एसोसिएशन आफ टूर आपरेटर्स

कुछ विदेशी पर्यटकों ने फ्लाइट की टिकट बुक कर यहां आना कंफर्म किया था। अब उनका यहां आना मुश्किल होगा। सरकार को इनबाउंड ट्रिज्म पर आश्रित पर्यटन कारोबारियों की स्थिति पर विचार करना चाहिए।

संदीप अरोडा, अध्यक्ष, आगरा टरिज्म डवलपमेंट फाउंडेशन



Monday, 8th November



'Hotels, better connectivity will propel Ayodhya tourism' crucial in propelling Ayodhya as a city of reputeon the tourism map. is important to retain the old world should be made into a two-night people that the Ram Temple was days of the year. "Now because of

Lucknow: The construction of the . Ram Temple has generated immense interest in the ancient city of Ayodhya but it may take a few years before it joins the league of heritage Ghattogetasense of what Ayodhya ence the old world charm, the local and spiritual destinations like Var- has to offer to tourists. The state goanasi, Prayagraj and Mathura. To-vernment has elaborate plans of ur operators visiting the city at the developing the city as a major tou- Association of Tour Operators. behest of the state government ahead of the Deepotsav have pointed out that the development of hotels, ting the sector among tourists for a were needed in the area, since peobetter connectivity, regulated while now Till now it was a city for ple had to otherwise stay in Lucktemple visits and sanitation are

On Tuesday, a team of 40 tour operators and travel bloggers visited Hanumangarhi, Ramjanmabhoomi, Kanak Bhawan and Saryu ristattraction.

pilgrims and devotees but now tou-

charm of the city. Old structures should not be demolished to modernise the city. People don't want to hya, Varanasi and Prayagraj sho-just visit the temple but also experi- uld be developed, especially as Varjust visit the temple but also expericulture, its people," said Ravi Gosain, the vice-president of the Indian

RK Arora of Sona Travels in "We have already been promo- Delhi said that several more hotels ple had to otherwise stay in Luck-now and travel 2.5 hours to visit Ay-mock Leisure Holidays from Beng-

destination, Arora said that a sector incorporating Lucknow, Ayodanasi and Prayagraj are also linked to Khajuraho.

Relating how a lot of queries regarding Ayodhya had started pou-ring in from south India, from where a massive number of donations have also come for the construction

still under construction as they benoj Matta of Oriental Vacations and Journeys Pvt Ltd said that stepping foot in the Ramjanmabhoomi was more important than actually

a tourist destination and not dependent on the Ram Temple. A festival stayed here," he said.

the hype around the temple, even lieve in the sanctity of the city. Ma- normal tourists and not just devotees are getting attracted to it. There is massive scope around here like the presence of Chhaapia, the birthplace of Swami Narayanan of seeing the temple since there were the Swaminath Temple, which is several temples already present in 40km away. Patanjali was born in necity.

neighbouring Gonda. There is a famous mazaar here and Guru Nasaid that Ayodhya has always been nak is believed to have visited Ayodhya. Swami Vivekanand has also

Friday, 12th November

Hindustan Times

Agra, Varanasi attract tourists again

become the favourite place for week-end getaways, foreigners are gradually arriving to keep tryst with Kashi ghats

Hemendra Chaturvedi /Sudhir Kumar

AGRA: In the post pandemic

AGRA: In the post pandemic period, outdoor activities are once again witnessing surging interest levels and tourism seems set to rebuild itself. Agra and Varanasi, the two prime tourist destinations in Uttar Pradesh, are back under the spotlight. While Agra has become a favourite destination for week-end getaways, Kashi plats are once again attracting foreign tourists. Though there are no foreign tourists visiting Agra since the outbreak of the pandemic in March 2020, the city of Taj gets flooded with visitors from nearby areas seeking weekend getaways. Tourism trade pundits attribute 70% of the inflow dis attribute 10% of the inflow from National Capital Region in and around Delhi. 'Unusual' jams on Yamuna Expressway on week-ends are ample illus-tration that Agra is definitely one of the most preferred weekend trip place after the second Covid wave subsided,

second Covid wave subsided. The extended Diwail week-end saw the city crowded with holiday-makers and on Sunday evening, the last day of holidays for Diwail, there was a kilome-tre-long queue at the toll plaza of Yamuna Expressway with a



Crowd of visitors at Taj Mahal on Diwali weekend. RANVIJAY SINGH

for Delhi got affected because of jam on the Expressway on Sunday. Availability of best connec-tivity (the 165-km Yamuna Expressway connecting Agra with NOIDA) and affordable accommodation also attract visitors from Delhi, Gurgaon, NOIDA, Ghaziabad and Farida-

NoIDIA, Ghaziabad and Farida-bad etc.

NoIDIA, Ghaziabad control Farida-bad etc.

This is a substantial for a couple of days' getaway in their own cars for a distance less than 200 kilome-tres and affordable rooms at quality hotels for family. Agra serves them all in this post sec-ond Covid wave scenario as hotels have shifted their focus from foreign tourists (alto-gether missing) to otherwise travel starved domestic crowd coming in abundance on week-ends to break the monotony," said Sandeep Arora, president of Agra Tourism Development Foundation.

"Easing of Covid cutbs has made people think of travelling a reasonable distance but in their own vehicle. There were budget category visitors to Agrain pre-Covid days too but with presence of foreign tourists in abundance, the star category hotels focused on guests with high paying capacity. The budget category visitor preferred a day's visit only and returned the same day after visiting Taj and a few other monuments." said Sunil Gupta, regional chairman (North), Indian Association of Tour Operators. "Easing of Covid curbs has

Indian Association of TourOperators.

The absence of foreign tourists has led to star category
hotels looking for domestic visitors and they have slashed prices, making them affordable
for average domestic visitors
looking for a couple of days
away from home. The familles
from NCR region include religious tourism too in their
travel and while staying in
Agra visit the twin cities of
Mathura and Vrindavan." said
Sandeep Arora.

Travel bureau owner Sunil Gupta echoed similar senti-ments, saying that 70 % of visi-tors reaching Agra on week-ends and during holidays were those from the National Capital Region.

those from the National Capital Region.

One cannot take away the credit from Taj Mahal for its beauty and charm which makes the monument worth Visiting on repeat occasions. Visiting on repeat occasions, the property of the control of the property of the control of the control because of crowd at the gates of Taj Mahal and something should be done about it," he said.

laj Manai and sometning should be done about it." he said.

Interestingly, Agra is also inhee with state capital Lucknow by an expressivaty but it seems that the weekend visitor prefers to travel less than 200 km in a day by his own vehicle which is easy using the 165 km-long Yamuna Expressway than the 305 km-long Agra-Lucknow Expressway; he said.

During the pre-Covid phase till February 2020, the Taj Mahal used to get 20,000 tourists per day with the average inflow falling to 10,000 in a day during summers and rising to 25,000 to 30,000 visitors per day in winters, revealed an official of the Archaelogical Survey of India at Taj Mahal, prevey of India at Taj Mahal, which the India at T

about 60 lakh visitors a year in pre-pandemic days.
With the outbreak of Covid, Taj Mahal gates were closed on March 17, 2020 and opened on September 21, 2020 with capping on the number of visitors. Only 5,000 tourists were allowed in a day with two slots of 2500 each in earlier and later half of day. However, as the situation eased, 10,000 and

then 15000 tourists were allowed by December 2020. With the onslaught of the second wave this year, Taj Mahal was again closed on April 16, 2021 and opened two months later on June 16, 2021 that with capping of not more than 650 tourists at a time. The curbs were again relaxed as the situation improved and average number of 15000 in a class in October this year but number of visitors rises to 25,000 to 30,000 on week-ends and holidays. The ASI official revealed that there were more than 25,000 tourists at Taj on Gandhi Jayanti and the number crossed 30,000 figure on Diwali holidays.

Foreigners back in Kashi

Foreigners back in Kashi
As life has returned to normal
post the Covid-19 pandemie, it
means the foreign tourists can
once again keep their tryst with
the ghats in Kashi.
Around 150 foreign tourists
visited Varanasi in the last two
months (September and October), according to a sentor officer, department of tourism.
Most of the foreign tourism,
All the control of the foreign tourists,
who visited Varanasi during
this period, were nationals of
USA, England, Israel, Poland,
Mozambique, Japan, Russia,
France, Germany and Roman,
"However, many of the tourists are travelling to Varanasi
from cities like Rishikesh, Bangalore and Delhi where they
were staying temporarily. They
mow prefer shorter journey as
they got stuck in many cities
when the Covid-19 had broken
out over 17 months ago," said
the officer.

According to the tourism department, many tourists also reached Varanasi via Nepal. Most of them spent around four to seven days and wenn beautiful to the present, and wenn they can be seen sitting on ghats.

On Monday, some foreigners were seen at Tulsi Ghat. They were enjoying traditional 'Naag Nathaiya Leela' being performed in river Ganga. It is held every year a few days after Deepawall. Naag Nathaiya depicts Lord Krishna's victory over serpent Kalia. A group of local artists of Kashi perform it in the middle of river Ganga. Regional tourism officer Keertiman Srivastava said, "Post Covid-19, around 100, "Graduallyth, the foreign tourists have started coming to Varanasi but their number is very small. I hope more tourists will wist the city in near future." He said that before March 2020 (when Covid-19 outbreak occurred), on an average, over 35,000 foreigners used to visit Varanasi every month during the peak season which begins in September and ends in the first week of March.



4. **Chapter News**

Segment 4 update sequence by date: 10, November

Wednesday, 10th November

The google drive link to high resolution images of IATO Ayodhya tour. These are images from 1-3 November

https://drive.google.com/drive/folders/1LshQWwwxJVIle5mn4Hy YFqGpHJ1eFCnc