## Nepal Civil Aviation Authority Act, 2053 (1996)

## **Date of Authentication**

8 Mangsir 2053 (Nov. 23, 1996)

Act No. 7 of 2053 B.S. (1996)

## An Act made to provide for the Establishment of

## the Nepal Civil Aviation Authority

<u>Preamble</u>: Whereas it is expedient to develop and expand civil aviation in Nepal and to provide for the establishment and operation of the Nepal Civil Aviation Authority in order to make the operation of air flights, air communication, air navigation and air transportation services for national and international air contacts safe, regular, standard and efficient,

Now therefore, the Parliament has enacted this Act in the Twenty Fifth year of the reign of His Majesty King Birendra Bir Bikram Shah Deva.

- **1.** Short Title, Extent and Commencement: (1) This Act may be called the "Nepal Civil Aviation Authority Act, 2053 (1996)".
  - (2) This Act shall extend throughout Nepal and also apply to the following aircraft and persons no matter wherever situated or stationed:
    - (a) A Nepali citizen.
    - (b) An aircraft registered in Nepal, and a person on board on such aircraft.
  - (3) This Act shall come into force on such date as Government of Nepal may, specify by Notification publish in Nepal Gazette.
- **Definitions**: Unless the subject or context requires otherwise in this Act,

- (a) "Authority" means the Nepal Civil Aviation Authority established under Section 3.
- (b) "Aerodrome" means any definite or limited area in water or on ground intended to be utilized wholly or in part for the landing or take off of the aircraft, and it also includes all buildings, sheds, aircraft, vessels and piers.
- (c) "Aerodrome area" means aerodrome or any place, building, shed, tower, aircraft, vessel, boat and pier with or without installation of any machine and communication or navigational air equipments intended for the purpose of operation and control of air flights or exchange of information and knowledge related therewith.
- (d) "Aircraft" means any machine which can derive support in the atmosphere from reactions of the air, and this term also includes balloons, whether fixed or not fixed with the land airships, helicopters, kites, gliders, hang gliders, micro light, balloons and any other flying machines.
- (e) "Permission for Air Flight" means permission granted for scheduled, non-scheduled, chartered, personal, emergency and diplomatic (air) flights.
- (f) "Plan" means a development plan related with air transport service and facilities under Section 6.
- (g) "Passenger Service Facilities" means all other facilities including postal service, bank (inclusive of money-exchange counter), insurance, telephone, duty free shop, curio shop, book shops, information center, cafeteria, toilet, passenger lounge, waiting lounge, retiring lounge, ticket inspection lounge, immigration and customs inspection lounge, security guards and porters for the security of passengers and for carrying their baggage, and

- baggage protection (locker), means of transportation to be made available in the aerodrome area.
- (h) "Institution operating air service" means a corporation, company, agent, firm or person established with the object of operating air transportation service undertaking the responsibility for carrying passengers, mail and baggage.
- (i) "Flying School" means an institute meant for imparting training to technicians concerned with the operation of civil aviation in subjects pertaining to civil aviation and imparting other similar types to technical knowledge, and this term also includes a flying club established with a similar object.
- (j) "Aircraft owner" means a person, company or association or corporation having ownership of any aircraft and this term also includes a manager or managing agent, if appointed, of such a company or association or corporation.
- (k) "Board" means the board of directors constituted under section 13.
- (l) "Chairperson" means the chairperson of the Board of Directors.
- (m) "Member" means a member of the Board, and this term also includes the member cum secretary of the Board.
- (n) "Director General" means the director general appointed under section 19.
- (o) "Prescribed" or "as prescribed" means prescribed or as prescribed in the Rules framed under this Act.
- **Establishment of the Authority**: (1) This civil Aviation authority of Nepal has been established in order to make the operation of national and international flights, air communication, air navigation and air transportation services safe, regular, standard and efficient.

- (2) The Authority shall be called "Civil Aviation Authority of Nepal" and abbreviated as "C.A.A.N."
- (3) The Head Office of the Authority shall be located in Kathmandu.
- **4.** The Authority to be an Autonomous Body: (1) The Authority shall be an autonomous and corporate body with perpetual succession.
  - (2) The Authority shall have a seal of its own.
  - (3) The Authority may, as a person, acquire, use, sell or purchase or manage movable and immovable property.
  - (4) The Authority may, as a person, sue in its name and be sued upon in the same name.
- **Functions, Duties and Powers of the Authority**: In addition to the function, duties and powers mentioned elsewhere in this Act, the functions, duties and powers of the Authority shall be as follows:
  - (a) To grant, as prescribed, permission and issue certificates or to suspend or cancel the same of the institution operating air service operated under the prevailing law.
  - (b) To grant, as prescribed, permission and certificates or to suspend or to cancel the same of flying school in accordance with the prevailing law.
  - (c) To grant permission, as prescribed, to institutes entitled to undertake overhauling including manufacture, repairs and inspection of aircraft and spare parts of aircraft in accordance with the prevalent law and to grant, as prescribed, license, efficiency rating and certificates to technicians engaged in such institutes, to renew, to cancel, to suspend or to return and to prescribe requisite qualifications and to conduct examinations for granting such license, efficiency rating and certificates.

- (d) To grant, as prescribed, license, efficiency rating and certifications, as prescribed, to operate air service and to renew, to cancel or to return, the same and to prescribe necessary qualifications and to conduct examinations for granting such license, efficiency rating and certificates.
- (e) To recognise the license, efficiency rating and certificates pertaining to subjects relating to the operation of air service awarded by a member nation of International Civil Aviation Organization or association or institute duly authorized by such nations, and to the institutes authorised to overhauling including repairs and test of aircraft for overhauling including repairs and test of Nepali aircraft.
- (f) To register aircraft, as prescribed, and to engrave markings.
- (g) To grant, as prescribed, certificate of air worthiness to the aircraft, to renew and cancel it.
- (h) To prescribe conditions for the flight of aircraft, carrying passengers, mail and baggage and for the use of aircraft for other works relating to industrial business.
- (i) To inspect aircraft, hangar, flight of aircraft and the arrangements relating to operation of air service and the place for overhauling including repairs and examination of aircraft.
- (j) To specify, save the area and place prohibited by Government of Nepal in accordance with the prevalent law, the conditions for the entry of aircraft into Nepal, for the flight over Nepal, air routes and the place for the landing of aircraft.
- (k) To provide for fire prevention and life-saving services at aerodrome and within the aerodrome area, and to coordinate the search and rescue operations.

- (l) To conduct and cause to conduct ground handling services at the aerodrome.
- (m) To undertake visual and instrumental flights, and to prescribe the requirements of aeronautical charts, to prepare and bring in practice such maps, and to exchange information pertaining to weather.
- (n) To own and use aircraft in order to conduct technical test of air transportation service and subjects related therewith.
- (o) To provide air traffic service, flight information service, alerting service, air traffic advisory service, air traffic control service, air navigation service and facilities, area control service, approach control service and aerodrome control service.
- (p) To prescribe the units of measurement to be used in connection with air communication, and to prescribe the signal used for the sake of communication by aircraft or in aircraft and the instrument to be used for giving such a signal.
- (q) To control the sound of aircraft and to restrict pollution in air and the environment to be caused by the operation of aircraft.
- (r) To prevent and control and to prescribe the limits for carrying dangerous goods and commodities by aircraft.
- (s) To grant permission for air flights and to prescribe the functions, duties and the flight and leisure time for pilots.
- (t) To offer advice to Government of Nepal with regard to fixing passenger fare and freight for carrying goods to be charged in the operation of air transportation service.
- (u) To use or allow to be used aerodrome, aerodrome area and facilities available there in a specified way yielding maximum economic profit and utility.

- (v) To enforce and cause to be enforced, as per necessity the standards and recommendations (appendixes and documents) adopted by the International Civil Aviation Convention and ratified by Government of Nepal, and framed under that convention and decided by the International Civil Aviation Organization (I.C.A.O.)
- (w) To get insured, as per necessity, the properties owned by the Authority including buildings, aircraft, machines, equipments etc.
- (x) To discharge and cause to be discharged such other functions as prescribed by Government of Nepal.
- **Service and Facilities Development Plan:** In order to make the operation of air flights, air communication, air navigation and air transportation services safe, regular, standard and efficient the Authority may formulate and implement air transportation service and facilities development plan relating to the following matters:
  - (a) To construct, reconstruct, develop, expand and repair and maintain an aerodrome. Prior permission of Government of Nepal shall have to be obtained in order to construct such a new aerodrome. In the course of construction, reconstruction, development and expansion prior approval of the concerned department shall have to be obtained after the appraisal of the environmental impact assessment.
  - (b) To cause the operation of air transportation service.
  - (c) To provide for communication and navigational aid equipments and other machines and instruments required for aerodrome, aerodrome area and air routes and places related thereof.

- (d) To bring into practice and cause to bring into practice the developed and ultra-modern techniques relating to the operation of air transportation service.
- (e) To develop and expand national and international air routes.
- (f) To provide the essential standard passenger service and facilities to the passengers.
- (g) To provide and cause to provide for standard training and studies with a view to preparing trained human resource in the area relating to air transportation service and facilities development plan.
- (h) To discharge functions related to air transport, civil aviation, aerodrome and aerodrome area in order to support the tourism industry.
- (i) To do and cause to do other works ancillary to the above mentioned functions.
- 7. <u>Be Prohibited, Regulated or Directed</u>: (1) With a view to implementing a plan the Authority may, as per necessity, prohibit, regulate or direct in regard to the matters mentioned below:-
  - To provide for lighting at aerodrome, aerodrome area and air routes or in their surroundings.
  - (b) To ask the owner and possession of the house or land which is situated at aerodrome or aerodrome area and in the air route to arrange lighting and to pay the expense incurred out of it.
  - (c) To prescribe the terms and conditions to be complied with in case anybody constructs or erects any building, tower, pillar etc. or makes the

- arrangements for lighting on the land at aerodrome or in aerodrome area and under air route.
- (d) To impose restrictions on constructing, erecting or increasing the height of any building, house, shed, tower, pillar, tree or any other thing taller that height mentioned in the terms and conditions imposed by clause (c), or to cause for full or partial destruction, uprooting or cutting of such a building, house, shed tower, pillar tree etc.
- (e) To make necessary arrangements for the safety of any other property or machines, or instruments including aircraft located at aerodrome or in aerodrome area.
- (2) Keeping in view air safety as per Sub-section (1) the Authority may impose conditional restrictions, on the use of any body's movable and immovable property located at aerodrome or in aerodrome area. And while deciding about such restrictions or issuing a notice or an order in that regard the reasons for imposing restrictions shall have to be mentioned clearly.
- **Power to enter into other's house and land**: (1) In case it is necessary to enter into any body's house and land in the surrounding area of aerodrome or under air route in connection with any work of the Authority, an officer specified by the Authority may enter into there after giving prior notice to the person using such house and land.

Provided that, in order to avert any accident or to make necessary repairing of any instruments installed at such a house or land, or if there be any other justifiable reason, any employee of the Authority may enter into such house and land at any time even without giving a prior notice.

- (2) An official or employee of the Authority, who enters any body's house or land in order to discharge any function under Subsection (1), shall have to submit a report to the Authority at the earliest on the works he/she has performed in such house of land.
- **To Acquire land**: (1) If any land required for the implementation of a plan is in the ownership or possession of anybody, Government of Nepal may acquire and make it available to the Authority by enabling it to pay the compensation for the same.
  - (2) While acquiring land under Sub-section (1) the relevant procedure of the prevalent law shall have to be adhered to.
- **10.** <u>Financial Source to be managed</u>: (1) The Authority may, by exercising the following powers, manage financial sources required for discharging its functions:-
  - (a) To take loans and grants from national associations, institutions, banks or persons.
  - (b) To take loans and grants from foreign Governments and foreign or international associations and institutions subject to securing permission of Government of Nepal.
  - (c) To invest the amounts lying in the fund of the Authority.
  - (d) To conduct flights of aircraft owned by the Authority to a limited extent for income generation.
  - (e) To collect charges as prescribed for landing, housing, ground handling or parking of aircraft at an aerodrome or in an aerodrome area owned by the Authority or for parking other means of transportation.

- (f) To collect charges as prescribed in case any aircraft overflies over the territory of Nepal.
- (g) To collect charges as prescribed for the use of communication and navigational aid equipments service facilities by any aircraft flying within the aerial territory of Nepal.
- (h) To collect cargo freight for carrying goods to be imported from foreign countries to Nepal by the aircraft.
- (i) To collect passenger service facilities charges as prescribed for providing essential standard passenger service facilities to air passengers.
- (j) To collect charges as prescribed for granting permission, rating of efficiency and certificates relating to the areas concerning the operation of air service, for renewing or for conducting test for the same.
- (k) To collect entry fees as prescribed from visitors entering into the terminal building of an aerodrome under the ownership of the Authority.
- (1) To collect fees as prescribed for providing fire prevention and life saving services for rescue and protection of aircraft, air passengers and their property and baggage.
- (m) To collect charges and fees as prescribed from the persons conducting trade and business as specified including sale of air fuel and duty free shops at an aerodrome and in an aerodrome area, providing flight catering service to passengers on board, cargo

- handling service, passenger limousine service, ground handling etc.
- (n) To collect rent and fees as prescribed from the persons conducting trade and business and engaged in advertising and publicity at an aerodrome and within the aerodrome area.
- (o) To collect charges as prescribed for providing facilities of electricity, drinking water, telephone, telex, fax etc. at an aerodrome and within the aerodrome area.
- (p) To collect additional fees as prescribed for keeping an aerodrome and the aerodrome area open for a period of time longer than the fixed one.
- (q) To collect charges and fees for providing other services as prescribed.
- (2) As for a person who fails to pay charges and fees as per sub-section (1) within the prescribed time limit, additional charge and fee as prescribed may be collected.
- 11. Restrictions may be imposed on the use of Service and Facilities: In case rent and fee due to the Authority for utilizing service facilities under Section (10) are not reimbursed or paid, the Authority may impose restrictions on the use of such services and facilities.
- **12. Joint Investment**: The Authority may operate plans and programmes under joint investment with national and foreign investors subject to obtaining prior permission from the Government of Nepal.
- **Constitution of the Board of Directors**: (1) A board of directors comprising of a chairperson and the members as mentioned below shall be constituted for the operation, supervision and management of all the functions of the Authority.

- (a) Minister or Minister of State of
  Tourism and Civil Aviation or a
  person specified by the
  Government of Nepal
- Chairperson
- (b) A representative, Ministry of

  Tourism and Civil Aviation -Member
- (c) A representative, Ministry of
  Finance Member
- (d) One person nominated by

  Government of Nepal from among persons belonging to the private sector or association or institution and having special knowledge and experience of the tourism industry
   Member
- (e) One person nominated by
  Government of Nepal from
  among the persons having special
  qualifications relating to Civil
  Aviation Member
- (f) Two persons nominated by
  Government of Nepal from
  among the directors of the
  institutions operating air service
  including the private sector
  engaged in the operation of
  airlines service
- (g) Director General Member-cum
  Secretary

- Member

- (2) Government of Nepal may add or reduce or change the chairperson and the members of the Board of Directors by publishing a Notification in the Nepal Gazette.
- (3) The Board may, if it deems necessary, nominate any expert or consultant as observer-cum-member of the Board for a specified period.
- (4) The tenure of the Chairperson and the members nominated under Clauses (a), (d), (e) and (f) of Sub-section (1) shall be of Four years.

Provided that, Government of Nepal may, if it so desires, renominate the chairperson or the member who tenure has expired.

- (5) The Board of directors constitute under Sub-section (1) shall exercise all the powers and carry out the duties vested in the Authority as per this Act and the Rules framed there under.
- 14. <u>Disqualification of Members</u>: (1) The chairperson and any member of the Board of directors constituted under Section 13 may be disqualified to continue in their posts in any of the following circumstances:
  - (a) Removal by the Government of Nepal,
  - (b) Expiry of the tenure,
  - (c) Tendered resignation accepted by the Government of Nepal, and
  - (d) Death.
  - (2) In case the post of the Chairperson or any member falls vacant other person may be nominated for the remaining period of the tenure.
- **Meeting of the Board**: (1) The meeting of the Board shall be held generally once in every Two months.

- (2) The meeting of the Board shall be held on such date, time and place as specified by the chairperson.
- (3)The quorum for the meeting of the Board shall be deemed as complete if more than Fifty percent of the total numbers of the members of the Board are present.
- (4) The chairperson shall preside over the Board meeting, and during his absence a person appointed by him shall preside over the meeting.
- (5) The majority opinion in the Board meeting shall be valid, and in case the votes are equal the chairperson shall record a casting vote.
- (6) The member-cum-secretary shall have to record the matters discussed and the decision taken in the Board meeting in the Minute and shall get it signed by the members attending the meeting.
- (7) The Board may itself decide other procedures regarding the board meeting.
- **16.** Functions, Duties, Powers and Perks of the chairperson: (1) The Functions, duties and power of the chairperson shall be as follows:
  - (a) To decide the order of priorities of the matters to be discussed in a meeting.
  - (b) To follow up and evaluate and cause to follow up and evaluate the plans and programmes conducted by the Authority and to issue necessary directives in that regard.
  - (c) Save as mentioned in this Act or the rules framed there under and in special circumstances, to issue necessary directives to do or to get done any Act whatsoever in order to achieve the objective of the Authority.

- (d) To conduct and cause to conduct the business of the Authority in an organized, efficient, profitable and regular manner.
- (2) The perks to be received by the chairperson shall be as determined by the Government of Nepal.
- **Transactions Not to be Invalid**: Even though there is any drawback in the constitution of the Board or the post of any member is vacant, no transaction made by the Board shall be invalid only for that reason.
- **18.** <u>To follow Business Principles</u>: Taking into consideration the safety and interests of the business of air service operation and air passengers, the Board shall follow the business principles while discharging the functions of the Authority.
- 19. <u>Director General, Advisor and other Employees</u>: (1) Government of Nepal shall appoint normally any employee working in the service of Government of Nepal or that of the Authority as the Director General in order to carry out the functions of the Authority as the Executive Chief.
  - (2) The tenure of the Director General shall be of four years, and he/she may be eligible for reappointment if Government of Nepal so desires.
  - (3) Notwithstanding anything mentioned in Sub-section (2), Government of Nepal may, if it so desires, remove the Director General from his post even before the expiration of his term.
  - (4) The Authority may appoint other Advisor and employees as per necessity.
  - (5) The terms and conditions of services and facilities of the Director General, Advisor and other employees of the Authority shall be as prescribed.

- **20.** Functions, Duties and Powers of the Director General: The functions, duties and powers of the Director General shall be as follows:
  - (a) To carry out general administration and conduct is management of the Authority.
  - (b) To provide and cause to provide for the supervision and control of the fund of the Authority and management and maintenance of the property.
  - (c) To prepare and submit to the Board the annual program and plan of the Authority.
  - (d) To prepare the details of the annual income and expenditure and the supplementary income and expenditure of Authority.
  - (e) To implement the budget, plan and program approved by the Board.
  - (f) To provide for the internal and final audit of the Authority.
  - (g) To act as a liaison officer between the Authority and the Government of Nepal and other bodies.
  - (h) To prepare and submit to the Board for approval a draft of the rules relating to terms and conditions of the service of the employees of the Authority.
  - (i) To prepare and submit to the board for approval a draft of the Rules relating to the financial administration of the Authority.
  - (J) Liaison and coordinate and cause to do so among the offices under the Authority.
  - (k) To discharge functions in accordance with the powers delegated and the instructions issued by the Authority.
- **21. <u>Air Security Guards:</u>** (1) The Authority may provide for air security guards as per the needs for the security of aerodrome and aerodrome areas.

- (2) So long as the arrangements for air security guards are not made as per Sub-section (1) Government of Nepal shall make such security arrangements.
- **Restrictions on Chairperson, the Members, Director General, the Advisors and Employees of the Authority**: The Chairperson, members, Director General, Advisors and employees of the Authority shall not be eligible to be a party to any transactions or contracts or lease with the Authority.
- **23. Fund of the Authority**: (1) There shall be a separate fund of the Authority. The capital of the Authority and the amounts received in the form of loans and grants and under Section 10 and 12 shall credited to that Fund.
  - (2) All the expenses of the Authority shall be charged on the Fund mentioned in Sub-section (1).
  - (3) The Fund of the Authority shall be operated as prescribed. So long as the Rules governing the operation of the Fund are not framed the fund shall be operated as decided by the Board.
- **24.** Accounts and Audit: (1) The accounts of the Authority shall be maintained as per the format approved and the procedure prescribed by the Board.
  - (2) The accounts of the Authority shall be audited by the Auditor General or an auditor appointed by him/her.
- **Punishment**: (1) If anybody does anything regulated or prohibited by the Authority pursuant to Section 7 without obtaining prior permission from it or contrary to any terms, if any prescribed by the Authority in the course of granting permission, the Authority may subject such person to a fine upto Fifty Thousand Rupees.

- (2) If anybody obstructs the works done or to be done by the Authority under this Act, the Authority may subject such a person to a fine up to Ten Thousand Rupees.
- (3) If anybody does any work contrary to an order or instruction issued by the Authority under this Act, the Authority many subject such a person to a fine up to Twenty Five Thousand Rupees.
- (4)If anybody does any work, except those mentioned above, contrary to the Act or the Rules framed under this Act, the Authority may subject such a person to a fine up to Ten Thousand Rupees.
- **Protection of Good Faith**: The Chairperson, member, the Director General and other employees of the Authority shall not be held personally liable for any loss or damage caused by any act committed or to be committed with good faith in course of discharging their duties under this Act or the rules framed there under.
- **To be Recovered as good as Government Dues**: The Authority may recover as Governmental dues the charges, fares and compensation to be recovered from any person or institution as per this Act or the rules there under as good as the government dues.
- **Delegation of power**: The Board may, as per necessity, delegate the powers vested in it under this Act or the rules framed there under to any member of the Board, Director General or any officer of the Authority.
- **29.** Powers of Government of Nepal: (1) If the Authority commits or is likely to commit any act contrary to this Act or the rules framed there under Government of Nepal may issue an order preventing such an act.
  - (2) Government of Nepal may invalidate an order, fully or partially issued by the Authority under the Act in the light of public interest.
  - (3) Government of Nepal may, by publishing a notification in the Nepal Gazette, grant waiver to any particular aircraft or person or class

on specified conditions with regard to any or all fares or freights payable to the Authority by aircraft or air passenger as per Section 10.

- (4) If the Authority does not perform the acts or does not discharge the duties prescribed in this Act or does not abide by the orders issued by Government of Nepal, or misappropriate the assets or if the continuation of the Authority is not deemed essential due to any other reason, Government of Nepal may dissolve the Authority.
- (5) If the Authority is dissolved under Sub-section (4) its ownership, liabilities and assets shall be transferred to the government of Nepal.
- **Transfer of Assets and Liabilities**: (1) The assets of air transportation service and facilities development plan operated by Government of Nepal prior to the commencement of this Act shall be assessed by Government of Nepal after the commencement of this Act and transferred to the Authority in the form of Capital investment of the Government of Nepal.

Provided that, if the transfer is to be made even before to the completion of the plan the assets of such project shall be assessed only after the completion of that plan.

- (2) While transferring, under sub-section (1), a plan operated with loans received from foreign Government, foreign or international association or institution to the Authority, it shall be transferred on the condition that the Authority shall be liable to pay the required amounts to Government of Nepal on the terms prescribed by Government of Nepal for the sake of the capital and the interest payable by Government of Nepal on such loan.
- (3) While transferring, under Sub-section(1), to be Authority the plan operated with the assistance or grants received from foreign country, foreign or international association or institutions, or operated

- by Government of Nepal on expenses borne by it, the assets of such a plan shall be treated as the capital investment of Government of Nepal.
- The Authority may issue Orders or Instructions: For the management of passengers' service, facilities and security, the security of aerodrome and aerodrome area, the security of aircraft, the security of persons and equipments concerned with air flights and such acts, the Authority or a person authorized by the Authority may issue necessary orders or instructions to the Governmental or non-Governmental persons working within an aerodrome area. It shall be the duty of all concerned to abide by the orders or instruction thus issued.
- The Employees of Government of Nepal may be voluntarily

  Converted into the service of the Authority: (1) Within three
  months from the date of approval of the Rules relating to the service,
  conditions and facilities of the employee of the Authority all employees
  of Government of Nepal (employed in the Aeronautic Department and
  thereunder) shall have to indicate to Government of Nepal their choice
  in writing whether they wish to continue in Government service or to be
  converted into the service of the Authority.
  - (2) Government of Nepal shall convert the employees engaged in the Government service into the service of the Authority based on the information received under Sub-section (1).
  - (3) The employees engaged in Government of Nepal may be deputed in the service of the Authority for a period till the conversion into the Authority's service is made under Sub-section (2).
- **Instructions may be Issued**: Government of Nepal may issue instruction to the Authority in regard to the matters considered necessary in the course of implementation of this Act, and it shall be the duty of the Authority to comply with such instructions.

- **Power to Frame Rules**: In order to implement the objectives of this Act the Authority may frame required Rules, and those rules shall come into force only after being approved by Government of Nepal.
- 35. <u>Guidelines may be framed</u>: Subject to this Act and the Rules there under Authority may frame and enforce guidelines in order to implement the rules and standards set up by the international organizations, and it shall be the duty of all concerned to comply with such a guidelines.
- **36.** <u>Liaison with Government of Nepal:</u> The Ministry of Tourism and Civil Aviation shall liaison the Authority with Government of Nepal.
- **The Prevalent Law to Prevail**: All the matters mentioned in this Act shall be dealt with in accordance with this Act, and as for other matters the prevalent law shall prevail.
- **Repeal and Saving**: (1) The Air Flight Tax Act, 2018 (1961) has been repealed.
  - (2) All the acts done by Government of Nepal in regard to air transportation service prior to the commencement of this Act shall be treated as performed under this Act.