

# Key considerations defining the market power



## *What to consider*

## *Why is it important*

## *Best practice*

What is an airport ?	<ul style="list-style-type: none"> <li>An airport is an essential infrastructure</li> </ul>	<ul style="list-style-type: none"> <li>Characteristics of a Common Good.</li> </ul>
State ownership	<ul style="list-style-type: none"> <li>State ownership/protection reduces the risk</li> </ul>	<ul style="list-style-type: none"> <li>Equity beta is reduced</li> </ul>
Systematic risk	<ul style="list-style-type: none"> <li>When market power increases, the systematic risk decreases</li> </ul>	<ul style="list-style-type: none"> <li>Value of asset beta is reduced</li> </ul>
Till mechanism	<ul style="list-style-type: none"> <li>Dual Till has no economic justification</li> </ul>	<ul style="list-style-type: none"> <li>Only Single Till should be allowed</li> </ul>