

22.

Neutral Unit of Construction.

Since various currencies exist in the world it would be ~~different~~ difficult if not impossible to calculate international calculation IATAA has devised and called Neutral Unit of Construction (NUC)

In tariff books like the ~~patch~~ most of the fares in tariffs are published both in local currency as well as (NUC). All fare calculations will first have to be done in NUC only and then the final total amount will have to be converted into the currency of "country of origin"

For such ~~conversion~~ conversion that is NUC of local currency or local currency to NUC rates of exchange are stipulated IATAA rate of exchange (IROE)

After multiplying the NVC ~~after~~ with the IROc the answer so arrived at is subjected to rounding off the principle for which and applicable rounding of unit is applied, rounding of unit are sub divided into two types!

1. one for fares
2. other for taxes.

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Indian Rupee - INR - H D ₅

USA Dollar - USD - H D _{1 2}

UK → Great Britain Pound - GBP - H D _{1 2}

Euro - EUR - H D _{1 2}

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Convert .

The final rounded of cost subject should be subjected to minimum required decimal places.

Convert NVC 1234.56 into INR
IROE 45.595000 (H D)
5 0

= INR 56289.7632
INR 56290

Q Convert the following NVC into the local currency as per the given IROE and minimum decimal places.

1. NVC 1802.23 IROE 45.595000 H D
5 6

8 INR 82172.676
INR 82175

2.

2. NVC 1802.23 IROE 282.320000
H, 00 D.

INR 508805.5

INR 508900

3. NUC 1802.23 IROE 52.4500

H 1
20 0

IMR 94526.963

IMR 94540.

Round of unit NUC is to retain the first to decimal places as there are without rising or lowering and to ignore the second decimal places.

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