

# IATA Update IPACG/48

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# Industry risks highlighted for 2023



Source: IATA Sustainability and Economics



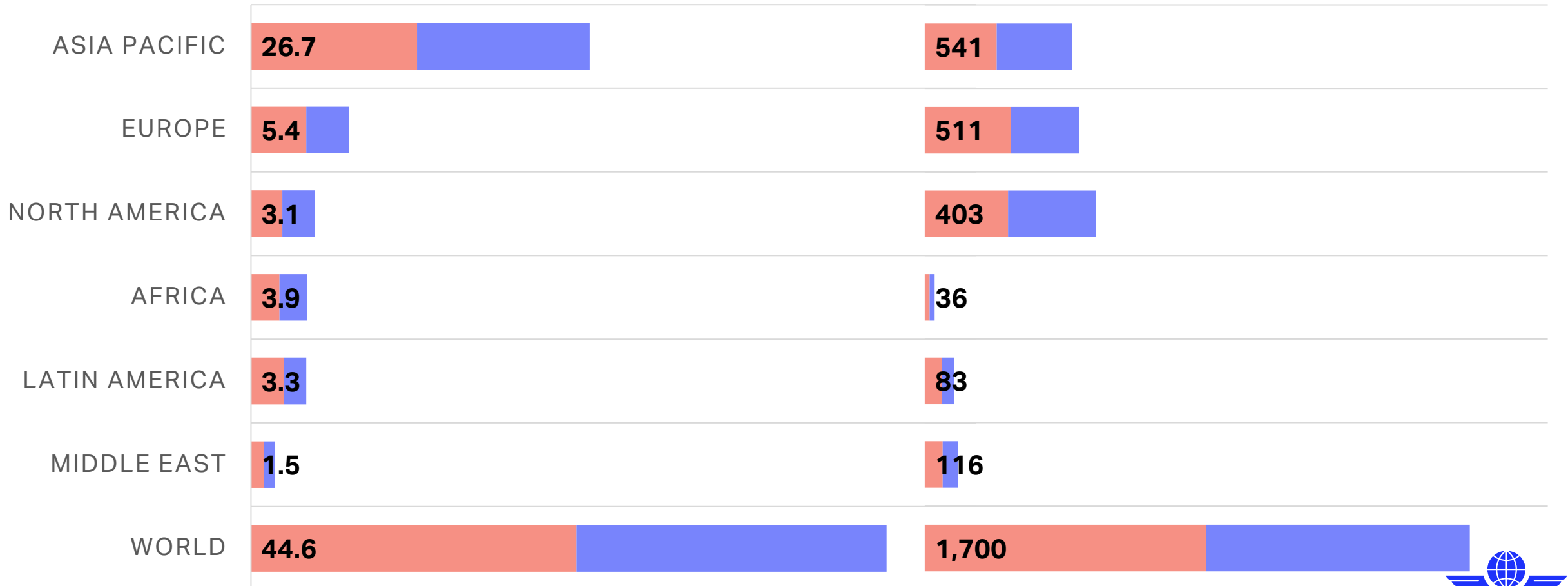
# Jobs and GDP lost by end-2021 due to COVID-19

## Employment supported by air transport at risk

Full Time Equivalents, millions

## GDP supported by air transport at risk

USD, billions

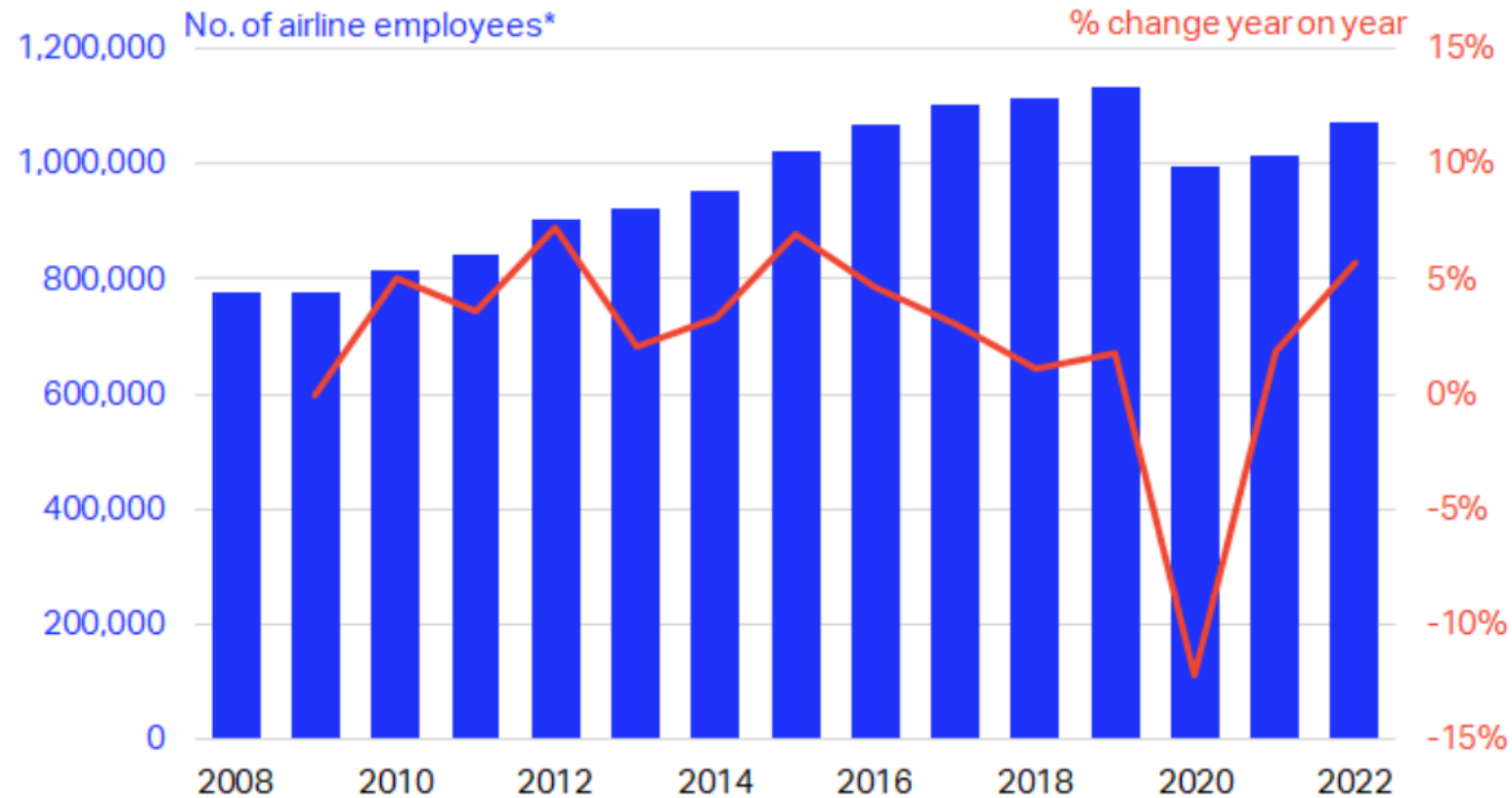


Source: IATA Economics using data from ATAG (2020).

Note: Economic impacts measure direct, indirect, induced and tourism catalytic impacts.



# Industry employment yet to fully recover from the pandemic

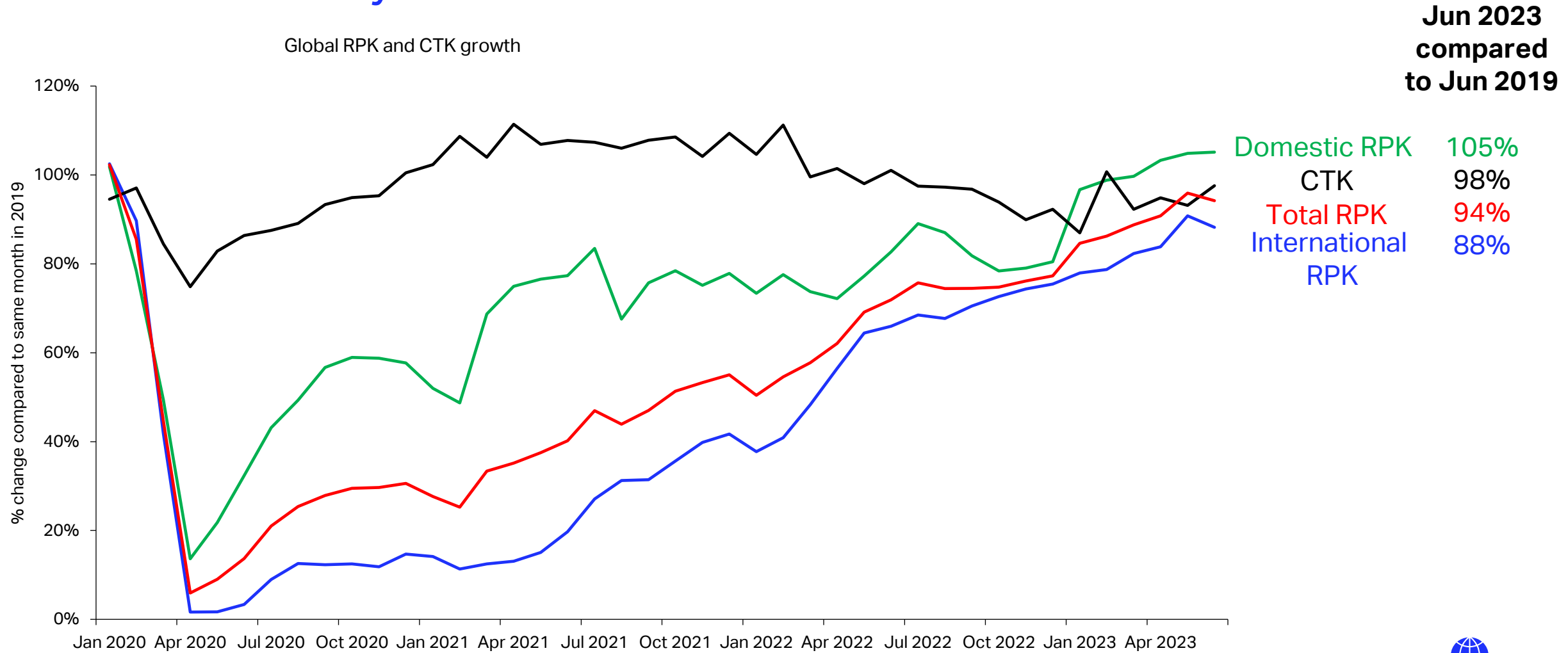


Source: IATA Sustainability and Economics

\* Top 25 airlines from AATS, constant sample 2008-2022

# Recovery remains on track

## RPKs are currently at 94% of 2019 levels



Source: IATA Monthly Statistics







**USD 803 billion**

revenue in 2023

**USD 781 billion**

expenses in 2023

**USD 22 billion**  
Operating profit in 2023

- Revenue + 9.7% YoY versus Expenses +8.1% YoY
- Pax Yield -1.1% in 2023 versus +9.8% in 2022





**USD 9.8 billion**

**Net profit in 2023**

**= 1.2% margin**





	USD bn
<b>North America</b>	<b>11.5</b>
<b>Europe</b>	<b>5.1</b>
<b>Middle East</b>	<b>2.0</b>
<b>Africa</b>	<b>-0.5</b>
<b>Latin America</b>	<b>-1.4</b>
<b>Asia Pacific</b>	<b>-6.9</b>



**USD**  
**-1.10**

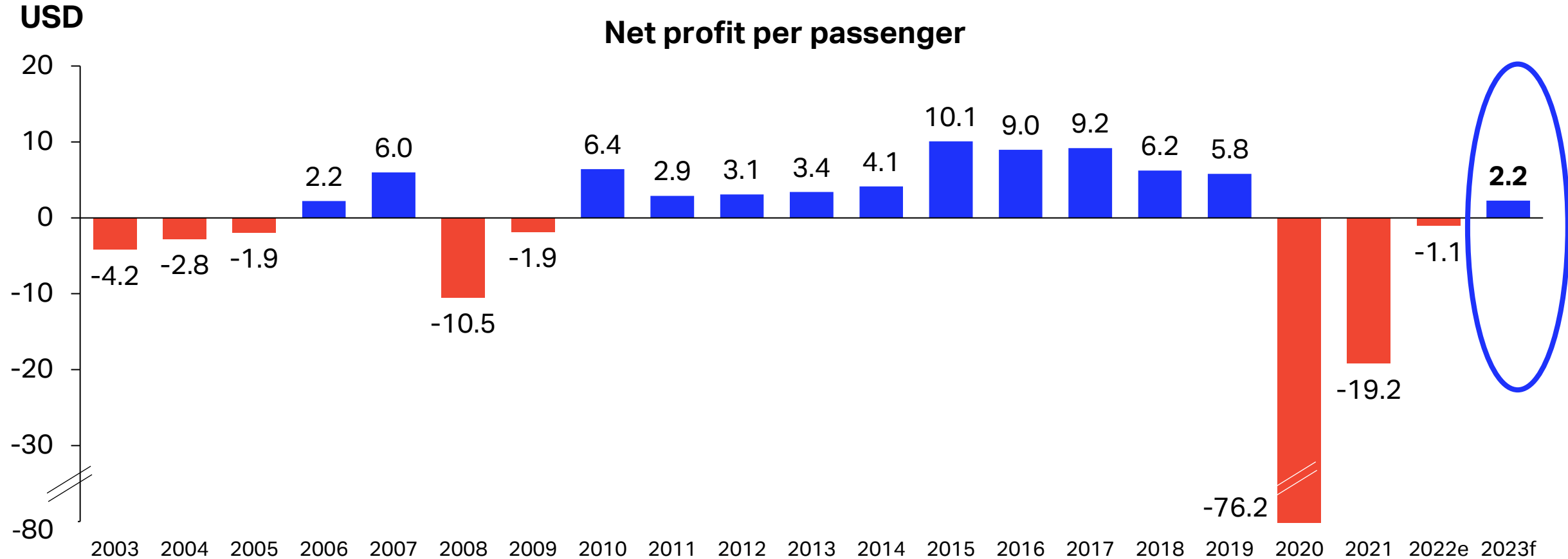
**Per passenger in  
2022 and 2023**

**USD**  
**2.25**



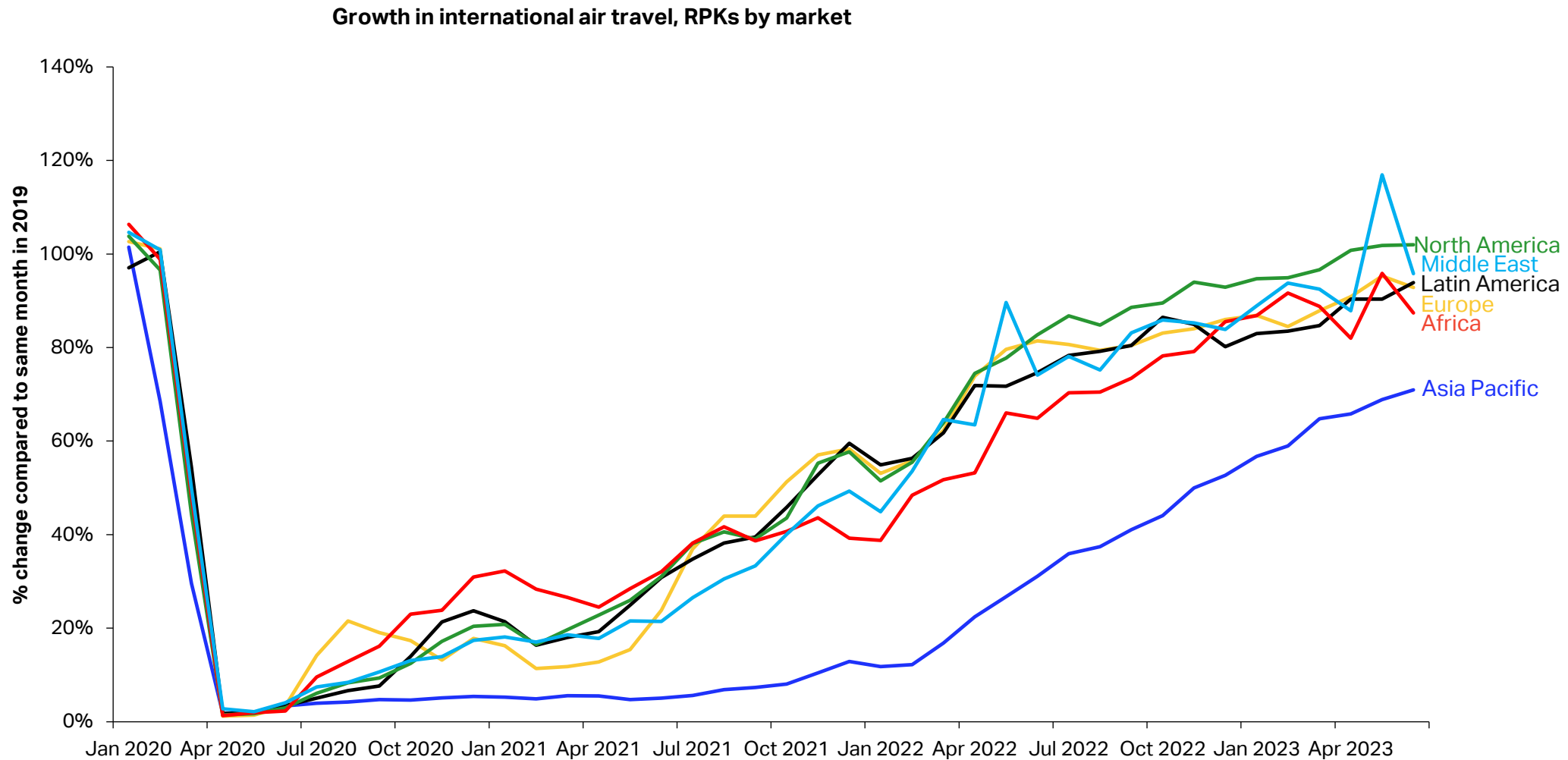


# Profits per passenger = USD 2.2





# International traffic on the rise

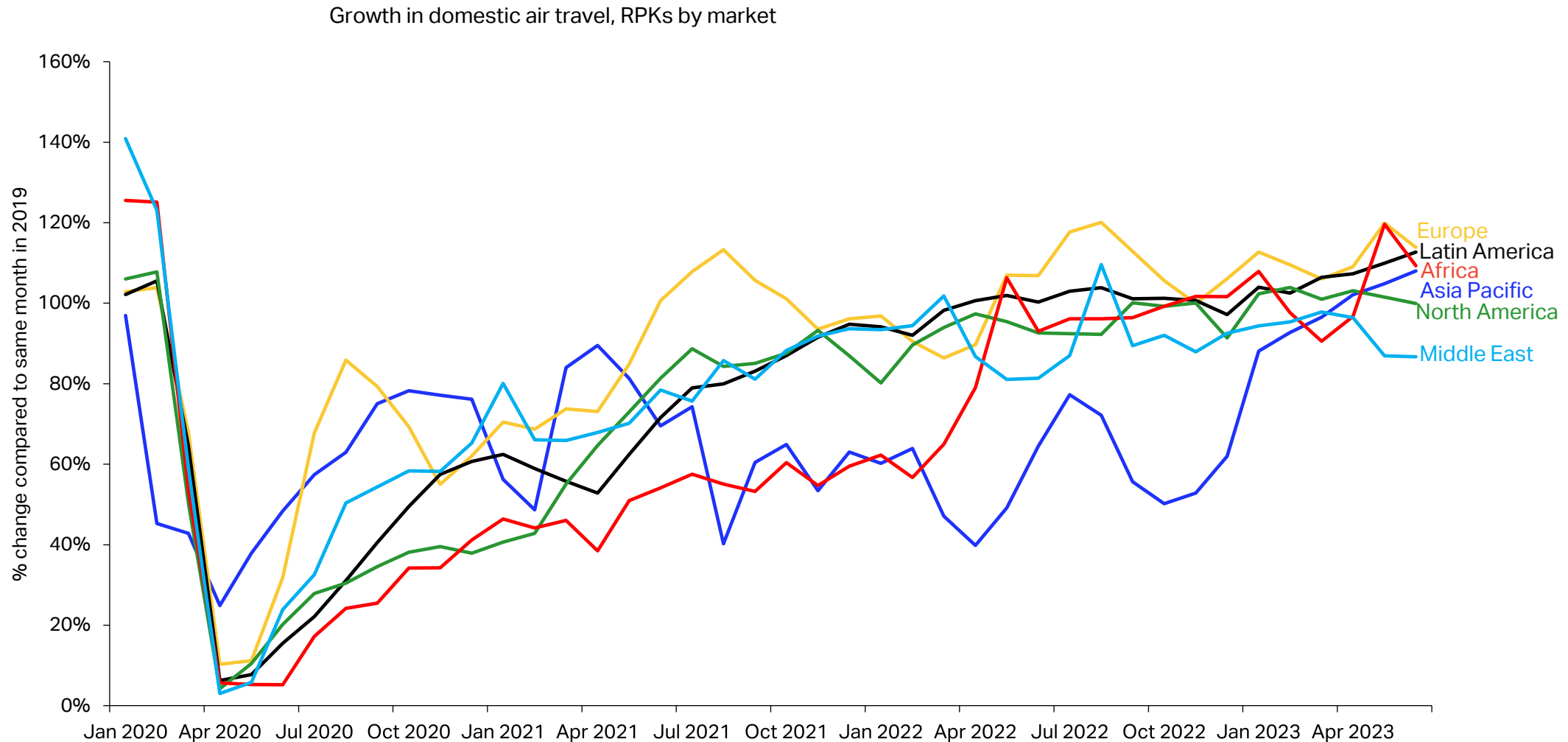


Source: IATA Monthly Statistics; traffic by **airline region of registration**





# Domestic traffic has recovered

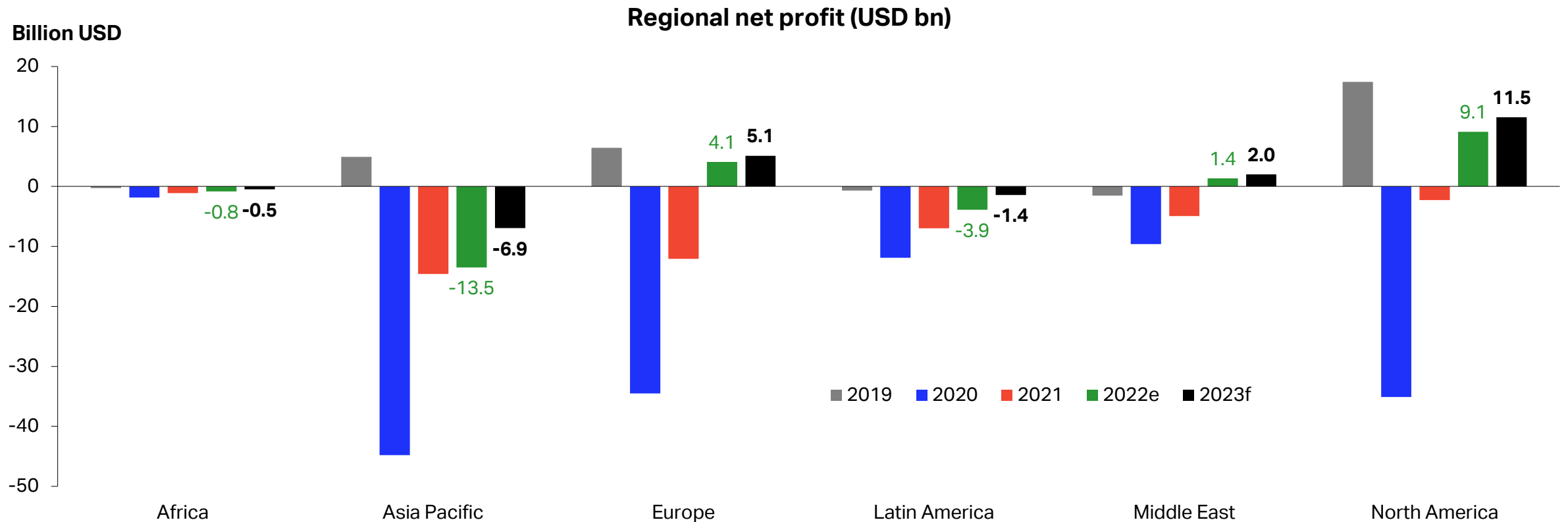


Source: IATA Monthly Statistics; traffic by **airline region of registration**



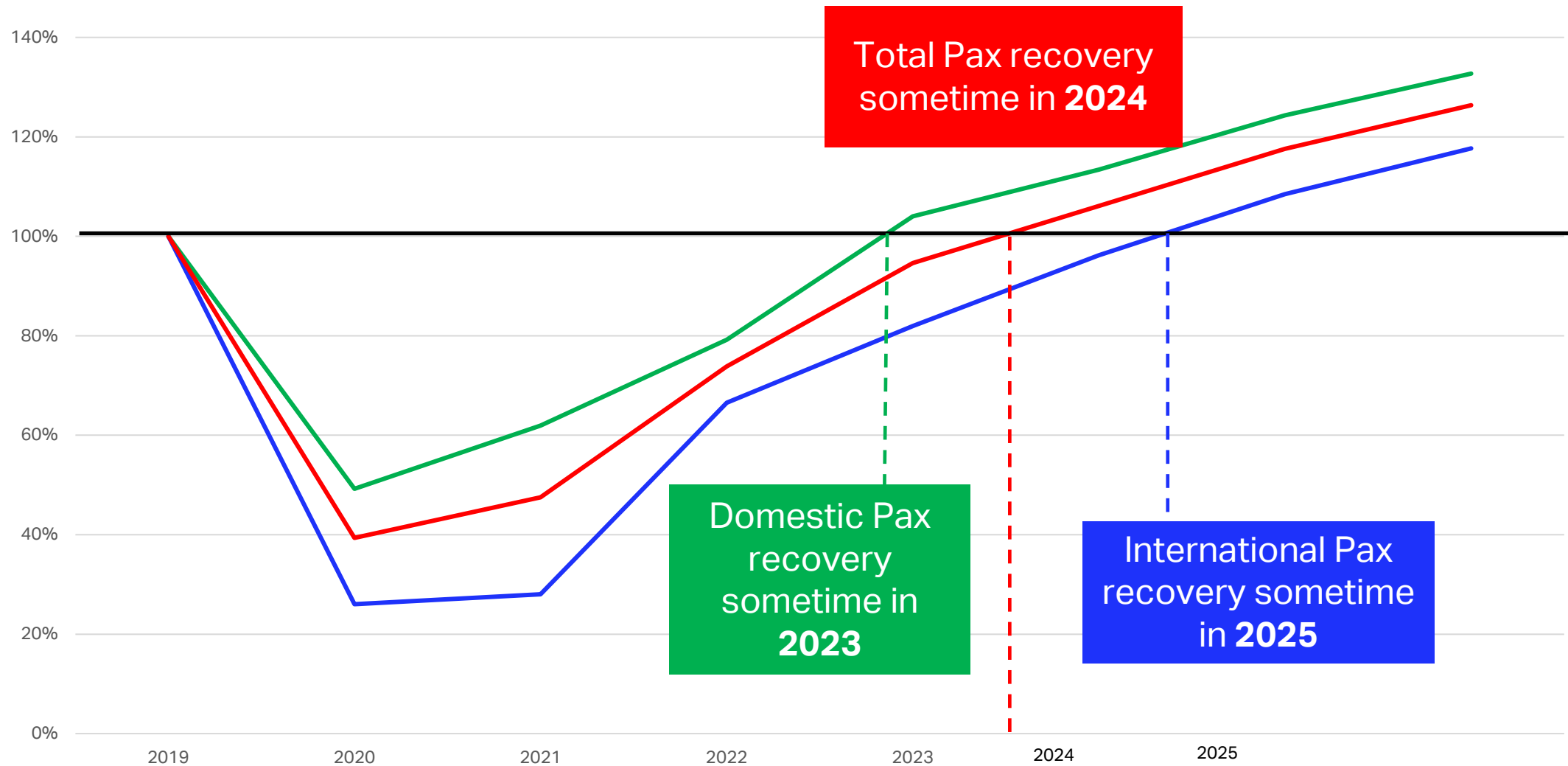
# Financials improve in all regions, but differences remain

## Profit performance led by Nth America, Europe & Middle East carriers



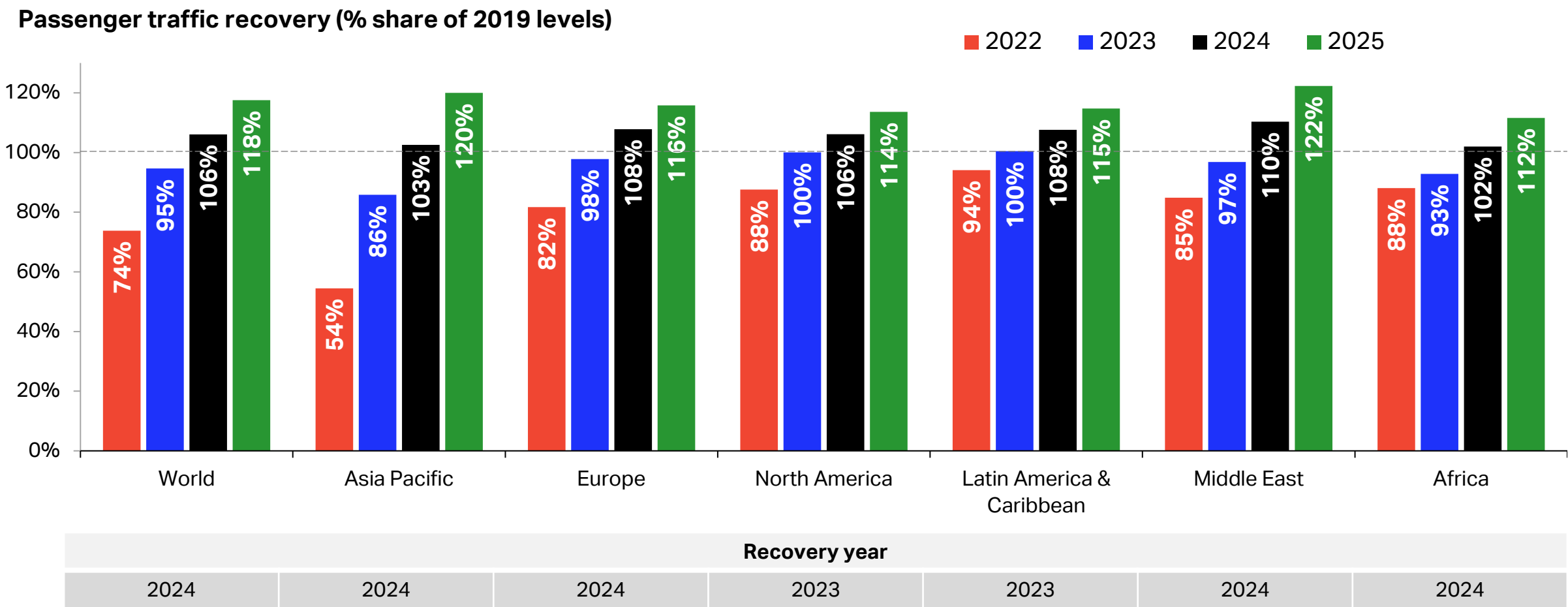


# Global Passenger Forecast



# Forecast upgrades reflecting recent developments

## North America and Latin America to recover in 2023, ASPAC in 2024



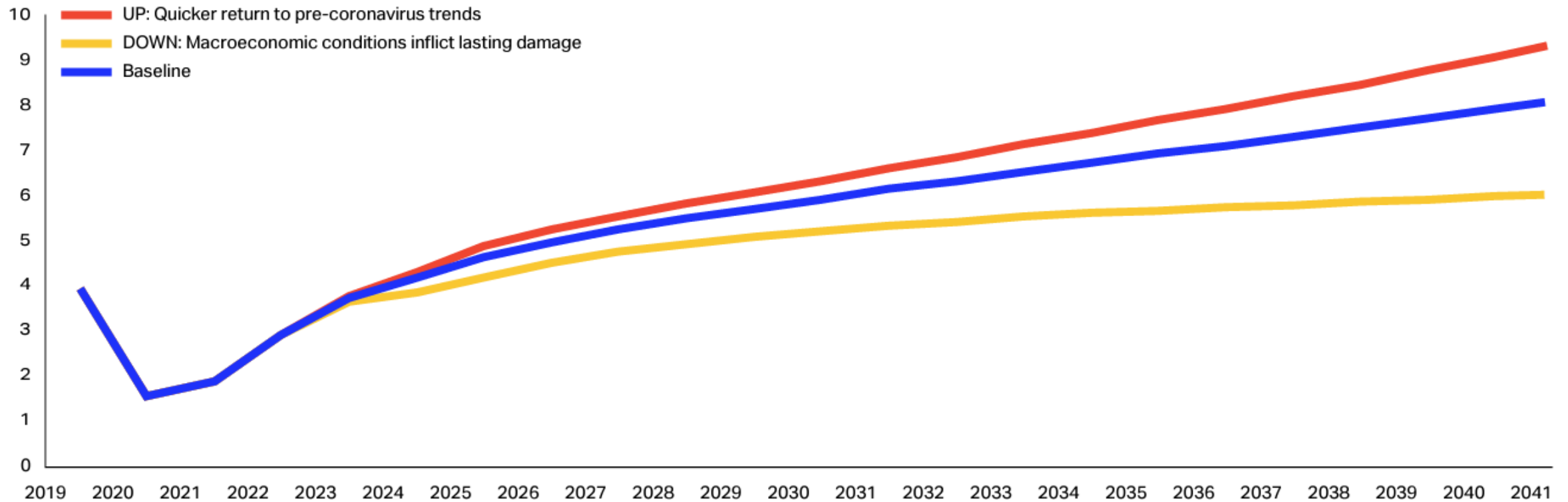
Source: Tourism Economics/IATA Sustainability and Economics Air Passenger Forecasts as of March 2023





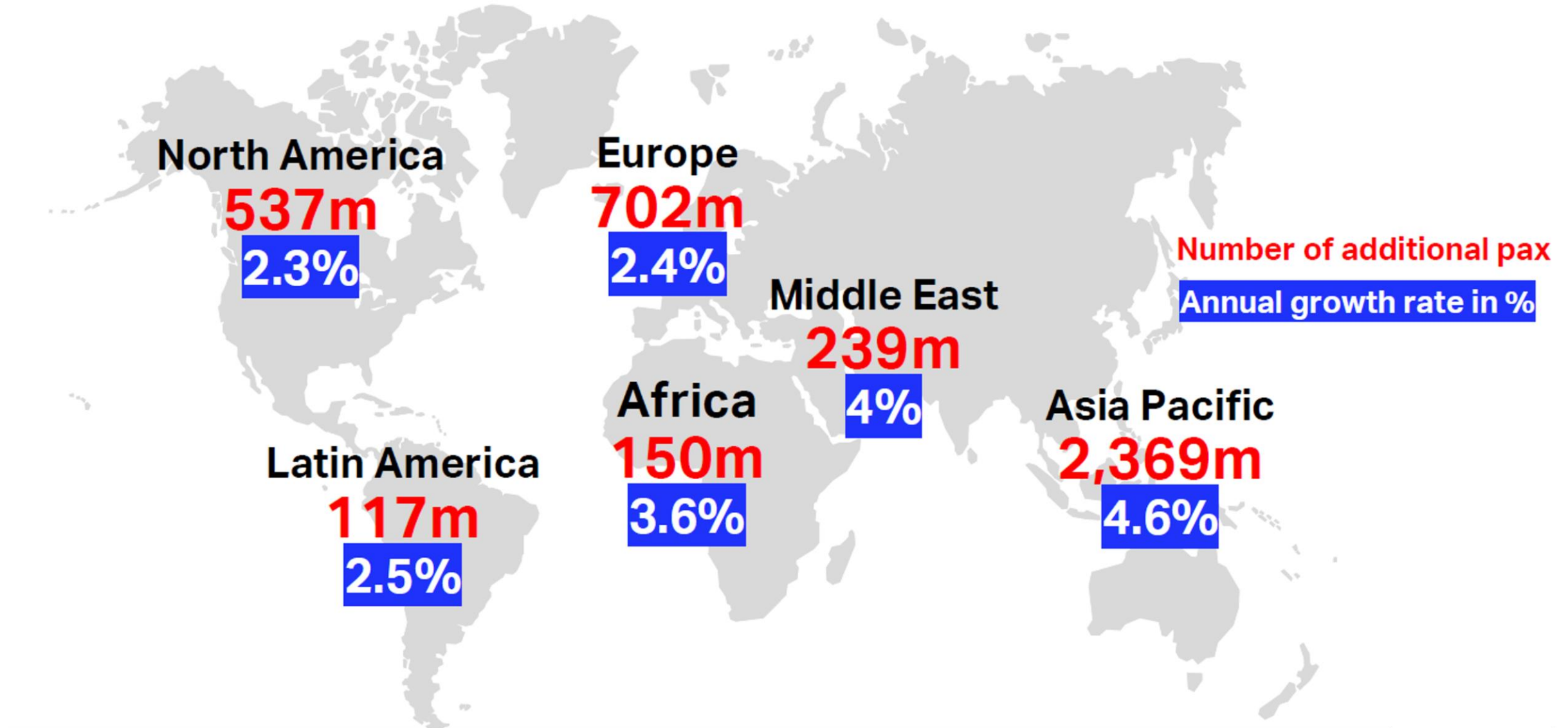
# Air travel numbers to increase 3.9 billion by 2040

Asia Pacific is anticipated to contribute to more than half of the forecast growth



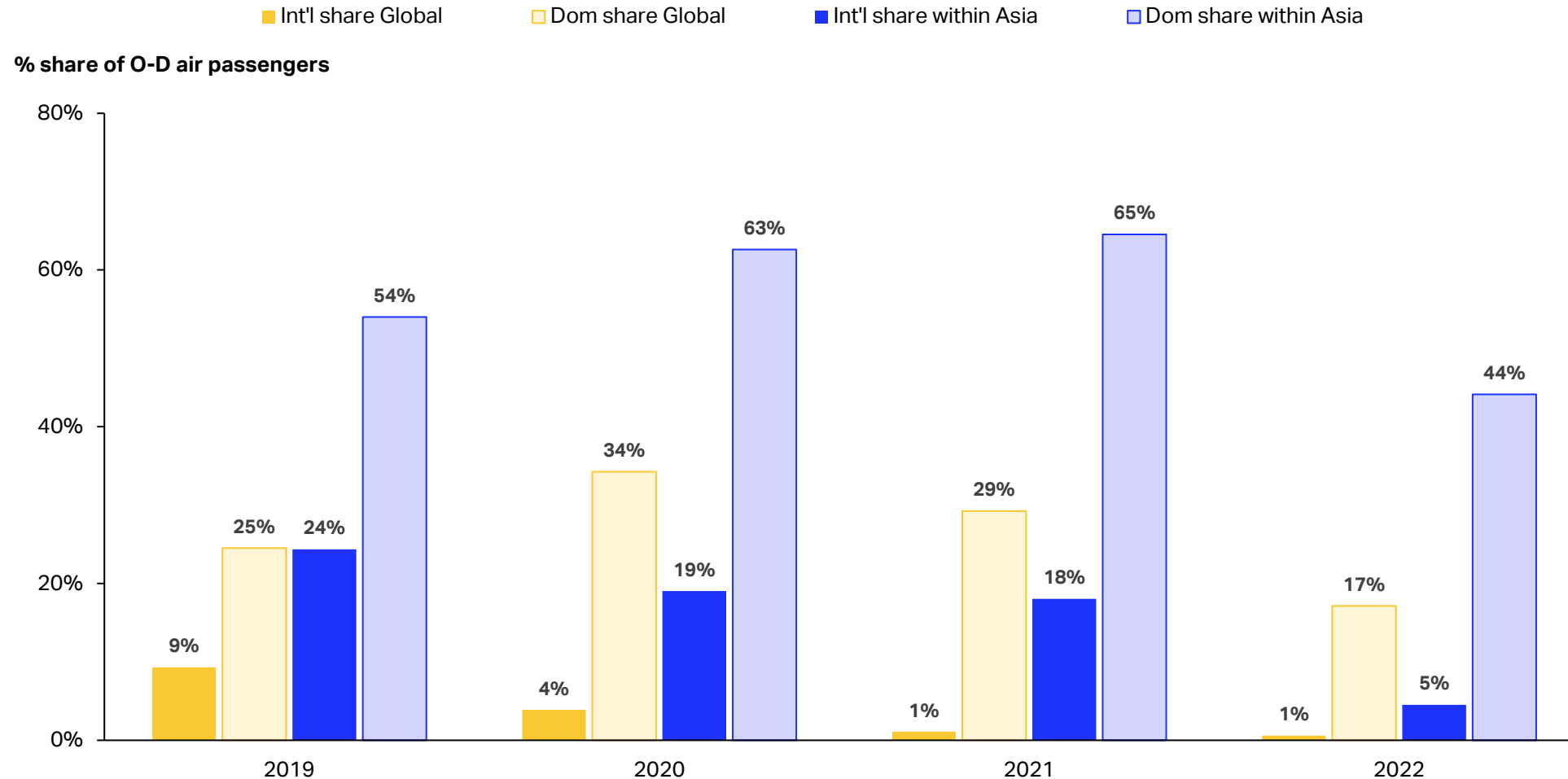
Sources: IATA Sustainability and Economics, Tourism Economics (March 2023 release)

# Asia Pacific to lead traffic growth over the next 20 years





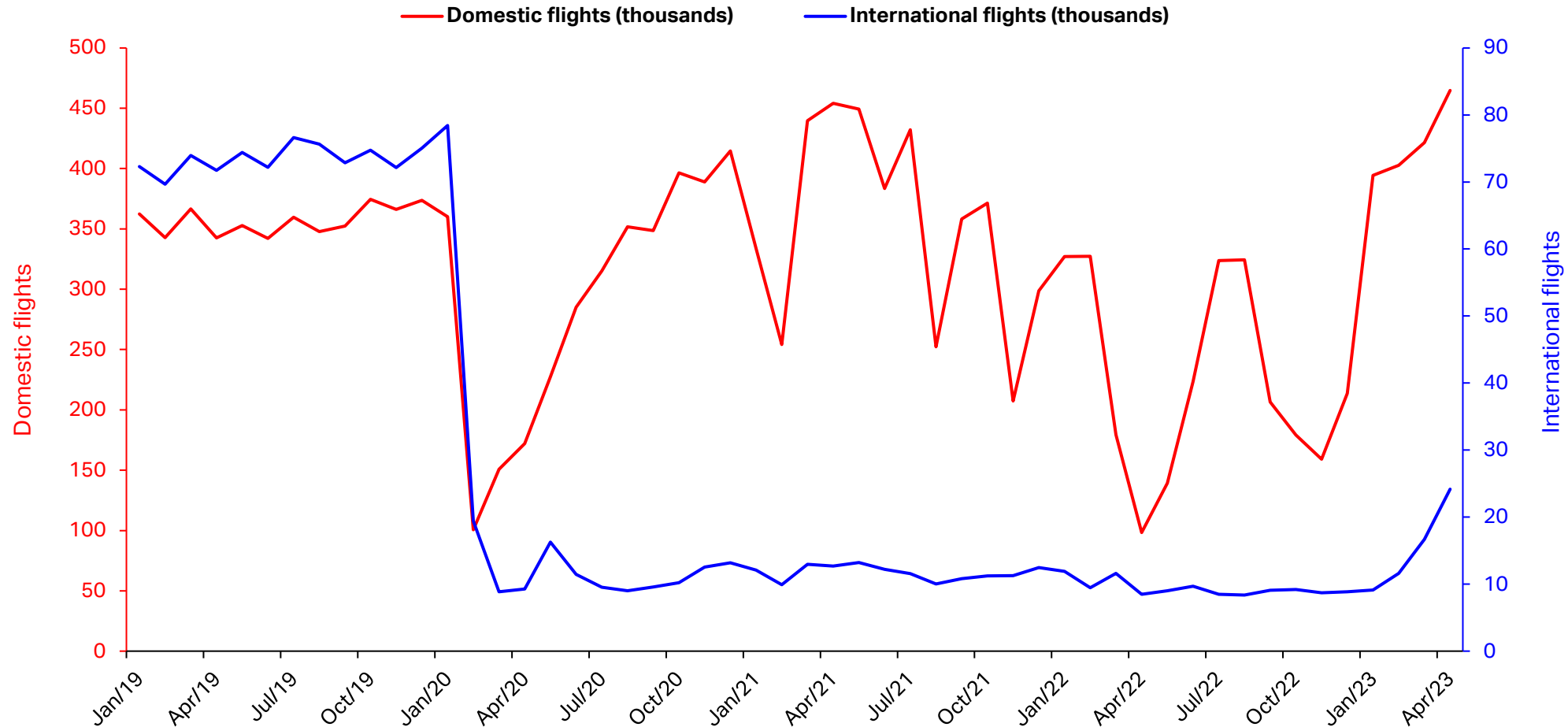
# Shares of China's aviation market in global and Asia



Source: IATA Sustainability and Economics, using data from DDS for inbound and outbound origin-destination (O-D) passengers

Note: Based on OAG data, scheduled seat capacity shares of China in 2019 were 9% of global international, 22% of global domestic, 17% of international within Asia, and 51% of domestic within Asia.

# China's domestic and international monthly flights

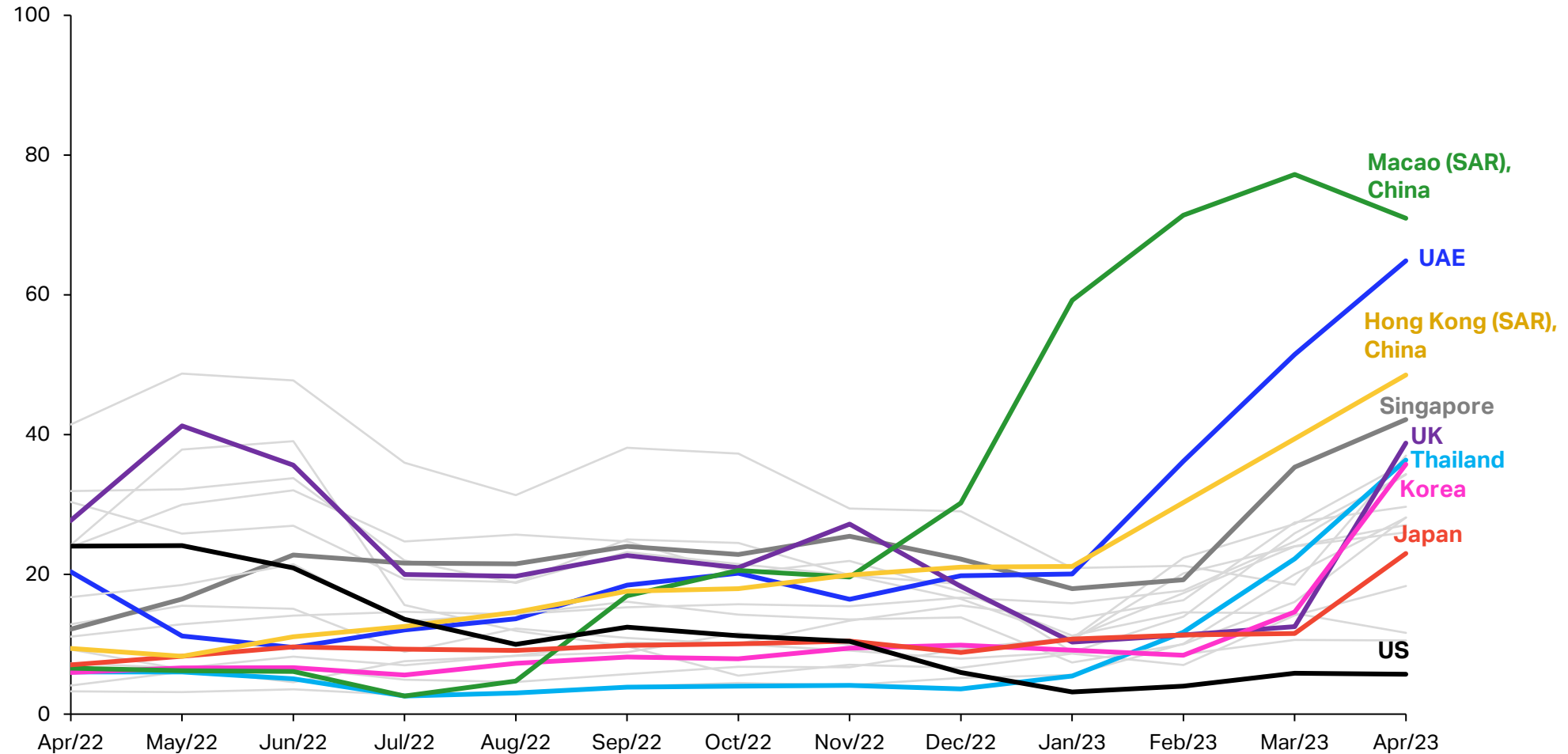


Source: IATA Sustainability and Economics, market statistics compiled by IATA using FlightRadar24 under license



# The status of China's international inbound capacity

Inbound monthly international and regional flights to China by origin market (Indexed, 2019 = 100)



Source: IATA Sustainability and Economics, market statistics compiled by IATA using FlightRadar24 under license



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