



ANNUAL REPORT OF THE SECRETARY GENERAL

"Acing the Roadmap to Sustainable African Aviation"





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PRIORITIES for 2023 and beyond



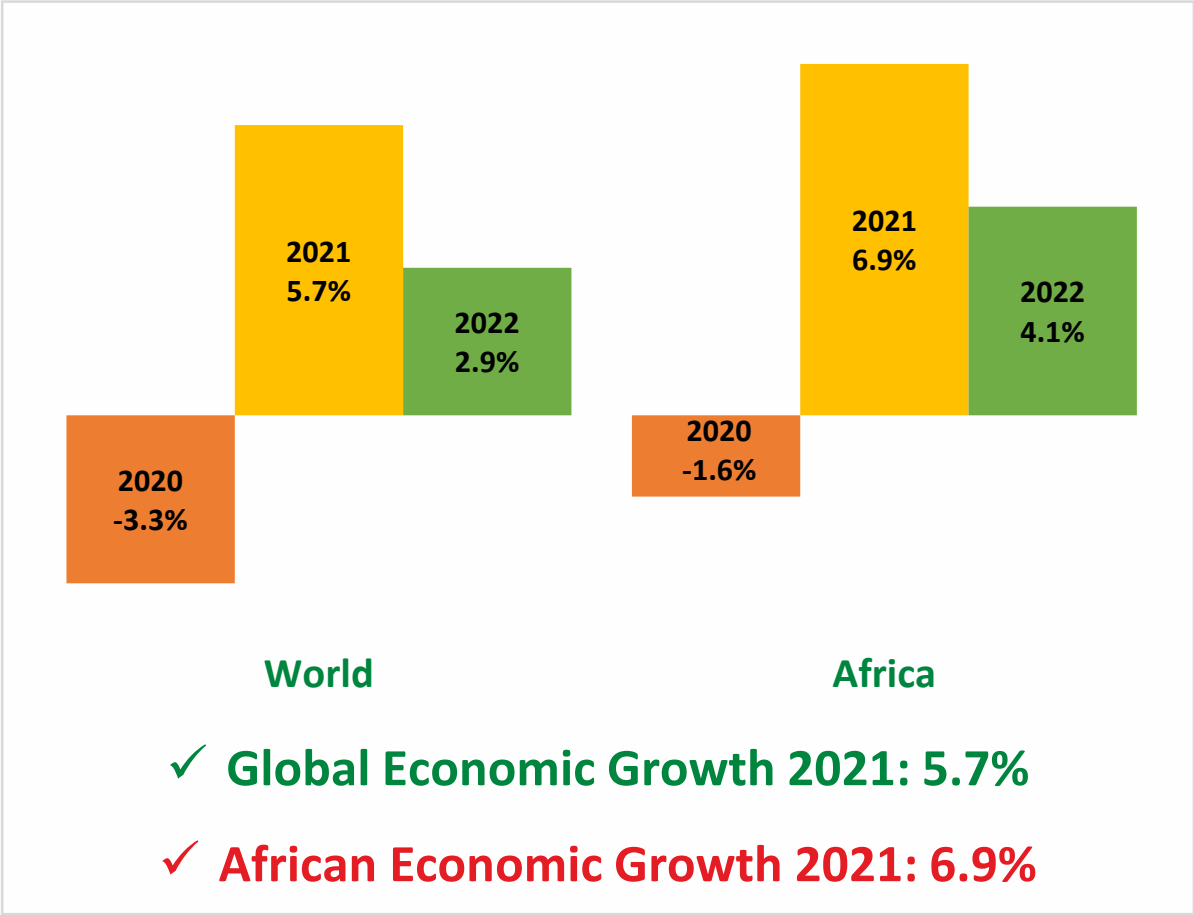
Where are we coming from ? 2021



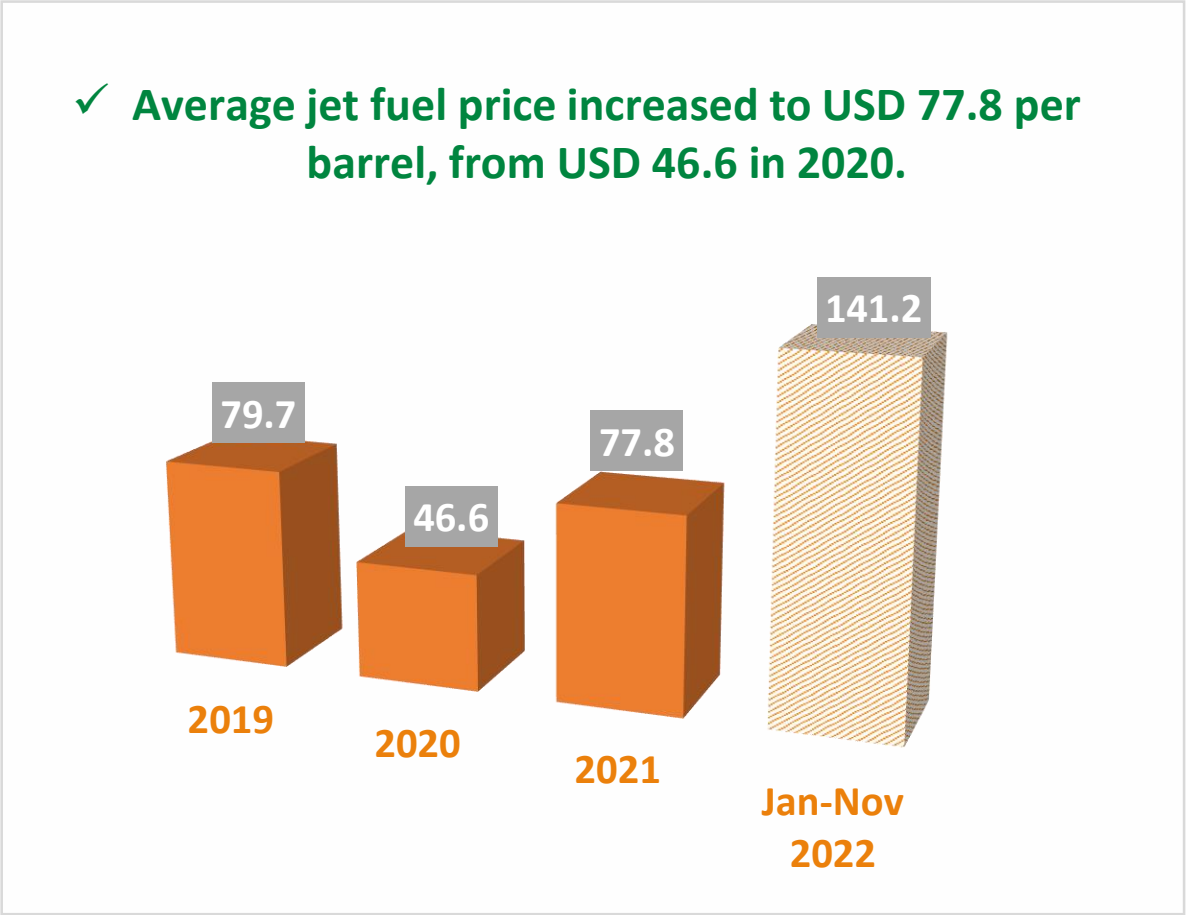


WHERE ARE WE COMING FROM? 2021

ECONOMY



Source : IMF / AFDB



Source : IATA



WHERE ARE WE COMING FROM? 2021

TOURISM



✓ **WORLDWIDE : 446 Million tourists in 2021**

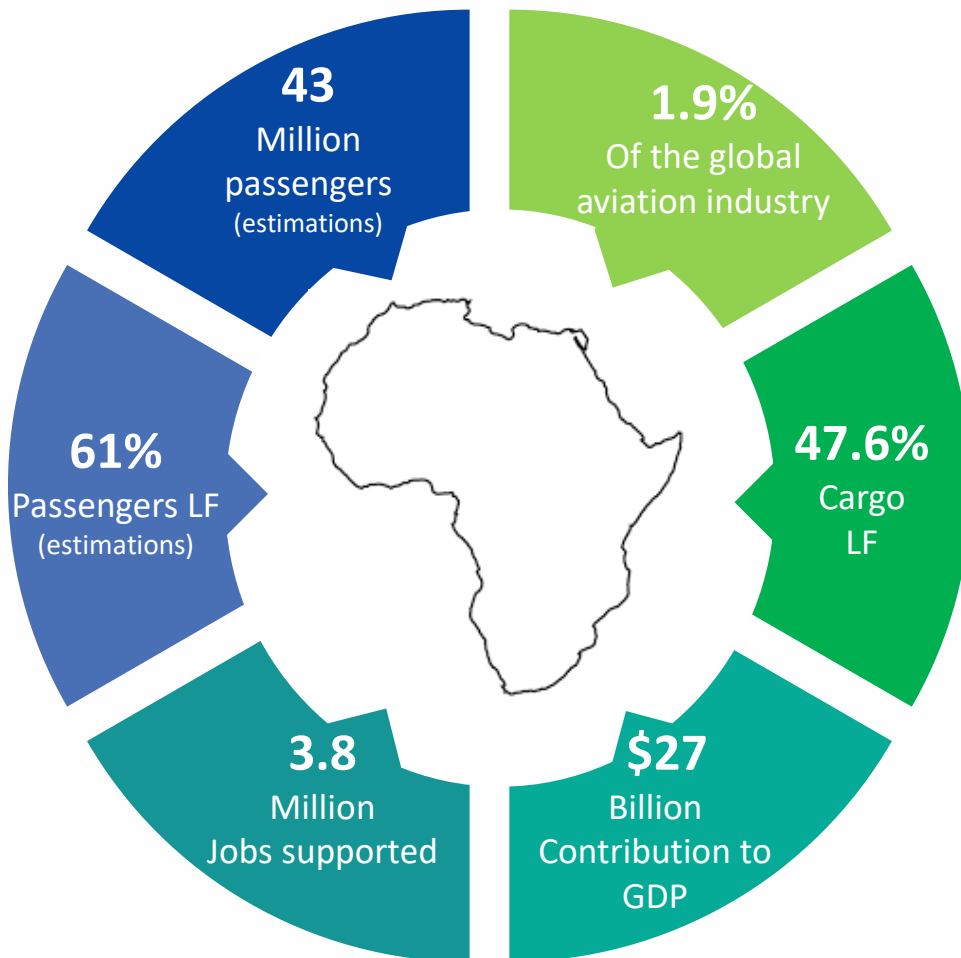
✓ **AFRICA : 18.9 Million tourists in 2021
(72.2% drop compared to 2019)**

Source : UNWTO



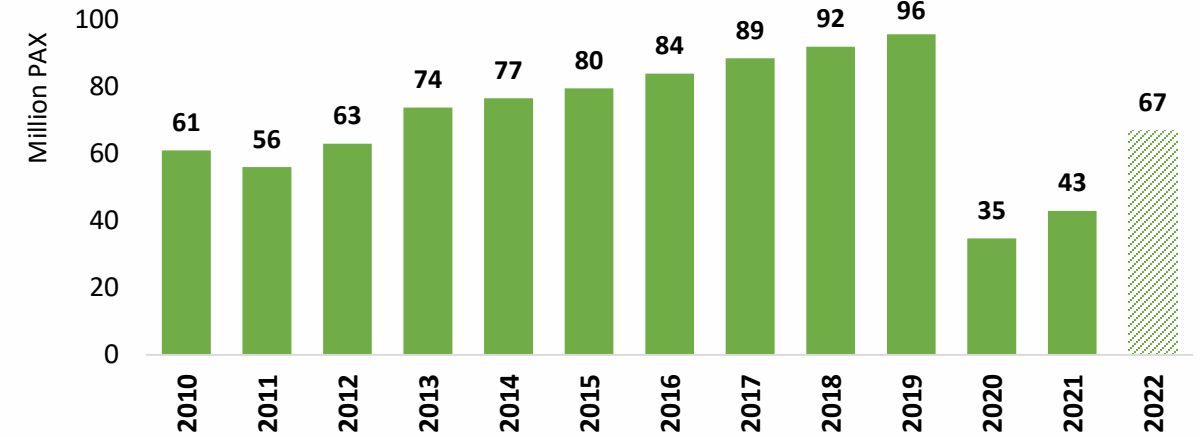
WHERE ARE WE COMING FROM? 2021

Aviation in Africa

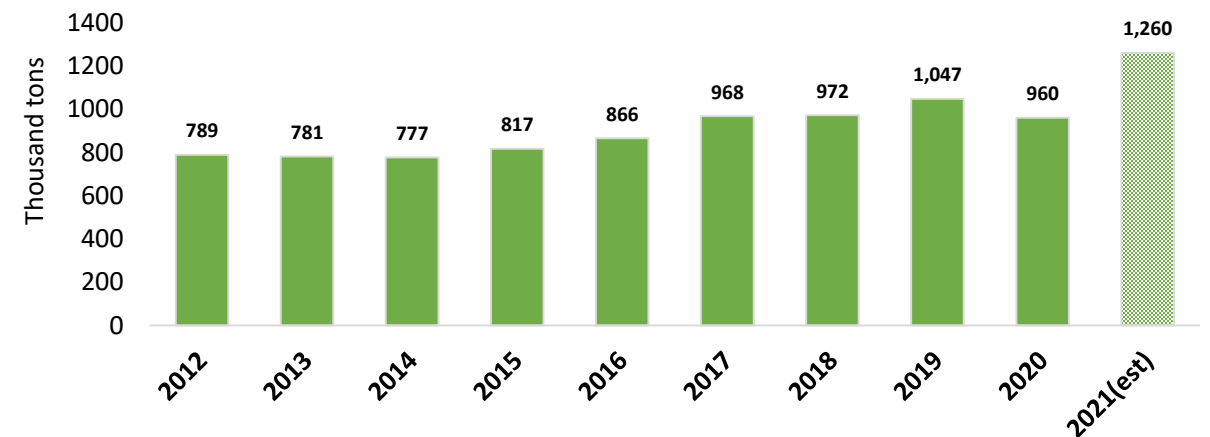


Source : AFRAA – IATA - ATAG

Passengers carried by African airlines 2010 – 2022



African Airlines Year-on-Year Freight Carried 2012 – 2021

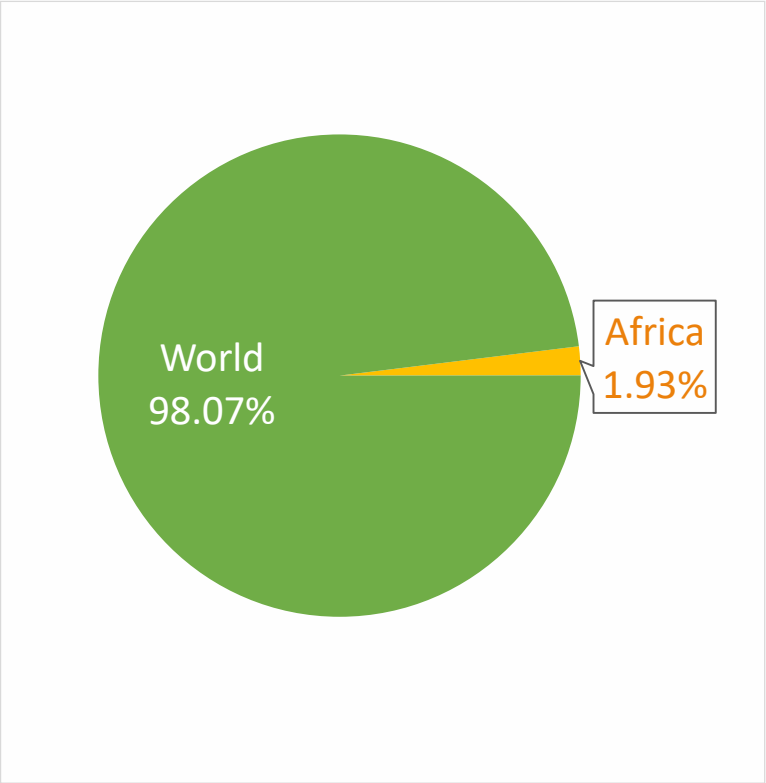
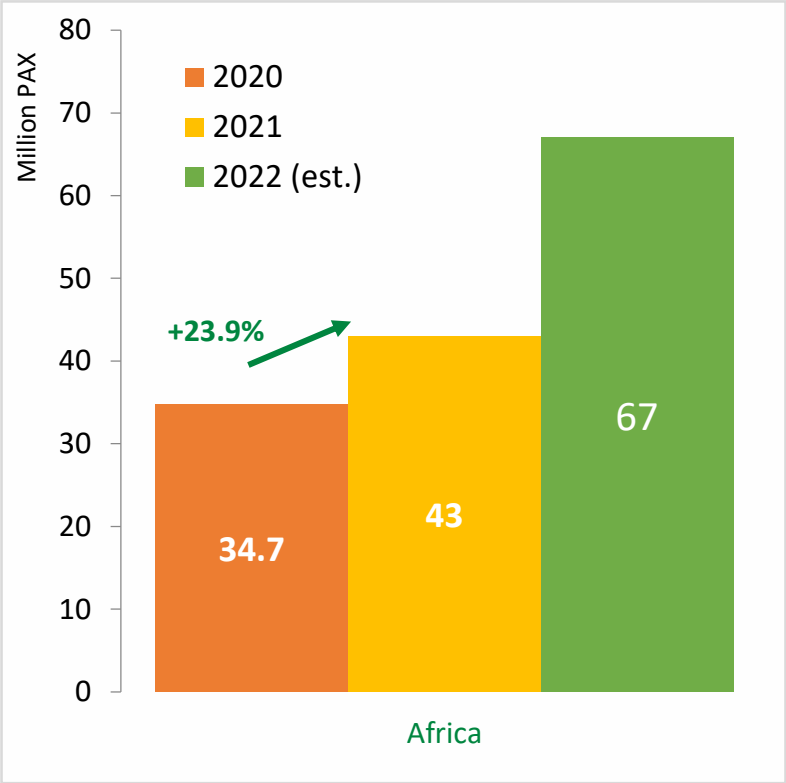
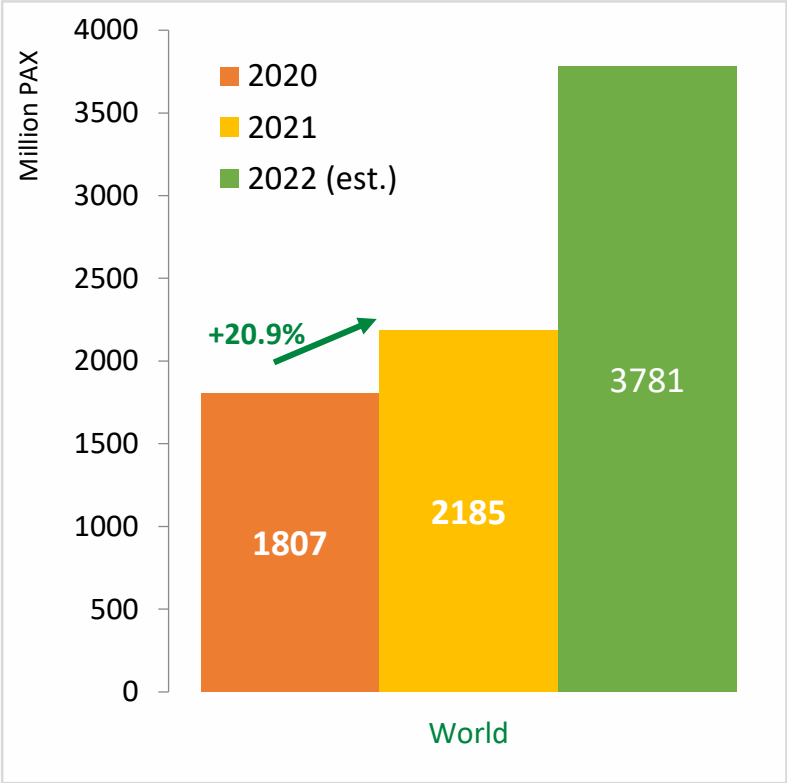


AFRAA 54TH ANNUAL GENERAL ASSEMBLY



WHERE ARE WE COMING FROM? 2021

AFRICAN AIRLINES PASSENGERS PERFORMANCE

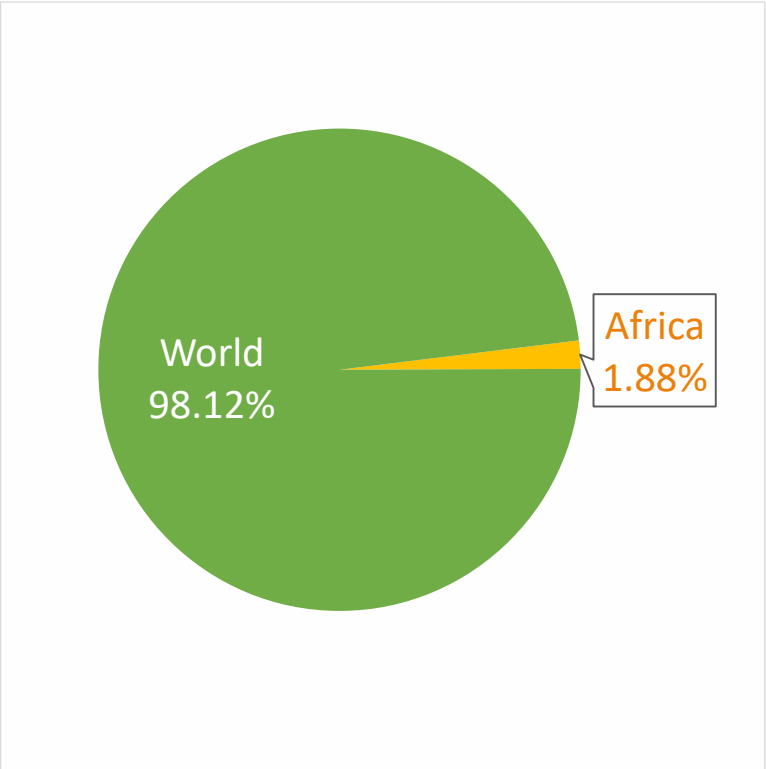
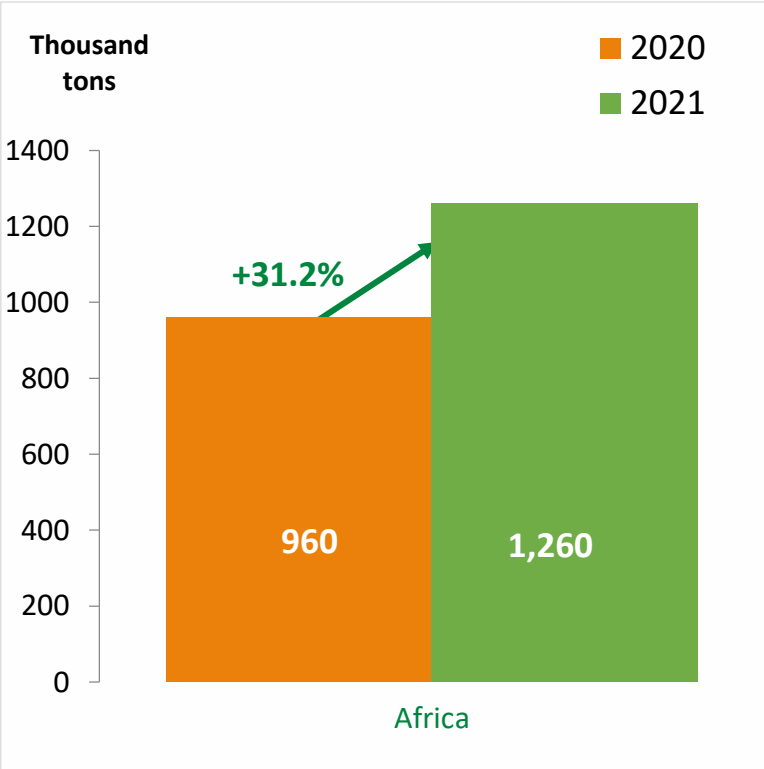
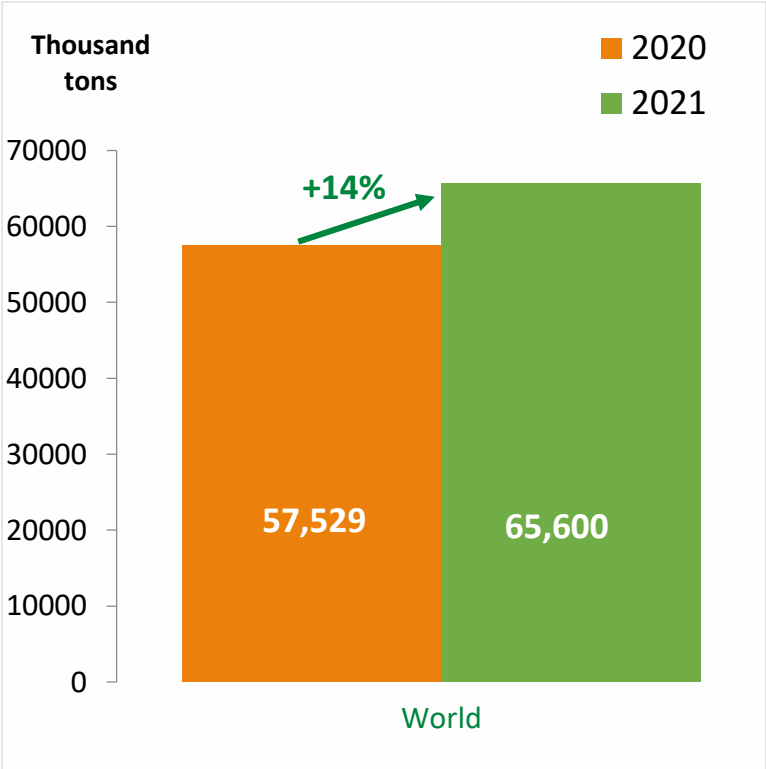


Source : IATA



WHERE ARE WE COMING FROM? 2021

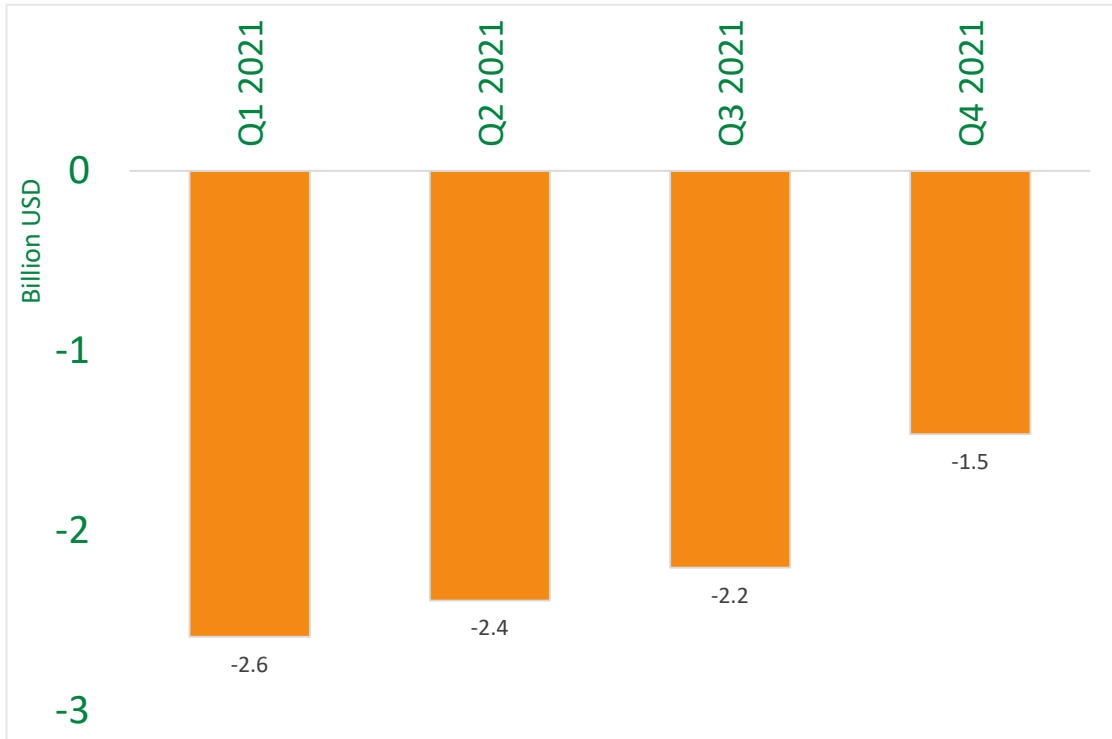
AFRICAN AIRLINES CARGO PERFORMANCES



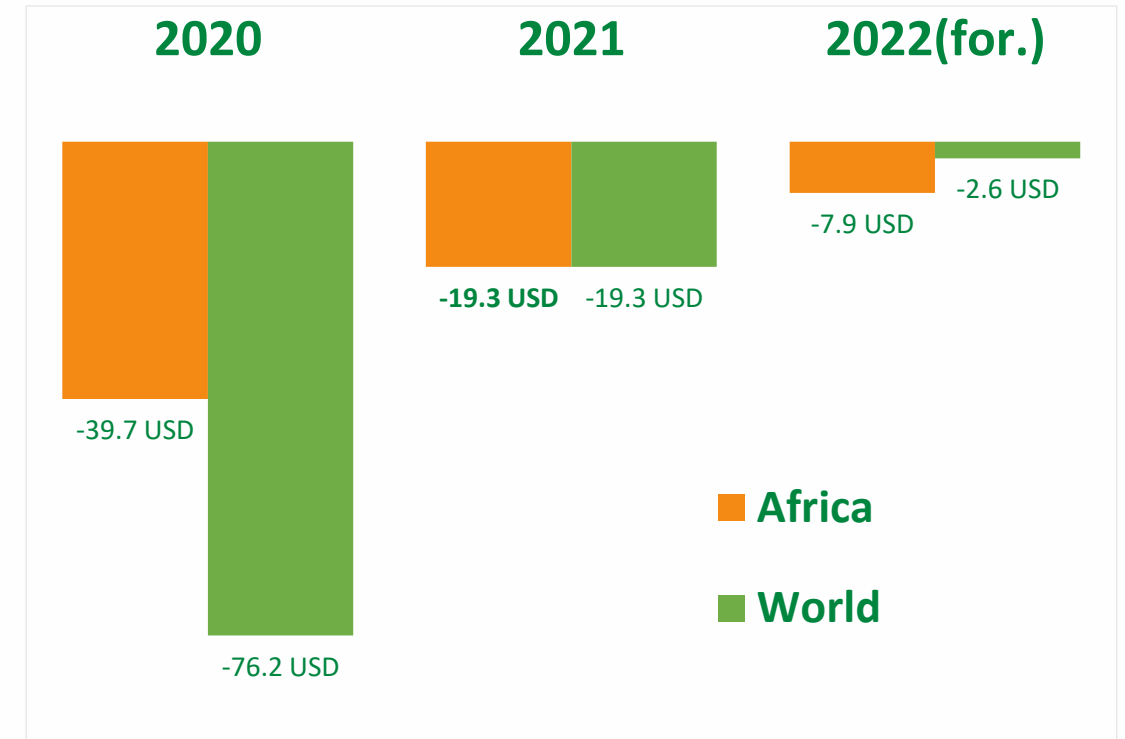
Source : IATA

WHERE ARE WE COMING FROM? 2021

AFRICAN AIRLINES FINANCIAL PERFORMANCE



Source : AFRAA



Source : IATA

Estimated Revenue loss:

2021 : **USD 8.6 billion / 49.8%** of 2019 revenues

2022 : **USD 3.5 billion / 20%** of 2019 revenues

✓ GLOBAL loss per passenger 2021: **USD -19.3**

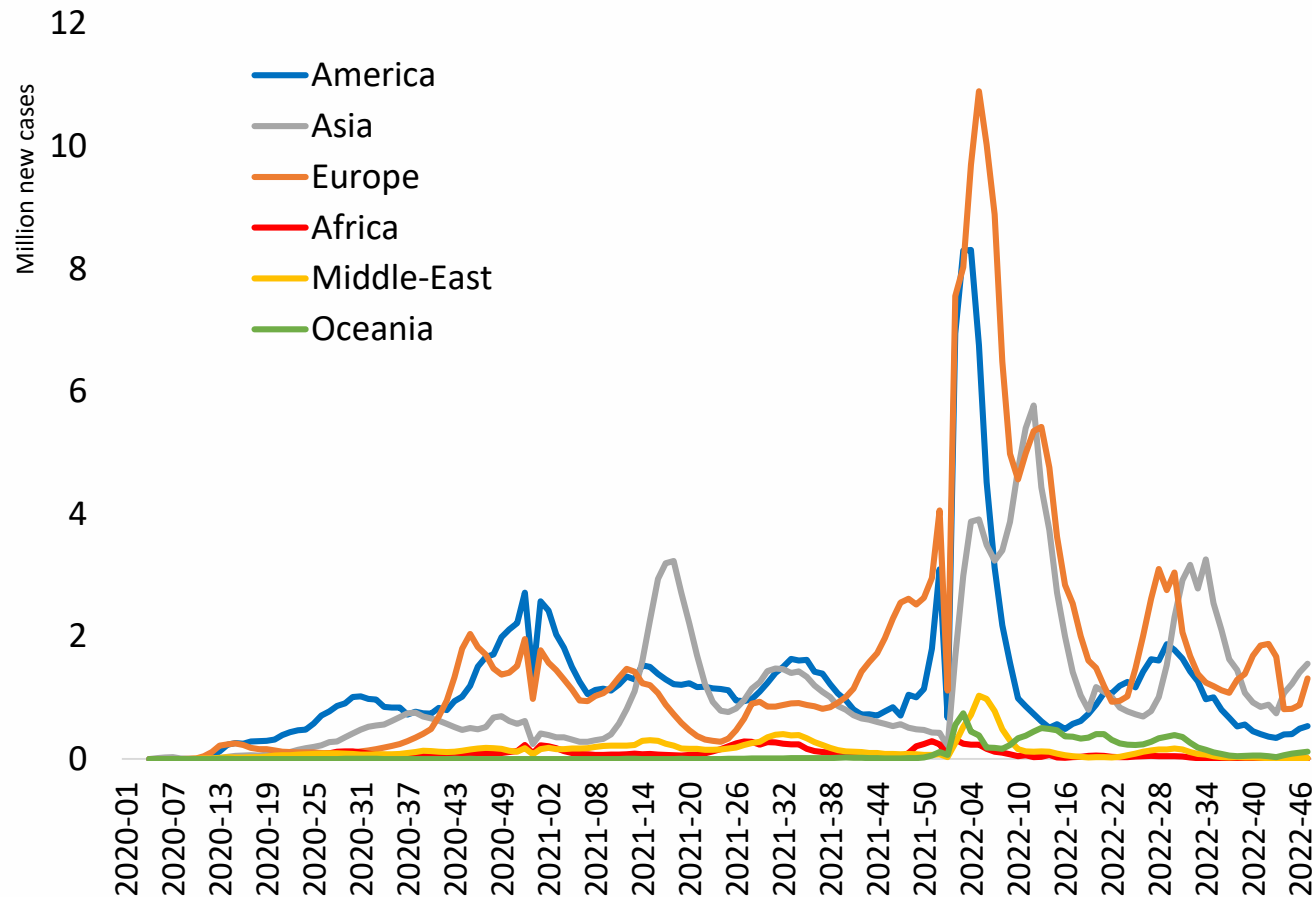
✓ AFRICA loss per passenger 2021 : **USD -19.3**

State of the industry 2022

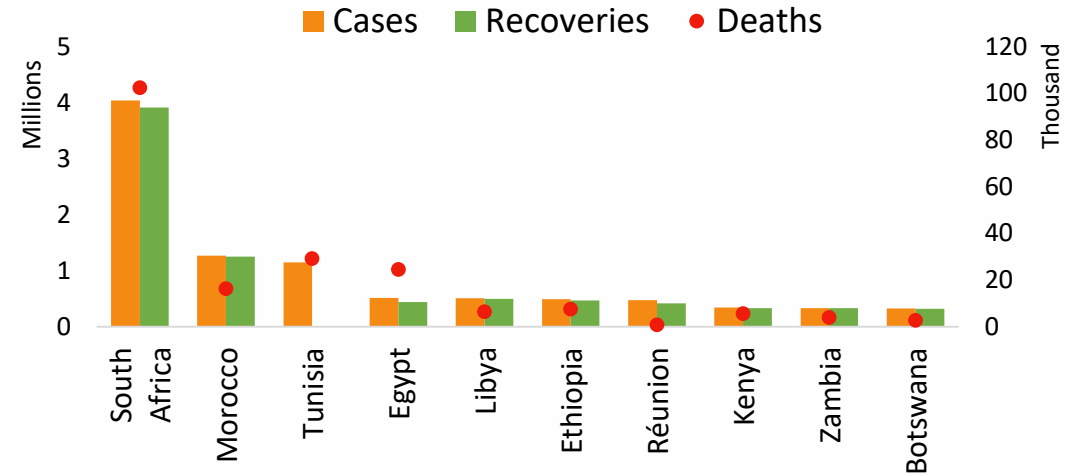


STATE OF THE INDUSTRY 2022

THE COVID19 PANDEMIC (NOV 2022)



Source : ourworldindata.com



✓ The Covid pandemic is not over. The number of cases is once again on the rise and is affecting the activities. In some countries, lockdown measures are still ongoing, affecting the Air transport recovery. Newly detected Omicron variants are responsible of a significant part of new infections around the World.

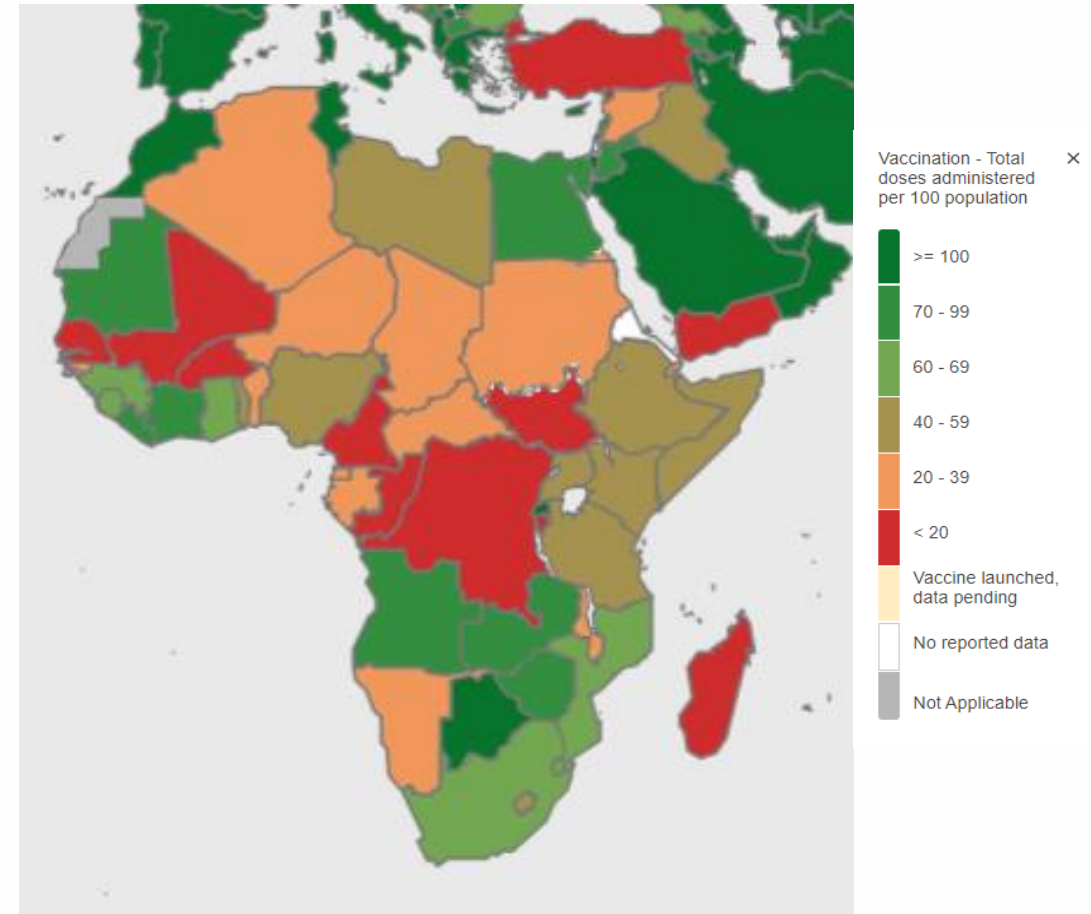
✓ Worldwide, the number of cases has reached 647 million and 12.7 million in Africa. The recovery rate is 98.98% worldwide compared to 98.01% in Africa.

STATE OF THE INDUSTRY 2022

THE COVID 19 VACCINATION (NOV 2022)

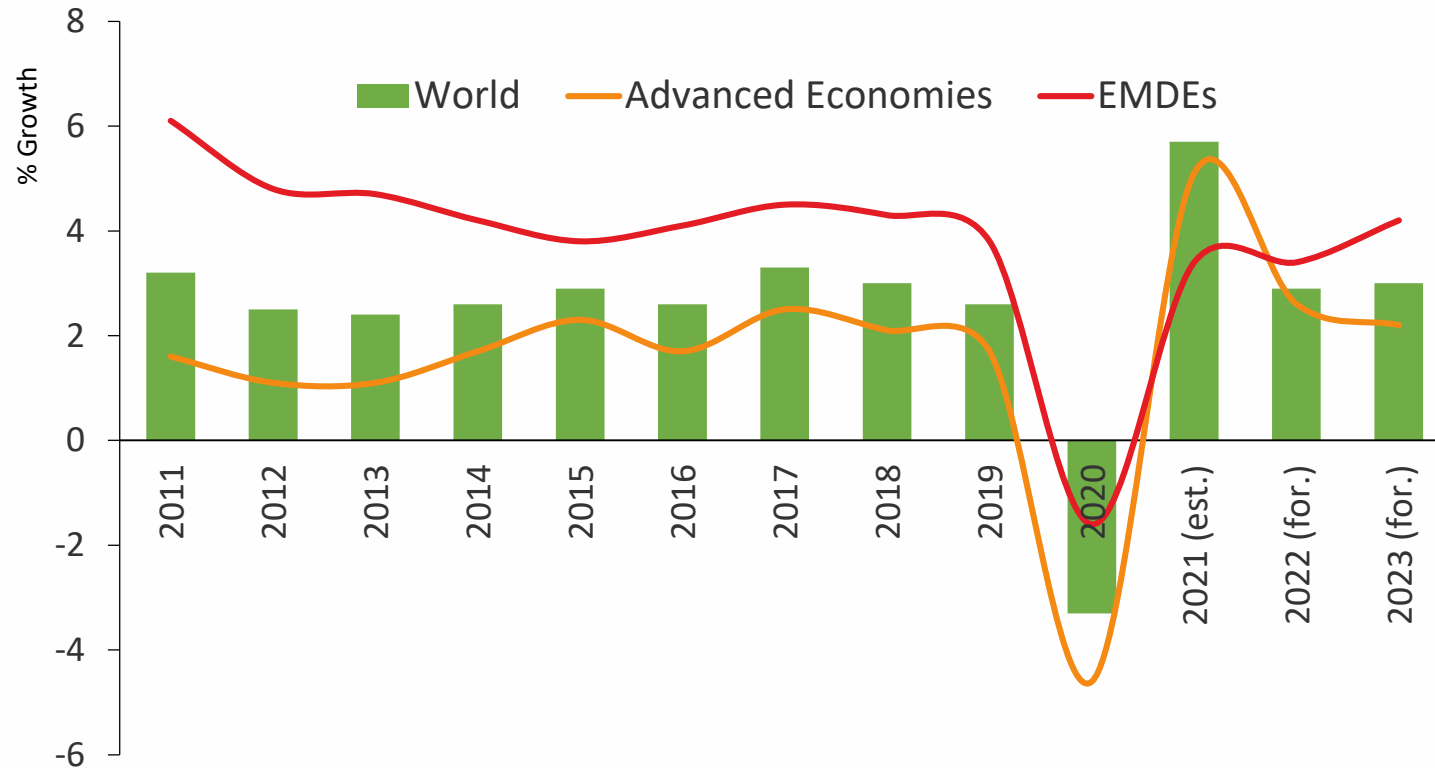
#	WORLD	AFRICA
Total of supply Administered	13 Billion	691 Million
Vaccine Administered (1 Dose/ % of Population)	68.49%	25.56%
Vaccination Completed (% of Population)	63.0%	6.13%

Source : ourworldindata.com / CDC AFRICA



STATE OF THE INDUSTRY 2022

GLOBAL ECONOMY



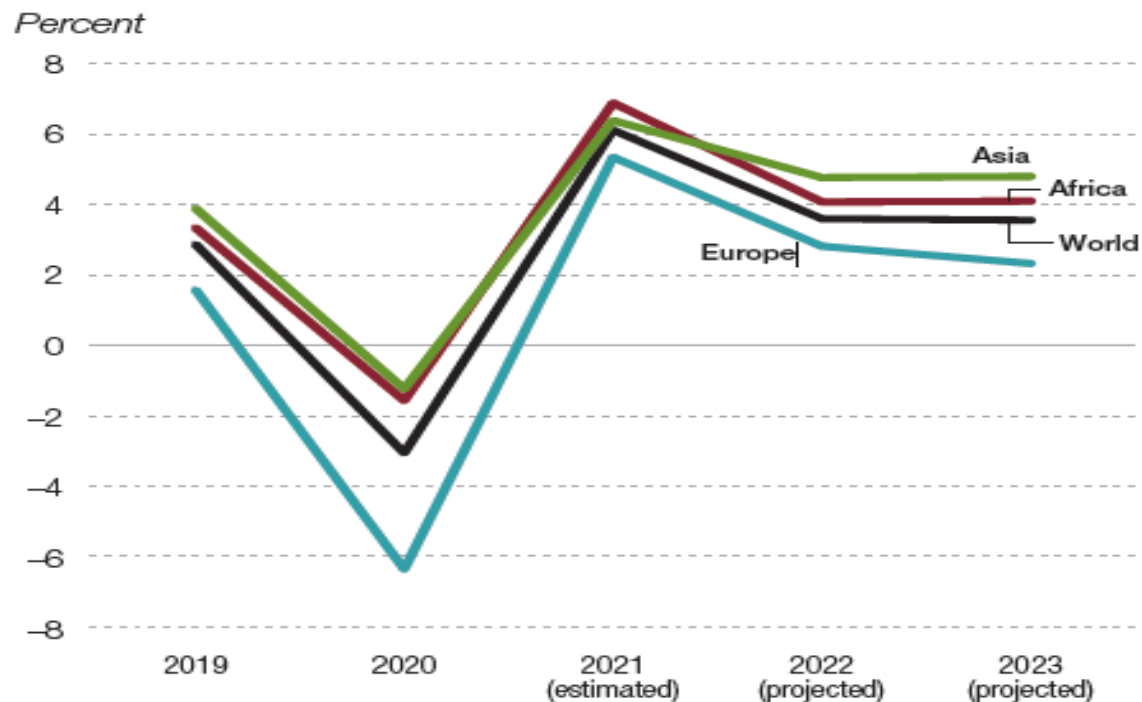
Source : World Bank

- ✓ The Russia – Ukraine war is slowing global economic activity.
- ✓ The Global economy is now expected to grow by 2.9% in 2022, while earlier projections were around 4.1%.

STATE OF THE INDUSTRY 2022

AFRICAN ECONOMY

FIGURE 1.1 Real GDP growth, 2019–23



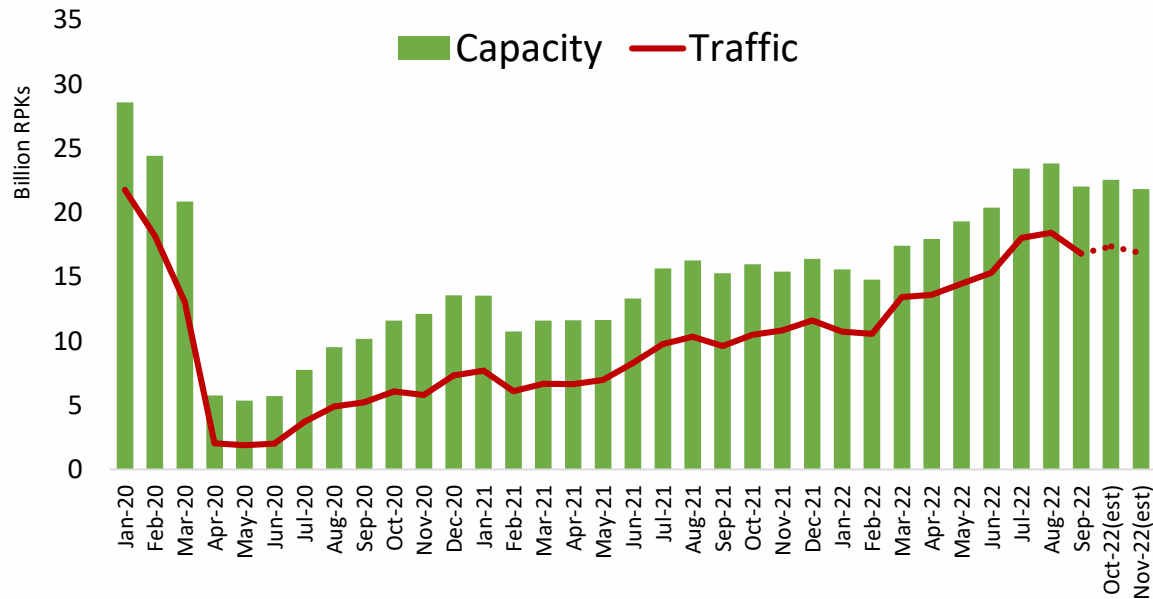
Source : AfDB

- ✓ After a contraction in 2020, the GDP of Africa rebounded by 6.9% in 2021.
- ✓ The prospects for economic growth in Africa are highly uncertain. The effects of the Russian-Ukrainian conflict and related sanctions against Russia could lead to a more significant drop in global production than currently expected.
- ✓ The GDP growth for 2022 is estimated at 4.1%.

STATE OF THE INDUSTRY 2022

AFRICAN AIRLINES OPERATIONS

Capacity and traffic evolution



From January to November 2022:

- ✓ The **capacity** (ASKs) reached **75.4%** of same period 2019, while the **traffic** (RPKs) reached **74.7%**.
- ✓ The **average load factor** was **60.73%**.

Passengers Revenue losses compared to 2019



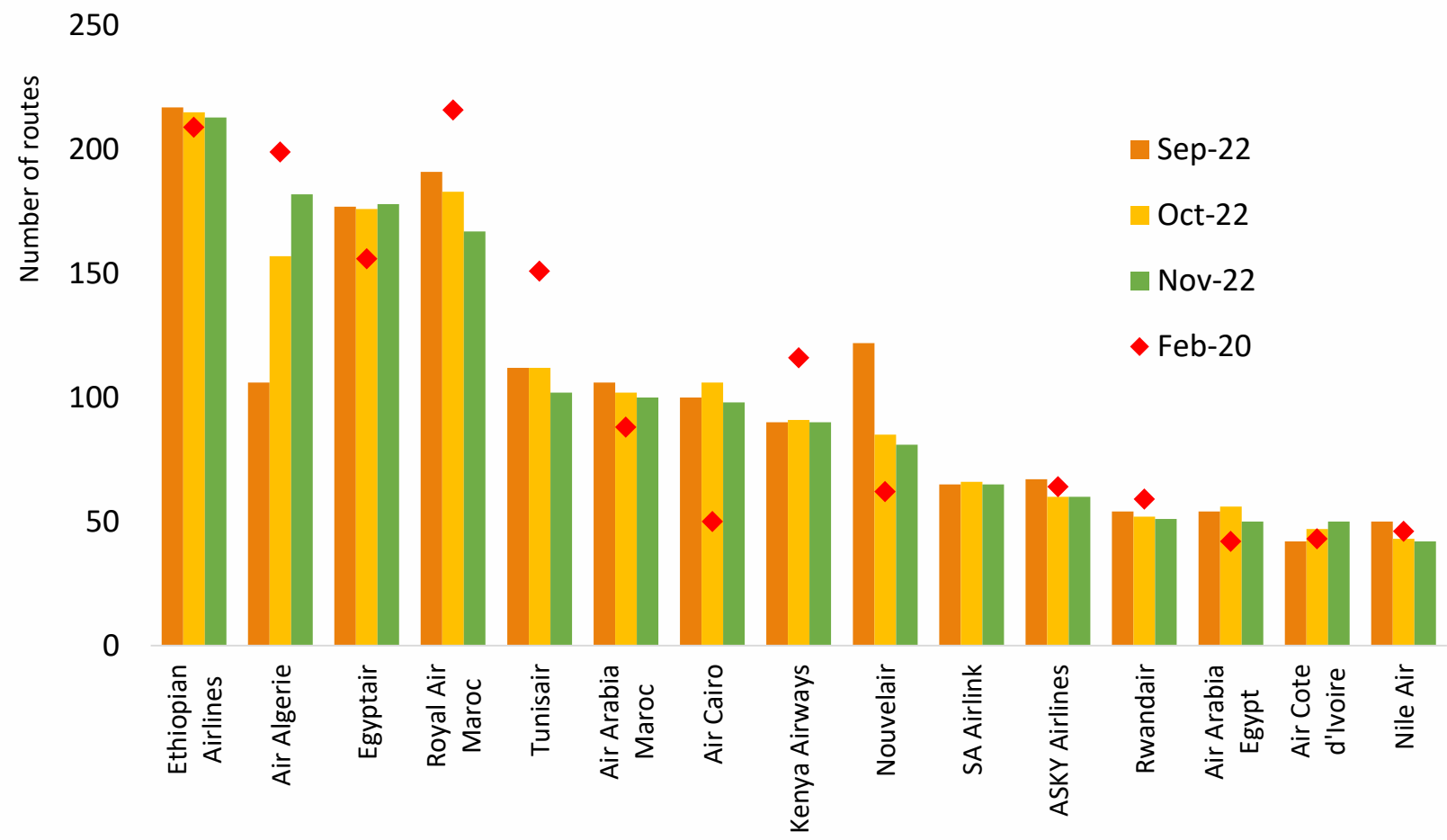
- ✓ Estimated Revenue loss for 2022 : **USD 3.5 billion**, representing **20%** of 2019 revenues.

Source : AFRAA



STATE OF THE INDUSTRY 2022

AFRICAN AIRLINES INTERNATIONAL FLIGHT RESUMPTION



Source : AFRAA

- ✓ The percentage of international routes operated by African airlines exceeded the pre-Covid level, in November, representing **102.28%**.
- ✓ Some airlines, particularly in West and North Africa are expanding their network, opening new destinations.

Priorities for 2023 and beyond





01

AIR TRANSPORT SUSTAINABILITY

02

AFRAA 5-YEARS STRATEGIC PLAN



AIR TRANSPORT SUSTAINABILITY

Africa's marginalization trend, the regional challenge

African Market \leq 3%
World
African carriers' share
45%
Foreign airlines; share
55%.

1980s

1990s

African Market \leq 3% World
African carriers' share 40%
Foreign airlines' share 60%.

African Market \leq 2.5%
World
African carriers' share
20%
Foreign airlines' share
80%.

Y2K
To
2010

2011
to
2019

African Market \leq 2.5% World

- African carriers' share 20%
- Foreign airlines' share 80%.
- A third of African city-pair traffic through hubs outside Africa
- 8 out of top 10 lucrative routes serviced by foreign carriers



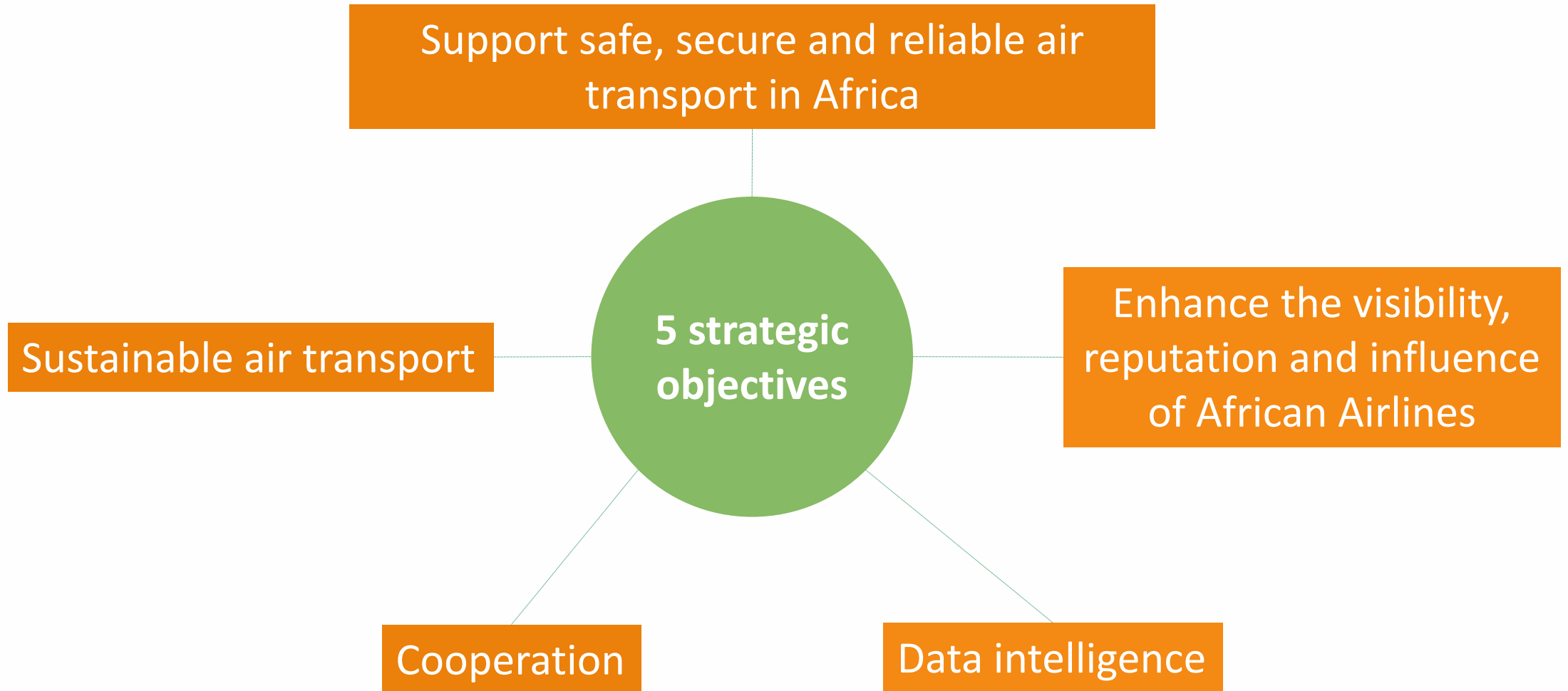
AIR TRANSPORT SUSTAINABILITY

- ✓ The African Aviation Industry Group (AAIG) and AFRAA organized in June 2022 a Laboratory to revamp aviation and trade sectors in Africa.
- ✓ The LAB brought together industry experts and stakeholders to develop out-of-the-box solutions geared to stop the marginalization of the aviation sector in Africa, enhance its competitiveness and grow the global market share.

At the conclusion of the Laboratory, stakeholders committed to coordinate efforts on the implementation of the roadmap actions.



AFRAA STRATEGIC OBJECTIVES





CONCLUSION



THANK YOU

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