



AFRAA Covid-19 Impact Assessment

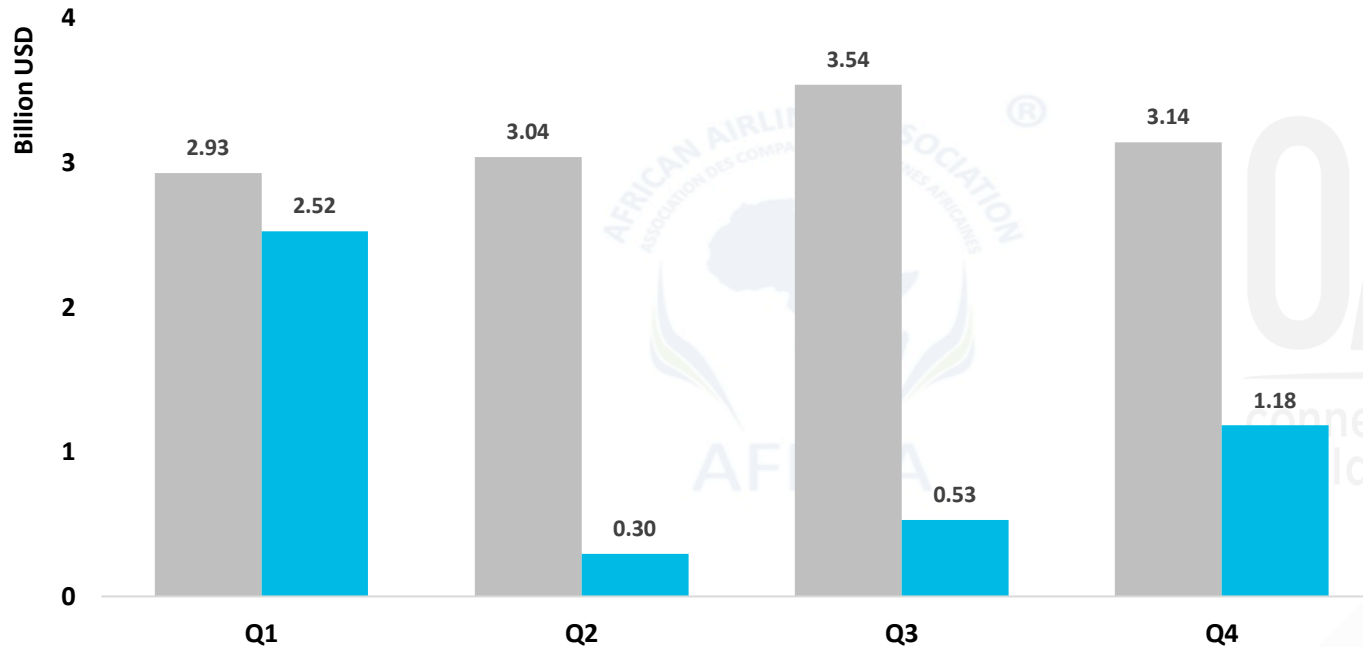
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Better Skies for Africa

Severe Impact on Revenues for African Airlines

Estimated 2020 Revenue Loss of US\$ 8.1bn, recovery expected to start from Q3 2020

Passenger Revenue decrease ■ 2019 ■ 2020



- Estimated Revenue loss for 2020 : **USD 8.103 billion** as per assessment made in May 2020.

Assumptions :

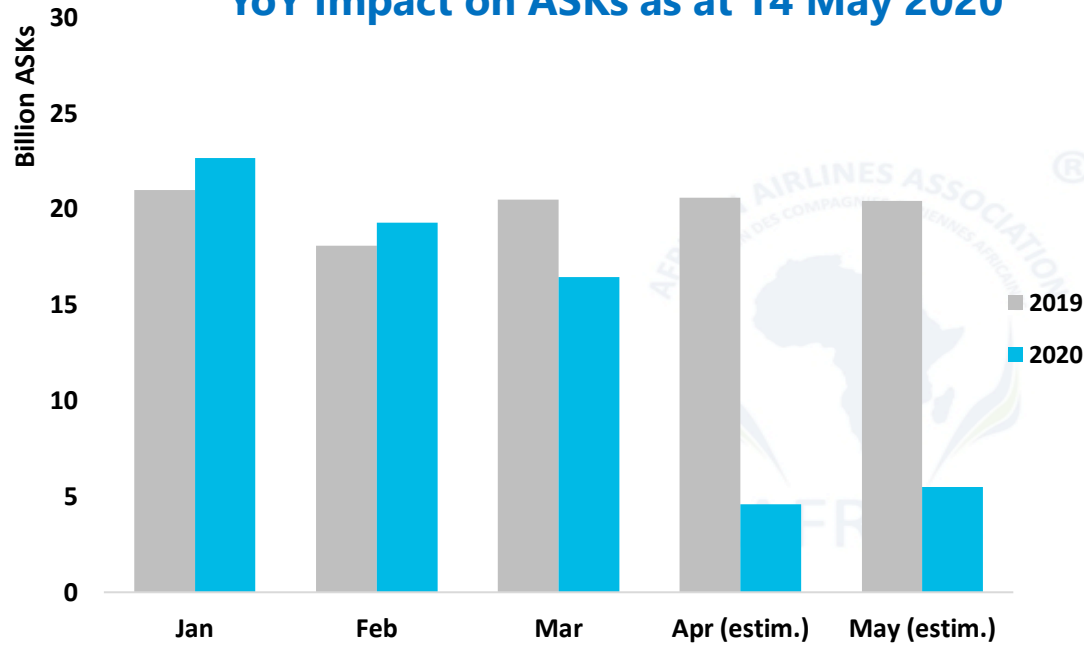
- 40% traffic recovery on Q3 2020
- 70% traffic recovery on Q4 2020

Source : AFRAA/OAG

- Passenger revenue drop of **USD 0.403 billion** for Q1 2020, that is 13.8% YoY
- More important impact on Q2 2020: **USD 2.740 billion**, that is more than 90.2% YoY
- Recovery is expected to start from Q3

Sharp YoY Traffic Drop for African Airlines in May 2020

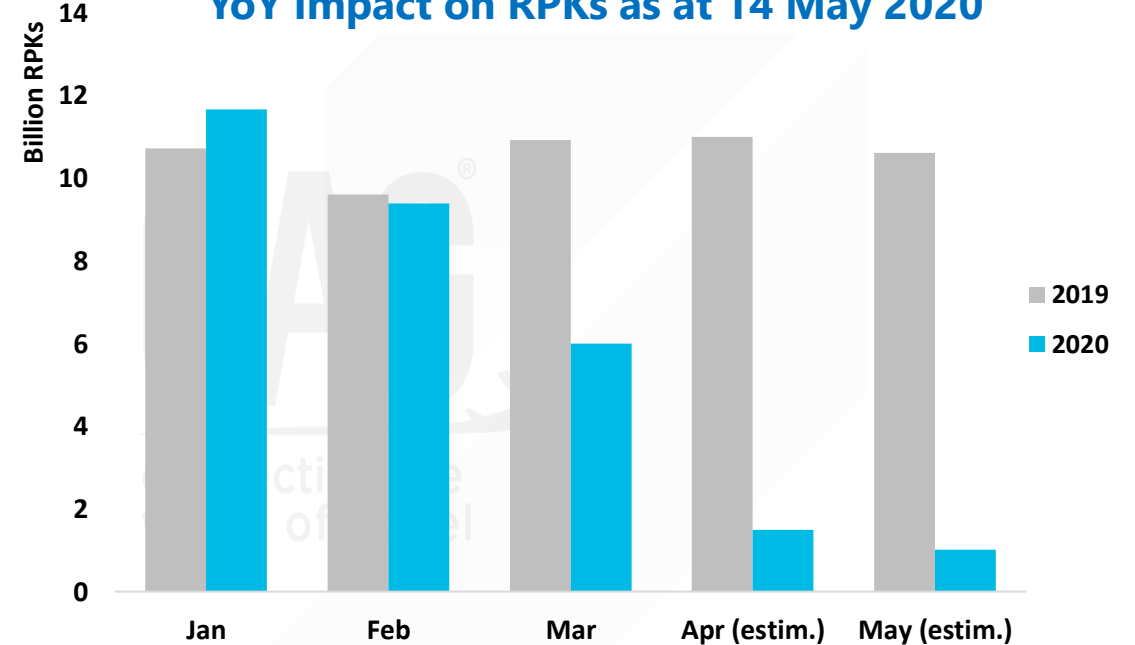
YoY Impact on ASKs as at 14 May 2020



Source : AFRAA/OAG

- Minor impact in January and February.
- YoY Capacity reduction by 19.7% in March, by 77.7% in April and by 73% in May

YoY Impact on RPKs as at 14 May 2020



Source : AFRAA/OAG

- YoY Traffic reduced by 45% in March, by 86.4% in April and by 90.3% in May

Sharp YoY Capacity Drop for African Airlines in May 2020

YoY total ASK drop in April and May 2020 for top 15 African Airlines



- Capacity dropped by 16.169 billion ASKs in May, that is 78.40% of reduction YoY

Spike in Cargo Demand Amid Shortage of Capacity

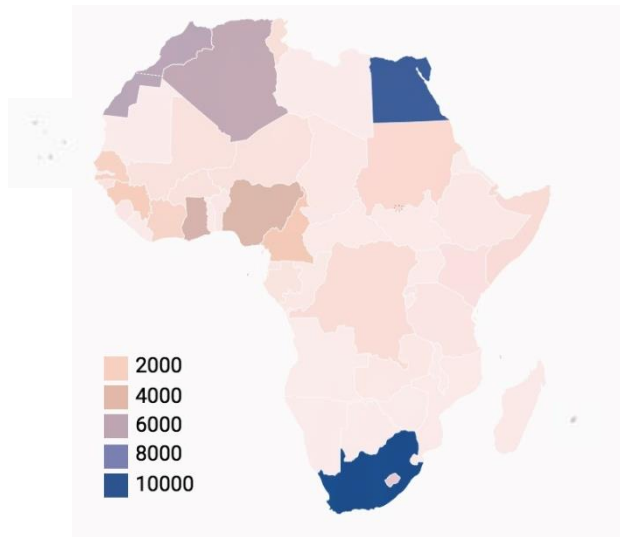
Since March 2020, we have seen a shortage of cargo plane capacity due to:

- Demand derived from the COVID-19 crisis including medical supplies and essential goods and;
- Significant reduction in belly cargo capacity due to suspension of passenger flights owing to border closures by States during the COVID-19 pandemic period.

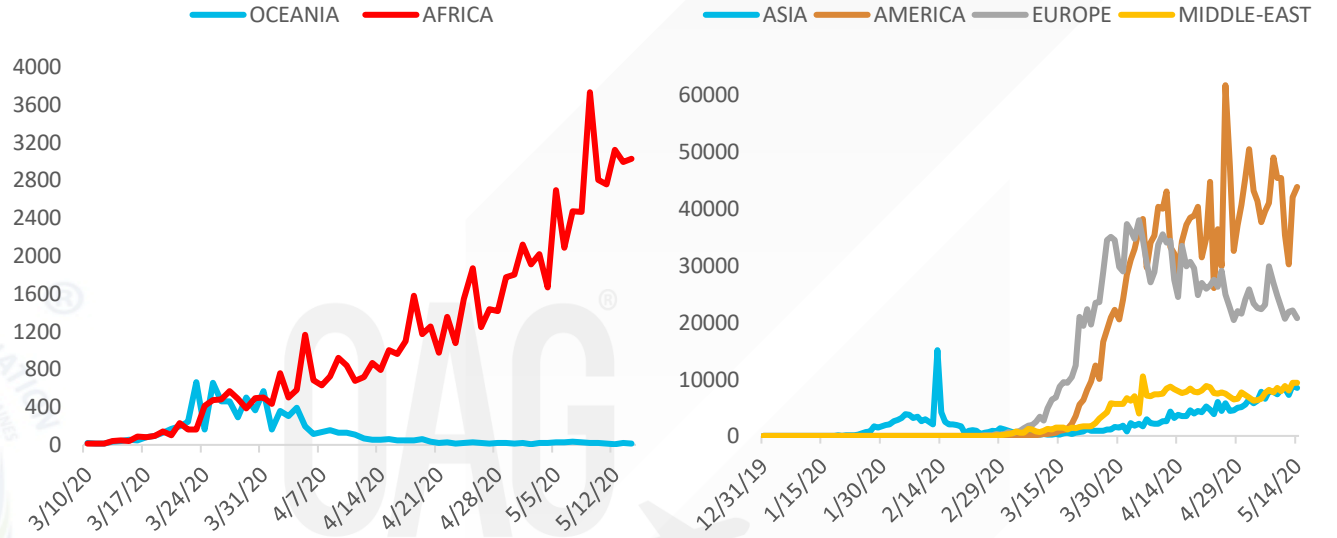
In line with AFRAA COVID-19 Recovery Plan, the Association has put in place an efficient system to close this shortage gap through cooperation among AFRAA members.

Higher Recovery Rates in Africa, However, Infection Rates on the Rise

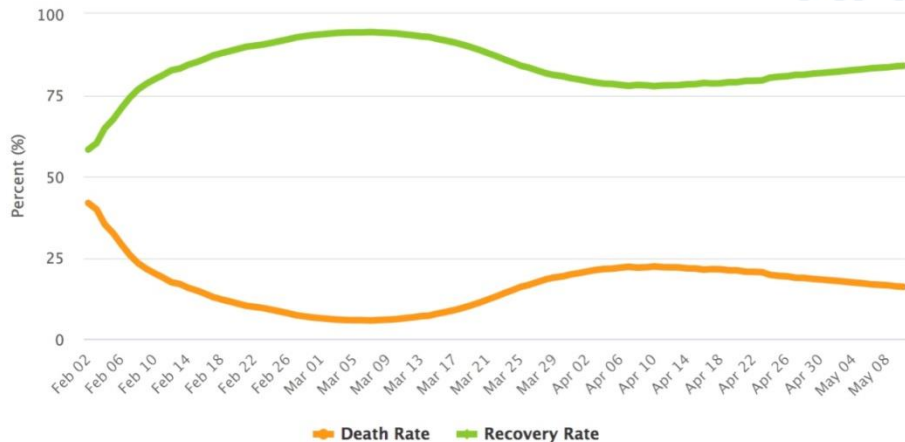
Infections cases as at 14 May 2020



Evolution of infections cases per region as at 14 May 2020



Global Death vs recovery rate Feb – May 2020



- The most impacted countries are South Africa, Egypt, Morocco, Algeria and Ghana with more than 5000 cases
- Among the closed cases, the Global average death rate is 19% vs 9% in Africa. The recovery rate is 91% in Africa and 81% globally. Even if the number of cases has more than double from April to May, the recovery rate is higher, rising from 81% to 91%.

Source: OMS / Worldometer

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