



"Redefining Air Transport for a New Era"



ANNUAL REPORT OF THE SECRETARY GENERAL

09TH NOVEMBER 2020

Better Skies for Africa

INTRODUCTION



AGA 52 THEME:
**“REDEFINING AIR TRANSPORT
FOR A NEW ERA”**

WHERE ARE WE COMING FROM? 2019
STATE OF THE INDUSTRY 2020
FUTURE OUTLOOK 2021 AND BEYOND
AFRAA PRIORITIES 2021

WHERE ARE WE COMING FROM? 2019

“IT ALWAYS MATTERS TO KEEP IN MIND WHERE WE ARE COMING FROM”



- ✓ **GLOBAL** ECONOMIC GROWTH IN 2019: **2.4%** (from 3.0%)
- ✓ **AFRICAN** ECONOMY GROWTH IN 2019: **3.4%** (from 3.6%)
- ✓ **GDP PER CAPITA**: **\$2,000** (from \$1,900)
- ✓ **GLOBAL OIL PRICES** HAVE REDUCED BY 7.5% TO **\$79.7** PER BARREL, COMPARED TO **\$86.1** IN 2018.

WHERE ARE WE COMING FROM? 2019

TOURISM



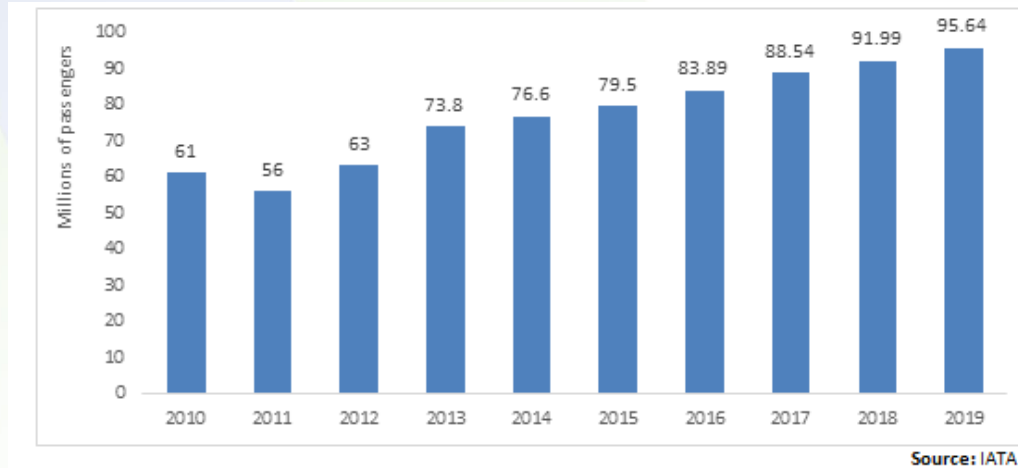
✓ **AFRICA: 72.4 Million** tourists in 2019 (5.4% growth)

✓ **5.0%** Of the global number of tourists

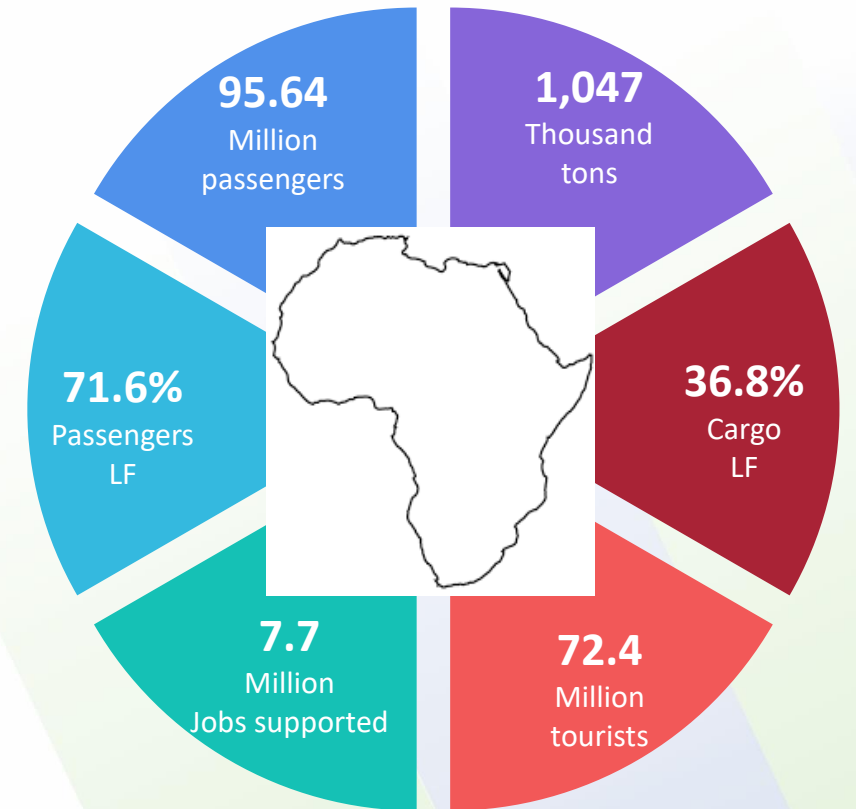
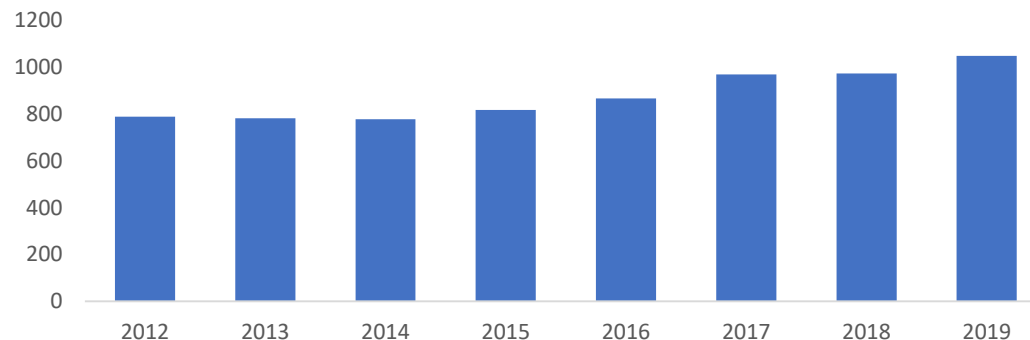
WHERE ARE WE COMING FROM? 2019

AIRLINES PERFORMANCE

Passengers carried by African airlines Year-on-Year – 2019



African Airlines Year-on-Year Freight Carried (thousand tons) – 2019



WHERE ARE WE COMING FROM? 2019

AIRLINES PERFORMANCE (Cont'd)



2019

- ✓ GLOBAL profit: **US\$ 5.8** average per passenger
- ✓ AFRICA: average **US\$ 2.67 loss** per passenger

WHERE ARE WE COMING FROM? 2019

SAFETY



STATE OF THE INDUSTRY 2020

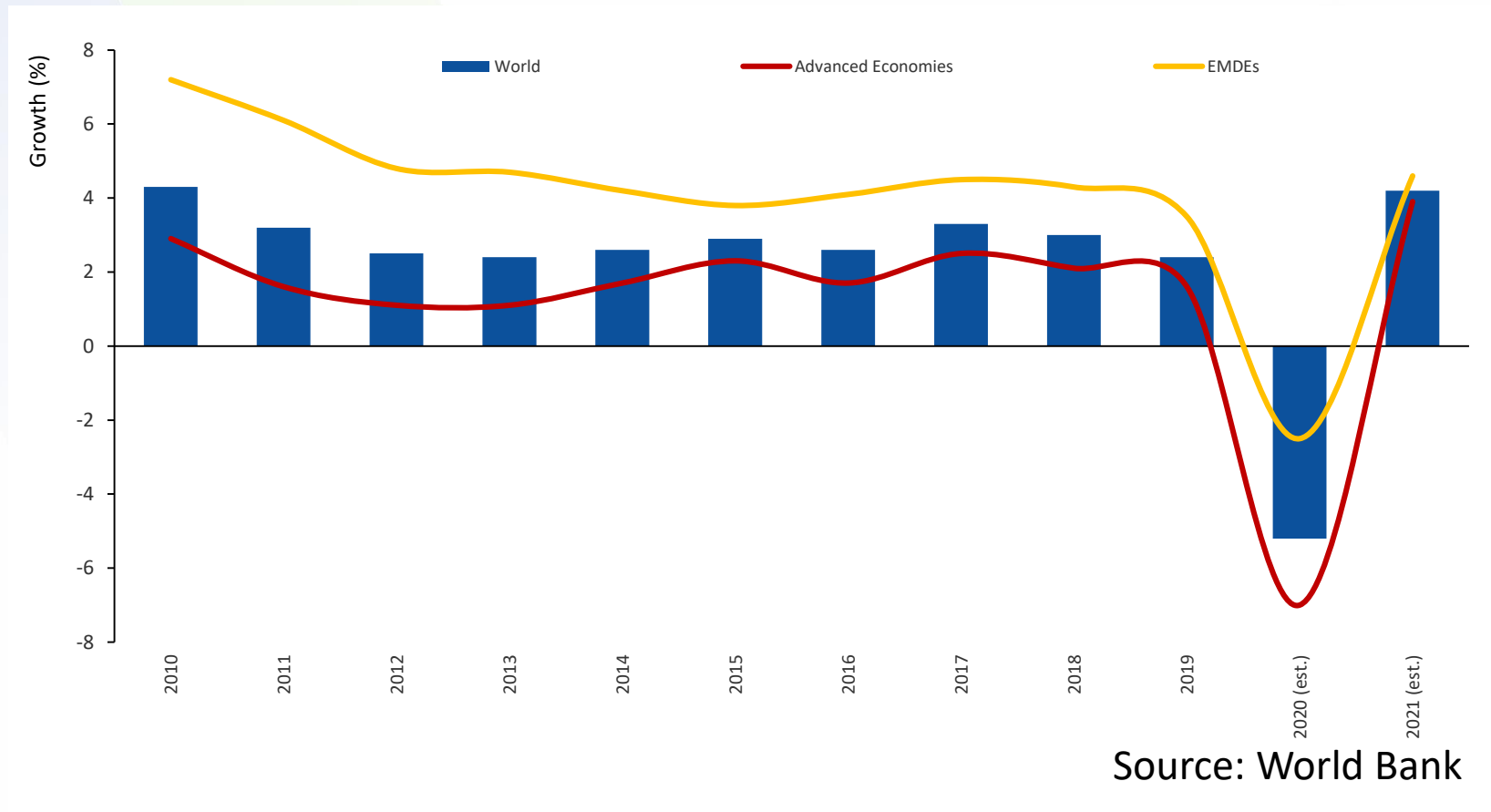
WHERE ARE WE?



STATE OF THE INDUSTRY 2020

COVID19 IMPACT ON GLOBAL ECONOMY

Global Economic Growth

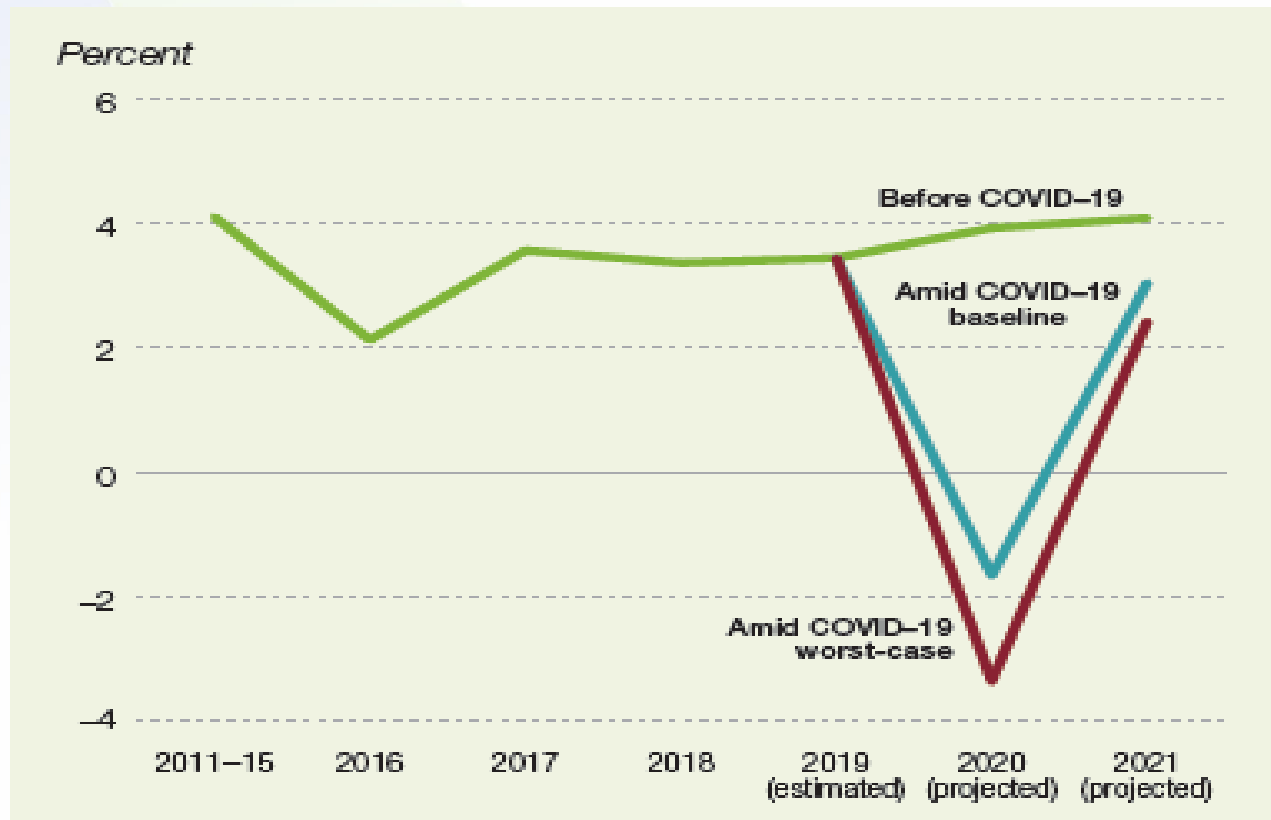


Source: World Bank

STATE OF THE INDUSTRY 2020

COVID19 IMPACT ON AFRICAN ECONOMY

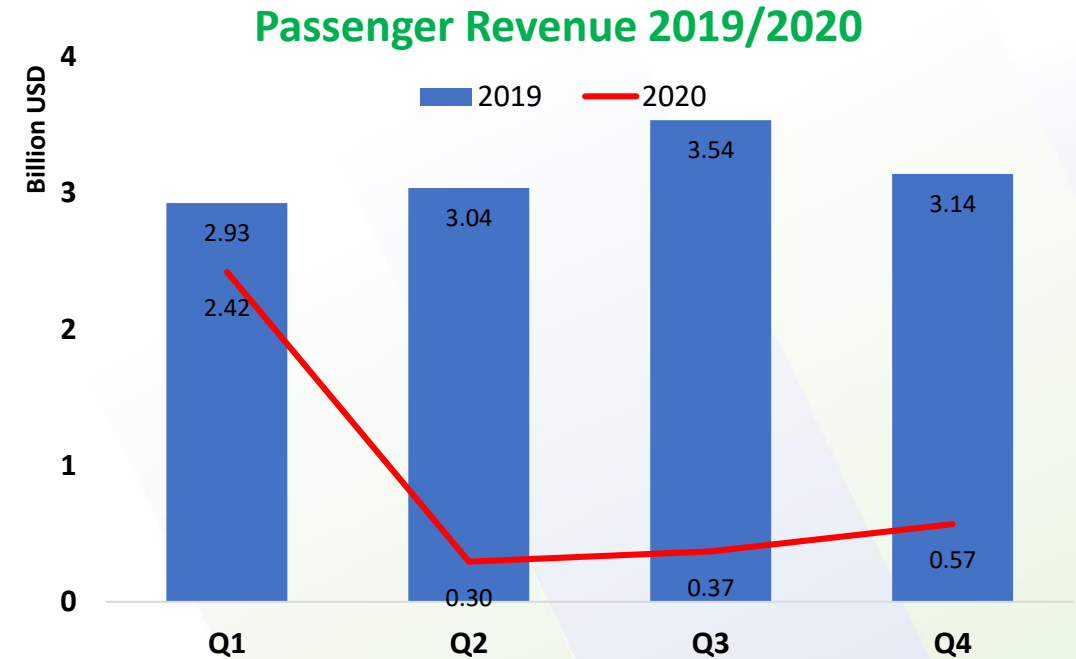
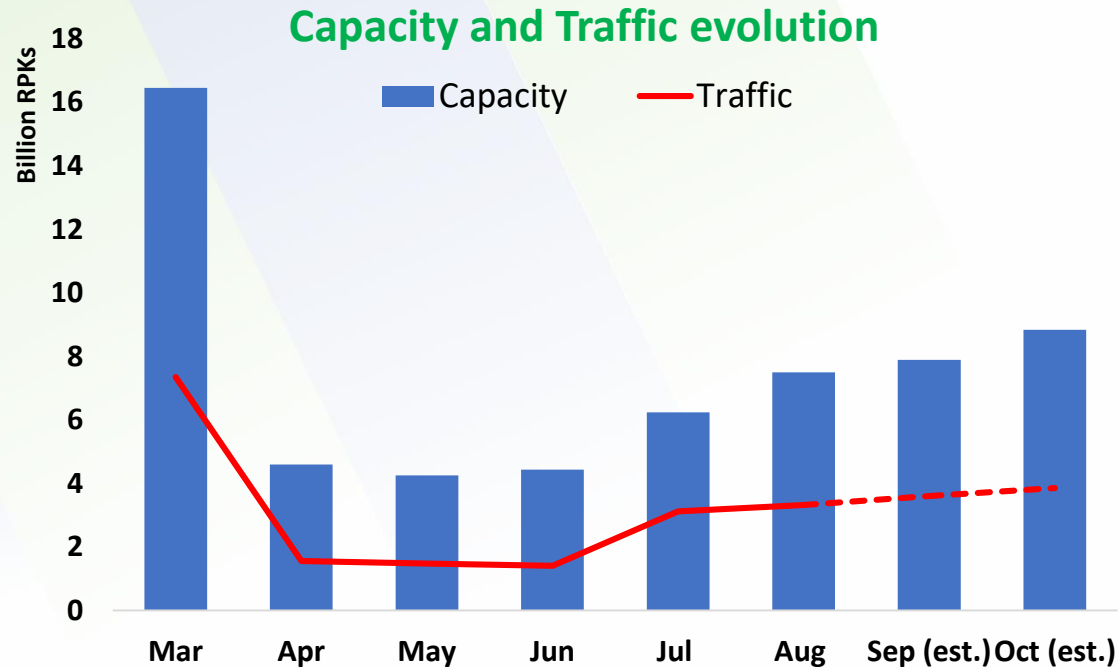
GDP growth projections in Africa before and after including Covid19 effects, 2011-21



Source: AfDB

STATE OF THE INDUSTRY 2020

COVID19 IMPACT ON AFRICAN AIRLINES



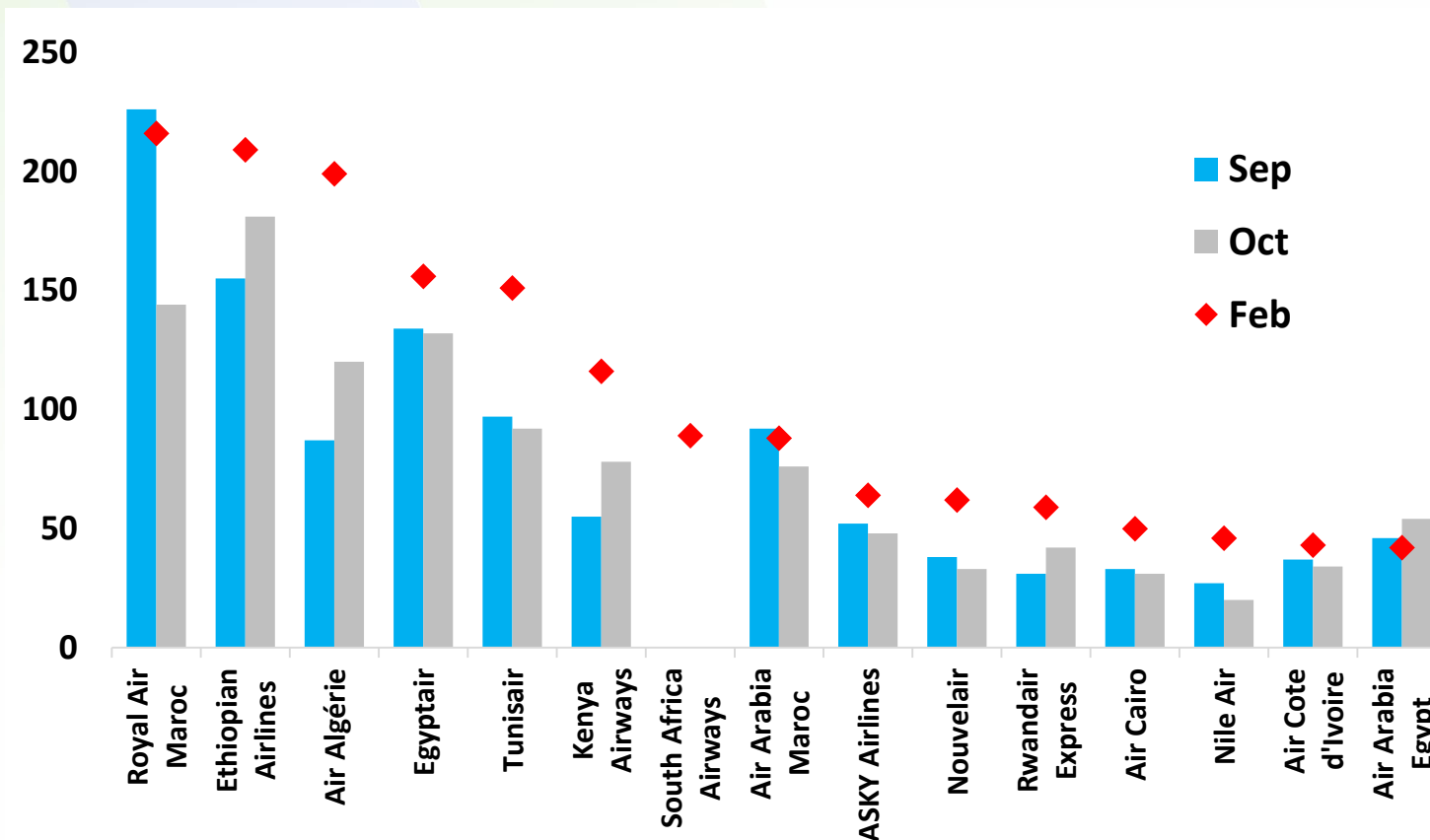
- For August 2020, the capacity (ASK) is **30%** the level for August 2019 and the average load factor is **32.75%** only.

- Estimated Revenue loss for 2020 : **USD 9 billion (21 Oct. assessment)**

STATE OF THE INDUSTRY 2020

COVID19 IMPACT ON AFRICAN AIRLINES

International flights Resumption



Compared to February, in October African airlines reopened **70.8%** of their international routes in October.

FUTURE OUTLOOK 2021 AND BEYOND

AFRAA PRIORITIES 2021



FUTURE OUTLOOK 2021 AND BEYOND

WHAT IS CRITICAL?



Financial support

Business Models



States harmonization
And mutual recognition



Airlines cooperation

Welcome Back! Here's What You Can Expect!



Passengers
Confidence

Technologies



AFRAA PRIORITIES 2021

5-YEARS STRATEGIC PLAN



the
conclusion.



BETTER SKIES FOR AFRICA

