



*Better Skies for Africa*

# AIRLINES REGIONAL PERFORMANCE

**Airports and Air Navigation User Charges Workshop**  
**29<sup>th</sup> To 30<sup>th</sup> October 2024**  
**Nairobi, Kenya**



# ABOUT US

## 56 years of AFRAA's existence...

The leading trade association of African airlines

*Over 85% of African Airlines traffic is transported by AFRAA Member Airlines*



- **Vision:** A sustainable, interconnected and affordable Air Transport industry in Africa where African Airlines become key players and drivers to African economic development.

**54 Member Airlines**  
**38 Industry Partners**



- **Mission:** To promote, serve African Airlines, and champion Africa's aviation industry.

# AFRAA PILLARS OF ACTIONS

3 Pillars of AFRAA  
Actions

## COOPERATION

Partner for the  
development of the African  
Aviation industry

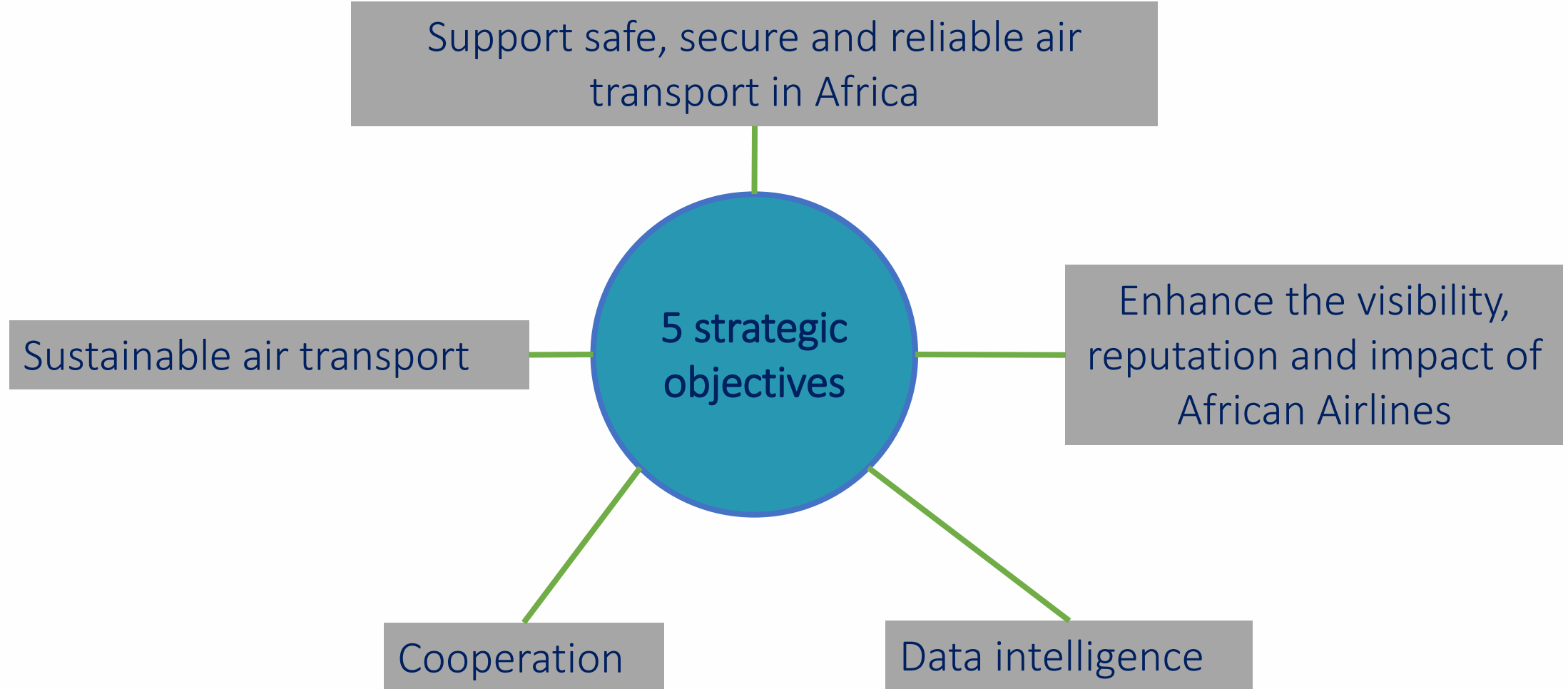
## ADVOCACY

Lobbying + negotiator for  
African Aviation Industry

## DATA

Intelligence and expertise hub of  
the African aviation industry

# AFRAA OBJECTIVES





# AFRICAN AVIATION IN FEW ELEMENTS

# AFRICAN AVIATION IN FEW ELEMENTS

18.3% World Population

2.1% Global Traffic

2% Global Cargo

Population: 1.491 Billion

*Nearly 60% of Africans are under the age of 25 as per AU*

surface area: 30.37 Million km<sup>2</sup>

Annual Growth: +3.7% GDP Growth

Pax: 98 Million (2024 Est.)

*This represents 7% of the entire population*

Airline: +419

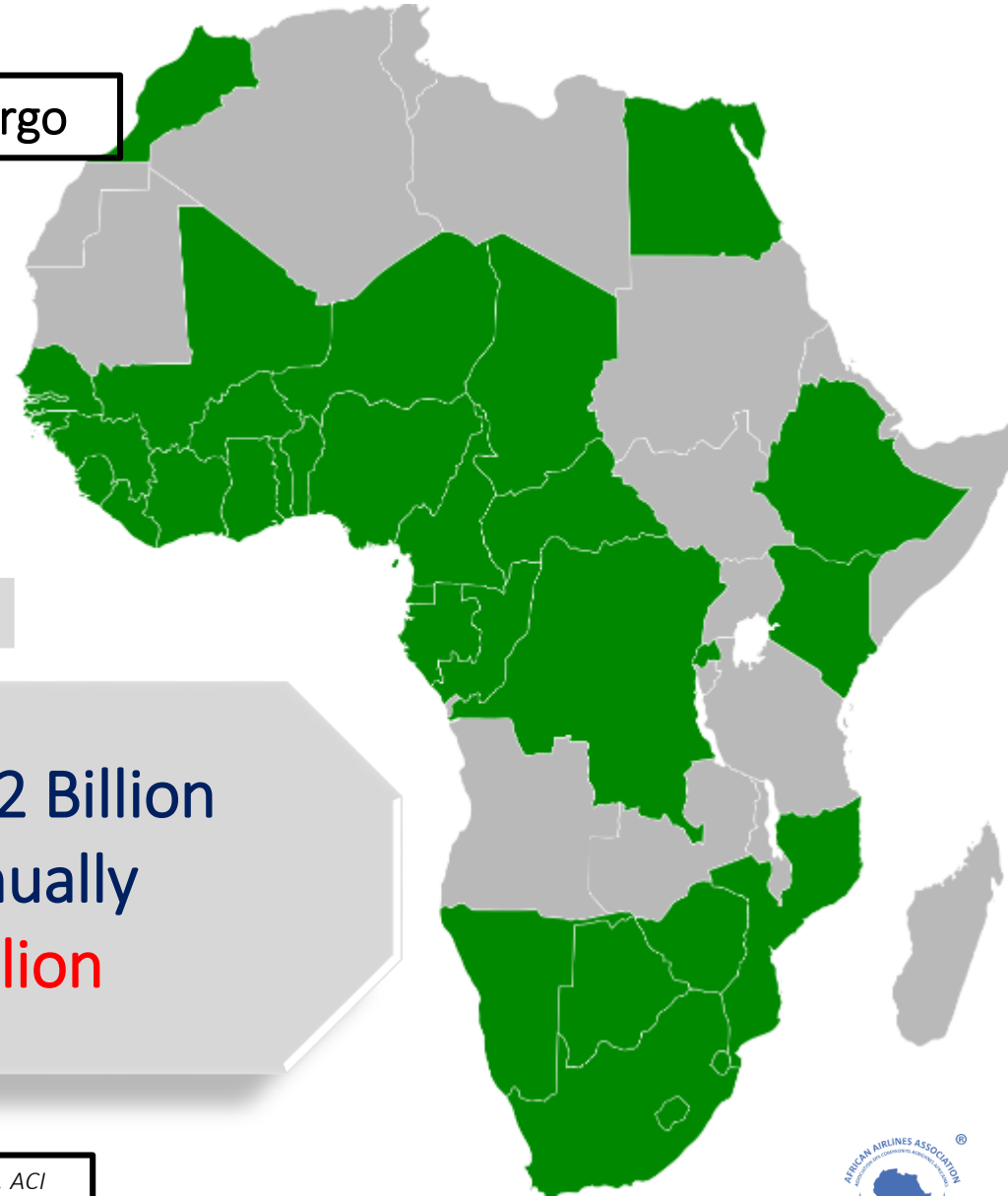
Airport: +265

Intra-Africa Traffic: 28%

Intercontinental Traffic: 32%

POPULATION 2050 = 2 Billion  
meaning 1.3% Annually  
**Pax: over 300 Million**

Source: AU, AFCAC, AfDB, OAG, AFRAA, IATA, Worldometer, ACI





# ECONOMIC GROWTH

# AFRICAN AVIATION SOME STRENGTHS

## ECONOMIC GROWTH

- ❖ 7.7 millions jobs <sup>1</sup>
- ❖ \$ 63 billion in GDP

## RISING DEAMAND

- ❖ 15% annual traffic rise in 2024E vs 2023 <sup>2</sup>
- ❖ 72 % seat occupancy rate

## FLEET RENEWAL

- ❖ 3.2% Fleet growth rate per year <sup>3</sup>
- ❖ 1525 A/C in 2043, including 1,170 new deliveries

- ❖ GDP 3.7% per year
- ❖ Traffic growth 5.8% per year

**Fastest growing  
Economy in the  
World as per AU**

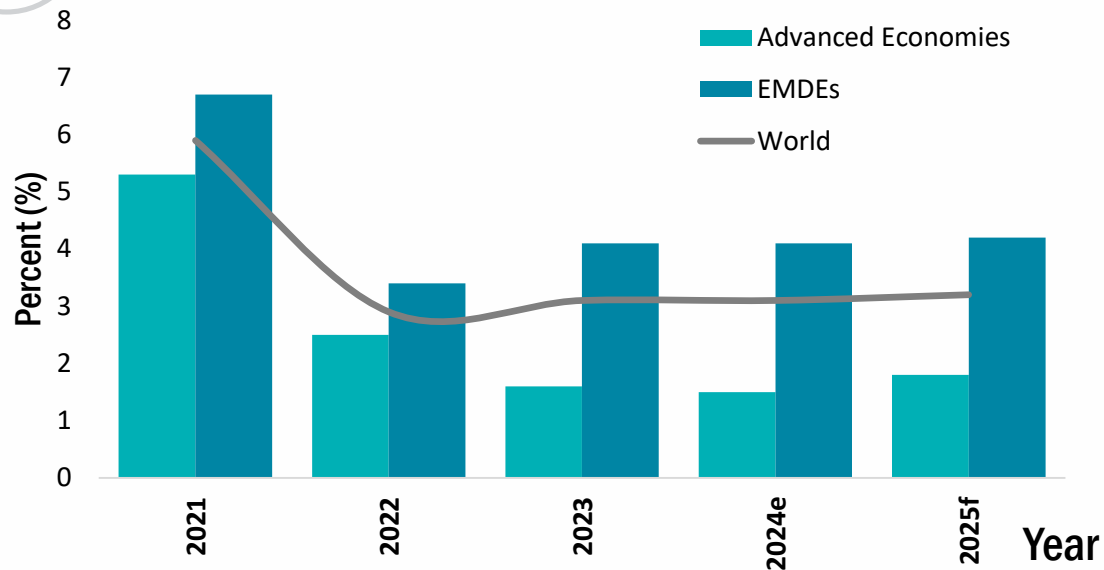
**Africa's passenger traffic is projected to nearly double by 2050, surpassing 300 million passengers.**

1. Haldane Dodd - Air Transport Action Group
2. IATA press release n°6 dated 31/01/2024; IATA Quaterly Air Transport Chartbook – IATASustainability and Economics Q4 – 2023, OAG
3. Boeing Commercial Outlook Market 2024-2043, Oliver Wyman MRO survey 2024-2034

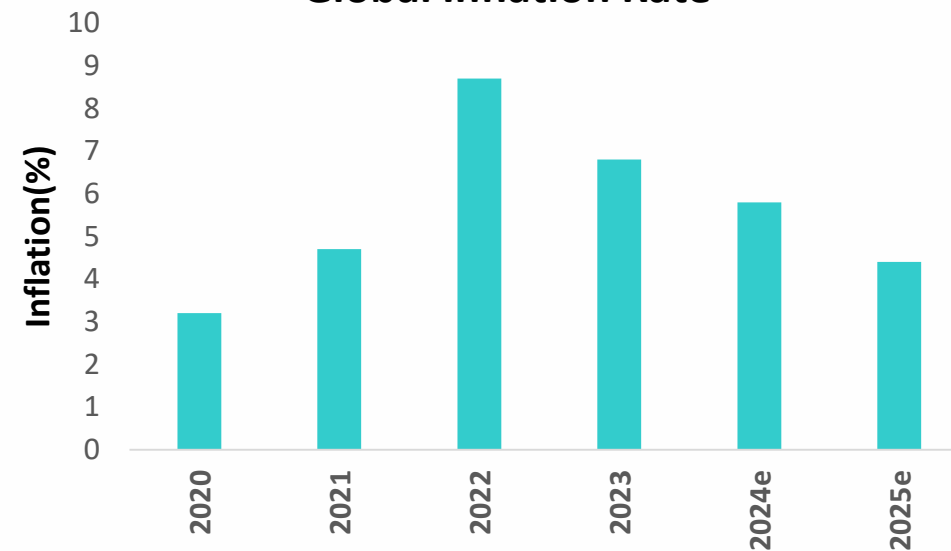


# THE ECONOMIC GROWTH

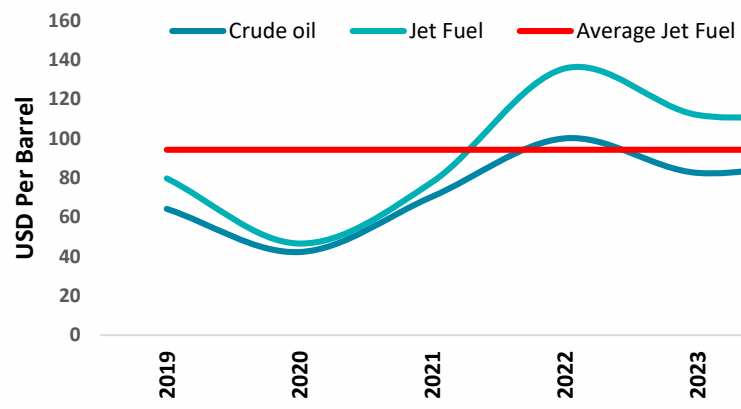
## GDP Growth



## Global Inflation Rate



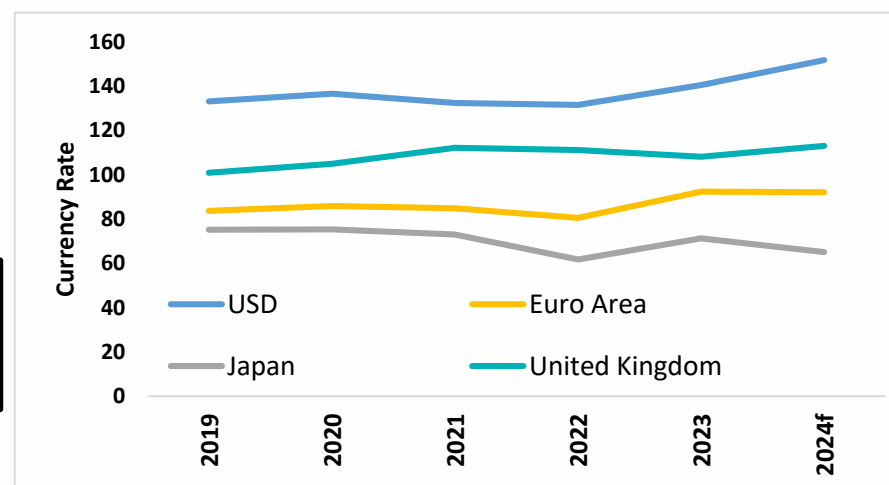
## Oil prices



**Africa 10 to 15% Higher**

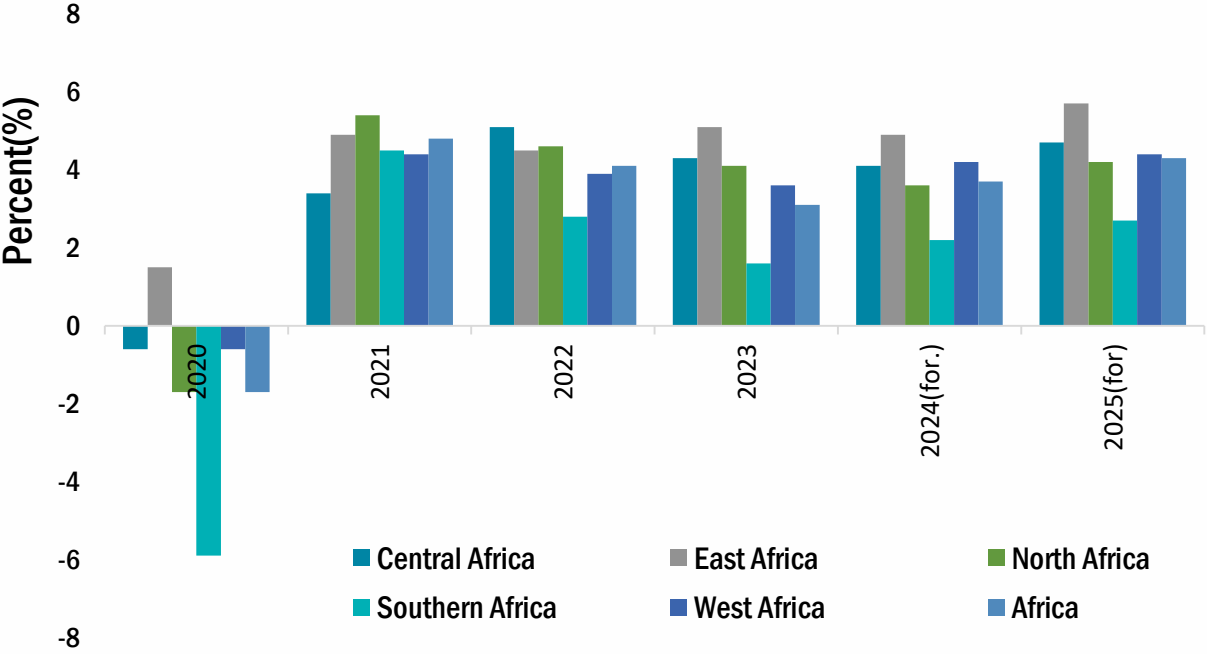
Source : IMF, AfDB, IATA

## Currency rates

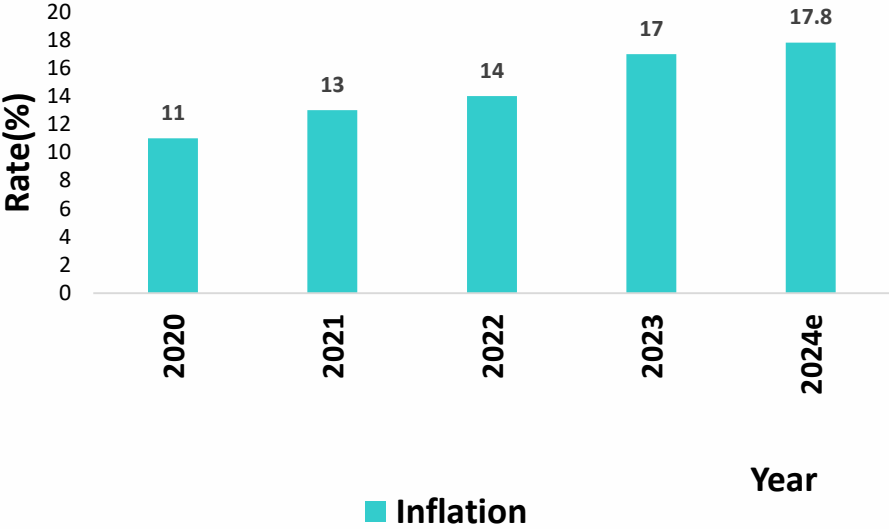


# THE ECONOMIC GROWTH

GDP Growth per Subregion



Inflation rate in Africa



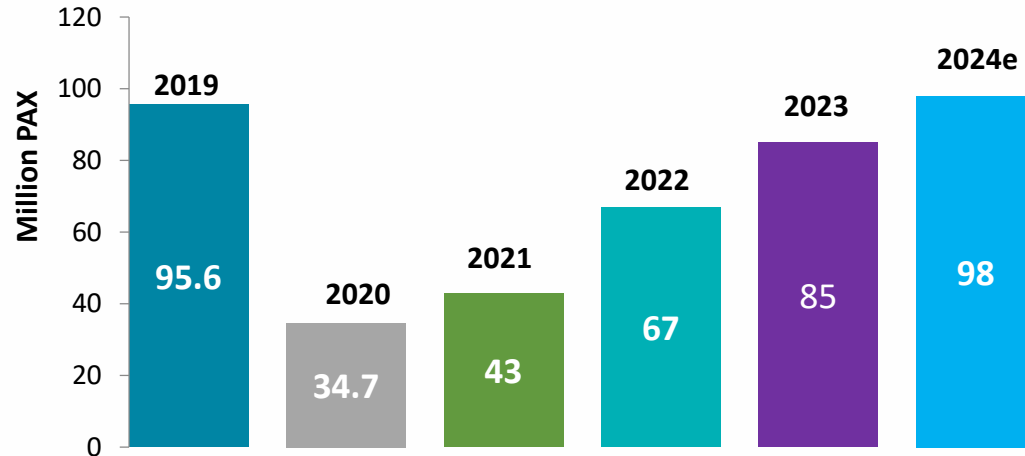
Source : AfDB

# AFRICAN AIRLINES PERFORMANCE

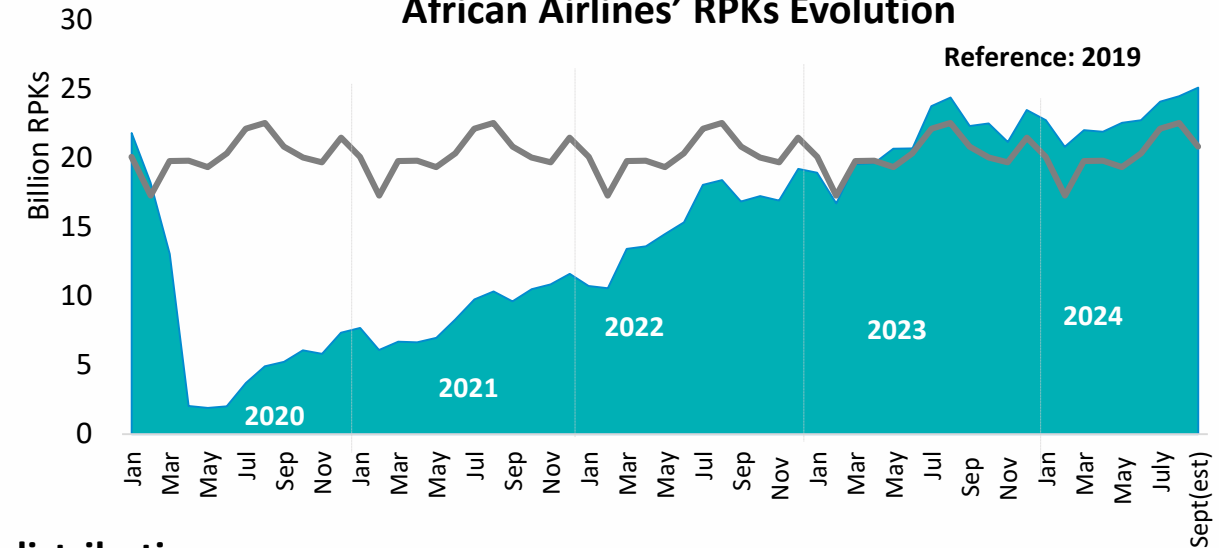
# TRAFFIC PERFORMANCE

2.1% Global Traffic

## African Airlines Passengers carried

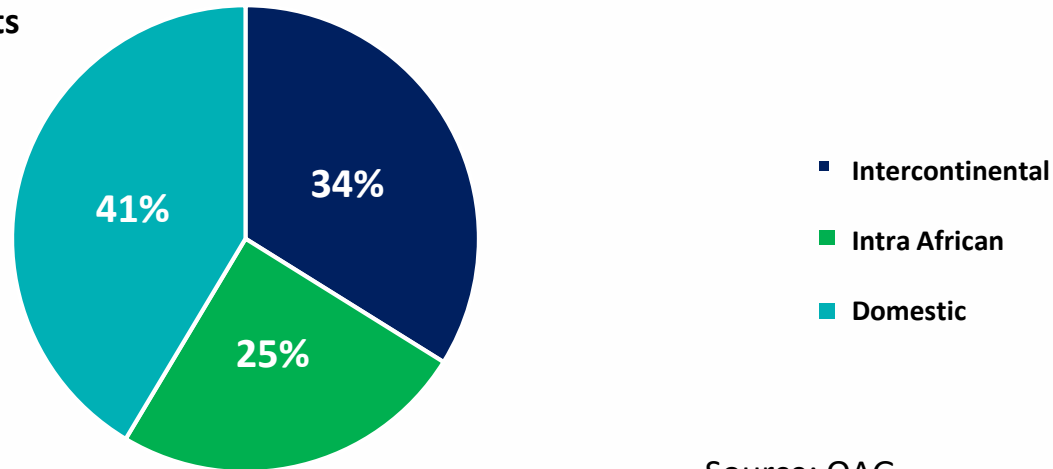


## African Airlines' RPKs Evolution

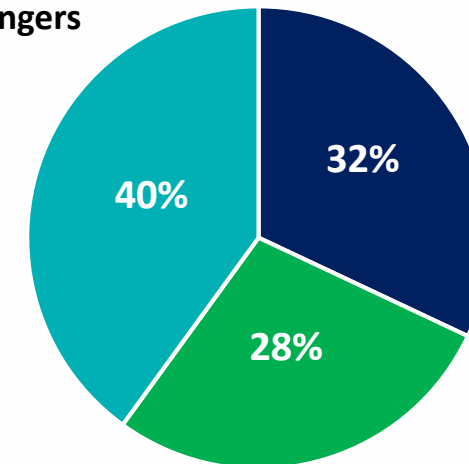


## Seats and Passengers distribution

### Seats



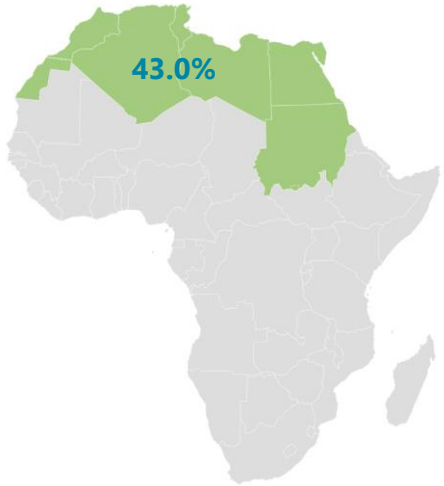
### Passengers



Source: OAG

# TRAFFIC PERFORMANCE

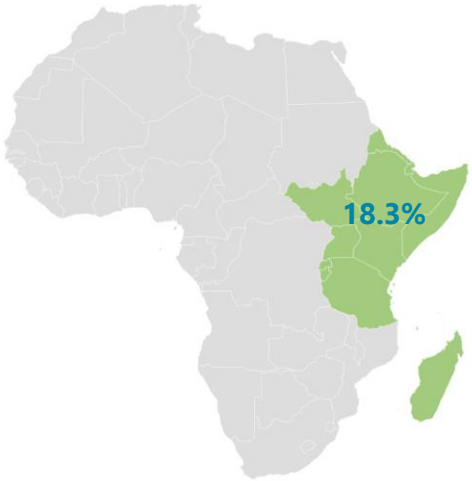
## Northern Africa



**13%**  
Share of  
Domestic traffic.  
Continental  
average is 33%

**59%**  
of the total  
traffic directed  
to Europe

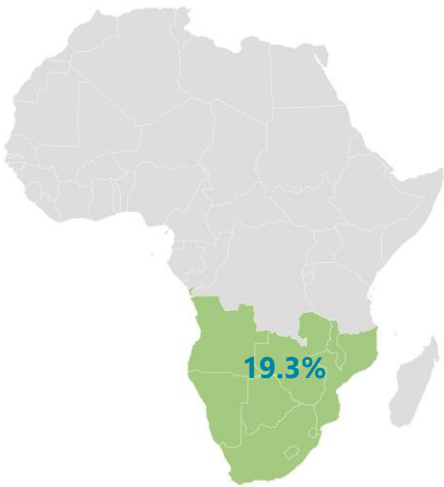
## Eastern Africa



**44%**  
Share of  
Domestic traffic.

**27%**  
of the total  
traffic directed  
to Europe

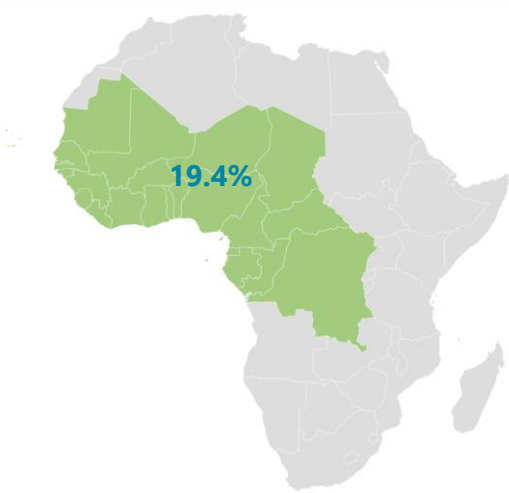
## Southern Africa



**63%**  
Share of  
Domestic traffic.

**25%**  
of the total  
traffic directed  
to Europe

## Central and Western Africa



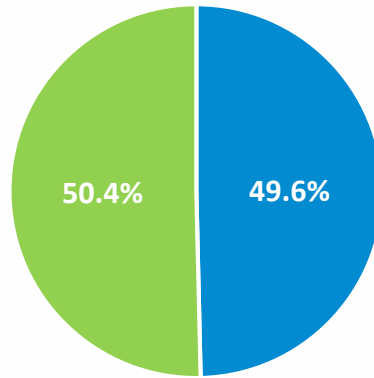
**47%**  
Share of  
Domestic traffic.

**44%**  
of Intra-  
African traffic

Source : OAG

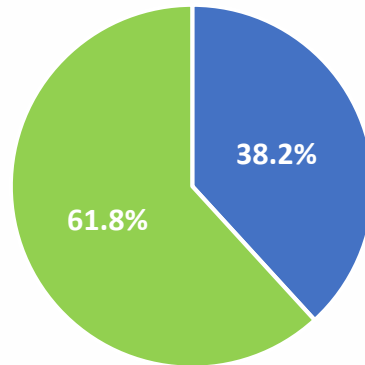
# CAPACITY AND TRAFFIC SHARE

**International Capacity repartition  
(regional + intercontinental)**



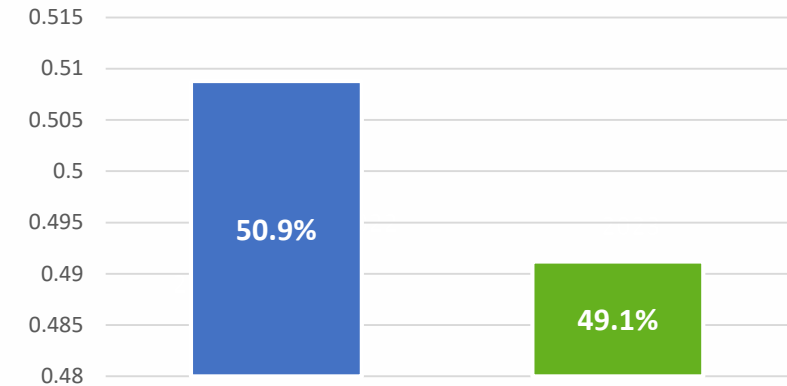
■ African Carriers ■ Non African Carriers

**Intercontinental Capacity repartition**



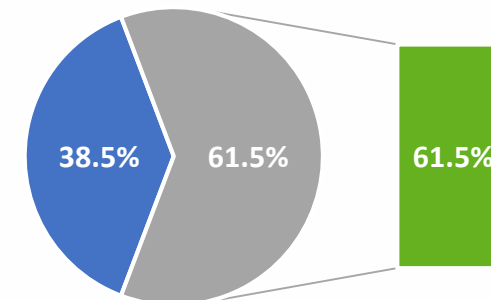
■ African Carriers ■ Non African Carriers

**International Traffic repartition  
(regional + intercontinental)**



■ African Carriers ■ Non African Carriers

**Intercontinental Traffic repartition**



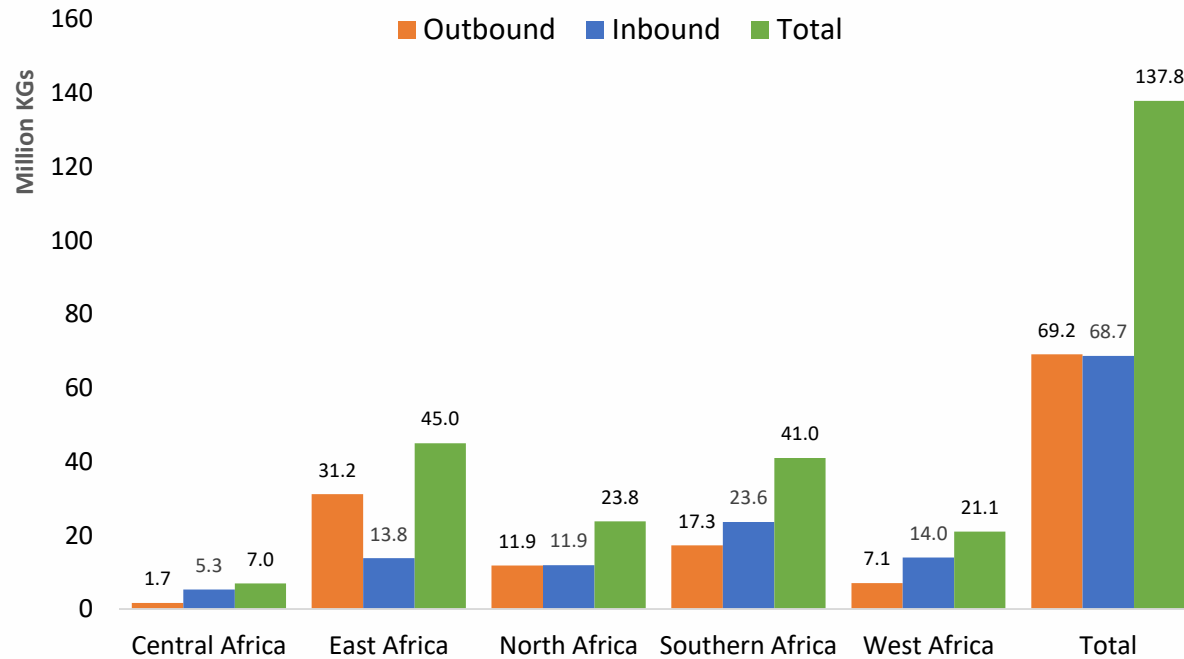
■ African Carriers ■ Non African Carriers

Source: OAG

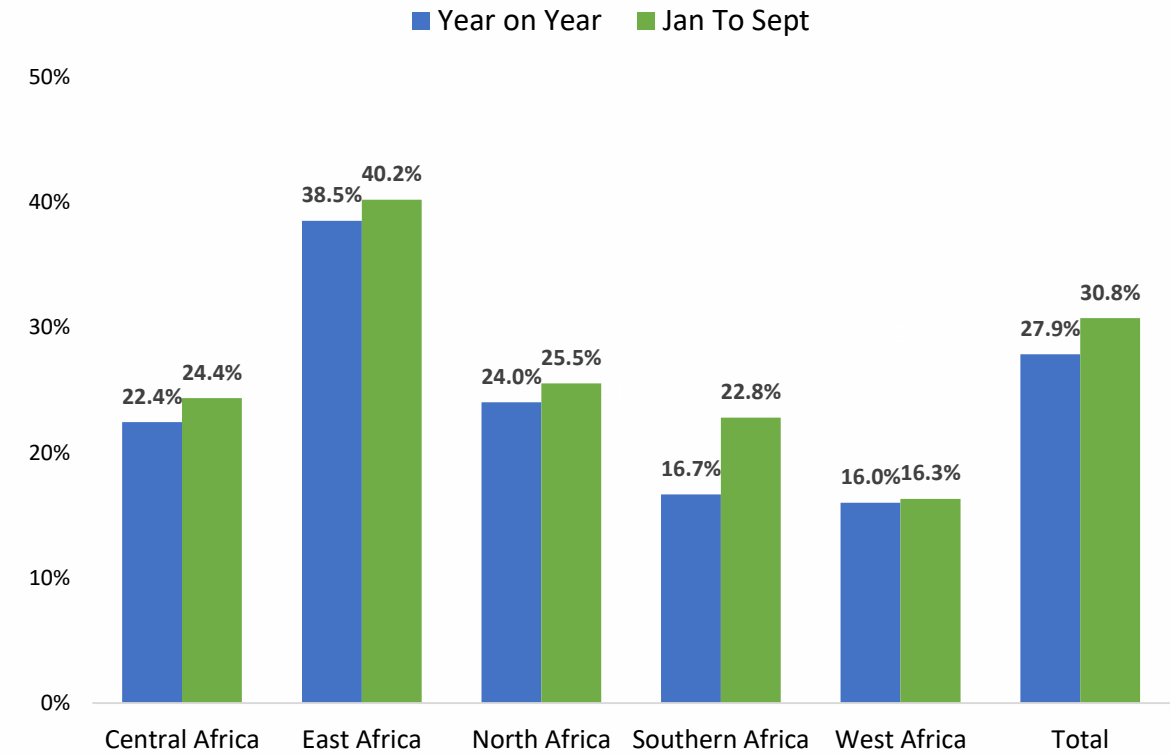
# CARGO PERFORMANCE

2% Global  
Cargo

## Growth of cargo traffic per cargo origin subregions



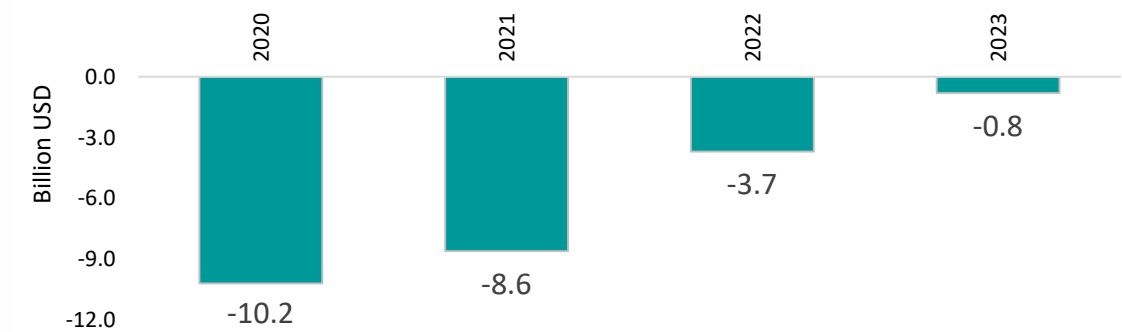
## Market shares of African Airlines per cargo origin subregions



Source : World ACD

# REVENUE PERFORMANCE

Passenger Revenue losses compared to 2019 (billion USD)



Source: OAG

Net Post-tax Profit (billion USD)



Source: IATA

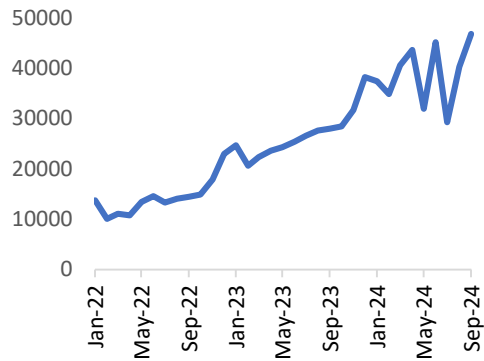


# INTRA-AFRICAN CONNECTIVITY

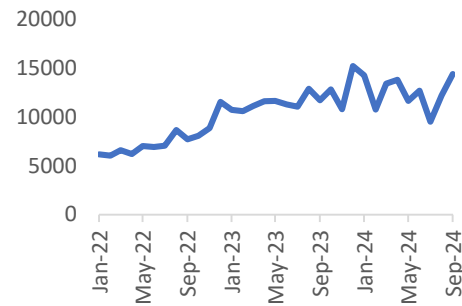
## Number of Intra-African connections at major hubs per African Sub-regions

### Eastern Africa

Addis Ababa

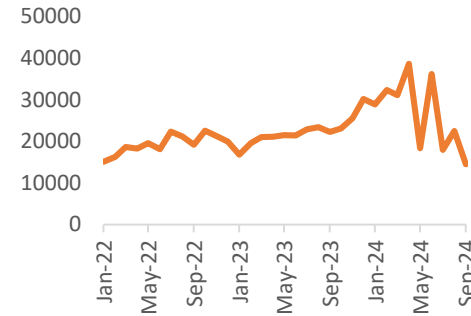


Nairobi

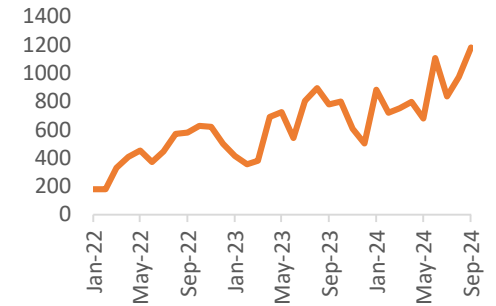


### Southern Africa

Johannesburg

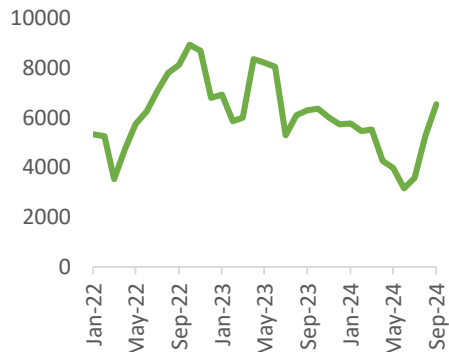


Lusaka

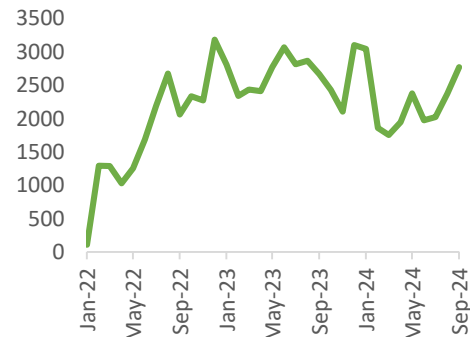


### Northern Africa

Cairo

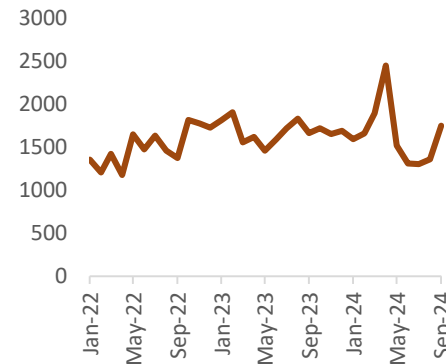


Casablanca

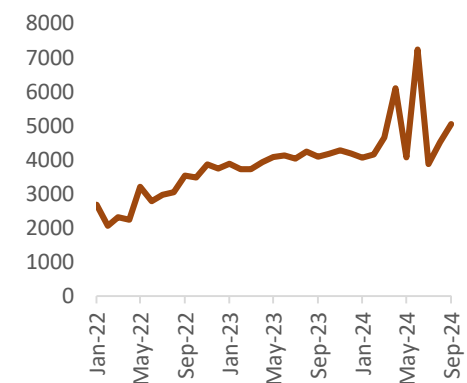


### Central and Western Africa

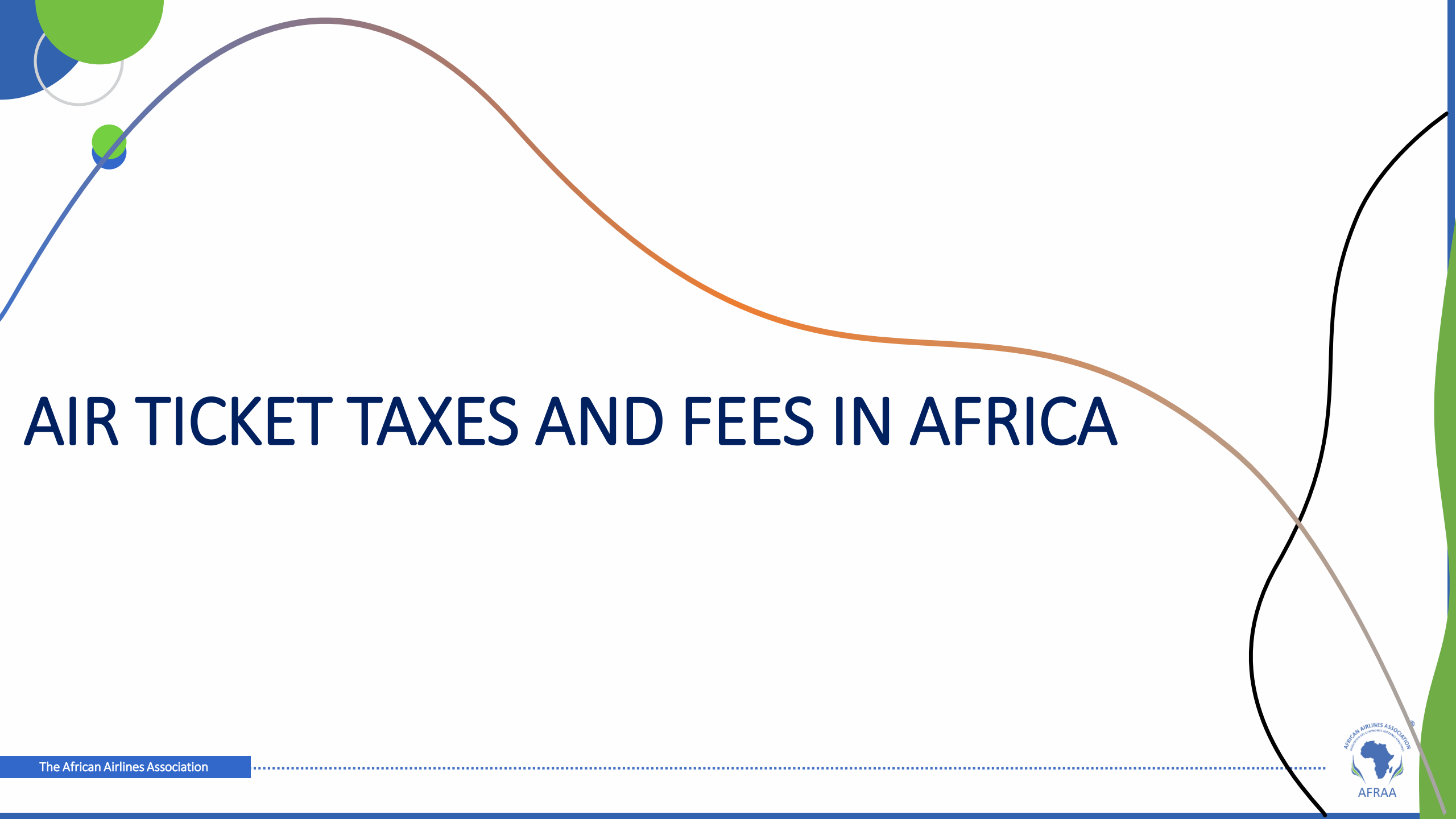
Abidjan



Lome



Source : OAG

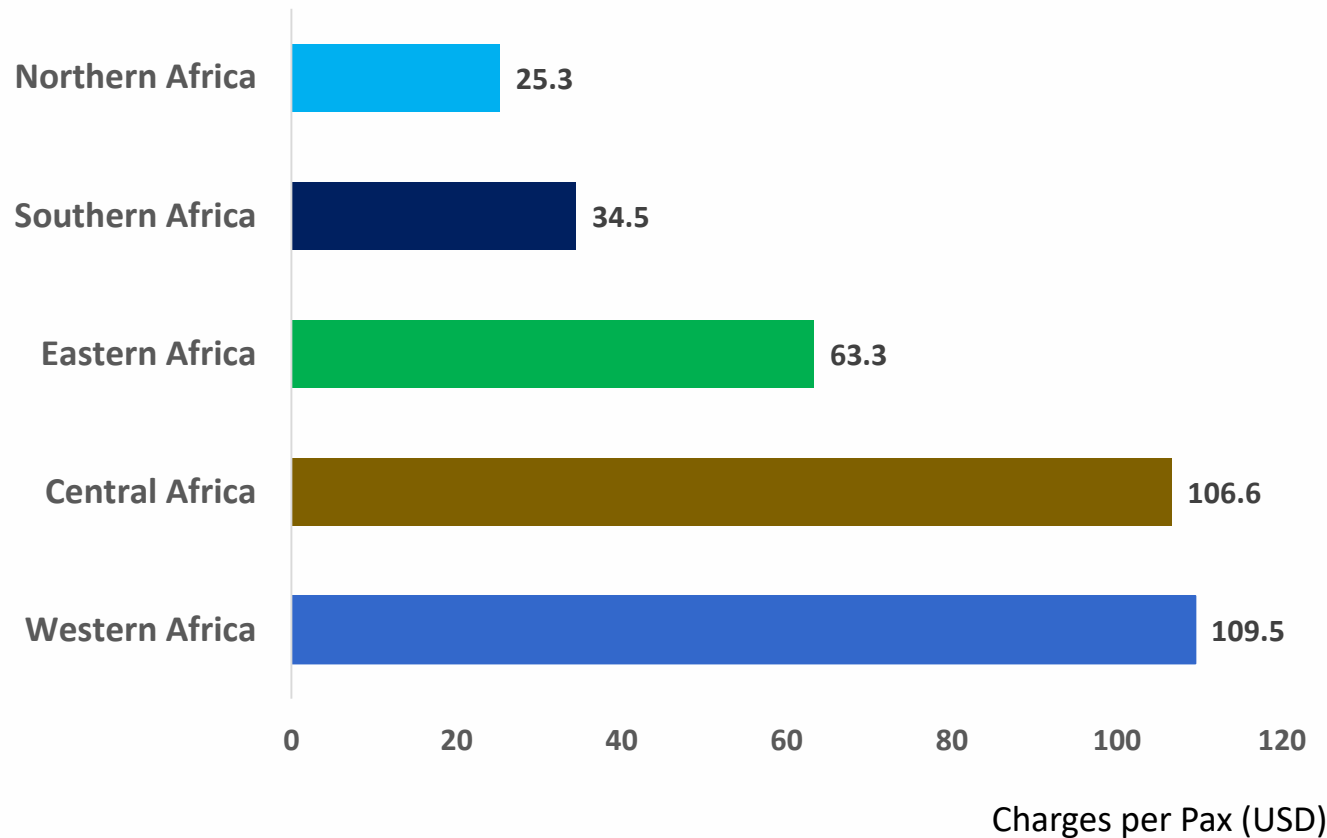


# AIR TICKET TAXES AND FEES IN AFRICA

# International departures passenger paid taxes, charges and fees

Average international taxes, charges and fees per African sub-regions (USD)

**Africa International taxes, charges and Fees sept 2024**



The Western African region is the most expensive, with an average **USD 109.5** taxes and fees paid for international travels.

Central Africa is following, with **USD 106.6** in average.

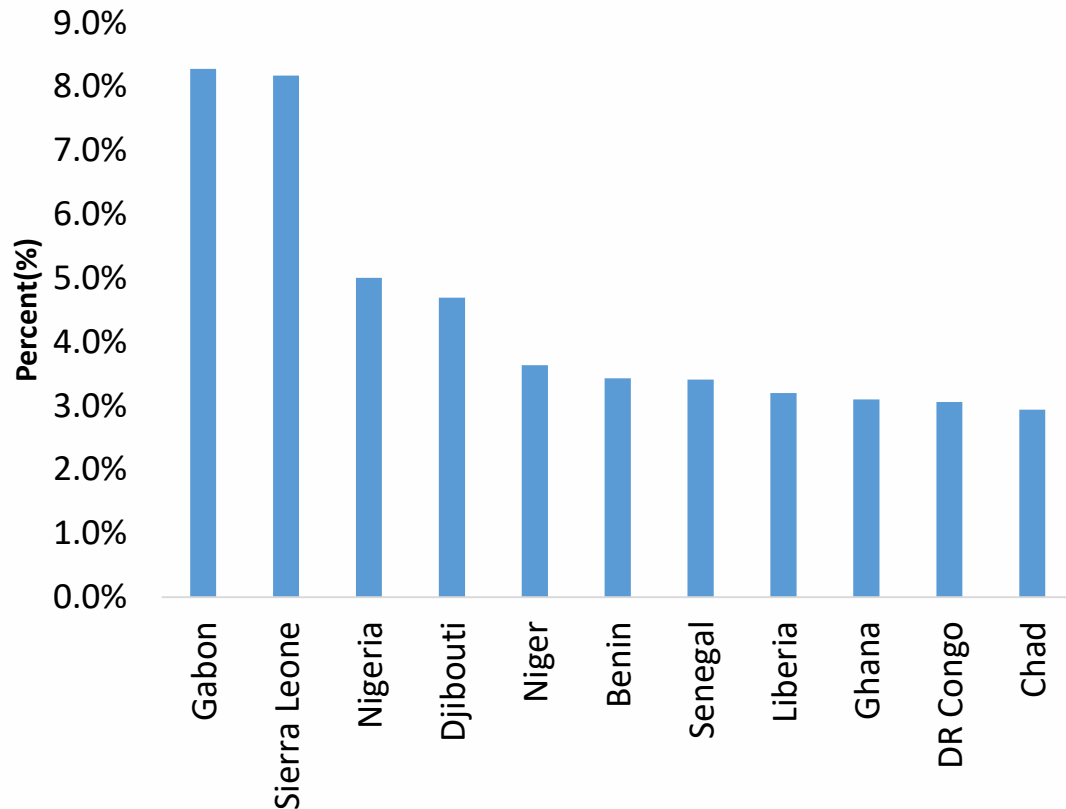
Eastern and Southern African regions, even if affordable compared to the previous, remains more expensive than neighboring regions, charging **USD 63.3** and **USD 34.5** per passenger respectively

The most affordable region in terms of taxes and fees is Northern Africa, where passengers pay in average **USD 25.3**.

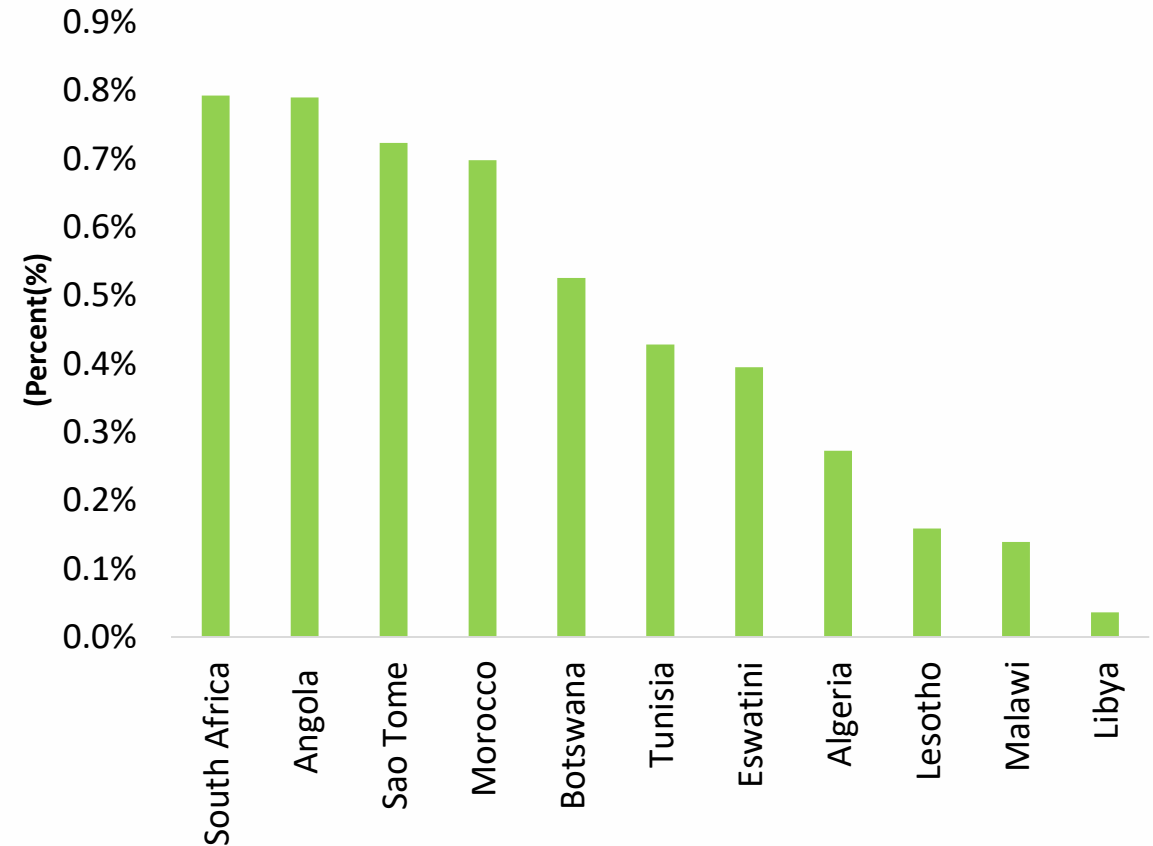
Source :AFRAA/ IATA ACIC

# 10 (ten) most and less expensive countries for International departures

**Top 10 Most expensive**



**10 Less expensive**

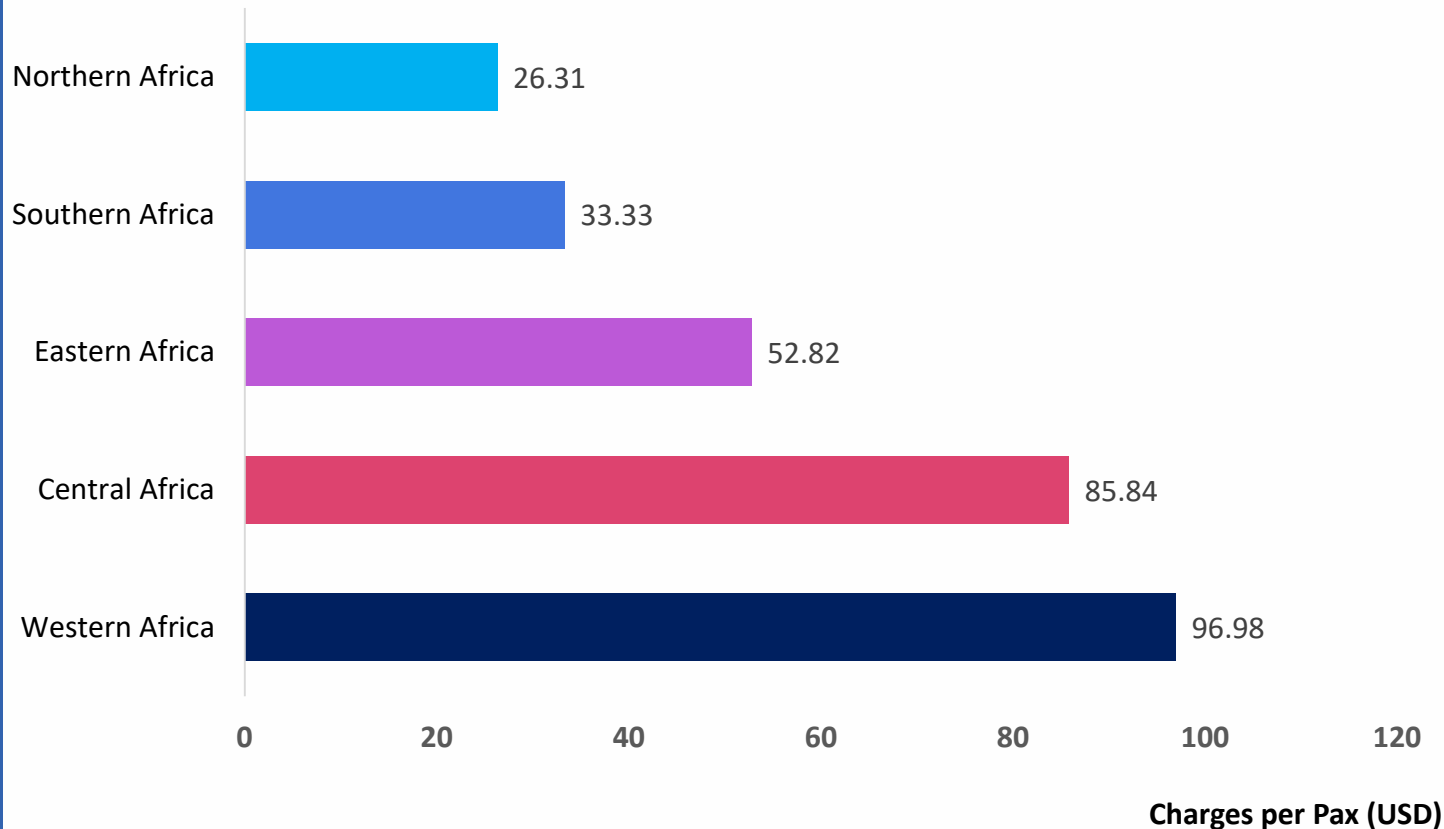


Source : AFRAA/IATA ACIC

# Sub-Regional departures passenger paid taxes and fees

Average Regional taxes, charges and fees per African sub-regions (USD)

Africa Regional Passenger paid taxes ,Charges and fees Sept 2024



The Western African region is the most expensive, with an average **USD 96.98** taxes and fees paid for regional travels.

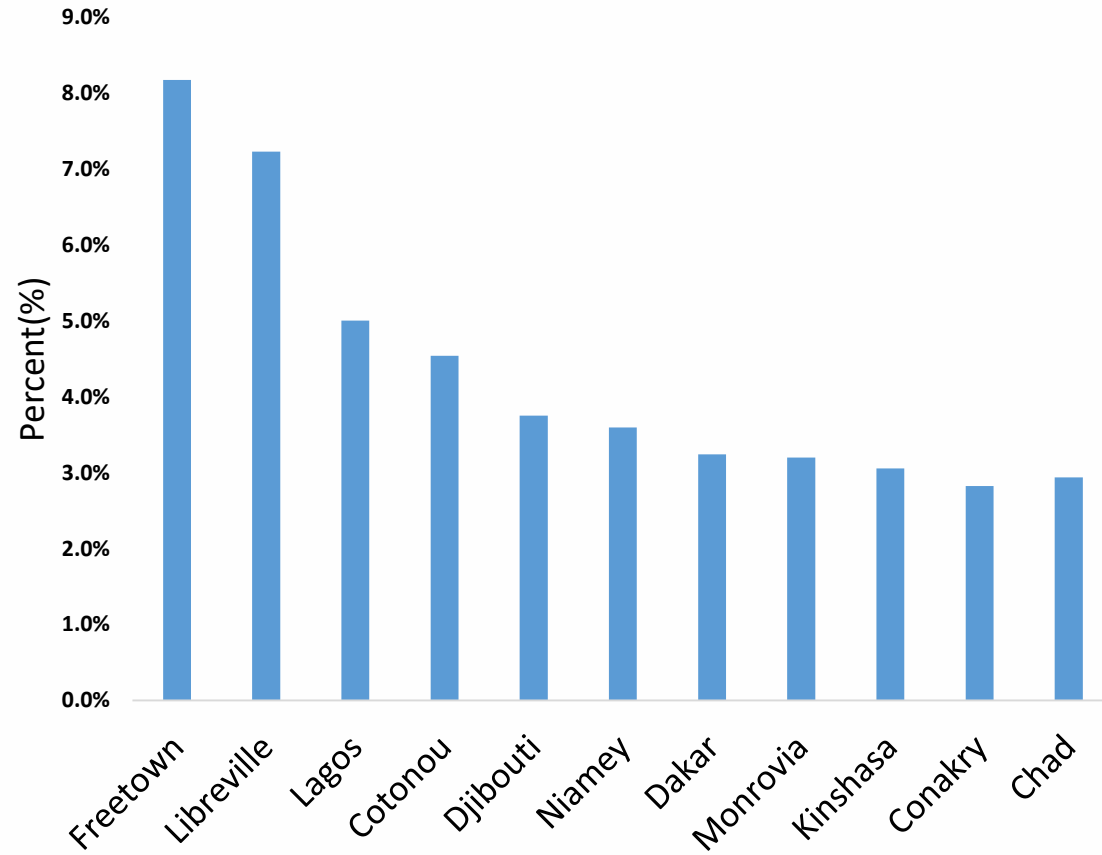
Central Africa is following, with **USD 85.84** in average. Eastern and Southern African regions, even if affordable compared to western and central africa remains expensive, charging **USD 52.82** and **USD 33.33** per passenger respectively

The most affordable region in terms of taxes and fees is Northern Africa, where passengers pay in average **USD 26.31**.

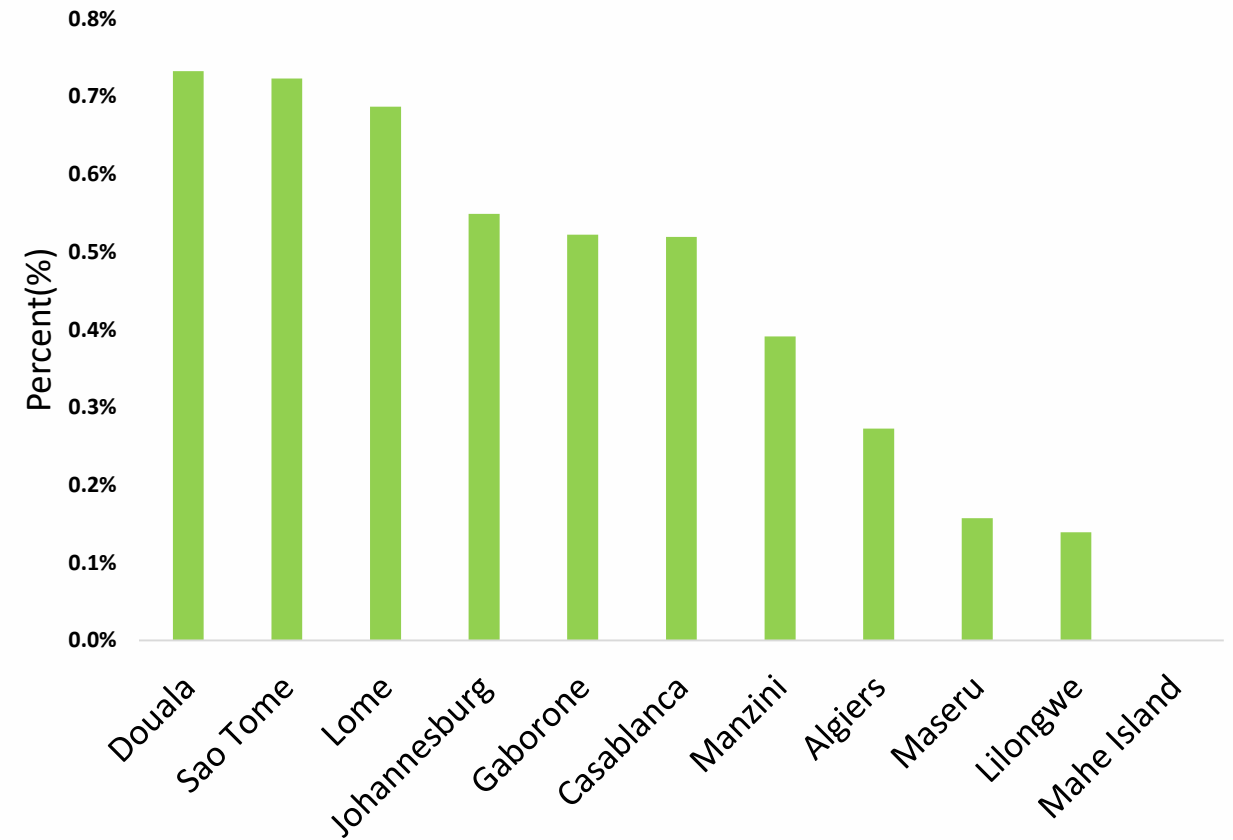
Source : AFRAA/IATA ACIC

# 10 (ten) most and less expensive Cities for regional departures

## Top Ten Most Expensive

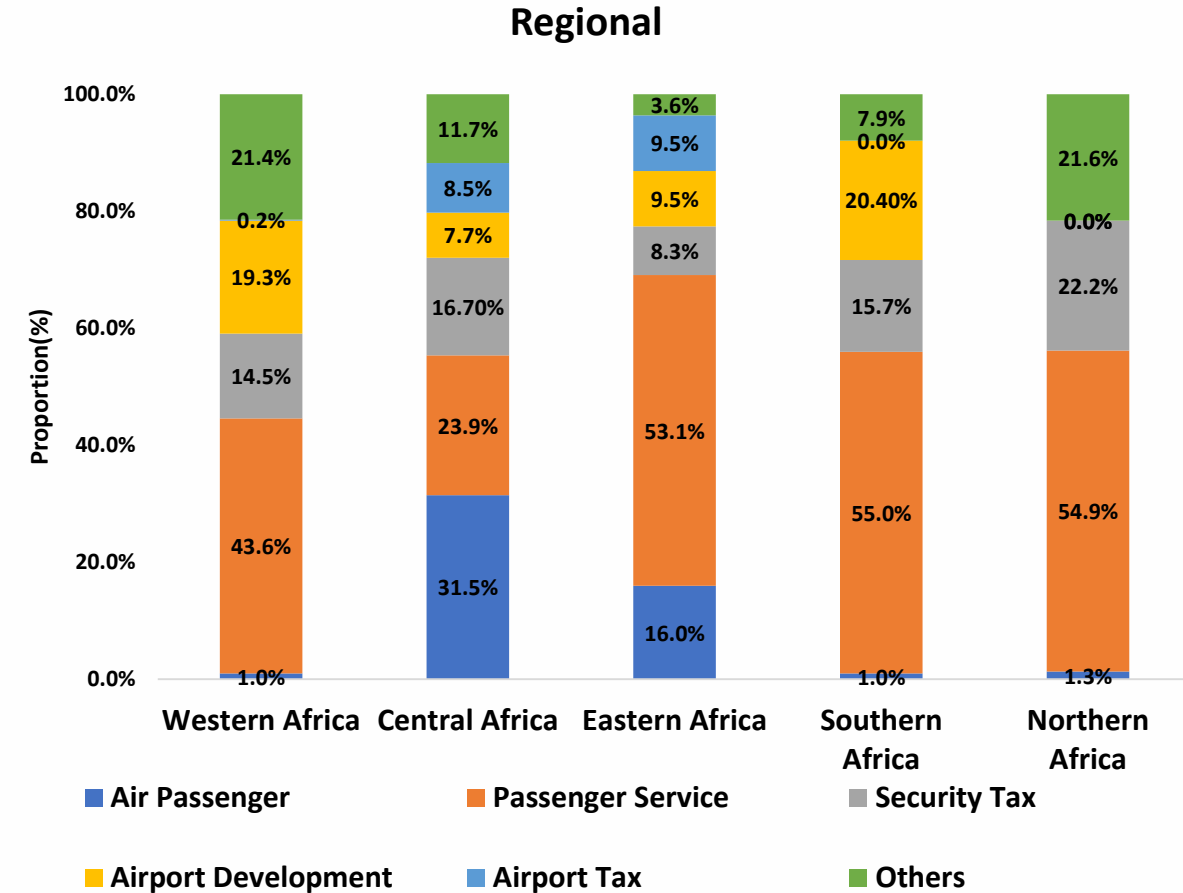
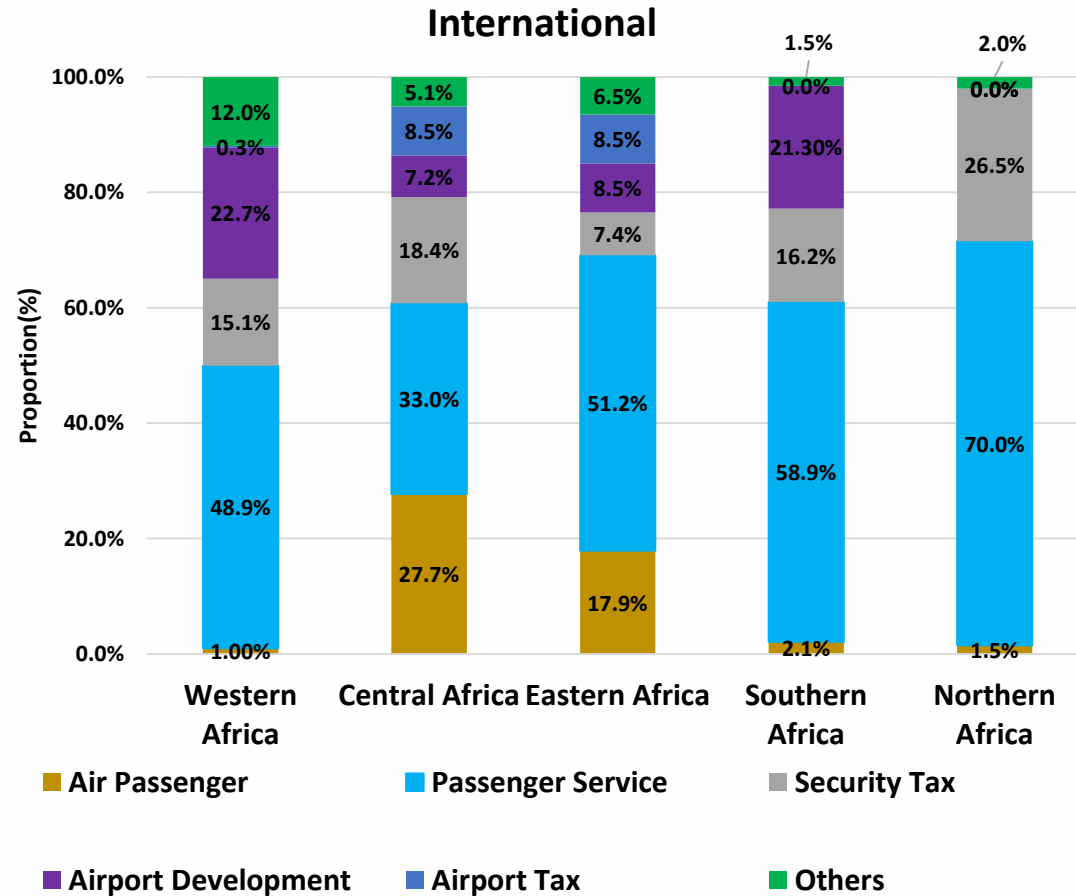


## 10 Less Expensive



Source :AFRAA/ IATA ACIC

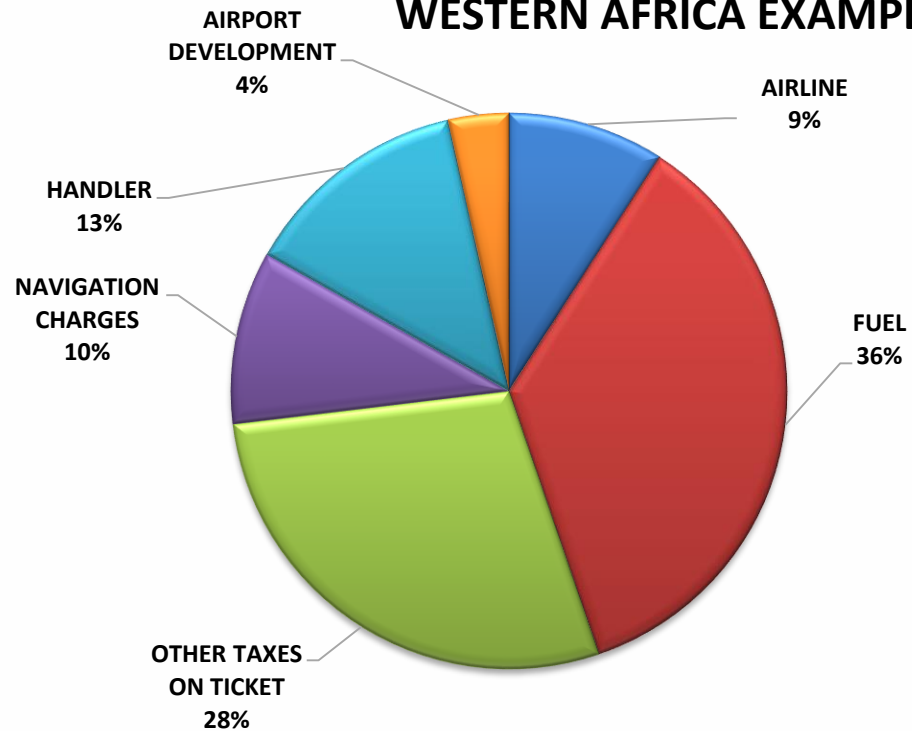
# Proportion of International & Regional departures passenger paid taxes, charges and fees



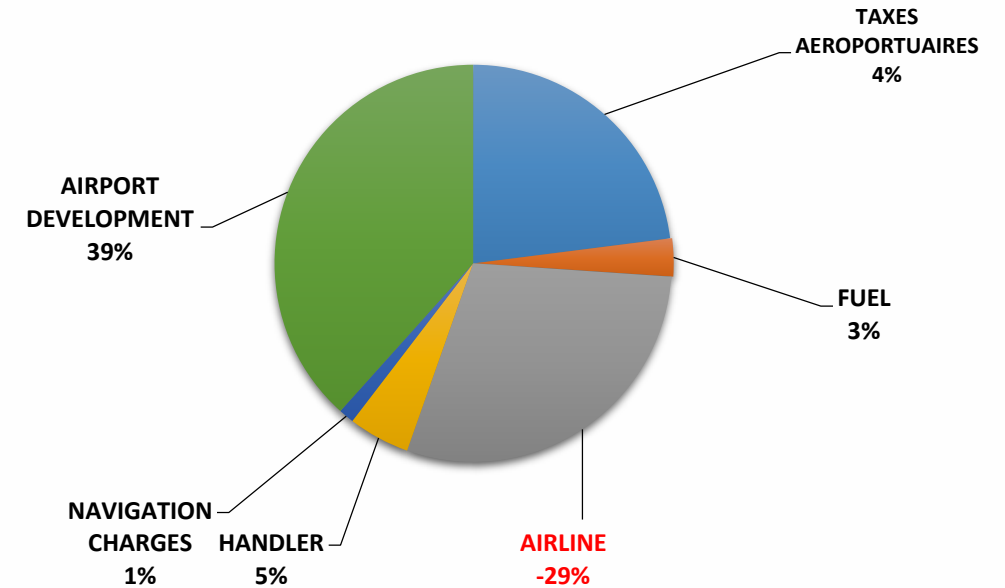
Source :AFRAA/ IATA ACIC

# EXAMPLE OF CHARGES ON TICKET FARE

## WESTERN AFRICA EXAMPLE 1



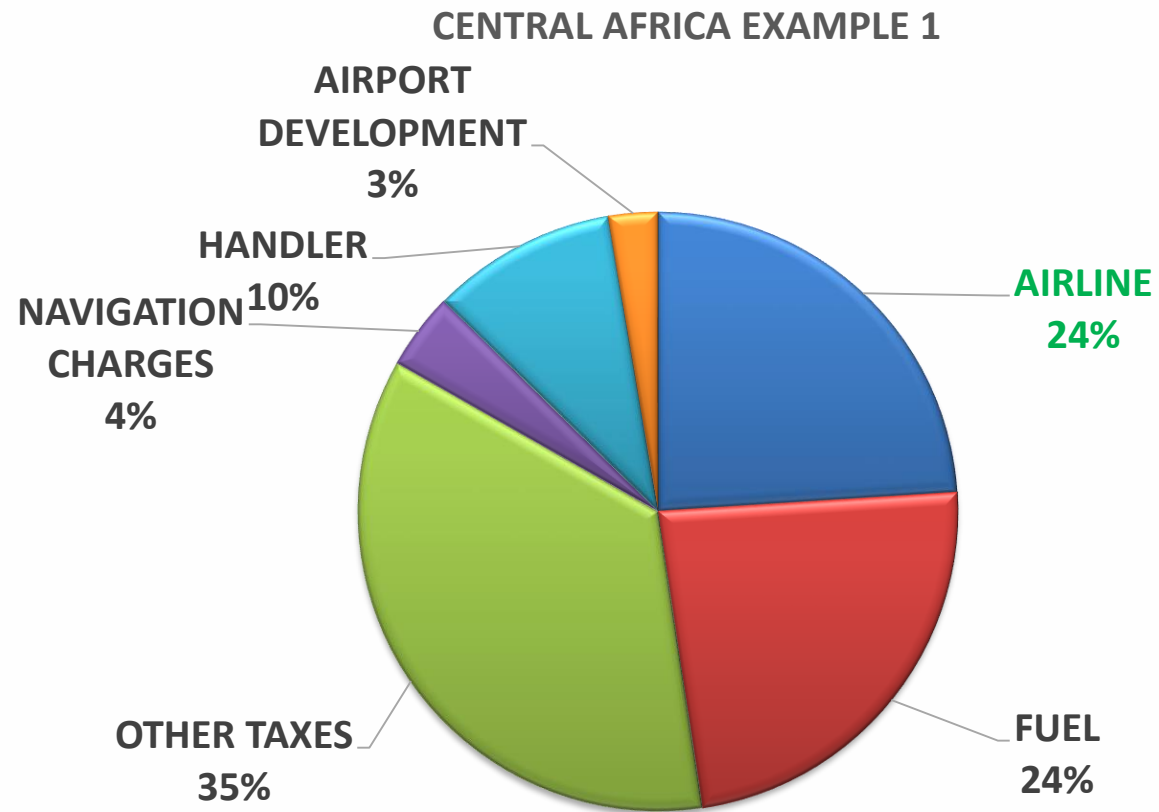
## WESTERN AFRICA EXAMPLE 2



Source :AFRAA/ AMADEUS



## CONT....EXAMPLE OF CHARGES ON TICKET FARE



Source :AFRAA/ AMADEUS

# CHALLENGES IN AFRICA

# Challenges Facing the Aviation Industry in Africa

- 1 Inadequate infrastructures
- 2 Unfavorable investment environment
- 3 Inflated price of jet fuel
- 4 Blocked funds *Lobbying to be conducted at state level*
- 5 Rising number of foreign competitors
- 6 Poor intra-African connectivity coupled with market access limitations
- 7 Imposition of high taxes and charges on the airlines by various governments compared to other regions

THANK  
YOU



*Better Skies for Africa*