## **COVID-19** Regional Press Conference

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**Peter Cerdá** 

Regional Vice President, The Americas



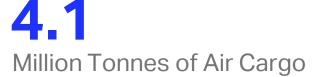
### In Latin America & Caribbean

#### Air Transport supports...













Cities connected across the region



**160** Cities connected to the rest of the World







#### Latest Forecast: US\$314 billion or 55% fall in passenger revenues

Region of airline registration	RPKs 2020 (vs 2019 year- on-year change)	Passenger revenue \$ billion 2020 vs. 2019 levels
Asia-Pacific	-50%	-113
North America	-36%	-64
Europe	-55%	-89
Middle East	-51%	-24
Africa	-51%	-6
Latin America	-49%	-18
Industry	-48%	-314

Note: This assumes, as in the previous impact assessment, that the domestic lock-down lasts 3 months, until the end of Q2. But international travel restrictions are assumed in this assessment to be reduced more slowly, with only 50% of pent-up international RPKs recovered by Q4 (after reduction due to recession impact).



## **COVID-19 Impact on Air Transport in Latin America.** In billion USD

	Impact on re	evenues	Impact on aviation industry		Impact on wider economy	
Country	Revenue change (\$, 2020 vs 2019)	Revenue YoY change (%, 2020 vs 2019)	Change in GVA (in USD) - impact on aviation	Change in jobs	Change in GVA (in USD) - wider impact	Change in jobs
Argentina	-2.9	-57%	-1.45	-17,589	N/A	N/A
Brazil	-9.3	-48%	-2.03	-73,703	-5.644	-271
Chile	-2.2	-48%	-1.01	-13,703	-1.767	-57
Colombia	-2.2	-47%	-0.48	-32,789	-3.102	-253
Costa Rica	-0.7	-44%	-0.31	-4,182	-2.178	-63
Mexico	-6.4	-45%	-4.77	-117,133	-10.936	-538
Panama	-0.8	-74%	-0.98	-14,699	-4.632	-152
Peru	-1.6	-48%	-0.31	-15,740	-1.811	-126



### **Global Relief Measures Granted**

Country	Relief Measures Announced
Brazil	<ul> <li>Deferred air navigation service fees due in March, April, May, June to September, October, November, and December 2020 respectively.</li> <li>Deferred airport concession fees, payable on 18 December 2020.</li> <li>Airlines allowed to extend the period of ticket reimbursement for 12 months from the date of purchase.</li> </ul>
Colombia	<ul> <li>Zero rate parking fee for Colombian registered carriers at all airports, including concessionaire.</li> <li>Established a credit line of around US\$80 million dollars for those companies affected by the drop in travel demand, tourism and transport.</li> <li>Fiscal contributions of the tourism sector to be deferred and VAT declaration for the tourism sector postponed.</li> <li>Deferral of Tourism Tax until October 30, 2020</li> <li>Value Added Tax (VAT) on Tickets and Jet Fuel reduced from 19% to 5% until 31 December 2021</li> </ul>
United States	• Stimulus package passed for the amount of US\$61 billion dollars to the aviation sector.
Singapore	<ul> <li>Announced a comprehensive Aviation Sector Assistance Package valued at US\$80 million.</li> <li>Immediate short term-relief across the sector with 6 months' rebate on aircraft landing and parking charges, assistance to ground handling agents, and rental rebates at Changi Airport</li> </ul>
Norway	State offers loan guarantees of NOK 6 billion (US\$542 million) to airlines registered in Norway.

16 April 2020

# Aviation plays a critical role in fighting this public health crisis

#### **Repatriation of Passengers**

#### Maintaining of Supply Chains via Cargo Flights

#### **Transporting of Medical Workers**

## Thank you

**Peter Cerdá** 

**Regional Vice President The Americas** 

cerdap@iata.org www.iata.org

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## **Questions?**

