COVID-19
Challenging outlook for airlines, despite vaccine progress
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According to financial markets pandemic is over

Challenges for air travel recognized in sub-par airlines share prices

Source: IATA Economics using data from Refinitiv Eikon
Transition from cash burn to cash generation in sight
But difficult next 6 months for airlines as cash burn continues

Source: IATA Economics
November data shows stalling of global air travel
Global RPKs slowed after summer rise almost to a complete stop

Source: IATA Economics using data from IATA Statistics
Domestic recovery stopped in November
International down 88%, while domestic recovery halted at -41% y-o-y

Growth in international and domestic RPKs

Source: IATA Economics using data from IATA Statistics
Setbacks in Russia and China due to virus challenges
Even domestic air travel markets vulnerable to virus control problems

Growth in domestic market RPKs

Source: IATA Economics using data from IATA Statistics
2nd and 3rd waves of COVID-19 hit Europe and N America. Summer travel recovery halted as travel restrictions reimposed.

New COVID-19 cases per week

Source: IATA Economics using data from WHO, ECDC
International air travel recovery mostly absent
2nd wave stopped Europe, but testing policies helping Americas revival

Growth in international RPKs by market segment

North-Central America
Within Europe
Within S America

Source: IATA Economics using data from IATA Statistics
Bookings weakening despite vaccine news
Forward bookings rise on vaccine news reversed at year end

YoY change in net passenger bookings, worldwide

-100%
-80%
-60%
-40%
-20%
0%

% year-on-year

November 9th: first positive news about vaccines
December 23rd: Xmas bookings

Source: IATA Economics using data from DDS
Bookings indicate a weak Q1, before any vaccine boost
Forward bookings down more than 80% year-on-year in February/March

Forward Bookings for the Quarter Ahead
(% change vs the same period a year ago)

Month 1 of the quarter: -71%
Month 2 of the quarter: -81%
Month 3 of the quarter: -80%

Fourth quarter (Oct, Nov, Dec) First quarter (Jan, Feb, Mar)

Source: IATA Economics using data from DDS