COVID-19
Slow expansion of air travel in July

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Air travel upturn continued in July but remains weak
Global RPKs -79.8% yoy in July vs -94.1% yoy at April low point

Source: IATA Economics using data from IATA Statistics
Air travel increase due to stronger domestic markets
Domestic RPKs back to -57.5% yoy showing demand to travel by air

Global RPKs, domestic and international

Source: IATA Economics using data from IATA Statistics
Domestic upturns vary but China RPKs now at -28.4% Strong recovery in some Asia markets but others still slow to rise

Source: IATA Economics using data from IATA Statistics
Reappearance of COVID-19 reversed Vietnam’s recovery. Vietnam’s domestic market had recovered pre-crisis levels in July.

Vietnam domestic flights and new cases of COVID-19

Source: IATA Economics using data from IATA Statistics and Markit Purchasing Managers Index.
Within-Europe only international market showing growth. European travel bubble has encouraged some travel to -79.2% in July.

Source: IATA Economics using data from IATA Statistics.

**RPKs by route area, segment-basis**

- Within-Europe: -79.2%
- N Atlantic
- Pacific
- Within-Asia

% change year-on-year

-120.0% -100.0% -80.0% -60.0% -40.0% -20.0% 0.0% 20.0%


Source: IATA Economics using data from IATA Statistics
Air travel pattern closer to weaker consumer confidence
Leisure travel held back by lack of confidence as well as restrictions

Global RPKs, business and consumer confidence

Source: IATA Economics using data from IATA Statistics, Refinitive Datastream and Markit Purchasing Managers Index
Quarantine policy is adding to consumer uncertainty
UK announcements of new restrictions discouraging air travel

YoY % change in international bookings (net of refunds, 7 day moving average)

5th June: Schengen countries announce opening of borders from 15th June
26th June: UK confirmed quarantine requirements is set to be relaxed
25th July: UK announced quarantine on travelers from Spain
United Kingdom, -85%

Source: IATA Economics using data from DDS
Load factors remain at all-time lows in most markets

China’s domestic load factor reaches 74.4% in July

<table>
<thead>
<tr>
<th>Industry</th>
<th>Jul 2020</th>
<th>Jul 2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Asia Pacific</td>
<td>65.7%</td>
<td>82.9%</td>
</tr>
<tr>
<td>L. America</td>
<td>63.1%</td>
<td>85.1%</td>
</tr>
<tr>
<td>Europe</td>
<td>60.9%</td>
<td>89.0%</td>
</tr>
<tr>
<td>N. America</td>
<td>47.6%</td>
<td>88.6%</td>
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<tr>
<td>Middle East</td>
<td>39.6%</td>
<td>81.3%</td>
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<tr>
<td>Africa</td>
<td>29.6%</td>
<td>73.0%</td>
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<tr>
<td>Domestic China</td>
<td>74.4%</td>
<td>84.9%</td>
</tr>
</tbody>
</table>

*Data from 1990 onwards

Source: IATA Economics using data from IATA Statistics
Demand continues to disappoint airline expectations
Airlines still adding schedules and capacity at faster rate than demand

Source: IATA Economics using data from IATA Statistics, DDS, FR24 and SRS Analyser
Contacts

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