



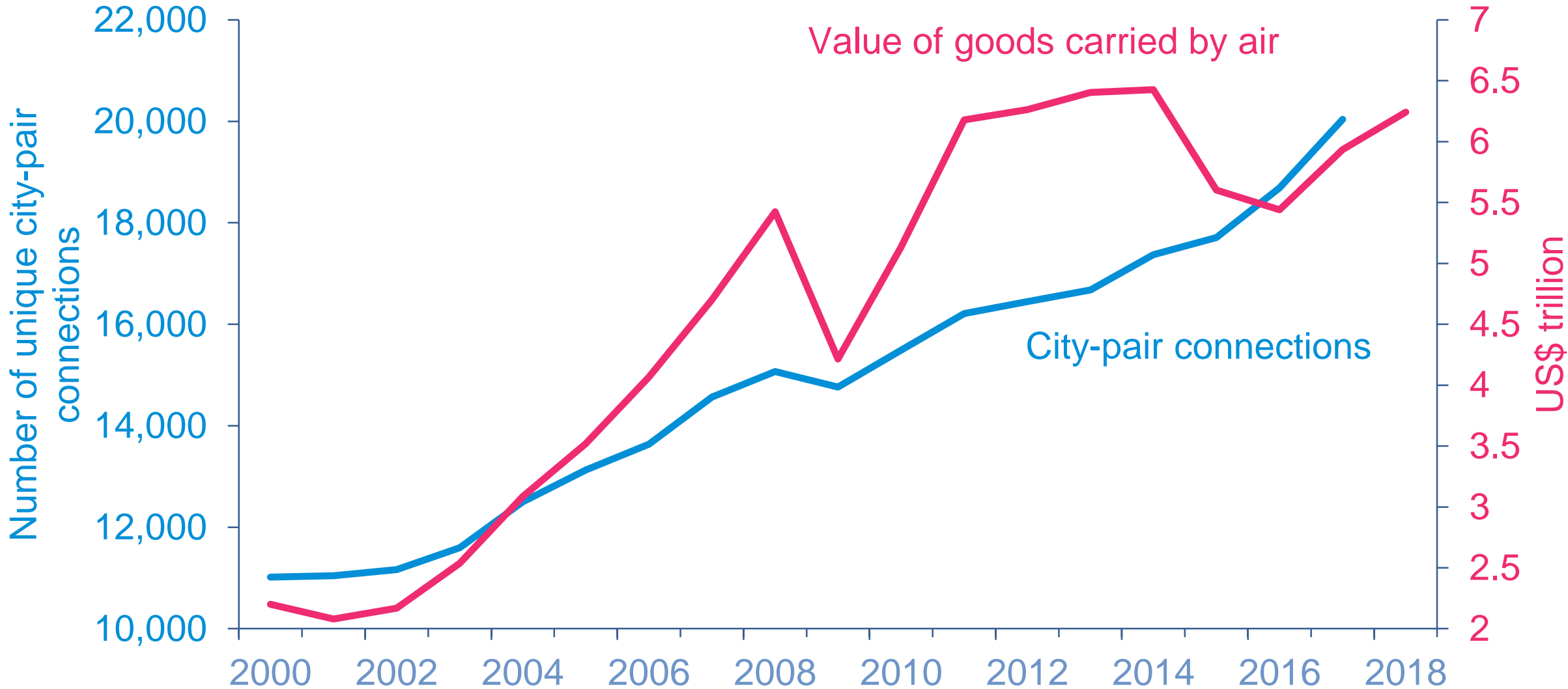
Air cargo economic benefits, markets and industry performance

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www.iata.org/economics

Value of goods carried by air rises to \$6.2 trillion in 2018

Value of goods carried by air and city-pair connections



Source: IATA Economic Performance of the Airline Industry – End-2017 report

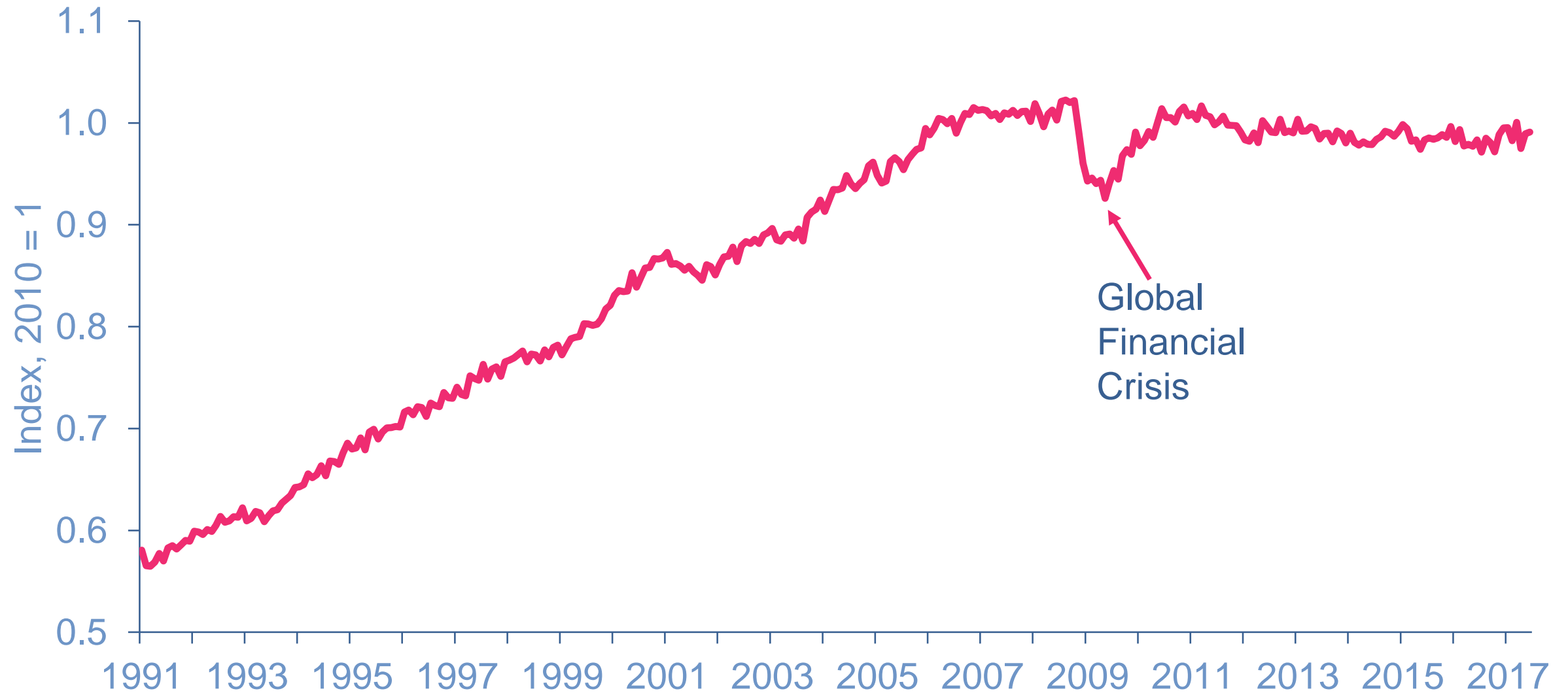
Air cargo remains a key driver of economic development

Dell's global supply chain, made possible by air transport



World trade still being weakened by the new 'localism'

World trade as a ratio of world industrial production



Source: IATA Economics using data from Netherlands CPB

Brexit could damage UK and the EU trade

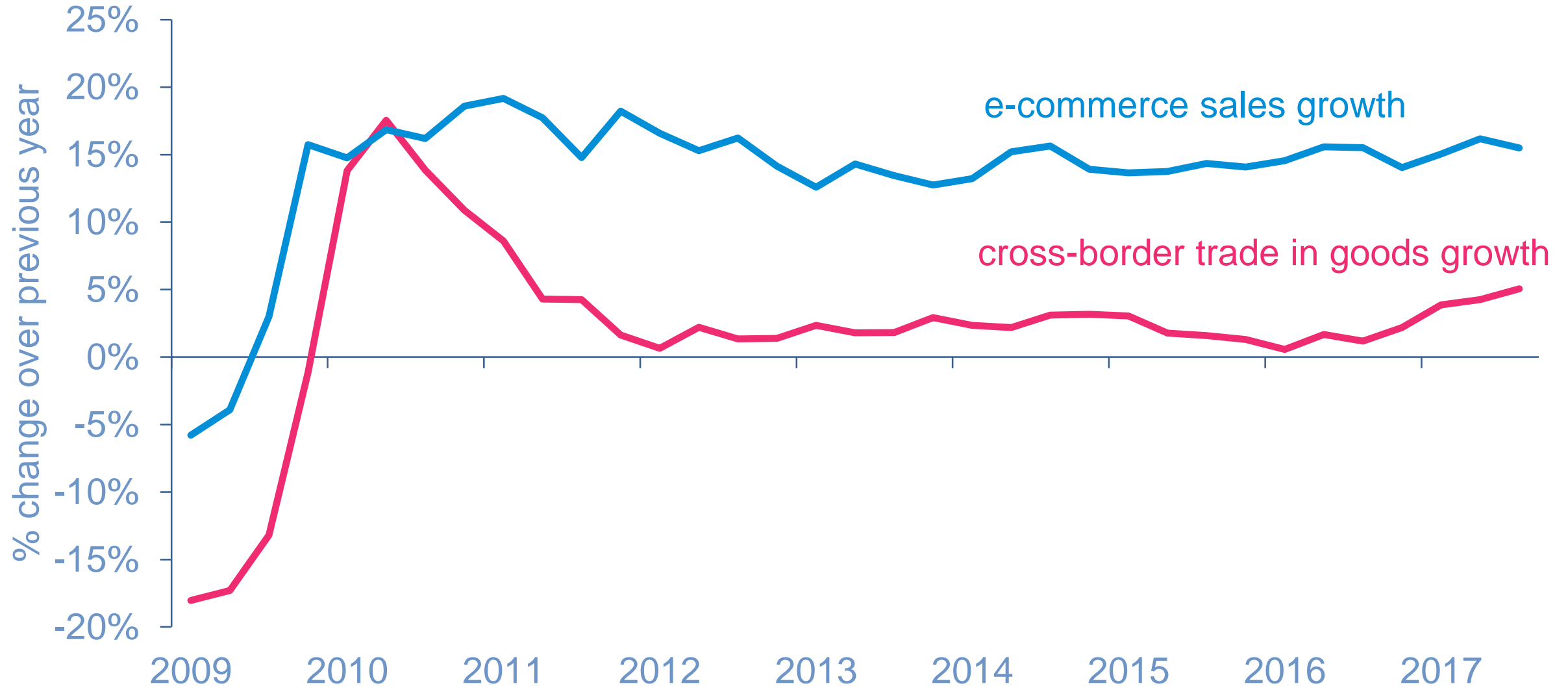
Table 3.A: Effect of leaving the EU on total trade volumes (% difference from level in EU after 15 years)

	EEA	Negotiated bilateral agreement	WTO
Lower end of the range	-9	-14	-17
Upper end of the range	-9	-19	-24

Details of the supporting analysis are given in Annex A.

E-commerce emerging as a new driver of air cargo

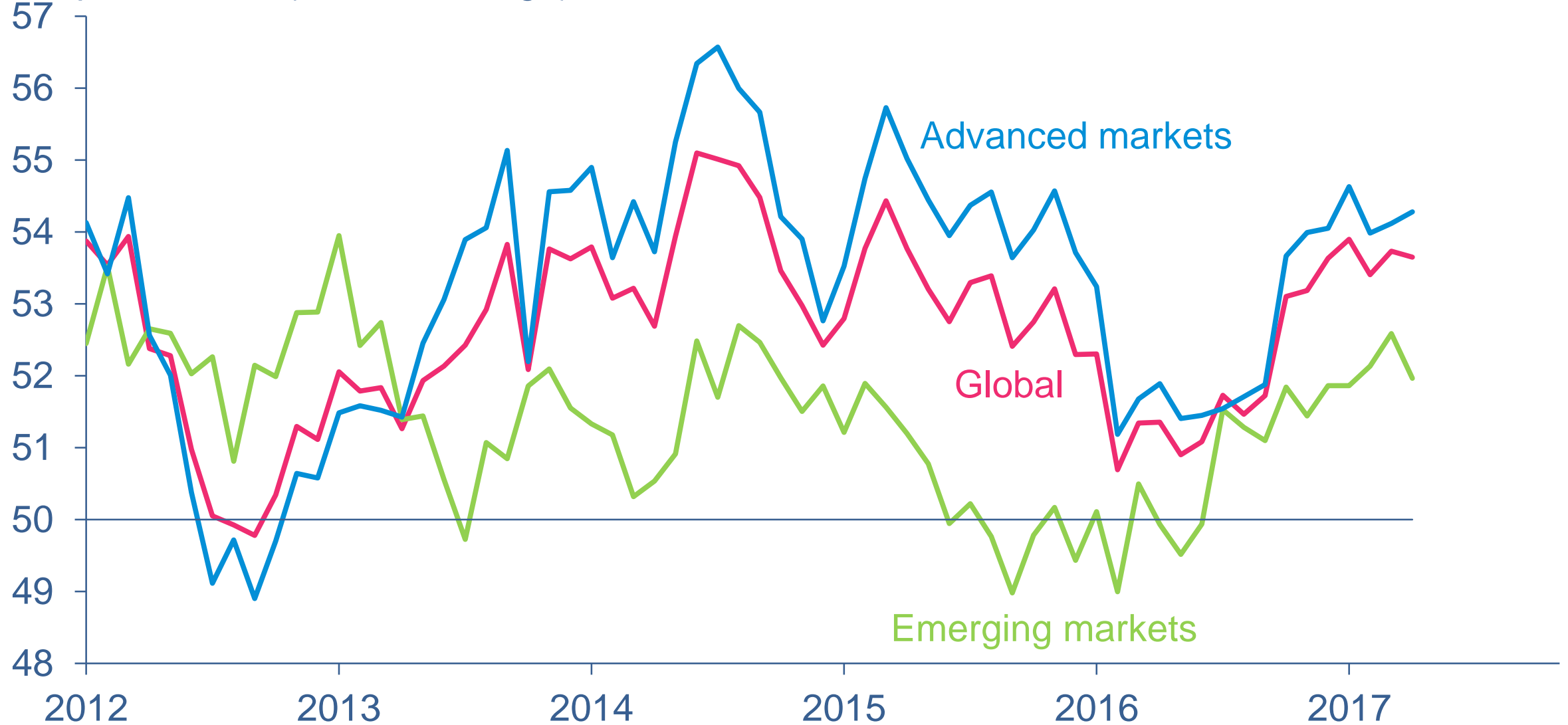
Growth of international trade in goods and US e-commerce sales



Source: IATA Economics using data from Netherlands CPB and Datastream

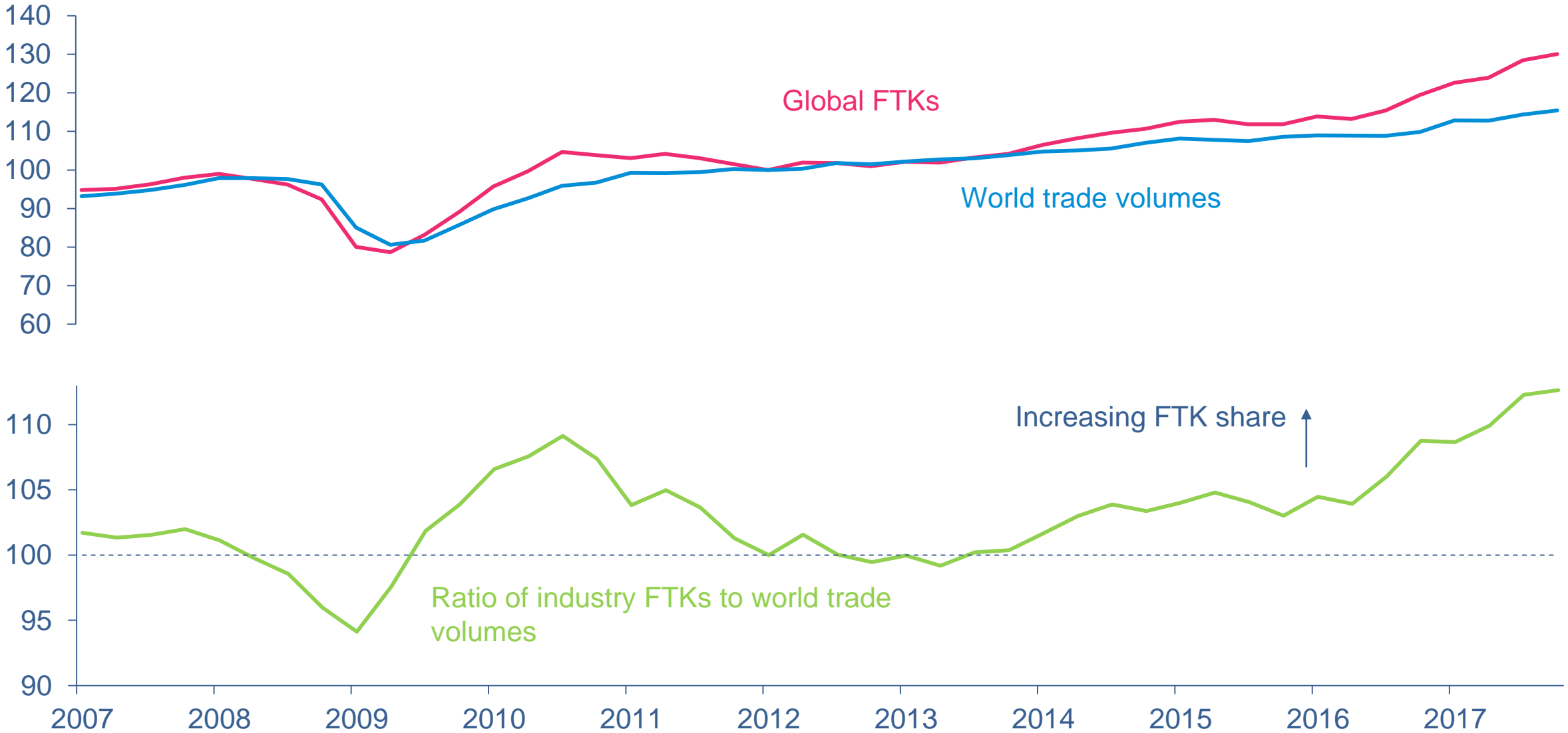
Strong and widespread economic upturn

Composite PMIs (50 = no change)



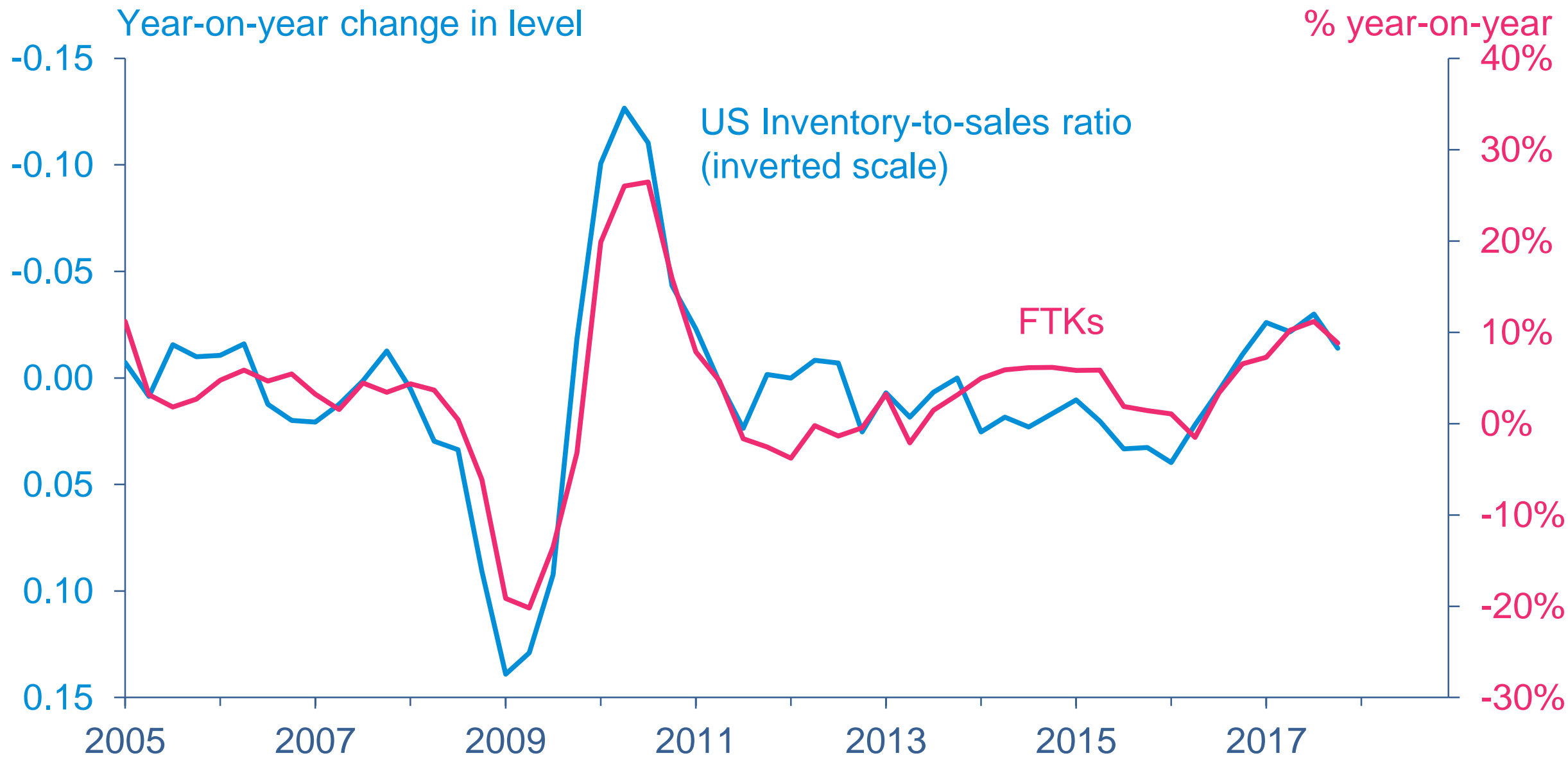
Air cargo is now growing much faster than other modes

Indices (SA, 3m ended Jan 2012 =100)



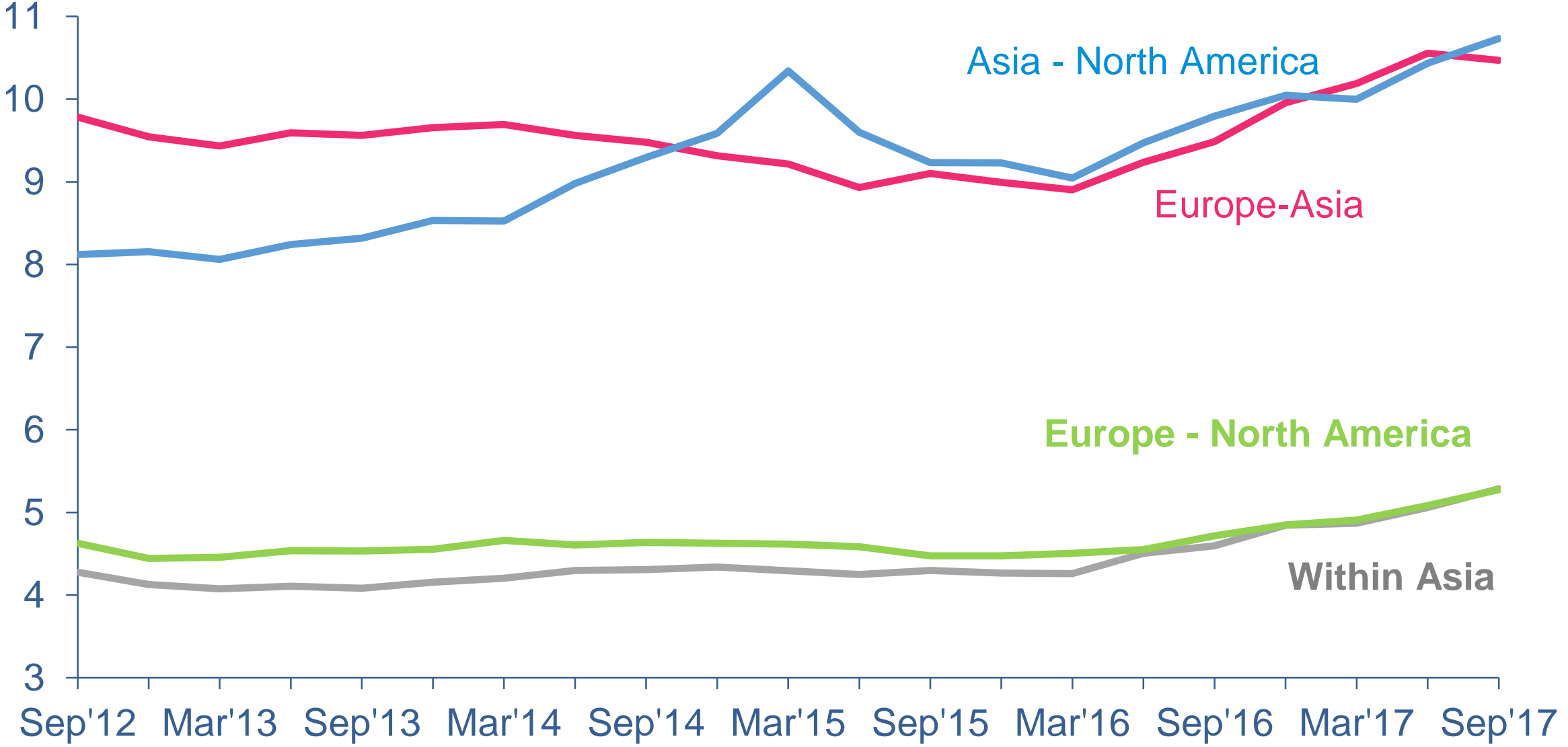
Source: IATA Cargo Chartbook, 2017 Q3

Rapid re-stocking of inventories boosting air cargo



All major trade lanes seeing good growth

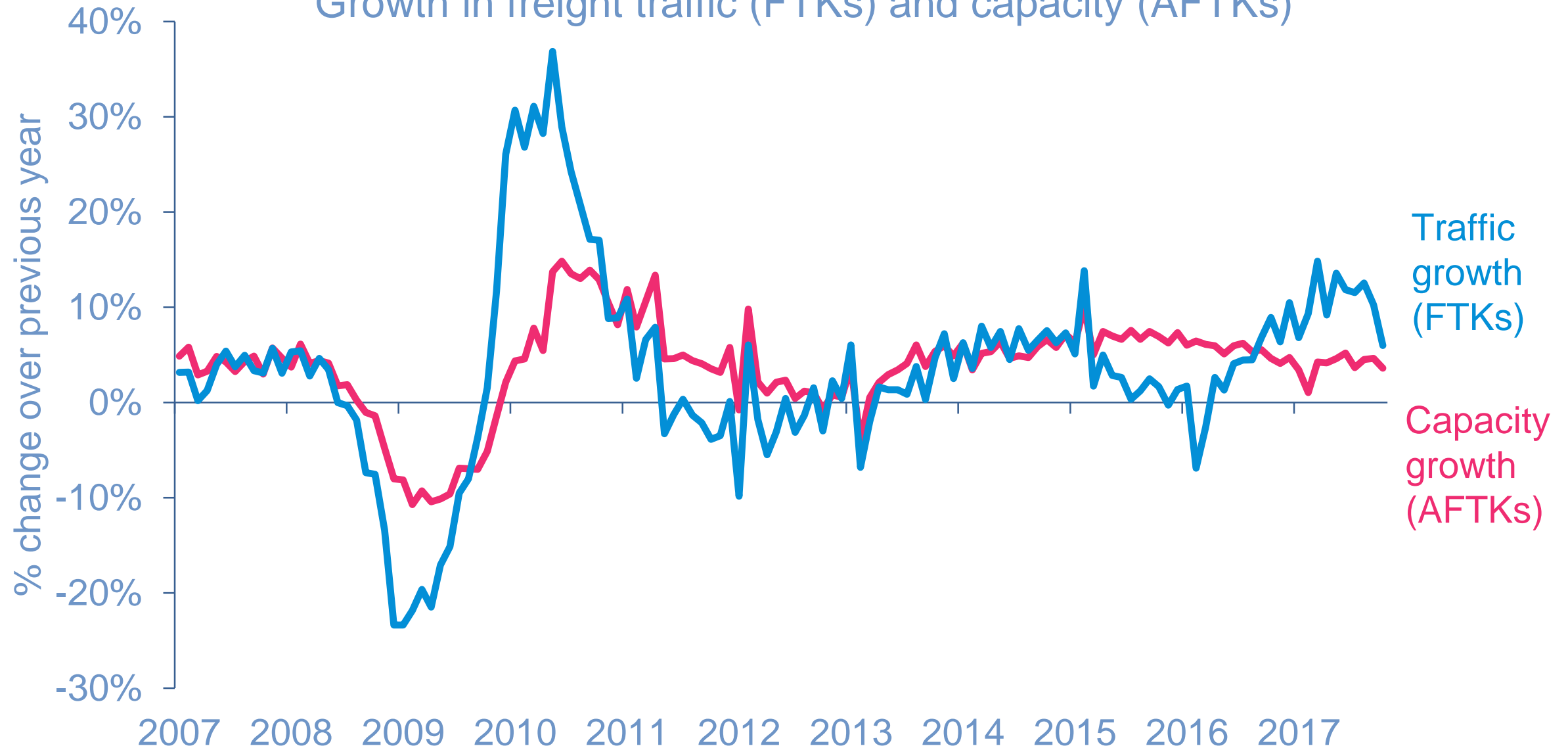
Int'l FTK by route (segment-basis, billion)



Source: IATA Cargo Chartbook 2017 Q3

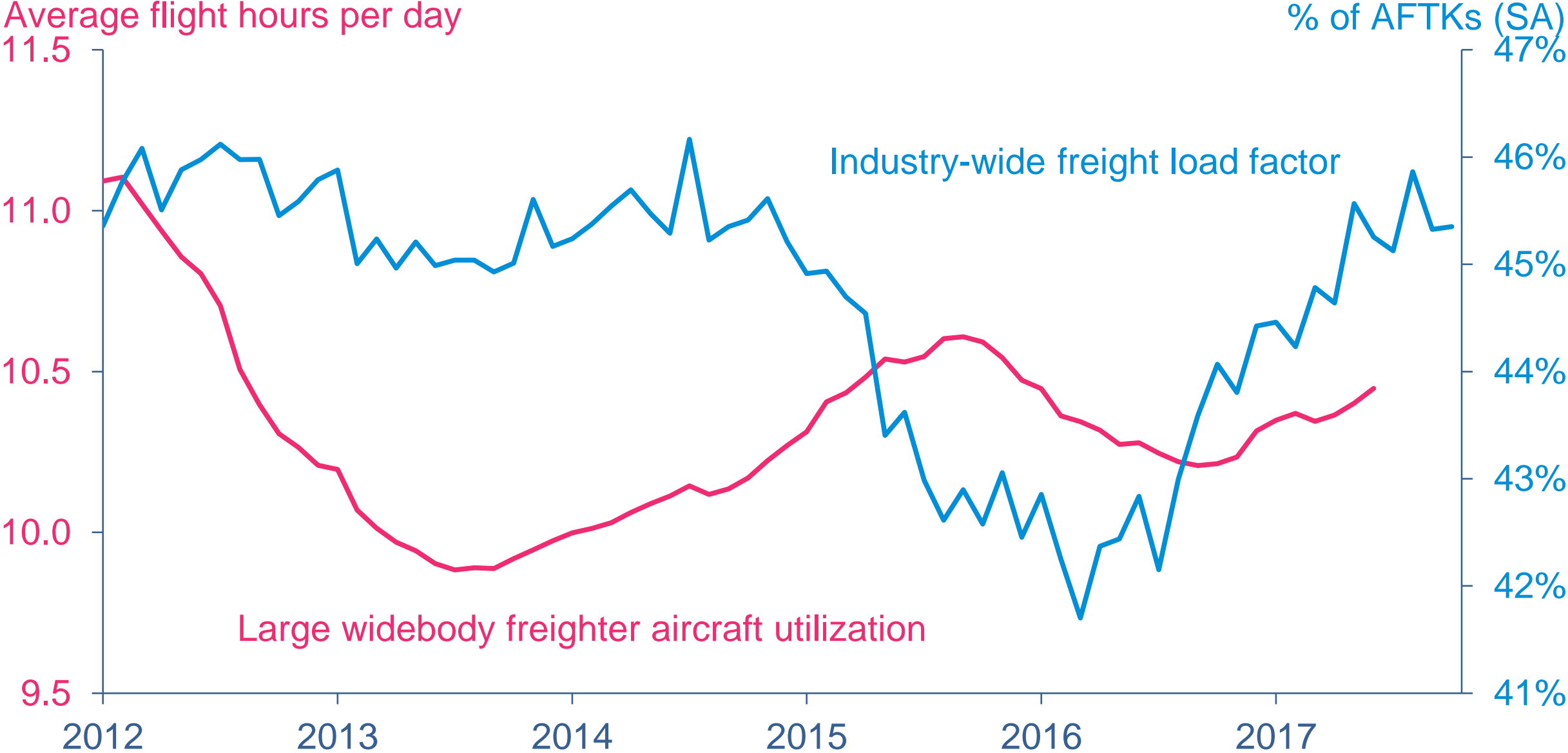
Demand for cargo now growing faster than capacity

Growth in freight traffic (FTKs) and capacity (AFTKs)



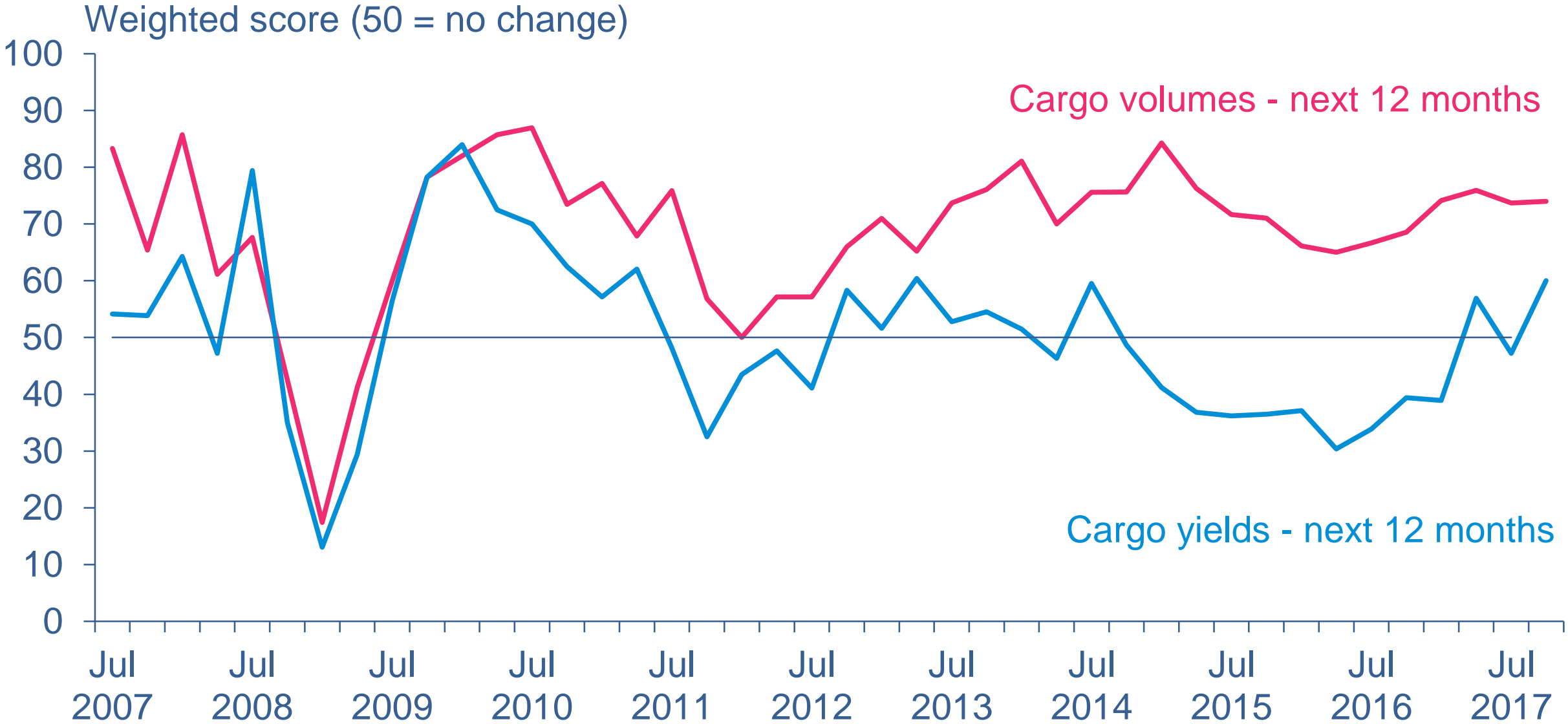
Source: IATA Economics using data from IATA Statistics

Asset utilization has improved substantially



Source: IATA Cargo Chartbook 2017 Q3

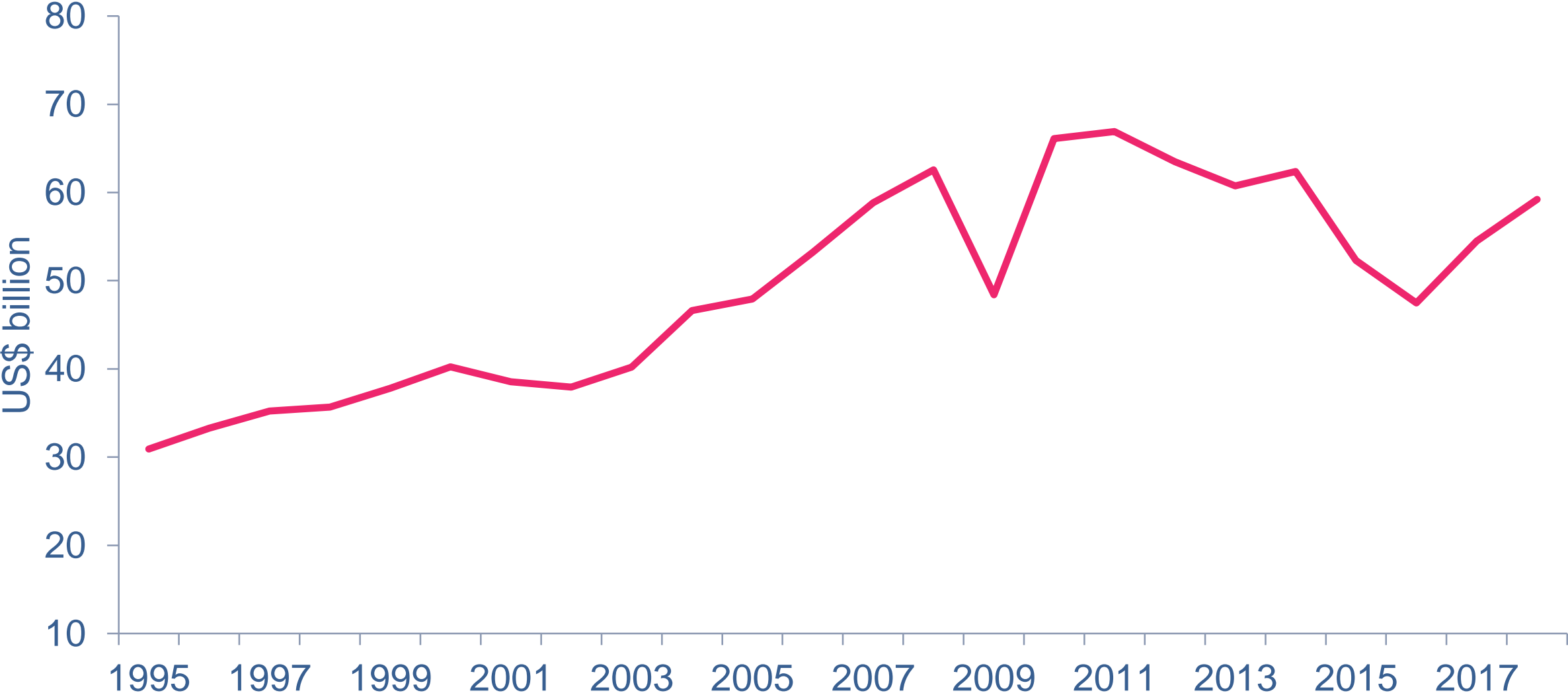
Heads of cargo confident about 2018 markets



Source: IATA Cargo Chartbook 2017 Q3

Strong recovery in cargo revenues to continue in 2018

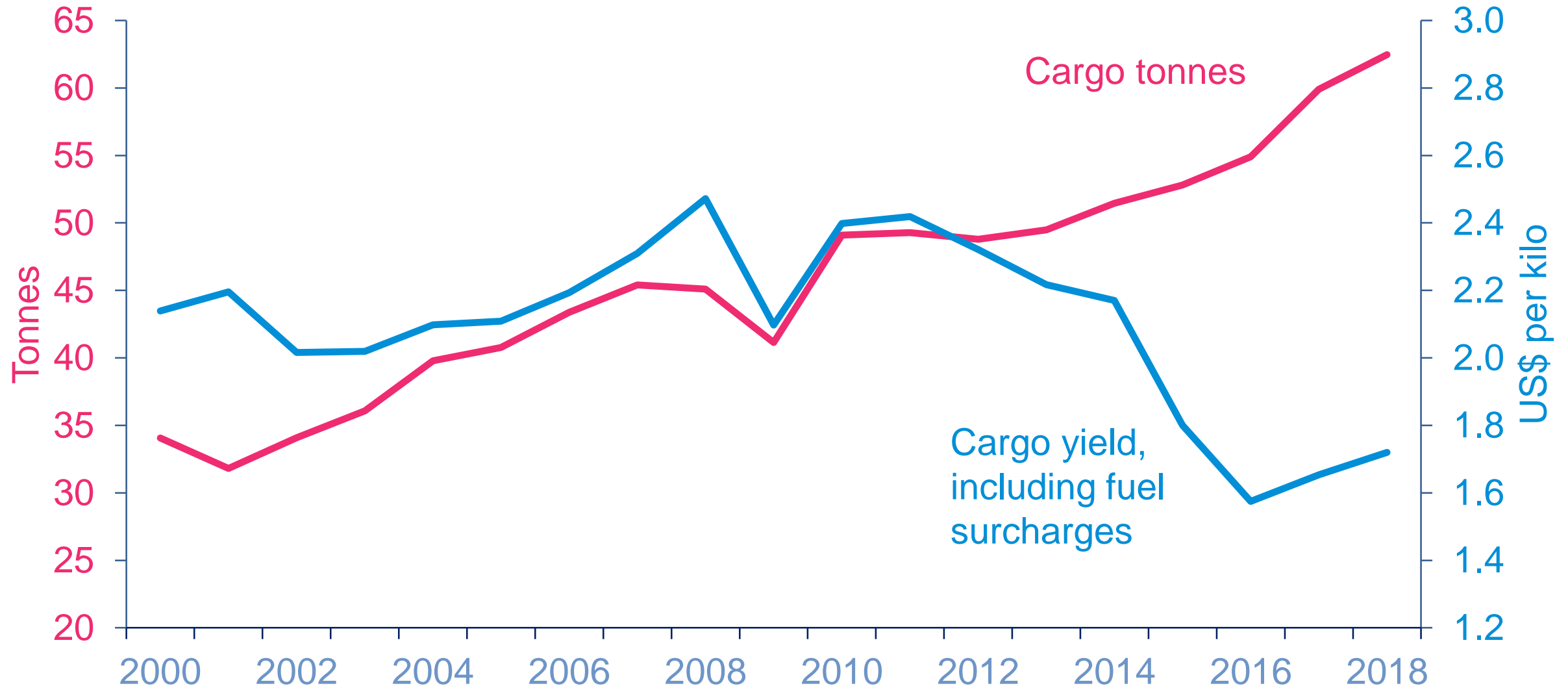
Airline cargo revenue



Source: IATA Economic Performance of the Airline Industry – End-2017 report

Driven by stronger volumes and better yields in 2018

Cargo tonnes and cargo yields, including fuel surcharges



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