PRESS RELEASE

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For Immediate Release
July 2022 / Traffic / Preliminary

Asia Pacific Airlines July 2022 Traffic Results
Robust recovery in passenger traffic continues, as air cargo markets slide further

Kuala Lumpur, Malaysia – Preliminary July 2022 traffic figures released today by the Association of Asia Pacific Airlines (AAPA) showed the strong recovery in international air passenger markets continued unabated.

The region’s airlines flew a combined total of 11.3 million international passengers in July, surpassing the 10 million mark for the first time since February 2020 when the COVID-19 pandemic led to a collapse in global travel markets. The average international passenger load factor reached a pandemic high of 80.0% for the month, as demand measured in revenue passenger kilometres (RPK) rose by 546.7% year-on-year, significantly outpacing the 157.3% expansion in available seat capacity.

By contrast, air cargo markets weakened further, set against a backdrop of falling export orders alongside worsening business and consumer confidence levels. For the month, international air cargo demand in freight tonne kilometres (FTK) dropped markedly, by 11.6% year-on-year, whilst freight capacity offered held relatively steady, edging just 0.4% lower. As a result, the average international freight load factor declined by 8.6 percentage points to 67.8% for the month.

Commenting on the results, Mr. Subhas Menon, AAPA Director General said, “Growth in travel markets continued to accelerate in July, bringing the total number of international passengers carried to 43 million in the first seven months of the year, almost five-fold more than the 9 million recorded during the same period in 2019. However, full recovery remains a long way off, with traffic in July averaging only 34% of the corresponding pre-pandemic month.”

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Mr. Menon added, “Meanwhile, prevailing supply chain disruptions, inflationary pressures and geopolitical tensions further dampened demand for air shipments. Nevertheless, the robust recovery in passenger travel is supporting the industry’s return to profitability, even though cost pressures abound.”

Looking ahead, Mr. Menon said, “Overall, 2022 looks to be a better year by far, although there will be bumps in the road to recovery. Immediate challenges include operational constraints resulting from manpower shortages, in addition to rising costs amid a distinct slowdown in global economic growth.”

Mr. Menon concluded, “To further enhance the industry’s resilience, AAPA continues to urge stakeholders to work closely with the aim of expanding smooth, safe and sustainable air connectivity, given the significant contribution of air transport to economic growth and social development.”

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TRAFFIC UPDATE – PRELIMINARY

International Scheduled Services of Asia Pacific Airlines

<table>
<thead>
<tr>
<th>International</th>
<th>Jul-22</th>
<th>Jul-21</th>
<th>% Change</th>
<th>Jan-Jul 2022</th>
<th>Jan-Jul 2021</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Passengers (Thousand)</td>
<td>11,347</td>
<td>1,510</td>
<td>+ 651.5%</td>
<td>42,842</td>
<td>8,778</td>
<td>+ 388.1%</td>
</tr>
<tr>
<td>RPK (Million)</td>
<td>42,153</td>
<td>6,518</td>
<td>+ 546.7%</td>
<td>169,436</td>
<td>37,126</td>
<td>+ 356.4%</td>
</tr>
<tr>
<td>ASK (Million)</td>
<td>52,702</td>
<td>20,482</td>
<td>+ 157.3%</td>
<td>259,057</td>
<td>129,311</td>
<td>+ 100.3%</td>
</tr>
<tr>
<td>Passenger Load Factor</td>
<td>80.0%</td>
<td>31.8%</td>
<td>+ 48.2 pp</td>
<td>65.4%</td>
<td>28.7%</td>
<td>+ 36.7 pp</td>
</tr>
<tr>
<td>FTK (Million)</td>
<td>5,493</td>
<td>6,213</td>
<td>- 11.6%</td>
<td>39,107</td>
<td>40,688</td>
<td>- 3.9%</td>
</tr>
<tr>
<td>FATK (Million)</td>
<td>8,106</td>
<td>8,136</td>
<td>- 0.4%</td>
<td>56,659</td>
<td>54,905</td>
<td>+ 3.2%</td>
</tr>
<tr>
<td>Freight Load Factor</td>
<td>67.8%</td>
<td>76.4%</td>
<td>- 8.6 pp</td>
<td>69.0%</td>
<td>74.1%</td>
<td>- 5.1 pp</td>
</tr>
</tbody>
</table>

Effective January 2020, the dataset comprises aggregated traffic data from the following 40 Asia Pacific based carriers: 3K, 5J, 6E, 7C, 9C, 9W, AI, AK, BI, BR, CA, CI, CK, CX, D7, GA, HO, HU, IX, JL, JQ, KA, KC, KE, KZ, MH, MU, NH, NZ, OZ, PG, PR, QF, SG, SQ, TG, TR, VA and VN.

- Previous year data adjusted for comparison purposes
- RPK = revenue passenger kilometres
- ASK = available seat kilometres
- FTK = freight tonne kilometres
- FATK = available freight tonne kilometres
- All figures, including estimates for missing data, are provisional

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Association of Asia Pacific Airlines (AAPA)
The AAPA is the trade association for scheduled international airlines based in the Asia Pacific region. The AAPA permanent secretariat is headquartered in Kuala Lumpur, Malaysia with international representation in Brussels and Washington, D.C. Collectively, the region’s airlines represent over one-third of global passenger and air cargo traffic, and thus play a leading role in the ongoing development of global aviation.

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