



AVIATION



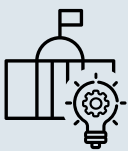
MARKET SIZE



SECTOR COMPOSITION



KEY TRENDS



GOVERNMENT INITIATIVES



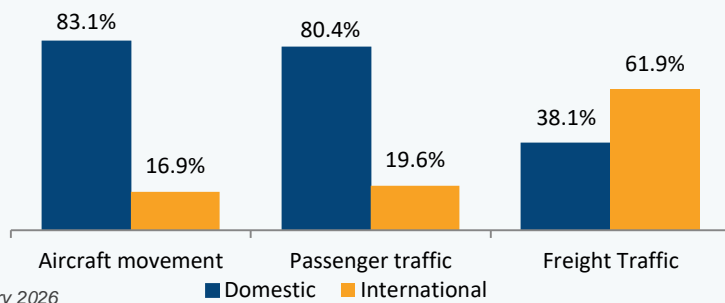
ADVANTAGE INDIA

Indian Aviation Sector

Scheduled airlines: Aircraft flown (Thousand km.): 15,29,107	Non-scheduled airlines in operation: 74 (FY24)
Air Passengers traffic (million): 350.49 (FY26*)	Freight Handled ('000 tonnes): 3,291 (FY26*)
Number of Aircrafts: 834 (CY24)	Number of Operational Airports: 163 (2025)

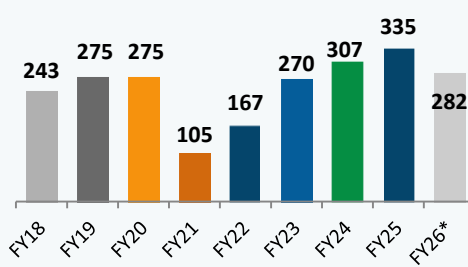
Note: *- Until January 2026

Activity In AAI Airports - Share (%) - FY26*

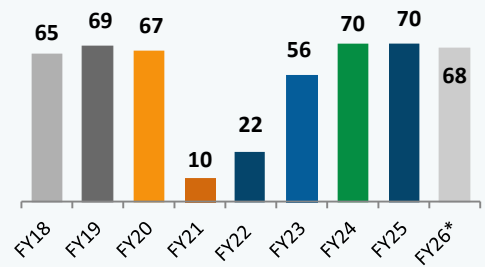


Note: *- Until January 2026

Growth in Domestic Passengers (million)



Growth in International Passengers (million)



Note: *- Until January 2026



UDAN



100% FDI for Greenfield Projects



Open Sky Policy

- **Robust demand:** Major airport infrastructure expansion has been carried out across India in the year 2025. Airports and terminal facilities were inaugurated at Patna, Datia, Satna, Amravati, Tuticorin, and Purnea, significantly enhancing regional connectivity and accelerating economic growth across Bihar, Madhya Pradesh, Maharashtra, and Tamil Nadu.
- **Opportunities:** From incentives for indigenization of seaplane manufacturing to customs duty exemptions, the Union Budget for 2026-27 aimed at lowering costs for the aviation sector, strengthening domestic manufacturing, and expanding regional and last-mile connectivity as the government linked aviation growth with tourism, logistics, and job creation.
- **Policy support:** As per the present FDI Policy, 100% FDI is permitted in scheduled Air Transport Service/Domestic Scheduled Passenger Airline (Automatic up to 49% and Government route beyond 49%).
- **Increasing Investments:** The Cabinet Committee on Economic Affairs, chaired by Prime Minister Mr. Narendra Modi, approved the proposal of Airports Authority of India (AAI) for the development of a Greenfield Airport at Kota-Bundi (Rajasthan) on August 19, 2025, at an estimated cost of Rs. 1,507.00 crore (US\$ ~180 million).