

AVIATION



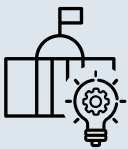
MARKET SIZE



SECTOR COMPOSITION



KEY TRENDS



GOVERNMENT INITIATIVES



ADVANTAGE INDIA

Indian Aviation Sector in FY24



Scheduled Airlines: Distance Flown million km: 969.63



Non-scheduled airlines in operation: 103 (FY23 as of January 2023)



Air Passengers traffic (million): 376.43 (FY24)



Freight Handled (MMT): 3,365.65 (FY24)

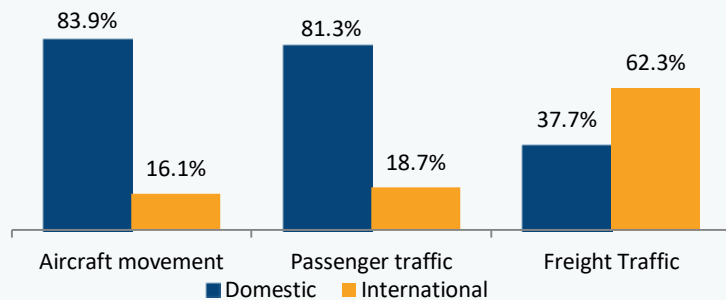


Number of Aircrafts: 771 (as of December 31, 2023)

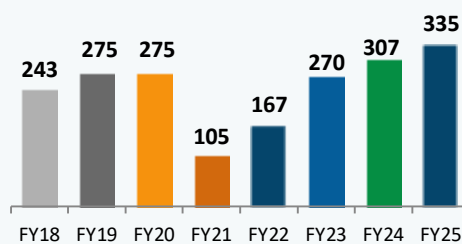


Number of Operational Airports: 148 (2023)

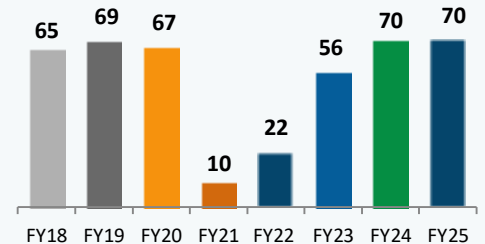
Activity In AAI Airports - Share (%) – FY25



Growth in Domestic Passengers (million)



Growth in International Passengers (million)



UDAN



100% FDI for
Greenfield Projects



Open Sky Policy

- **Robust demand:** Rising working group and widening middle-class demography is expected to boost demand. India has envisaged increasing the number of operational airports to 220 by 2025. India will require over 2200 aircraft by 2042.
- **Opportunities in MRO:** By 2028, the MRO industry is likely to grow over US\$ 2.4 billion from US\$ 800 million in 2018. Union Budget 2024 introduces incentives to boost MRO activities in aviation, including extending export and re-import periods for repairs and implementing a 5% uniform IGST on aircraft parts.
- **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%). However, for NRIs 100% FDI is permitted under automatic route in Scheduled Air Transport Service/Domestic Scheduled Passenger Airline.
- **Increasing Investments:** JSW Group Chairman Mr. Sajjan Jindal announced a Rs. 16,000 crore (US\$ 1.9 billion) investment to develop a 1,600 MW power project in Salboni, West Bengal, along with plans to establish an industrial park and enhance infrastructure at Durgapur airport. Growing private sector participation through the Public-Private Partnership (PPP).