



**FINANCING OF AVIATION
INFRASTRUCTURE DEVELOPMENT
(SHARING REGIONAL EXPERIENCE)**

BY

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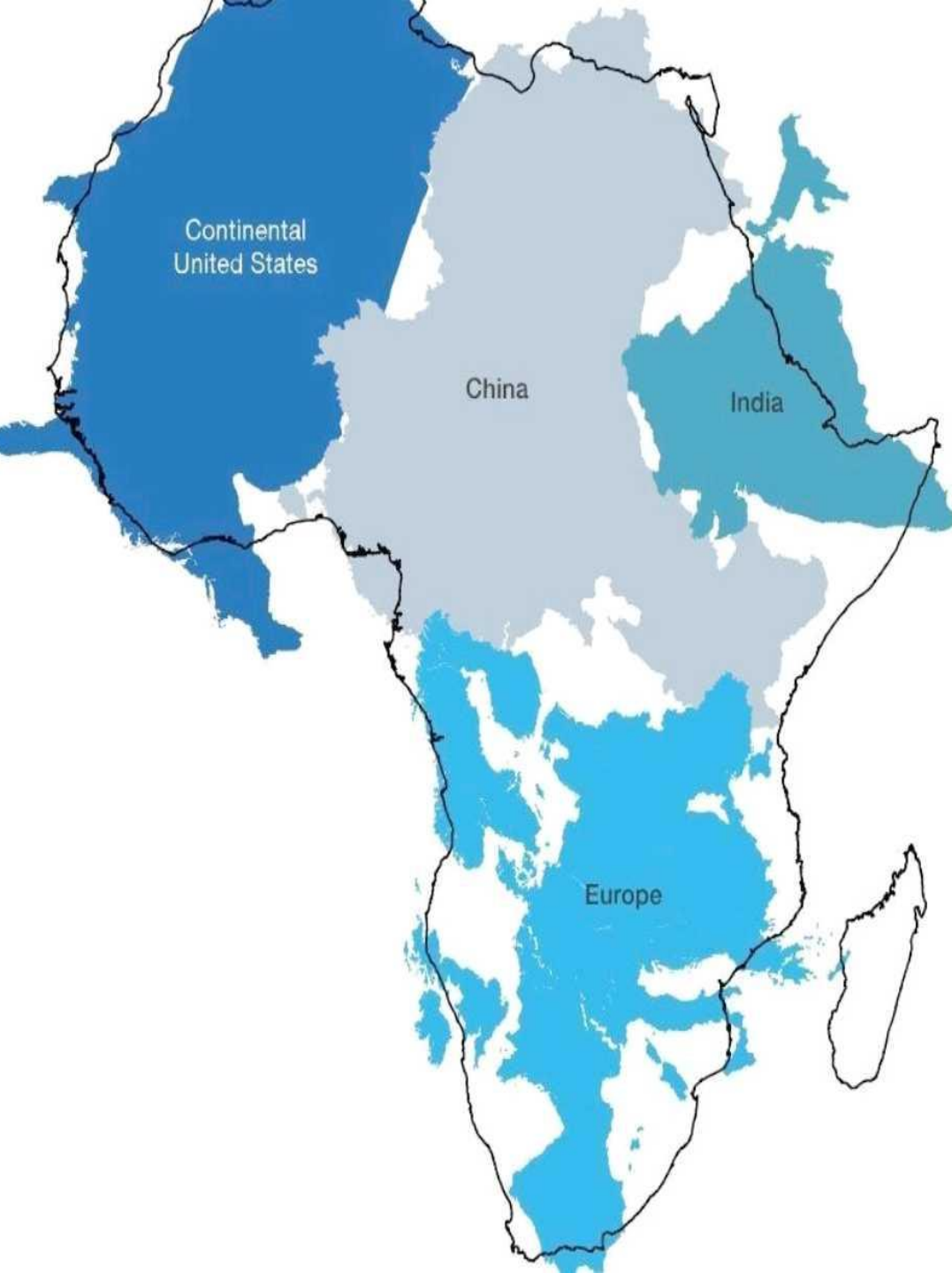


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Introduction



The Continent of Africa dwarfs United States, China India & Europe combined.

Africa is projected have to a population of 1.7 billion with a combined consumer & business expenditure of \$6.7 trillion by 2030 – McKinsey & Company.

50% of African population is envisaged to be living in cities creating a growing middle class with greater spending power by 2030.

Greater demand for Air Transportation Services

Opportunities > Challenges.



- African aviation market has the greatest potential for growth amongst all global regions.
- The growing aviation connectivity in the region is delivering very positive impacts on local tourism and trade.
- The industry is a catalyst for sustainable social, economic and human development.
- It supports 6.8 million jobs and contributes 72.5 billion dollars to Gross Domestic Product (GDP).



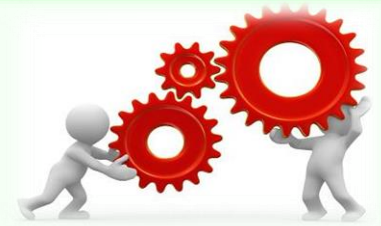
State of Aviation Infrastructure in Africa



- The rapid growth of air traffic in Africa will place increasing pressure on existing aviation infrastructure.
- The implementation of the Single African Air Transport Market (SAATM), will bring additional stress on the existing aviation facilities.
- It is projected that Seventeen (17) airports in Africa will be saturated by 2020.
- Inadequate policies and regulations to support and encourage the funding and financing the development of aviation infrastructure



The Responses

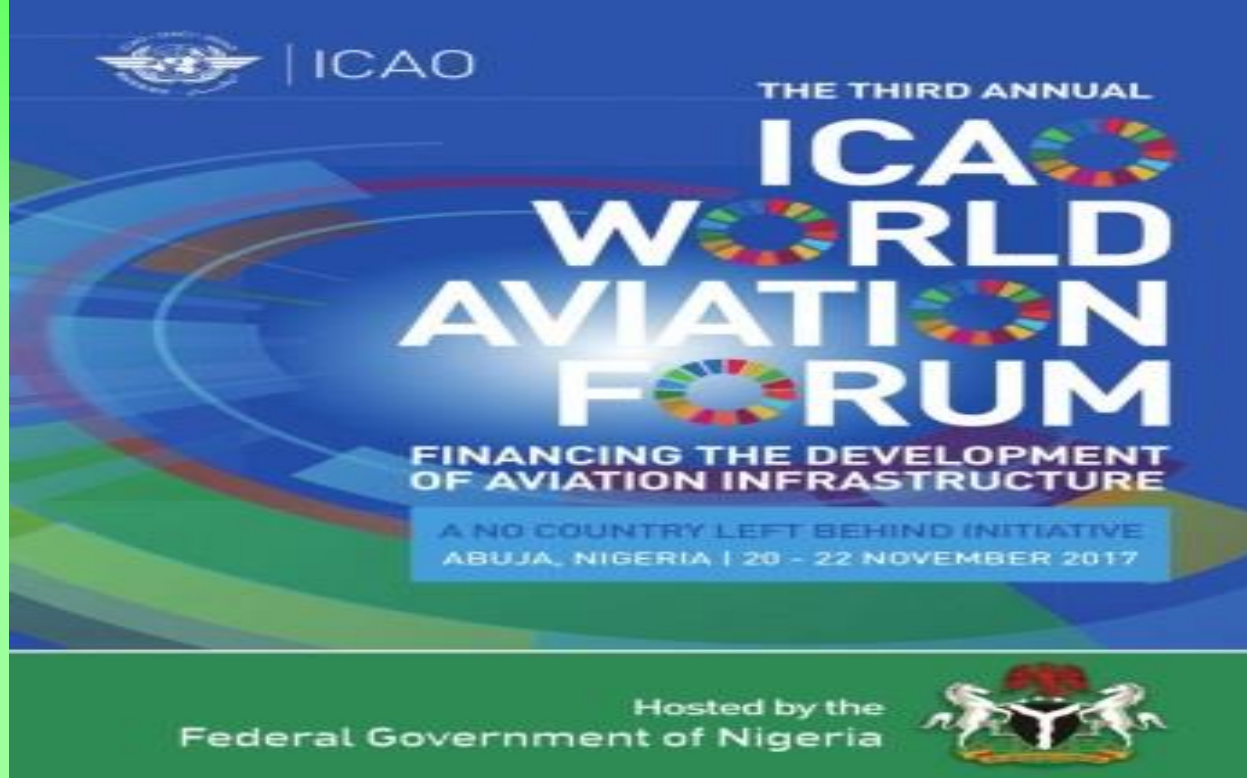


- ICAO in collaboration with African Union (AU), African Development Bank (AfDB), African Civil Aviation Commission (AFCAC) and NEPAD Agency organized the third ICAO World Aviation Forum (IWAF/3) in Abuja, Nigeria.
- The Theme of IWAF/3 was “Financing the Development of Aviation Infrastructure”.
- Nigeria signified it’s intention to host IWAF/3 during the Ministerial meeting of the First Ordinary Session of the African Union Specialized Technical Committee in March 2017 in Lomé, Togo.



- The main outcome of the IAWAF/3 was the adoption of the:

Declaration and Framework for a Plan of Action for development of Aviation Infrastructure in Africa.



- The Declaration underscored the importance of including aviation infrastructure development as a key component of national development plans.
- It raised business confidence and investors' certainty on the development and modernization of quality aviation infrastructure.



The Nigerian Experience

25 Airports in Nigeria

21 airports managed by Federal Airports Authority of Nigeria

5 of these airports are designated as International Airports

4 Airports are privately owned

226 Helipads/Heli-Decks





- Nigeria has started reaping the benefits of hosting the IWAF/3:
- A gap analysis of aviation infrastructure in Nigeria has been conducted by ICAO WACAF Regional Office.
- Current discussions with the African Development Bank (AfDB) for funding of identified aviation infrastructural needs and other aviation projects.
- Discussions are also on-going with private investors to partner with the Government under Public–Private Partnership (PPP) to raise the required funding.



Conclusion



The adoption of the Declaration and Framework for a Plan of Action by African States has:

- Provided a regional platform for resolving the challenges of aviation infrastructure development in the Continent.
- A harmonized approach to ensure that aviation infrastructure development is in compliance with the ICAO's Global Plans (GANP, GASP & GAsEP), SARPs & Best Practices.
- Enhanced coordination with regional and international financial institutions, development organizations and industry stakeholders.



- Initiative to develop a Continental Aviation Infrastructure Masterplan to provide guidance and a common approach.
- ICAO's support for the implementation of the Declaration and Framework for a Plan of Action under the existing initiative of AFI Plan.
- Gap Analysis of Aviation Infrastructure in Africa to be conducted with ICAO's technical expertise.



- Given States the opportunities to explore national, regional and international financing options available to meet their infrastructure requirements.
- Promoted the need for States to build a transparent, stable and predictable investment climate to enhance private sector participation in infrastructure funding and financing.



Thank you!