



BARNZ
VOICE OF THE AIRLINE INDUSTRY

Keeping air travel affordable



Airport Charges **23%**
Airport infrastructure

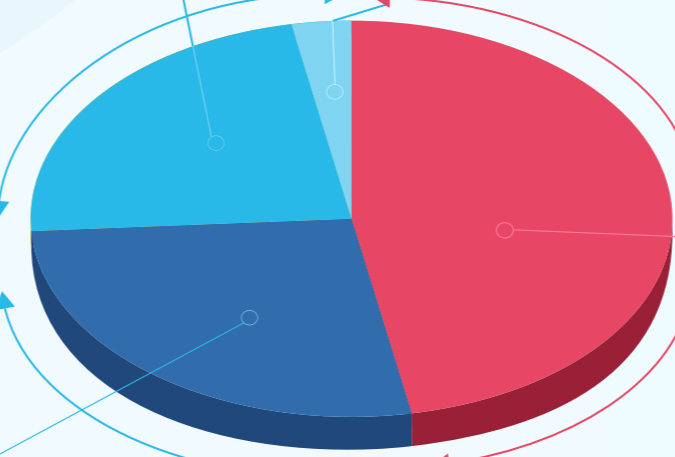


Air Traffic Control **4%**

53%



Government Taxes & Levies **26%**
Biosecurity border processing
Customs border processing
Aviation security & safety



Airline Cost **47%**



The cost of an **economy ticket** to Australia





What's happening at the moment with **airlines**



Globally, airline profitability is **declining**, including airlines operating to and from NZ



Total costs continue to **increase** faster than passenger growth can absorb



NZ's user pays model is not **sustainable** long term



NZ risks airlines relocating to more **profitable routes**



How can **government** support airlines servicing **NZ**?



Align policy objective to keep NZ **competitive** as a destination



Freeze Government **levy** passenger charges (growth comes from visitor growth)



Look at alternative funding methods for major **airport infrastructure**



Create a level playing field for airport **pricing negotiations**