

Databank

HUB CAPACITY: COUNTING THE COST

The House of Commons' Transport Committee Aviation Strategy First Report of Session **2013-14** breaks down the likely cost of new airports

SIMPLIFIED COLLATION OF COST ESTIMATES (£ BILLION, 2012 PRICES)

NEW HUBS	DESIGN	CONSTRUCTION	SURFACE ACCESS (new)	SURFACE ACCESS AND INFRASTRUCTURE (existing)	TOTAL
London Jubilee International Airport	Five runways	24	22	3	49
Thames Hub	Four runways	20	20	10	50
Cliffe	Four runways	14.2	2.2	–	16.4
Thames Reach	Two runways	9.5	0.3	–	9.8
Goodwin Sands	Three runways	24.8	11.4	3	39.2
Indicative range					10-50

EXPANSION AT EXISTING AIRPORTS	DESIGN	CONSTRUCTION	SURFACE ACCESS (new)	SURFACE ACCESS AND INFRASTRUCTURE (existing)	TOTAL
Heathrow	Third runway	–	–	–	8-9
Gatwick	Second runway and/or third runway	2.3-7.4	–	0.1-0.4	2.3-7.8
Stansted	Second runway	–	–	–	4

Note: Oxera has adjusted forecast costs to 2012 prices using the Office for National Statistics CPI.



The issue of hub capacity, in particular, is one that can no longer be avoided. A decision is long overdue

Louise Ellman MP

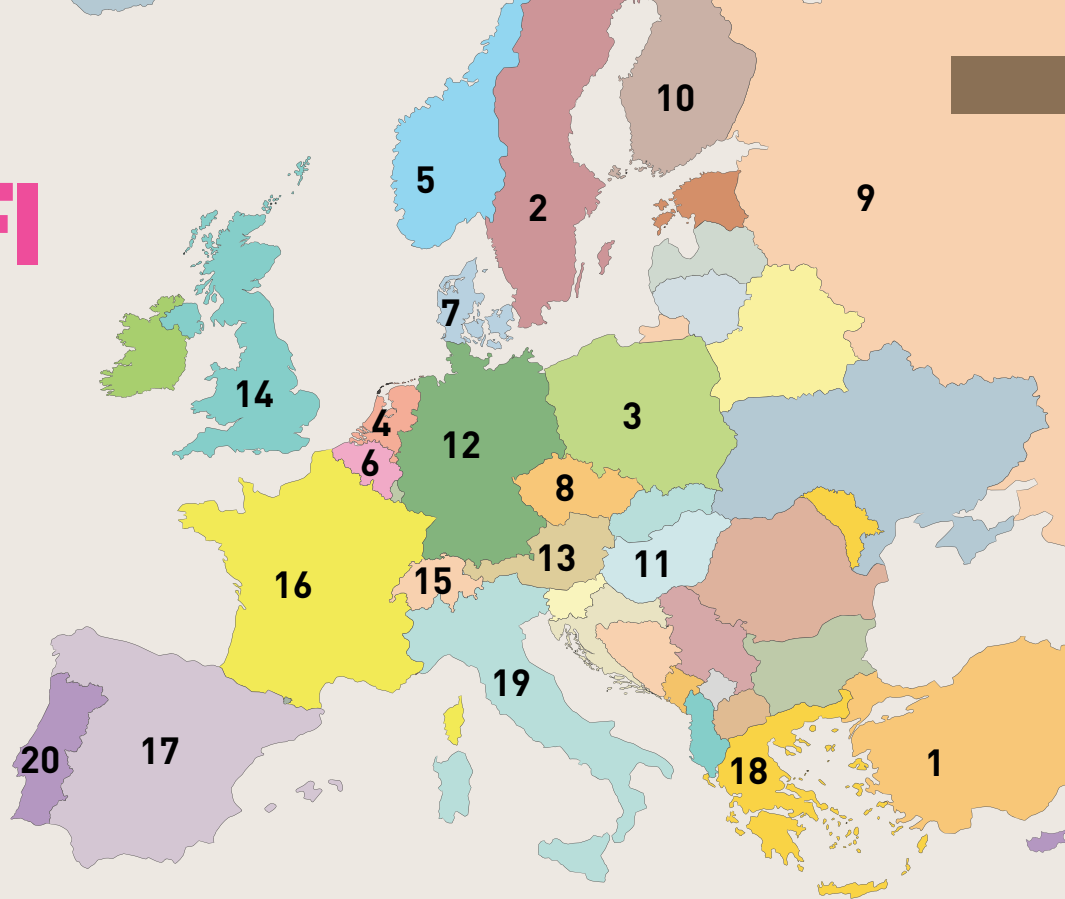
Commons Transport Select Committee chair and Labour MP Louise Ellman is our guest columnist in this edition – she writes about the key challenges for UK transport & aviation on p85

FREEWIFI

Percentage of hotels offering free wifi in Europe

1	Turkey	84.7%
2	Sweden	82.3%
3	Poland	80.5%
4	The Netherlands	77.4%
5	Norway	75.3%
6	Belgium	74.6%
7	Denmark	74.4%
8	Czech Republic	73.9%
9	Russia	71.6%
10	Finland	67.2%
11	Hungary	66.4%
12	Germany	66.36%
13	Austria	63.5%
14	Great Britain	62.6%
15	Switzerland	61.8%
16	France	57.7%
17	Spain	56.8%
18	Greece	55.2%
19	Italy	53%
20	Portugal	43.7%

Source: HRS

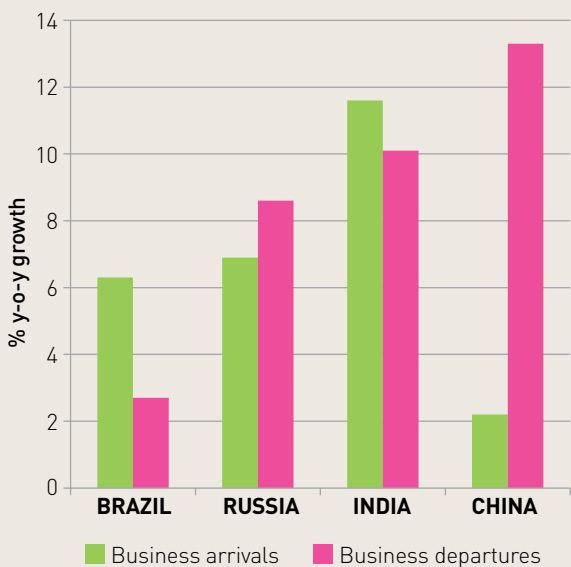


110 MILLION

...passengers per year: Ryanair's ambitious target for 2018-19. The airline currently flies just under 80 million per year.

BRIC ARRIVALS & DEPARTURES

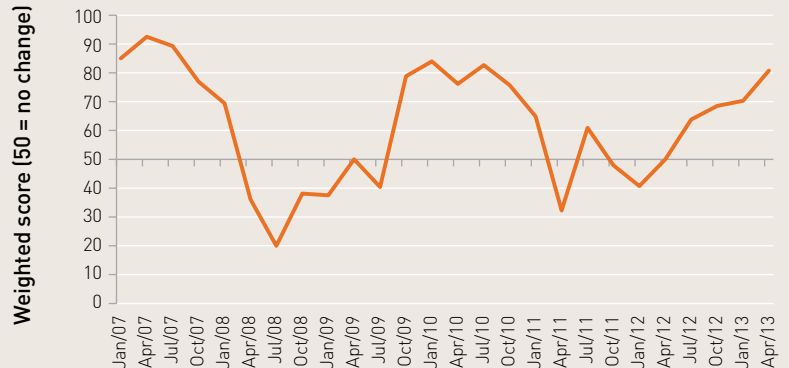
Compound annual growth rate 2012-17



Source: Euromonitor International

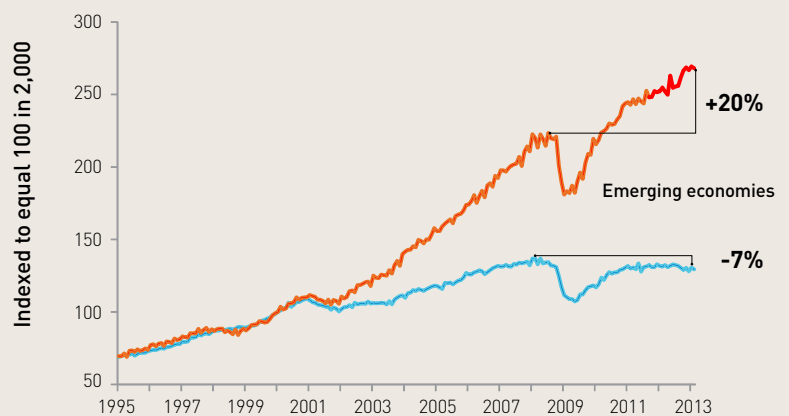
AIRLINE CONFIDENCE RISING

IATA quarterly survey of airline CFOs: What are your expectations for change in profits over the next 12 months?



Source: IATA Industry outlook presentation

INTERNATIONAL TRADE IN GOODS



Source: JP Morgan/Markit, IATA Economics