GOVERNMENT OF INDIA MINISTRY OF CIVIL AVIATION LOK SABHA

UNSTARRED QUESTION NO.: 2312 (To be answered on the 13th March 2025)

SUPPLY-DEMAND IMBALANCE IN AVIATION MARKET

2312. DR. T SUMATHY ALIAS THAMIZHACHI THANGAPANDIAN

Will the Minister of CIVIL AVIATION नागर विमानन मंत्री

be pleased to state:-

- (a) whether the Government is aware that the report of CAPA India estimates that Indian airlines are expected to incur industry-wide losses between \$400 million to \$600 million in the financial year 2025 primarily due to rising costs outweighing demand and if so, the details thereof;
- (b) the steps taken by the Government to address the supply-demand imbalance in the aviation market considering that India is currently the world's fastest-growing aviation market with demand surpassing the supply of planes; and
- (c) whether the Government proposes to introduce a comprehensive National Aviation Policy aimed at promoting the development and manufacturing of 'Made in India' passenger aircraft, if so, the details thereof and if not, the reasons therefor?

ANSWER

Minister of State in the Ministry of CIVIL AVIATION नागर विमानन मंत्रालय में राज्य मंत्री

(Shri Murlidhar Mohol)

- (a) and (b) The outlook report for financial year 2025 prepared in March, 2024 by CAPA India, had projected that Indian airlines would lose a combined USD 400-500 million during the year. CAPA outlook report also states that supply remains a constraint and the leading Original Equipment Manufacturers (OEMs) continue to face supply chain challenges with respect to the delivery of new equipment. These constraints are a global phenomenon and not unique to India. Orders for 2026 aircraft have been placed by major airlines and 350 aircraft have already been imported as on 31.01.2025.
- (c) A comprehensive National Civil Aviation Policy (NCAP) was launched in 2016 for promoting, inter alia, commercial aero-manufacturing under 'Make in India' initiative.
