

Australian carrier Qantas slashes international routes 90%

March 17 2020



Market analysts believe many airlines could go out of business due to the crisis

Australian airline Qantas announced Tuesday it was slashing its international capacity by 90 percent and domestic flights by 60 percent in a further coronavirus blow to the beleaguered travel industry.

Facing a growing list of travel bans around the globe and a "precipitous decline in demand", Qantas said the cutbacks would continue until at least the end of May.

They affect both Qantas flights and those of its budget carrier Jetstar and will impact the company's entire 30,000 staff.

"This represents the grounding of around 150 aircraft, including almost all of the group's wide-body fleet," the airline said in a statement.

It said travellers forced to cancel bookings would be issued with credit vouchers, but not refunds.

Qantas had already cut its [international flights](#) by around 25 percent last week.

Since then, Australia, the United States and numerous other countries have imposed strict restrictions and bans on [international visitors](#) in a bid to slow the spread of coronavirus.

Qantas CEO Alan Joyce at the time also said he would forego his salary for the rest of the financial year, which ends June 30.

He is Australia's highest-paid CEO with pay of Aus\$24 million (US\$15 million) in the 2018 financial year.

Market analysts believe many airlines could go out of business due to the crisis.

"By the end of May 2020, most airlines in the world will be bankrupt," market intelligence firm CAPA said in a stark warning Monday.

Citation: Australian carrier Qantas slashes international routes 90% (2020, March 17) retrieved 1 May 2024 from <https://techxplore.com/news/2020-03-australian-carrier-qantas-slashes-international.html>

This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is provided for information purposes only.