

Emirates could take 4 years to return to normal: chief

June 1 2020, by Omar Hasan



Four years could be needed for operations to go back to normal at Dubai carrier Emirates, hard hit by the coronavirus pandemic

It could take up to four years for Emirates airline's operations to return "to some degree of normality", its president said Monday, a day after the carrier announced job cuts over the coronavirus crisis.

The Middle East's largest carrier, which has a 100,000-strong staff and a fleet of 270 wide-bodied aircraft, halted operations in late March as part

of shutdowns to combat the spread of the pandemic.

Two weeks later, the airline resumed limited passenger operations but focused on repatriation flights as large numbers of the foreign residents in the United Arab Emirates returned to their home countries.

Dubai-based Emirates said on Sunday it was cutting its giant workforce but did not specify the extent of the layoffs.

"This is an action we have to take. We just can't keep our employees doing nothing for so long. So, we have to let some go, unfortunately," Emirates president Tim Clark told the Arabian Travel Market virtual conference.

"I think probably by the year 22-23, 23-24, we will see things coming back to some degree of normality and Emirates will be operating its network as it was," he said.

Clark said that Emirates, which reported a bumper 21 percent rise in annual profits in March, had hoped to resume operations in the second half of May, but conditions did not ease enough to allow it.

The long-serving executive, who is due to retire soon as president but remain as an advisor, said some airlines may disappear in the chaos that has hit the [aviation industry](#).

"I am not optimistic that some of the carriers that are here today, that already have been significantly bailed out, will get through the next few months," he said, adding that the next six to nine months will be "tough".



Passengers of an Emirates flight headed for the Australian city of Sydney check in at Dubai International Airport

"We have never been in this horrendous situation ... It is a huge structural change to our industry."

The International Air Transport Association (IATA) estimated last week that global airlines will lose \$314 billion in 2020 revenues, a 55-percent dive from last year.

Clark said that airlines are facing "critical cashflow issues" that will limit their choices on orders.

"The reality of the situation today is, like all airlines, all bets are off ...

So, you have to re-think exactly what your priorities are, one is survival," he said.

"We are nowhere near confident enough that the economics, the cashflows, the bottomline will put us in a good position to be able to guess if we'll buy a hundred of this or a hundred of that," he said, asked about the possible blend of aircraft after the coronavirus.

Emirates already back in November slimmed its orders from both Boeing and Airbus, cutting aircraft worth about \$20 billion due to an [economic downturn](#).

At present, it has orders for 30 Boeing 787s and 126 Boeing 777X and 50 Airbus A350-900s, in addition to a few remaining Airbus A-380 superjumbos.

Clark said that contractual obligations mean that airlines cannot continue to keep their fleets grounded.

"We must get this business back on its feet as quickly as possible," said the boss of Emirates, whose own fleet includes 115 Airbus A-380s.

But he warned the airline industry was in "a very critical and fragile state", and that the wearing of masks and gloves and sterilisation programmes in the post-pandemic era would signal "a paradigm change".

© 2020 AFP

Citation: Emirates could take 4 years to return to normal: chief (2020, June 1) retrieved 24 April 2024 from <https://techxplore.com/news/2020-06-emirates-years-chief.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.