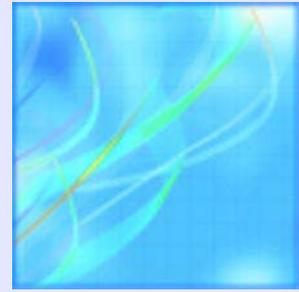


Aviation

Civil Aviation, Annual Operating and Financial Statistics, Canadian Air Carriers, Levels I to III



2014

Highlights

- In 2014, Canadian Level I to III air carriers reported 71.7 million enplaned passengers, up 6.4% from 2013. The domestic sector rose 6.2% to 39.8 million passengers, while the international sector (including Canada-United States) grew 6.6% to 31.9 million passengers. The passenger counts on scheduled flights reached 64.1 million (+5.6%), while the number of passengers flying on chartered flights increased 13.0% to 7.6 million. These air carriers recorded 168.0 billion passenger-kilometres flown in their scheduled and charter operations in 2014, up 7.8% from the previous year. The international sector (+8.7%) advanced at a faster pace than the domestic sector (+5.9%).
- After reporting a net income of \$526.9 million in 2013, Canadian Level I to III air carriers reported a net income of \$677.2 million in 2014. In 2014, total operating revenues reached \$22.3 billion, up 7.6% (or +\$1.6 billion) from 2013. Total operating expenses increased to \$20.6 billion in 2014, up 6.3% (or +\$1.2 billion) from the previous year.
- In 2014, 92.5 cents of each operating revenue dollar were used to cover operating expenses. Aircraft operations accounted for the largest portion of each dollar, at 48.9 cents, followed by general services and administration (28.8 cents) and maintenance (10.5 cents).
- Total assets of the Canadian Level I to III air carriers stood at \$21.0 billion in 2014, up 8.6% compared to 2013.
- The aviation industry's earning power is reflected in the profitability ratios of profit margin, return on investment and return on assets. In 2014, the profit margin was 3.0% compared to 2.5% in 2013. This shows that every dollar of service sold in 2014 earned 3.0 cents of profit for the Canadian Level I to III air carriers. The growth in profit in 2014 compared to 2013 reflected the gain in operating revenues, which more than offset the increases in operating expenses and in net non-operating expenses. Both return on assets and return on investment also showed increasing profitability within the aviation industry in 2014. The rate of return on assets went from 2.7% in 2013 to 3.2% in 2014, while the rate of return on investment edged up from 5.2% in 2013 to 5.3% in 2014.
- Total employment in the aviation industry declined 0.3% to 54,770, while total wages and salaries increased 2.2% to \$3.8 billion compared with 2013. In 2014, wages and salaries accounted for 18.5% of the industry's total operating expenses, down from 19.3% in 2013.
- Canadian Level I to III air carriers consumed 6.8 billion litres of fuel (turbine fuel and gasoline) in 2014 and spent \$6.2 billion to purchase the fuel. In 2014, fuel costs accounted for 29.9% of total operating expenses, down from 30.3% in 2013.



Statistical Tables

Table 1
Operating statistics, 2013 and 2014

	Levels I and II			Level III			Levels I to III		
	2013	2014	Change from 2013 to 2014	2013	2014	Change from 2013 to 2014	2013	2014	Change from 2013 to 2014
	thousands		percent	thousands		percent	thousands		percent
All services									
Number of carriers included ¹	25	25	0.0	72	68	-5.6	97	93	-4.1
Passengers	65,575	69,564	6.1	1,842	2,134	15.9	67,417	71,698	6.4
Goods carried (kilograms)	661,800	670,694	1.3	53,308	46,896	-12.0	715,109	717,591	0.3
Passenger-kilometres	154,424,785	166,196,930	7.6	1,451,401	1,846,051	27.2	155,876,186	168,042,981	7.8
Passenger tonne-kilometres	15,442,478	16,619,693	7.6	145,140	184,605	27.2	15,587,619	16,804,298	7.8
Goods tonne-kilometres	2,243,738	2,345,703	4.5	24,864	22,838	-8.1	2,268,602	2,368,541	4.4
Total tonne-kilometres	17,686,217	18,965,396	7.2	170,004	207,443	22.0	17,856,221	19,172,840	7.4
Hours flown	2,316	2,365	2.1	479	495	3.4	2,795	2,860	2.3
Scheduled services									
Passengers	60,243	63,598	5.6	468	526	12.4	60,711	64,124	5.6
Goods carried (kilograms)	434,158	442,282	1.9	14,935	14,385	-3.7	449,093	456,667	1.7
Passenger-kilometres	139,762,549	150,299,814	7.5	252,568	268,022	6.1	140,015,117	150,567,836	7.5
Passenger tonne-kilometres	13,976,255	15,029,981	7.5	25,257	26,802	6.1	14,001,512	15,056,784	7.5
Goods tonne-kilometres	1,952,089	2,048,104	4.9	10,113	10,122	0.1	1,962,202	2,058,226	4.9
Total tonne-kilometres	15,928,344	17,078,085	7.2	35,370	36,924	4.4	15,963,713	17,115,009	7.2
Hours flown	2,086	2,118	1.6	106	113	6.9	2,191	2,231	1.8
Charter services									
Passengers	5,332	5,966	11.9	1,374	1,608	17.0	6,706	7,574	13.0
Goods carried (kilograms)	227,642	228,413	0.3	38,374	32,511	-15.3	266,016	260,924	-1.9
Passenger-kilometres	14,662,236	15,897,116	8.4	1,198,833	1,578,029	31.6	15,861,069	17,475,145	10.2
Passenger tonne-kilometres	1,466,224	1,589,712	8.4	119,883	157,803	31.6	1,586,107	1,747,514	10.2
Goods tonne-kilometres	291,649	297,600	2.0	14,751	12,716	-13.8	306,401	310,316	1.3
Total tonne-kilometres	1,757,873	1,887,311	7.4	134,635	170,519	26.7	1,892,508	2,057,830	8.7
Hours flown	230	246	7.1	374	383	2.4	604	629	4.2

1. Figures expressed in full, not in thousands.

Note(s): Level I air carriers. This includes every Canadian air carrier that, in the calendar year before the year in which information is provided, transported at least 2 million revenue passengers or at least 400 thousand tonnes of cargo.

Level II air carriers. This includes every Canadian air carrier that, in the calendar year before the year in which information is provided, transported (a) at least 100 thousand but fewer than 2 million revenue passengers; or (b) at least 50 thousand but less than 400 thousand tonnes of cargo.

Level III air carriers. This includes every Canadian air carrier that (a) is not a level I air carrier or level II air carrier; and (b) in the calendar year before the year in which information is provided, realized gross revenues of at least 2 million dollars for the provision of air services for which the air carrier held a licence.

Table 2
Selected operating statistics, by sector, 2014

	Domestic		International	
	2014	Change from 2013 to 2014	2014	Change from 2013 to 2014
	thousands	percent	thousands	percent
All services				
Passengers	39,845	6.2	31,853	6.6
Passenger-kilometres	51,221,840	5.9	116,821,142	8.7

Table 3
Income statement, 2013 and 2014¹

	Levels I and II			Level III			Levels I to III		
	2013	2014	Change from 2013 to 2014	2013	2014	Change from 2013 to 2014	2013	2014	Change from 2013 to 2014
	thousands of dollars		percent	thousands of dollars		percent	thousands of dollars		percent
Operating revenues									
Scheduled services	16,929,797	17,953,235	6.0	250,744	270,685	8.0	17,180,541	18,223,920	6.1
Passengers	16,062,279	17,106,362	6.5	223,198	242,693	8.7	16,285,477	17,349,055	6.5
Goods	867,518	846,873	-2.4	27,546	27,992	1.6	895,064	874,865	-2.3
Charter services	1,533,941	1,688,866	10.1	870,187	977,855	12.4	2,404,129	2,666,721	10.9
Passengers	1,322,332	1,475,571	11.6	805,558	905,233	12.4	2,127,890	2,380,804	11.9
Goods	211,609	213,294	0.8	64,629	72,623	12.4	276,239	285,917	3.5
Other flying services	x	x	x	x	x	x	92,290	90,363	-2.1
Subsidies ²	x	x	x	x	x	x	x	x	x
Net incidental air transport related revenue	873,172	1,109,650	27.1	144,890	187,056	29.1	1,018,062	1,296,706	27.4
Total operating revenues	19,374,369	20,791,409	7.3	1,320,652	1,486,302	12.5	20,695,021	22,277,711	7.6
Operating expenses									
Maintenance, ground property and equipment	145,620	131,689	-9.6	82,864	75,473	-8.9	228,484	207,162	-9.3
Aircraft operations	9,640,298	10,090,708	4.7	693,390	792,800	14.3	10,333,689	10,883,507	5.3
Maintenance, flight equipment	1,806,448	1,902,890	5.3	182,018	217,825	19.7	1,988,466	2,120,715	6.7
General services and administration	5,627,005	6,175,267	9.7	217,427	237,955	9.4	5,844,431	6,413,222	9.7
Depreciation	927,569	914,702	-1.4	68,734	75,417	9.7	996,303	990,119	-0.6
Total operating expenses	18,146,940	19,215,256	5.9	1,244,433	1,399,470	12.5	19,391,373	20,614,725	6.3
Operating income (loss)	1,227,429	1,576,153	28.4	76,219	86,832	13.9	1,303,648	1,662,985	27.6
Non-operating income (expenses)									
Capital gains (losses), net	337	-46,357	...	11,546	15,141	31.1	11,883	-31,216	...
Interest and discount income	151,892	156,418	3.0	1,124	748	-33.5	153,016	157,166	2.7
Interest expenses	465,777	420,670	-9.7	22,732	22,701	-0.1	488,508	443,372	-9.2
Miscellaneous non-operating income (expenses), net	-296,473	-519,035	75.1	15,071	1,307	-91.3	-281,401	-517,728	84.0
Total non-operating income (expenses), net	-610,020	-829,645	36.0	5,010	-5,506	...	-605,011	-835,150	38.0
Income (loss) before provision for income taxes	617,409	746,508	20.9	81,229	81,327	0.1	698,637	827,835	18.5
Provision for income taxes (tax refund)	161,002	140,958	-12.4	10,762	9,668	-10.2	171,764	150,627	-12.3
Net income (loss)	456,406	605,550	32.7	70,467	71,658	1.7	526,873	677,208	28.5

1. In 2014, Canadian Level IV air carriers reported \$1.0 billion in revenue, up slightly from 2013 (+\$1.8 million or +3.2%). In 2014, the revenues for helicopters and for fixed-wing aircraft totalled \$802.5 million and \$230.7 million, respectively.

2. For reasons of confidentiality "subsidies" are included with "net incidental air transport related revenue".

Note(s): Level I air carriers. This includes every Canadian air carrier that, in the calendar year before the year in which information is provided, transported at least 2 million revenue passengers or at least 400 thousand tonnes of cargo.

Level II air carriers. This includes every Canadian air carrier that, in the calendar year before the year in which information is provided, transported (a) at least 100 thousand but fewer than 2 million revenue passengers; or (b) at least 50 thousand but less than 400 thousand tonnes of cargo.

Level III air carriers. This includes every Canadian air carrier that (a) is not a level I air carrier or level II air carrier; and (b) in the calendar year before the year in which information is provided, realized gross revenues of at least 2 million dollars for the provision of air services for which the air carrier held a licence.

Level IV air carriers. This includes every Canadian air carrier that (a) is not a level I air carrier, level II air carrier or level III air carrier; and (b) in the calendar year before the year in which information is provided, realized gross revenues of less than 2 million dollars for the provision of air services for which the air carrier held a licence.

Table 4
Balance sheet, 2013 and 2014

	Levels I and II			Level III			Levels I to III		
	2013	2014	Change from 2013 to 2014	2013	2014	Change from 2013 to 2014	2013	2014	Change from 2013 to 2014
	thousands of dollars		percent	thousands of dollars		percent	thousands of dollars		percent
Assets									
Current assets	5,587,338	5,906,130	5.7	380,836	388,233	1.9	5,968,174	6,294,363	5.5
Investments and special funds	1,496,233	1,490,108	-0.4	70,502	66,579	-5.6	1,566,735	1,556,687	-0.6
Operating property and equipment	13,771,645	15,547,416	12.9	992,403	1,099,081	10.7	14,764,047	16,646,497	12.8
Less: accumulated depreciation	4,901,156	5,244,718	7.0	369,509	427,992	15.8	5,270,665	5,672,710	7.6
Non-operating property and equipment	87,106	91,424	5.0	54,614	61,047	11.8	141,719	152,471	7.6
Less: accumulated depreciation	11,118	10,450	-6.0	31,419	35,451	12.8	42,537	45,901	7.9
Deferred charges	2,214,114	2,080,872	-6.0	7,451	4,184	-43.8	2,221,565	2,085,056	-6.1
Total assets	18,244,161	19,860,782	8.9	1,104,878	1,155,682	4.6	19,349,039	21,016,464	8.6
Liabilities and capital									
Current liabilities	5,373,620	5,780,463	7.6	297,429	299,632	0.7	5,671,049	6,080,095	7.2
Advances from associated companies and/or shareholders	67,023	54,511	-18.7	168,598	166,687	-1.1	235,621	221,198	-6.1
Long-term debt and other non-current liabilities	x	x	x	x	x	x	x	x	x
Non-current obligations under capital lease	x	x	x	x	x	x	x	x	x
Deferred income taxes	418,034	417,788	-0.1	41,301	42,873	3.8	459,335	460,661	0.3
Other deferred credits	171,530	154,721	-9.8	1,839	1,550	-15.7	173,369	156,272	-9.9
Provisions for major overhauls	168,947	219,210	29.8	1,283	1,994	55.5	170,230	221,204	29.9
Other provisions	204,535	265,976	30.0	1,351	2,943	117.9	205,886	268,919	30.6
Total liabilities	15,157,483	16,658,462	9.9	764,759	801,099	4.8	15,922,242	17,459,561	9.7
Shareholders equity									
Number of carriers included ¹	25	25	0.0	72	68	-5.6	97	93	-4.1
Capital stock	2,748,632	2,738,059	-0.4	179,394	169,651	-5.4	2,928,026	2,907,710	-0.7
Other paid-in capital ²	x	x	x	x	x	x	x	x	x
Retained earnings	338,047	464,261	37.3	160,725	184,932	15.1	498,772	649,192	30.2
Reserves ³	x	x	x	x	x	x	x	x	x
Total shareholders equity	3,086,678	3,202,320	3.7	340,119	354,583	4.3	3,426,797	3,556,903	3.8
Total liabilities and capital	18,244,161	19,860,782	8.9	1,104,878	1,155,682	4.6	19,349,039	21,016,464	8.6

1. Figures expressed in full, not in thousands.

2. For reasons of confidentiality, "other paid-in capital" is included with "capital stock".

3. For reasons of confidentiality, "reserves" is included with "retained earnings".

Note(s): Level I air carriers. This includes every Canadian air carrier that, in the calendar year before the year in which information is provided, transported at least 2 million revenue passengers or at least 400 thousand tonnes of cargo.

Level II air carriers. This includes every Canadian air carrier that, in the calendar year before the year in which information is provided, transported (a) at least 100 thousand but fewer than 2 million revenue passengers; or (b) at least 50 thousand but less than 400 thousand tonnes of cargo.

Level III air carriers. This includes every Canadian air carrier that (a) is not a level I air carrier or level II air carrier; and (b) in the calendar year before the year in which information is provided, realized gross revenues of at least 2 million dollars for the provision of air services for which the air carrier held a licence.

Table 5
Financial performance indicators, 2012 to 2014

	Levels I and II			Level III			Levels I to III		
	2012	2013	2014	2012	2013	2014	2012	2013	2014
	ratio								
Liquidity ratios									
Current ratio ¹	1.053	1.040	1.022	1.221	1.280	1.296	1.062	1.052	1.035
Debt structure ratio ²	0.324	0.355	0.347	0.412	0.389	0.374	0.327	0.356	0.348
Solvency ratios									
Debt-to-asset (debt) ratio ³	1.001	0.831	0.839	0.677	0.692	0.693	0.981	0.823	0.831
Debt-to equity (leverage) ratio ⁴	...	4.911	5.202	2.092	2.249	2.259	...	4.646	4.909
Profitability ratios									
Operating ratio ⁵	0.948	0.937	0.924	0.926	0.942	0.942	0.947	0.937	0.925
Profit margin ⁶	0.032	0.024	0.029	0.058	0.053	0.048	0.034	0.025	0.030
Return on assets ⁷	0.038	0.025	0.030	0.074	0.064	0.062	0.040	0.027	0.032
Return on investment ⁸	0.062	0.051	0.052	0.092	0.084	0.082	0.064	0.052	0.053

1. Current ratio = Current assets divided by current liabilities.

2. Debt structure ratio = Current liabilities divided by total liabilities.

3. Debt-to-asset (debt) ratio = Total liabilities divided by total assets.

4. Debt-to equity (leverage) ratio = Total liabilities divided by total shareholders' equity.

5. Operating ratio = Operating expenses divided by operating revenue.

6. Profit margin = Net income divided by operating revenue.

7. Return on assets = Net income divided by total assets.

8. Return on investment = Sum of net income and interest expenses divided by total assets.

Note(s): Level I air carriers. This includes every Canadian air carrier that, in the calendar year before the year in which information is provided, transported at least 2 million revenue passengers or at least 400 thousand tonnes of cargo.

Level II air carriers. This includes every Canadian air carrier that, in the calendar year before the year in which information is provided, transported (a) at least 100 thousand but fewer than 2 million revenue passengers; or (b) at least 50 thousand but less than 400 thousand tonnes of cargo.

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Table 6
Employment and fuel consumption, 2013 and 2014

	Levels I and II			Level III			Levels I to III		
	2013	2014	Change from 2013 to 2014	2013	2014	Change from 2013 to 2014	2013	2014	Change from 2013 to 2014
	percent			percent			percent		
Average number of employees, wages and salaries paid									
Pilots and co-pilots (number)	8,088	8,001	-1.1	2,199	2,223	1.1	10,287	10,224	-0.6
Wages and salaries ('000\$)	1,070,633	1,097,941	2.6	137,637	141,777	3.0	1,208,269	1,239,719	2.6
Other flight personnel (number)	11,966	11,701	-2.2	352	387	9.9	12,318	12,088	-1.9
Wages and salaries ('000\$)	635,120	625,733	-1.5	13,178	13,529	2.7	648,297	639,263	-1.4
General management and administration (number)	2,921	2,793	-4.4	1,021	1,148	12.4	3,942	3,941	0.0
Wages and salaries ('000\$)	260,297	259,554	-0.3	61,398	67,229	9.5	321,695	326,783	1.6
Maintenance labour (number)	11,164	11,258	0.8	1,346	1,383	2.7	12,510	12,641	1.0
Wages and salaries ('000\$)	658,246	679,374	3.2	83,990	84,963	1.2	742,236	764,337	3.0
Aircraft and traffic servicing (number)	9,071	9,151	0.9	442	456	3.2	9,513	9,607	1.0
Wages and salaries ('000\$)	409,267	427,023	4.3	16,646	17,435	4.7	425,913	444,458	4.4
Other personnel (number)	6,129	6,059	-1.1	259	210	-18.9	6,388	6,269	-1.9
Wages and salaries ('000\$)	383,967	399,859	4.1	10,001	8,123	-18.8	393,968	407,982	3.6
Total average number of employees (number)	49,339	48,963	-0.8	5,619	5,807	3.3	54,958	54,770	-0.3
Wages and salaries ('000\$)	3,417,529	3,489,485	2.1	322,851	333,056	3.2	3,740,380	3,822,542	2.2
Fuel and oil									
Turbine fuel ('000 litres)	6,359,586	6,614,072	4.0	177,404	200,598	13.1	6,536,990	6,814,670	4.2
Cost ('000\$)	5,660,483	5,936,277	4.9	200,114	218,918	9.4	5,860,597	6,155,195	5.0
Gasoline ('000 litres)	615	1,759	186.0	11,804	12,242	3.7	12,419	14,001	12.7
Cost ('000\$)	691	2,385	245.2	14,474	15,121	4.5	15,164	17,506	15.4
Turbine oil ('000 litres)	..	..	..	..	..	..	..	..	..
Cost ('000\$)	..	..	..	..	..	..	..	..	..
Piston oil ('000 litres)	0	0	...	24	13	-45.5	24	13	-45.5
Cost ('000\$)	0	0	...	118	84	-28.6	118	84	-28.6

Note(s): Level I air carriers. This includes every Canadian air carrier that, in the calendar year before the year in which information is provided, transported at least 2 million revenue passengers or at least 400 thousand tonnes of cargo.

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Table 7
Wages and salaries paid, by sector, by province and territory, 2013 and 2014

	2013	2014	Change from 2013 to 2014
	thousands of dollars		percent
Domestic			
Newfoundland and Labrador	38,195	42,091	10.2
Prince Edward Island	269	217	-19.2
Nova Scotia	94,112	94,519	0.4
New Brunswick	27,423	28,644	4.5
Quebec	701,927	708,653	1.0
Ontario	1,270,195	1,354,580	6.6
Manitoba	110,607	112,764	2.0
Saskatchewan	31,353	32,424	3.4
Alberta	794,209	739,248	-6.9
British Columbia	442,930	503,845	13.8
Yukon	18,022	18,531	2.8
Northwest Territories	47,857	43,607	-8.9
Nunavut	30,847	30,513	-1.1
Total domestic	3,607,946	3,709,638	2.8
International	83,136	83,357	0.3
Total	3,691,082	3,792,995	2.8

Note(s): Total wages and salaries in this table do not equal total salaries and wages from the previous table due to the fact that this table is based on calendar quarters, and the previous table can be based on carrier's fiscal year end.

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Symbols

The following standard symbols are used in Statistics Canada publications:

.	not available for any reference period
..	not available for a specific reference period
...	not applicable
0	true zero or a value rounded to zero
0 ^s	value rounded to 0 (zero) where there is a meaningful distinction between true zero and the value that was rounded
p	preliminary
r	revised
x	suppressed to meet the confidentiality requirements of the <i>Statistics Act</i>
E	use with caution
F	too unreliable to be published
*	significantly different from reference category ($p < 0.05$)

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To obtain a copy of these service standards, please contact Statistics Canada toll-free at 1-800-263-1136. The service standards are also published on www.statcan.gc.ca under "About us" > "The agency" > "Providing services to Canadians."

Note of appreciation

Canada owes the success of its statistical system to a long-standing partnership between Statistics Canada, the citizens of Canada, its businesses, governments and other institutions. Accurate and timely statistical information could not be produced without their continued cooperation and goodwill.