

THE 2022 ANNUAL ECONOMIC REPORT OF THE EU
FISHING FLEET

AER 2022

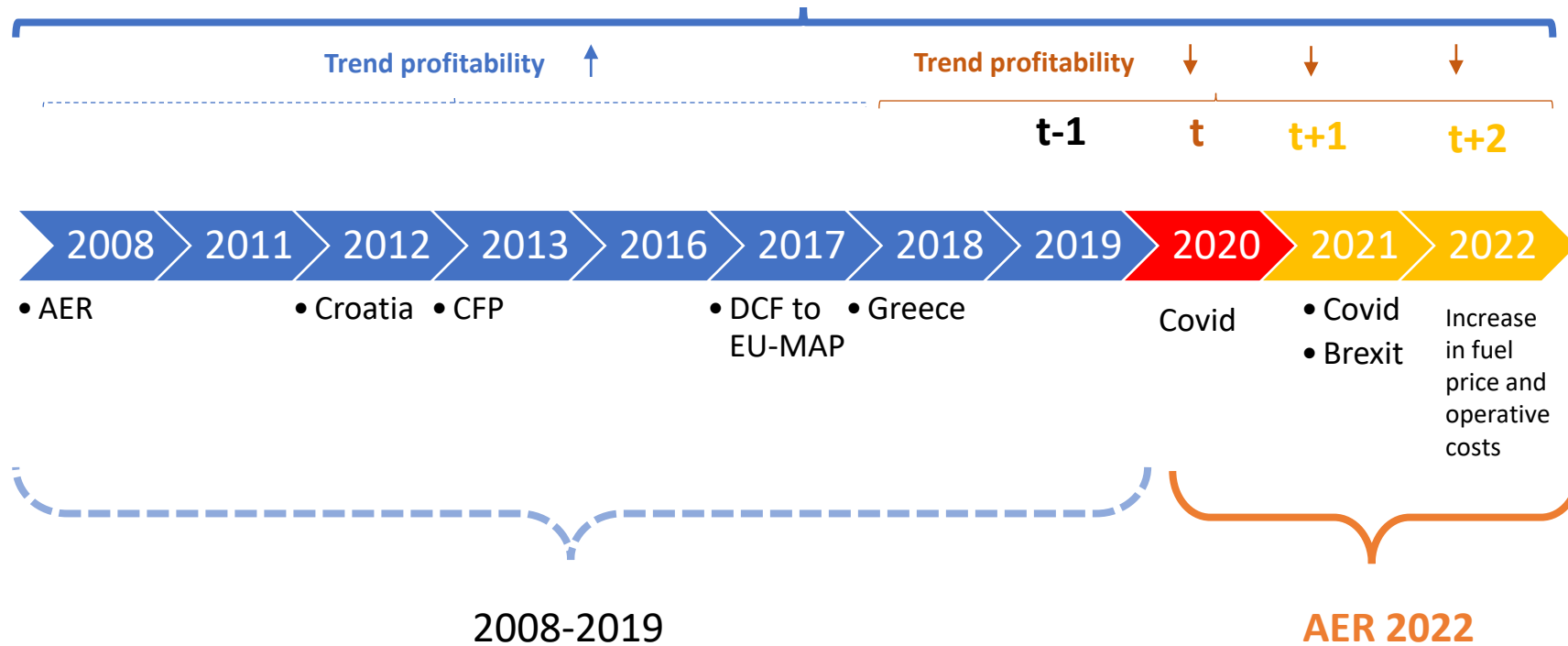
Presentation to the South West Waters AC
03/05/2023

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Chaired by:
Raúl Pallezo
Evelina Sabatella

AER 2022

Timeline



Contents

- EU overview ➤ All, SSCF, DWF; LSF;
Pelagic fleet; Social aspects; Outlook for 2021 and 2022
- National chapters ➤
 - 2020
 - 2020 vs 2019
 - 2020 vs 2019/2008
 - 2021 (forecast)
 - 2022 (nowcast)
- Regional chapters ➤
 - MED, BKS, BS; NSEA; **SWW**;NWW
 - OMR;
 - LDF: ICCAT, CECAF, IOTC; NAFO
- Annexes ➤
 - Nowcast methodology
 - Tables

Economic considerations

2020

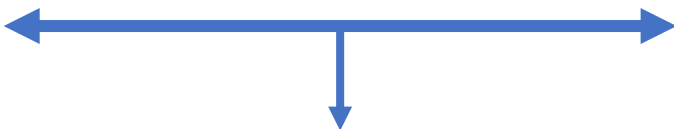
COVID-19
Closure of markets
Disruption in
consumption

More affected?
Short value chains
Small scale

2022

ENERGY COSTS
Fuel Price increase
Disruption in
production

More affected?
Intensive in fuel
Large scale



Profitability before supporting measures
Down

Overall, EU FF more affected in 2022 than in 2020, because Large scale fleet share is higher

EU-27

LSF vs. SSCF vs. DWF

2020

- Overall, **EU fleet**, net profit margin went down **even in a sharp decrease in Fuel Costs**
- Overall, **LSF and SSCF's net profitability margins go down**. But:
 - SSCF: NWW similar to 2019;
 - SSCF: NSEA; Baltic; BS; MED; **SWW down**;
 - **SSCF: Baltic almost collapses**.
 - LSF's profitability down except in the NSEA and Baltic.
- Average wages much higher in LSF, but SSCF values biased by mixed rents.
- DWF with only 0.4% of the fleet account for 14% of the landings (value and weight) and aprox. 10% of the GVA.
 - Profitability margins of DWF improved compared to 2019.

LSF drives the EU
Overview

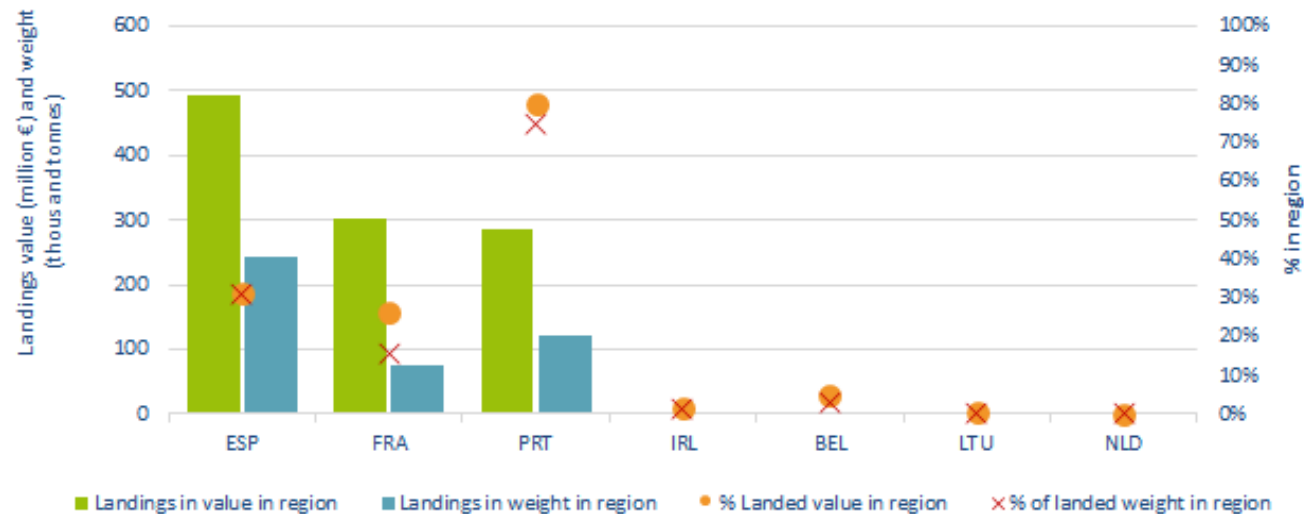
**Let's put some
numbers
2020 (or year t)
Southern Western
Waters**

Southern Western Waters

Dependency on the area

Spain, France and Portugal.

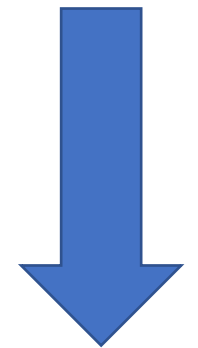
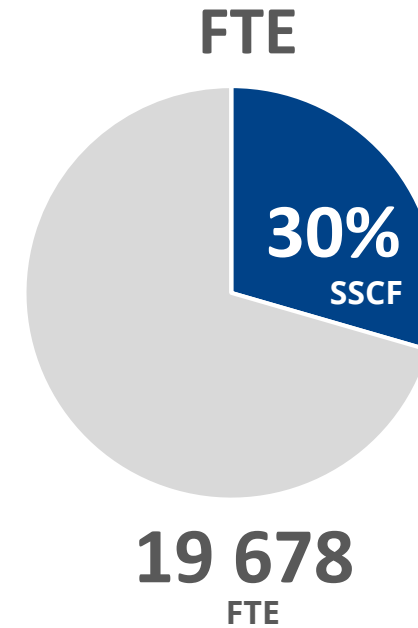
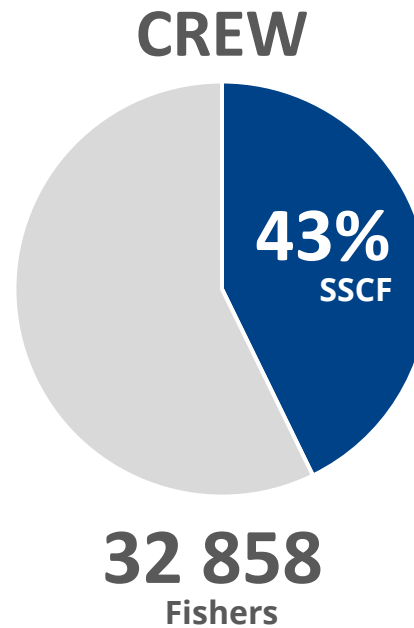
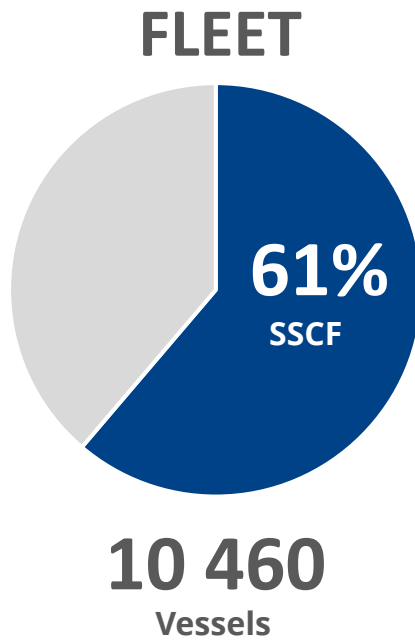
Southern Western Waters



SSCF: Number of vessels
LSF: Production
SSCF+LSF: days at sea

Portugal has the highest total percentage of national landed value (80%);SP (31%);FR (27%).

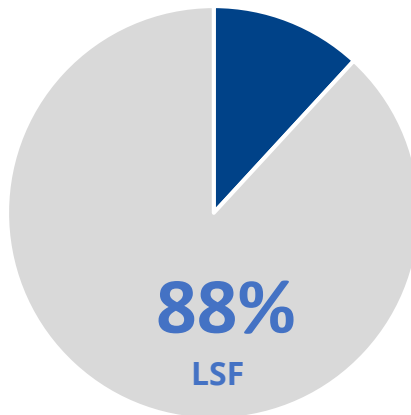
Southern Western Waters 2020



Since 2008
18% les
fishers.

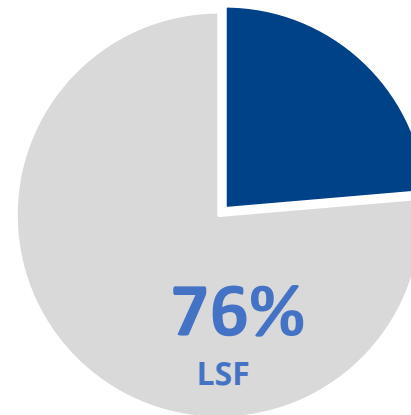
Southern Western Waters 2020

Landings



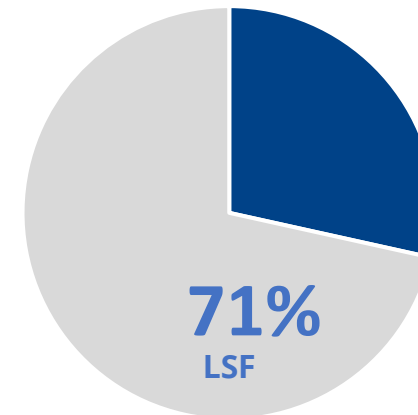
441 M t

Value of landings



1090 M €

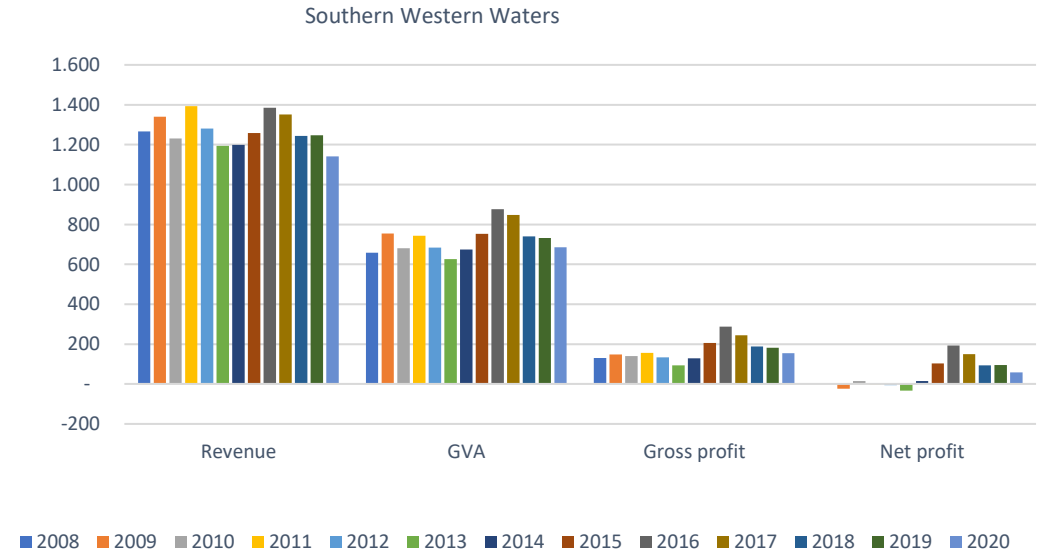
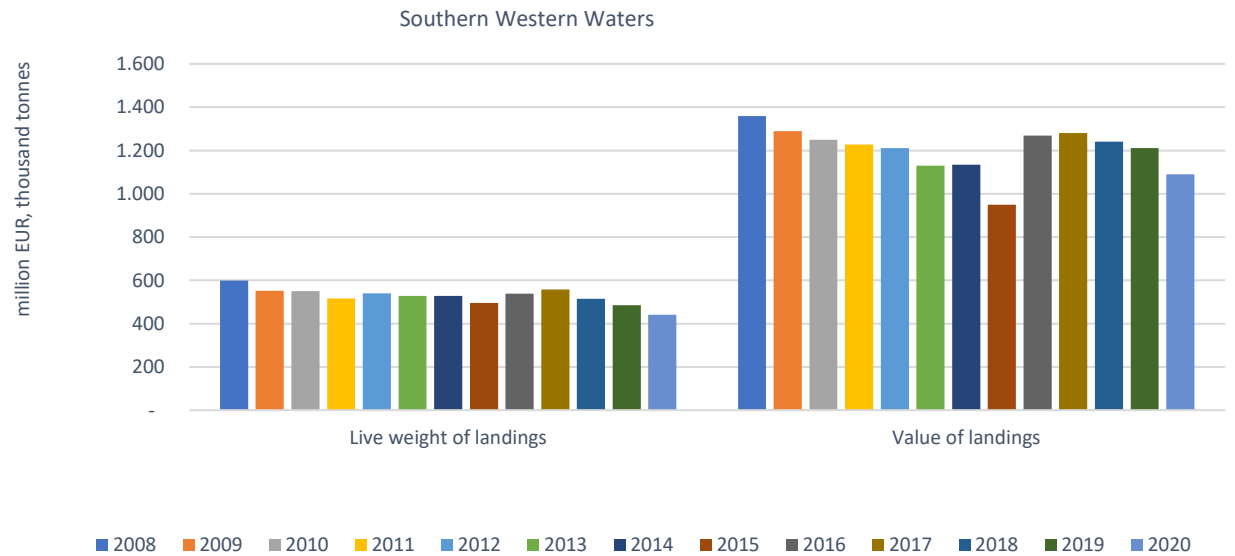
GVA



685 M €

Southern Western Waters

Trends



Southern Western Waters

2020

Net Profit

2020

2019 vs 2020

37 M €

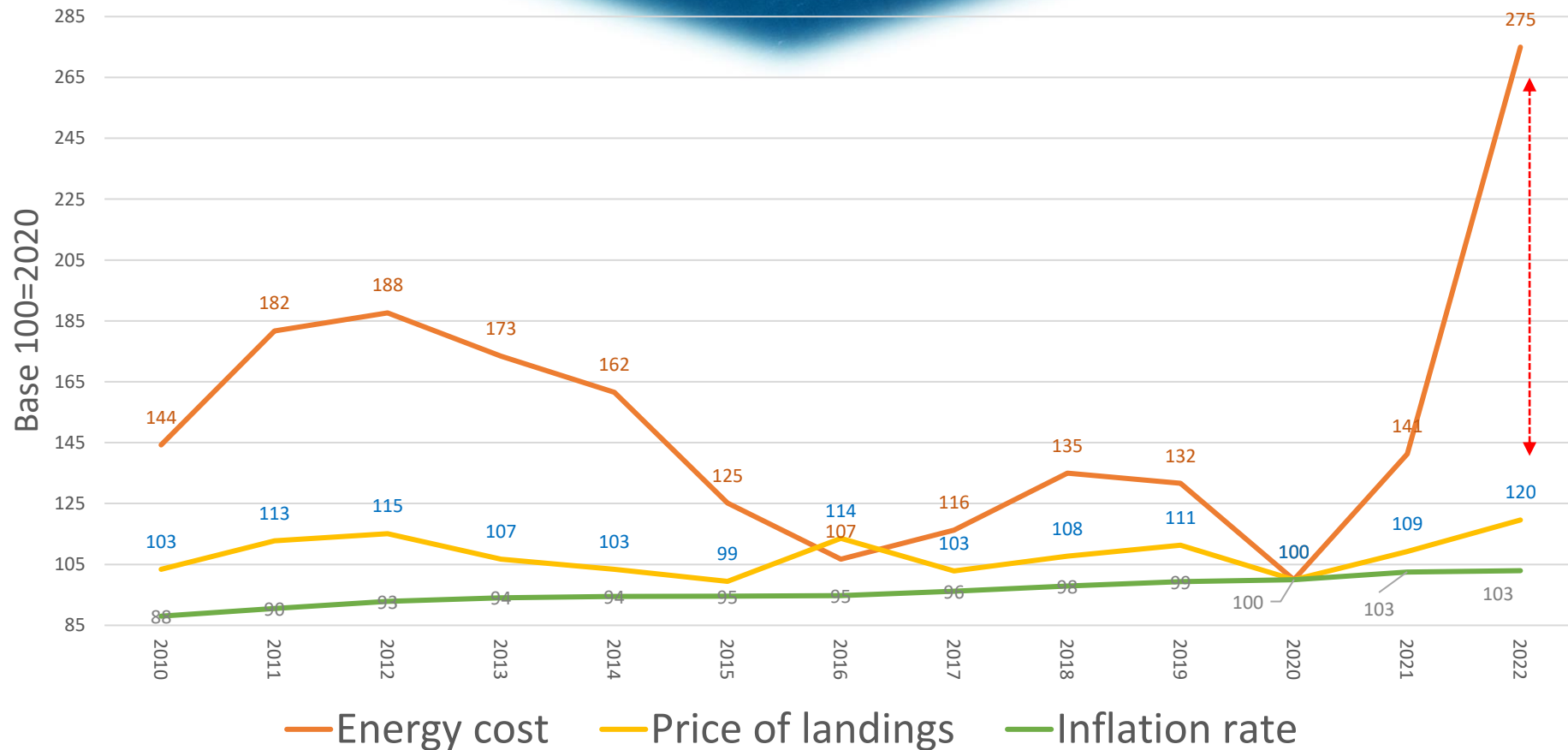
-39%

- Revenue decreased in 2020 in comparison to 2019 by 8%.
- GVA decreased in 2020 in comparison to 2019 by 6%.
- Net Profit decreased in 2020 in comparison to 2019 by 15%.
- Both for SSCF and LSF.

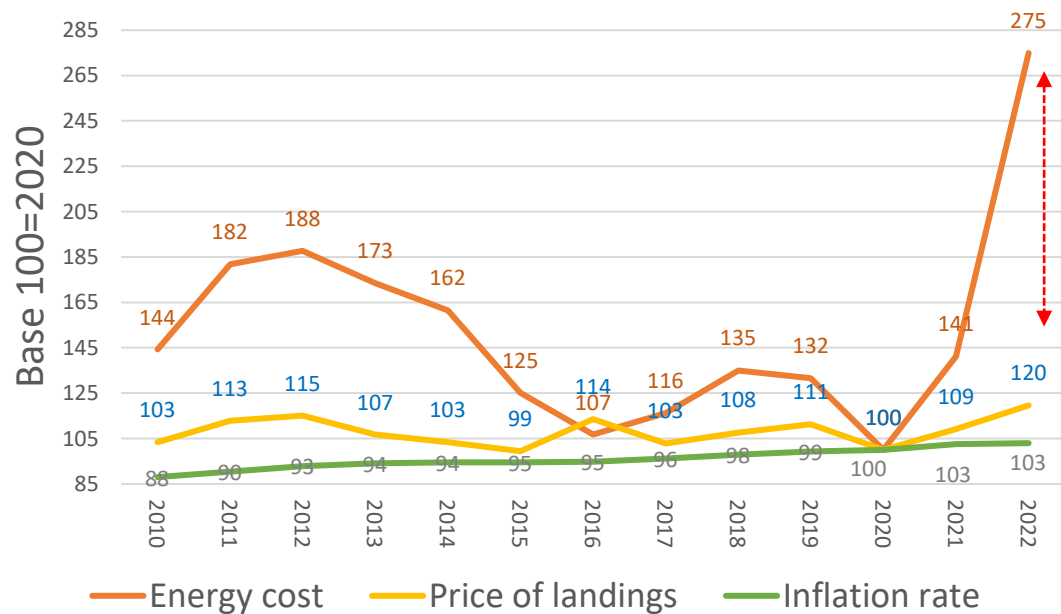
It is positive but the decreasing trend is clear.
If confirmed in 2021 the economic future is complex

**Let's talk about
2022 (or year t+2)**

Forecast 2022



Forecast 2022



- 2020 was low fuel price year, so the graph is quite exacerbated
- However, it shows how fleets cannot transfer the increase of costs to prices
- Overall negative profits (gross and net)
- 10 MS negative gross profit. 11 MS negative net profits.

This a scenario constructed with the latest available data

- 2020: 0.4 euro/litre
- 2021: 0.57 euro/litre
- 2022 (the rest of the year as in May 2022): 1.21 euro/litre.
- Prices and fuel evolution using EUMOFA data.
- We always wait until the last moment to do this forecast, so we can use the latest available data.

COMMENTS

- We always receive suggestions and recommendations from different stakeholders including you. That's great.
- However, we do not always consider all of them, simply because a lack of time.
- We receive specific requests of chapters by fleet. In 2022 year we have considered, the pelagic fleet and social aspects.
- In 2023 we are dealing with the fuel use and costs.
- The ToRs of the general report are demanding. The EU fleet is diverge and for example the DWF is really complex to treat.
- Each year we always have some particular urgent issues to treat.
- But we (STECF+Chairs+JRC+DGMare) always discuss all the suggestions and requests (that are more than welcome), but they have to come early in the year, because we have to set up the ToRs of the meetings early in the year, so the experts can clearly understand what they have to do.
- And yes, they have to be achievable in a 5+5 days meetings.

End of the presentation

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