TOURISM RESEARCH AND STATISTICS

Tourism Development in Azerbaijan



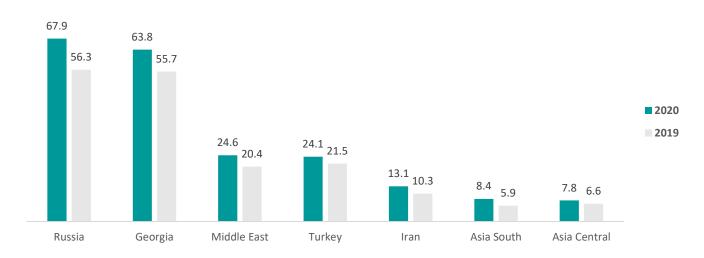
Number of arrivals in January 2020 increased by 18%!

This Monthly Report of the STA provides with the most actuals statistics

- Arrivals in Azerbaijan in January 2020
- Inbound tourism in 2019
- Expenditures by inbound tourism in 2019

In January 2020, 226 thousand international travelers crossed the borders of Azerbaijan which is 35 thousand or 18.1% more compared to January 2019; this increase is six-fold of that in January 2019. The largest growth, as well as the largest numbers of travelers are observed for Russia and Georgia; 12 thousand or 20.5% and 8 thousand or 14.6% more travelers arrived from Russia and Georgia, respectively, totaling to 68 thousand and 64 thousand. From both Middle East and Turkey, 24 thousand guests arrived each, growth rates of 20.8% and 12.1%. Among Middle East countries the most outstanding increases, 321.5% or 5 thousand and 73.7% or 1.7 thousand, are observed for Saudi Arabia and Kuwait, respectively. From Iran arrived 13 thousand travelers which is 3 thousand or 26.5% more compared to 2019. The number of travelers from South and Central Asia having increased by 43% and 18.4%, totaled to 8 thousand each. Like in the recent past, most of the travelers from South Asia arrived from India (5 thousand; a substantial growth of 80.2%) and Pakistan (3 thousand). From the UAE, the 5.1 thousand travelers correspond to a decrease by 40.4%.

Figure 1: Foreign travellers (in thousands) from 7 countries/regions in January 2020 and 2019



From countries where Representation Offices have been established (China, India, Russia, Germany, Saudi Arabia, UAE), 87 thousand travelers arrived in January 2020, the growth of arrivals, 18.5%, being close to the total growth of arrivals in Azerbaijan, 18.1%. With UAE out of consideration, the number of travelers from countries with Representation Offices increased by 23.8%.

Inbound tourism in 2019

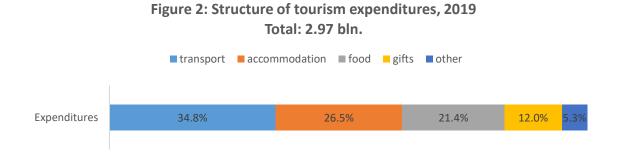
From 3.168 million travelers who arrived in Azerbaijan during 2019, 2.864 million were visitors who came to Azerbaijan with touristic purposes; about 90.3% of the travelers came for touristic purposes. However, this percentage varies for the countries of residence of the visitors. For some countries, particularly for neighboring countries, the percentage is lower: E.g., from travelers from Georgia and Turkmenistan, only 82.8% and 85.9%, respectively, came as visitors. From Arabic countries, higher portions of travelers are visitors; e.g., 96.7% from Saudi Arabia and 97.6% from UAE; travelers from India, China, and from European countries like UK and Germany came in a percentage above 95% with touristic purpose.

Expenditures by inbound tourism in 2019

According to the SSC, inbound visitors spent 2.97 billion AZN in the year 2019. More than half, 54.2%, of these expenditures were incurred by the visitors from neighboring countries (Russia: 590 mln. AZN; Turkey: 295 mln. AZN; Iran: 229 mln. AZN; Georgia: 228 mln. AZN) and from Saudi Arabia (268 mln. AZN). Of course, these amounts reflect the number of visitors from these countries.

The per capita expenditures vary considerably for visitors from the various countries. Visitors from Russia spent on average 612 AZN, those from Georgia spent on average 380 AZN; visitors from Turkey and from Iran spent on average 1000 AZN. The per capita expenditures of other visitors are much higher: visitors from Arabic countries like Saudi Arabia and UAE spent on average 2,600 AZN; visitors from western countries like UK and Germany spent between 1,700 and 1,900 AZN. The highest per capita expenditures were found for visitors from Japan with 2,885 AZN and from USA with 2,841 AZN.

Structural analysis of these expenditures shows (see Figure 2) that visitors spent 34.8% on transportation, 26.5% for accommodation, 21.4% for food and 12% for gifts and souvenirs; other types of expenses, for cultural activities, tour packages, car rental etc., accounted for 5.3% of the total payments. The structure of expenditures depends on the country of residence of the visitors. Visitors from Georgia spent only 10.8% for transportation and 20.8% for accommodation, but 33.4% for food; corresponding portions for visitors from Russia are 20.5%, 23.4% and 26.5%, respectively. This structure changes for visitors from more remote countries like UK or China who spent 50.9% and 55.5% for transportation, respectively, and only 16.2% and 13.7%, respectively, for food.



Methodological note: The numbers of foreign travellers (**A traveller** is someone who moves between different geographic locations, for any purpose and any duration (International Recommendations for Tourism Statistics (IRTS) 2008, 2.4) are counts of border crossings as registered by the State Border Service. These numbers cover touristic visitors but also other travellers who do not fulfil the definition of being a touristic visitor given by IRTS 2008, such as border workers, long-term workers and students and patients, etc. **A visitor** is a traveller taking a trip to a main destination outside his/her usual environment, for less than a year, for any main purpose (business, leisure or other personal purpose) other than to be employed by a resident entity in the country or place visited (IRTS 2008, 2.9). The numbers of foreign visitors are provided by the State Statistics Committee (SSC). **Inbound tourism expenditure** is the tourism expenditure of a non-resident visitor within the economy of reference (IRTS 2008, 4.15(b); data source – SSC.

Table 1: Number of foreign travelers from various countries and regions, January 2020 and 2019.

| Region | 2020 | 2019 | |
|--------------------|---------|---------|--|
| | January | January | |
| Russia | 67 884 | 56 339 | |
| Georgia | 63 824 | 55 685 | |
| Middle East | 24 617 | 20 375 | |
| Turkey | 24 075 | 21 481 | |
| Iran | 13 076 | 10 336 | |
| Asia South | 8 388 | 5 865 | |
| Asia Central | 7 833 | 6 615 | |
| Europe East | 6 351 | 5 351 | |
| Europe West | 5 210 | 5 138 | |
| Asia East-North | 1 765 | 1 235 | |
| America | 1 391 | 1 313 | |
| Asia East-South | 735 | 571 | |
| Africa | 611 | 765 | |
| Rest | 405 | 355 | |
| Grand Total | 226 165 | 191 424 | |

Table 2: Number of foreign visitors and travelers from various countries and regions, 2019.

| Countries | Total person | tourism purpose, person | other purpose, person | tourism purpose, % | other purpose, % |
|-----------------|-----------------|----------------------------|-----------------------------|--------------------------|---------------------|
| Russia | 932 984 | 840 618 | 92 366 | 90.1% | 9.9% |
| Georgia | 725 465 | 600 685 | 124 780 | 82.8% | 17.2% |
| Turkey | 316 628 | 291 931 | 24 697 | 92.2% | 7.8% |
| Iran | 255 628 | 237 989 | 17 639 | 93.1% | 6.9% |
| Saudi Arabia | 107 230 | 103 691 | 3 539 | 96.7% | 3.3% |
| UAE | 68 346 | 66 706 | 1 640 | 97.6% | 2.4% |
| India | 65 118 | 62 253 | 2 865 | 95.6% | 4.4% |
| Ukraine | 59 116 | 54 919 | 4 197 | 92.9% | 7.1% |
| Turkmenistan | 52 127 | 44 777 | 7 350 | 85.9% | 14.1% |
| Iraq | 50 723 | 47 325 | 3 398 | 93.3% | 6.7% |
| Kazakhstan | 47 551 | 44 222 | 3 329 | 93.0% | 7.0% |
| Israel | 47 056 | 45 268 | 1 788 | 96.2% | 3.8% |
| Pakistan | 46 602 | 43 386 | 3 216 | 93.1% | 6.9% |
| Great Britain | 36 914 | 36 028 | 886 | 97.6% | 2.4% |
| Kuwait | 30 303 | 29 485 | 818 | 97.3% | 2.7% |
| Other countries | 328 582 | 314 248 | 14 334 | 95.6% | 4.4% |
| Grand total | 3 170 373 | 2 863 531 | 306 842 | 90.3% | 9.7% |

Table 3: The tourist expenses made by foreigners and stateless persons arriving in Azerbaijan for the tourism purpose, 2019.

| Countries | Receipts, thousand AZN | per capita, thousand AZN |
|----------------|---------------------------|--------------------------------|
| Russia | 590226.1 | 0.7 |
| Turkey | 294587.6 | 1.0 |
| Saudi Arabia | 267865.0 | 2.6 |
| Iran | 228939.8 | 1.0 |
| Georgia | 228425.6 | 0.4 |
| UAE | 175856.9 | 2.6 |
| India | 106487.5 | 1.7 |
| Kuwait | 80147.1 | 2.7 |
| Israel | 79513.5 | 1.8 |
| Pakistan | 73886.4 | 1.7 |
| Ukraine | 68404.3 | 1.2 |
| United Kingdom | 66996.4 | 1.9 |
| Iraq | 65571.1 | 1.4 |
| Kazakhstan | 55782.0 | 1.3 |
| USA | 51942.6 | 2.8 |
| Other | 536811.4 | 1.7 |
| Grand total | 2971443.3 | |