

Swedavia – Sustainable Aviation Fuel (SAF) Incentive Programme 2024¹

Swedavia has adopted an environmental target that 5 per cent of all jet fuel used at Swedavia airports shall be renewable by 2025. To support airlines operating scheduled and/or charter traffic at any Swedavia airport that are using SAF Swedavia continue its Sustainable Aviation Fuel Incentive Programme.

Swedavia supports up to 50 % of the premium cost for neat SAF for approved applications. The lower limit for Swedavia is to support with 125 000 SEK, which makes the minimum premium cost 250 000 SEK for an airline group². The total fund available for use during 2024 is 40 MSEK.

The increased budget necessitates an overview of the distribution principles and Swedavia invites airlines to get the chance to claim their share of the overall funds on the basis of their proportion of traffic measured on the number of starting tons of MTOW, 2023 (01JAN-30NOV 2023).

| Time period 2024 | Distribution mechanism |
|----------------------|--|
| January - April | Airlines can claim according to their share of traffic |
| May - August | Airlines can claim max 6 MSEK of remaining funds |
| September - December | Airlines can claim what is left of the funds |

Since a national reduction mandate for SAF has been introduced, incentives will only be given to volumes exceeding the requirements of that mandate.

Application Procedure

An airline group interested to participate in the incentive programme must contact Swedavia before any purchase with a completed application. Based on the application and the remaining funds in the SAF Incentive Programme, Swedavia will make a decision and reserve the decided funding from the SAF Incentive Programme. When the decision is made the airline will be informed.

The required written verifications must have been submitted to Swedavia no later than 4 months after a completed application has been filed. If the reserved funds have not been used, the funds are released back into the incentive fund.

¹ Valid between January 1st and December 31st, 2024

² Airline group consists of one or more airlines

Contact your representative at Swedavia Aviation Business for further information and complete requirements on verification. Funding will be provided once Swedavia has received, checked and approved the requested documentation. Swedavia will pay out the funds as a credit within 30 days after having approved the documentation.

Criteria of the Programme

The neat sustainable aviation fuel must be sustainably sourced. The refuelling with sustainable aviation fuel must be made at one of Swedavia's airports.

Rules and regulations

The Programme for 2024 will operate between January 1st, 2024 and December 31st, 2024. The total funding for this Programme is 40 MSEK. The support will be offered for as long as there are funds remaining during the given period.

The application process starts January 1st, 2024 at 00:00 CET, Swedavia will not accept applications prior to the start of the application process.

The cost premium may be provided by the fuel supplier. If no such information is given the cost premium will be calculated by subtracting the actual cost for neat SAF (submitted by the airline) with the spot rate for Jet Fuel³ at the date the request was first processed.

Each airline group is allowed to apply for the incentive once per month. An ownership threshold of 51 per cent is applied to determine whether a particular airline belongs to a group or not.

The support will be divided equally in cases where several airlines are applying for the last amount of the fund during the same day.

Since a national reduction mandate for SAF has been introduced from 1st of July 2021, incentives will only be given to volumes exceeding the requirements of that mandate.

The currency used to calculate the support is SEK (Swedish krona). Swedavia reserves the right to apply conversion rates for purchases made in any other currency.

Manipulation with the required annexes or other required information, may cause the airline to be disqualified from the Programme. Swedavia reserves the right to disqualify an airline from the Programme if the airline in Swedavia's view fails to comply with the criteria and rules and regulations for the Programme. Nor will any incentives be paid if the airline has not fulfilled its obligations to Swedavia.

Any dispute arising in connection with the incentive programme shall be settled in a Swedish court under Swedish law.

Swedavia's Conditions of Services posted on www.swedavia.com shall apply to the Programme.

For more information about the Swedavia Incentive Programme, please contact your contact person or send an e-mail to aviationbusiness@swedavia.se.

³ Using the Jet Fuel Price Monitor (Europe & CIS)
<https://www.iata.org/publications/economics/fuel-monitor/Pages/index.aspx>