

- (d) in the event the airline otherwise fails to operate in a manner consistent with the conditions set out in this Agreement.

2. The rights enumerated in paragraph 1 of this Article shall be exercised only after consultations between the aeronautical authorities of the Contracting Parties in conformity with Article 20 of this Agreement, unless immediate action is essential to prevent infringement of the laws and regulations referred to above or unless action is required for safety or security purposes in accordance with the provisions of Articles 7 or 8 of this Agreement.

3. The rights enumerated in paragraph 1 c) have no effect on the right of each Contracting Party to establish laws and regulations with respect to foreign ownership of airlines.

ARTICLE 6

Application of Laws

1. Each Contracting Party shall require compliance with:

- (a) its laws, regulations and procedures relating to the admission to, remaining in, or departure from its territory of aircraft engaged in international air navigation, or to the operation and navigation of such aircraft, by the designated airlines of the other Contracting Party upon entrance into, departure from and while within the said territory; and
- (b) its laws and regulations relating to the admission to, remaining in, or departure from its territory of passengers, crew members and cargo including mail (such as regulations relating to entry, clearance, transit, aviation security, immigration, passports, customs and quarantine) by the designated airlines of the other Contracting Party and by or on behalf of such passengers and crew members, and applicable to the cargo, including mail carried by the designated airlines of the other Contracting Party, upon transit of, admission to, departure from and while within the said territory.