

### **ARTICLE 3**

#### **Designation**

Each Party shall have the right to designate, by diplomatic note, an airline or airlines to operate the agreed services on the routes specified in this Agreement for that Party and to withdraw a designation or to substitute another airline for one previously designated.

### **ARTICLE 4**

#### **Authorization**

1. Following receipt of a notice of designation or of substitution pursuant to Article 3 of this Agreement, the aeronautical authorities of a Party shall, consistent with the laws and regulations of that Party, issue without delay to the airline so designated the required authorizations to operate the agreed services for which that airline has been designated.
2. The Parties confirm that, upon receipt of that authorization, the designated airline may begin at any time to operate the agreed services, in whole or in part, provided that the airline complies with the provisions of this Agreement.

### **ARTICLE 5**

#### **Withholding, Revocation, Suspension and Limitation of Authorization**

1. Notwithstanding paragraph 1 of Article 4, the aeronautical authorities of each Party shall have the right to withhold the authorizations referred to in Article 4 of this Agreement with respect to an airline designated by the other Party, and to revoke, suspend or impose conditions on such authorizations, temporarily or permanently in the following circumstances:
  - (a) failure by the airline to qualify under the laws and regulations normally applied by the aeronautical authorities of the Party granting the rights;
  - (b) failure by the airline to comply with the laws and regulations of the Party granting the rights;
  - (c) the aeronautical authorities are not satisfied that substantial ownership and effective control of the airline are vested in the Party designating the airline or its nationals; and
  - (d) the airline otherwise fails to operate in a manner consistent with the conditions set out in this Agreement.