

- (b) that the aircraft operating on the sector more distant from the territory of the Contracting Party designating the airline shall operate only in connection with the airline on the near sector and shall be scheduled so to do; the former shall arrive at the point of change for the purpose of carrying traffic transferred from, or to be transferred into, the latter; and the capacity of the former shall be determined with primary reference to this purpose;
- (c) that the airline shall not hold itself out to the public by advertisement or otherwise as providing a service which originates at the point where the change of aircraft is made, unless otherwise permitted by the Schedule of routes;
- (d) that in connection with any one aircraft flight into the territory in which the change of gauge is made, only one flight may be made out of that territory unless authorized by the Aeronautical Authority of the other Contracting Party to operate more than one flight; and
- (e) that the provisions of Article XI of the Agreement shall govern all arrangements made with regard to change of gauge.

#### ARTICLE IV

Each Contracting Party shall have the right to designate by diplomatic note, an airline or airlines to operate the agreed services on each of the routes specified in the Annex for such a Contracting Party and to substitute another airline for that previously designated.

#### ARTICLE V

1. Following receipt of a notice of designation or of substitution pursuant to Article IV of this Agreement, the aeronautical authorities of the other Contracting Party shall, consistent with its laws and regulations, grant with a minimum of delay to the airline so designated the appropriate authorizations to operate the agreed services for which that airline has been designated.

2. Upon receipt of such authorizations the airline may begin at any time to operate the agreed services, provided that the designated airline fulfills the provisions of this Agreement.

#### ARTICLE VI

1. The aeronautical authorities of each Contracting Party shall have the right to refuse or withhold the authorizations referred to in Article V of this Agreement with respect to an airline designated by the other Contracting Party, to revoke or suspend such authorizations or impose conditions, temporarily or permanently:

- (a) in the event of failure by such airline to qualify before the aeronautical authorities of that Contracting Party under the laws and regulations normally and reasonably applied by these authorities in conformity with the Convention;