

ARTICLE 7

1. The designated airlines of the Contracting Parties shall have fair and equal opportunity in operating the agreed services on the specified routes.

2. In operating the agreed services, the designated airline of each Contracting Party shall take into account the interests of the airline designated by the other Contracting Party so as not to affect unduly the services which the latter provides on the whole or part of the same route.

3. The agreed services provided by the designated airlines of the Contracting Parties shall bear close relationship to the requirements of the public for transportation on the specified routes.

4. Matters relating to frequency, type of aircraft, scheduling, conditions of carriage, sales representation and ground handling in the operation of the specified routes shall be agreed upon through consultation between the designated airlines of both Contracting Parties and shall be subject to the approval of their respective Aeronautical Authorities.

5. In the event of disagreement on matters affecting capacity, the provisions of Article 16 of this Agreement will apply.

ARTICLE 8

1. The tariffs applicable on the agreed services of the designated airlines of both Contracting Parties shall be established at reasonable levels, due regard being paid to all relevant factors including cost of operation, reasonable profit, characteristics of service (such as standards of speed and accommodation) and the tariffs of other airlines for any part of the specified route.

2. The tariffs referred to in paragraph 1 of this Article shall be determined through consultation between the designated airlines of the Contracting Parties and shall be subject to the approval of the Aeronautical Authorities of both Contracting Parties.

3. The tariffs so agreed shall be submitted to the Aeronautical Authorities of the Contracting Parties at least forty-five (45) days before the proposed date of their introduction; in special cases, a shorter period may be accepted by the Aeronautical Authorities. If within thirty (30) days from the date of submission the Aeronautical Authorities of one Contracting Party have not notified the Aeronautical Authorities of the other Contracting Party that they are dissatisfied with the tariff submitted to them, such tariff shall be considered to be acceptable and shall come into effect on the expiration of the forty-five (45) day period mentioned above. In the event that a shorter period for the submission of a tariff is accepted by the Aeronautical Authorities, they may also agree that the period for giving notice of dissatisfaction be less than thirty (30) days.

4. If a tariff cannot be established in accordance with the provisions of paragraph 2 above, or, if during the period applicable in accordance with paragraph 3 above a notice of dissatisfaction has been given, the Aeronautical Authorities of the Contracting Parties shall endeavour to determine the tariff by agreement between themselves.