ANNEX

SCHEDULE OF ROUTES

SECTION 1

The following route may be operated in either or both directions by the airline(s) designated by the Government of the Republic of Hungary:

Points in Hungary Intermediate Points Points in Canada

Any point or points Any point or points Five points to be selected by Hungary

Notes:

- Only one of the Points in Canada shall be available for same-plane own aircraft services. Points in Canada may be served separately or in combination. Transit rights shall be available at the Intermediate Points. No fifth freedom rights shall be available between the Intermediate Points and the Points in Canada. The selection of the Intermediate Points may be changed on ten (10) days' notification to the aeronautical authorities of Canada or such lesser period as may be agreed by the aeronautical authorities of Canada.
- At the option of the designated airline(s) of Hungary, intra-airline connections
 may be made at any of the points on the route and any or all of the
 Intermediate Points may be omitted on any or all services provided that all
 services originate or terminate in Hungary.
- 3. While operating the agreed services, the designated airline(s) of Hungary may enter into co-operative arrangements for the purpose of code sharing (selling transportation under its own code on the flights of another airline) subject to the regulatory requirements normally applied by the aeronautical authorities of Canada to such arrangements. Code sharing services shall be permitted on the flights of any airline(s) designated by Canada and any third country airline(s) operating scheduled air services in their own right to/from Canada. For the purposes of code sharing services, the designated airline(s) of Hungary shall be entitled to transfer traffic between aircraft.
- 4. For the purposes of Article XI (Capacity), the Government of the Republic of Hungary shall be entitled to allocate the following capacity among its designated airline(s), for the operation of same- plane own aircraft flights and code sharing services, separately or in combination:
 - (a) for same-plane own aircraft services: up to a maximum of five (5) flights per week in each direction during IATA summer seasons, and three (3) flights per week in each direction during IATA winter seasons; and
 - (b) for services provided through code sharing on the flights of other airlines, there shall be no limit on the frequency of services.