

## ARTICLE 3 (Cont'd)

- (5) The aeronautical authorities of each Contracting Party shall have the right to withhold the authorizations referred to in this Article 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;
  - (b) in the event of failure by such airline to comply with the laws and regulations of that Contracting Party;
  - (c) in the event that they are not satisfied that substantial ownership and effective control of the airline are vested in the Contracting Party designating the airline or in its nationals; and
  - (d) in case the airline otherwise fails to operate in accordance with the conditions prescribed under this Agreement.
- (6) Unless immediate action is essential to prevent infringement of the laws and regulations referred to above, the rights enumerated in paragraph 1 of this Article shall be exercised only after consultations with the aeronautical authorities of the other Contracting Party in conformity with Article 18 of this Agreement.