

- (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 its nationals; and
- (d) in the event the airline otherwise fails to operate in a manner consistent with the conditions set out in this Agreement.

2. The Contracting Parties confirm that the rights enumerated in paragraph 1 shall be exercised only after consultations between their aeronautical authorities in conformity with Article 21, unless immediate action is essential to prevent infringement of the laws and regulations referred to above or unless action is required for aviation safety or security purposes in accordance with the provisions of Articles 7, 8 or 9.

ARTICLE 6

Application of Laws

1. Each Contracting Party shall require compliance with:
 - (a) its laws, regulations and procedures relating to the admission to, remaining in, or departure from its territory of aircraft engaged in international air navigation, or to the operation and navigation of such aircraft by the designated airlines of the other Contracting Party upon entrance into, departure from and while within the said territory; and,
 - (b) its laws, regulations and procedures relating to the admission to, remaining in, or departure from its territory of passengers, crew members and cargo including mail (such as regulations relating to entry, clearance, transit, civil aviation security, immigration, passports, customs and quarantine) by the designated airlines of the other Contracting Party and by or on behalf of such passengers and crew members, and applicable to the cargo including mail carried by the designated airlines of the other Contracting Party, upon transit of, admission to, departure from and while within the said territory.
2. In the application of such laws, regulations and procedures a Contracting Party shall, under similar circumstances, accord to the designated airlines of the other Contracting Party treatment no less favourable than that accorded to its own or any other airline engaged in similar international air services.