

- b. to make stops in the territory of the other contracting party for non-traffic purposes;
- c. to make stops in the territory of one contracting party, at the points specified for that route in the Schedule of the Annex to this Agreement, for the purpose of putting down and taking on international traffic in passengers, cargo and mail coming from or destined for the points so specified in the territory of the other contracting party;
- d. to carry into and out of the territory of the other contracting party, on the same flight, in-transit traffic originating in or destined for points in third countries;
- e. to omit on any or all flights any one or more of the intermediate points.

3. Nothing in paragraph 2 of this Article shall be deemed to confer on the airline of one contracting party the privilege of taking up, in the territory of the other contracting party, passengers, cargo or mail carried for hire or reward and destined for another point in the territory of that other contracting party.

ARTICLE III

1. Each contracting party shall have the right to designate in writing to the other contracting party one airline for the purpose of operating the agreed services on the specified routes.

2. Each contracting party shall have the right by written notification to the other contracting party to withdraw the designation of an airline and to designate another airline.

3. On receipt of notification of the designation of an airline of a contracting party, the other contracting party shall, subject to the provisions of paragraphs 4 and 5 of this Article, grant without delay to the airline the appropriate operating authorization.

4. The aeronautical authorities of one contracting party may require an airline designated by the other contracting party to satisfy them that it is qualified to fulfil the conditions prescribed under the laws and regulations which they normally and reasonably apply, in conformity with the provisions of the Convention, to the operation of international commercial air services.

5. Each contracting party shall have the right to refuse to accept the designation of an airline and to grant the privileges specified in paragraph 2 of Article II hereinbefore and to withdraw these privileges or to impose such conditions as it may deem necessary on the exercise by an airline of those privileges, in any case where it is not satisfied that substantial ownership and effective control of that airline are vested in the contracting party designating the airline or in its nationals.

6. Subject to the provisions of paragraphs 1 and 3 of this Article, and to Article VI hereafter, the airline so designated and authorized may at any time begin to operate the agreed services.

7. Each contracting party shall have the right to suspend the exercise by the designated airline of the other contracting party of the privileges specified in paragraph 2 of Article II hereinbefore or to impose such conditions as it may deem necessary on the operation, in any case where the airline fails to comply with the laws or regulations of the contracting party granting those privileges, or otherwise fails to operate in accordance with the conditions prescribed in this Agreement; provided that, unless immediate suspension or imposition of conditions is essential to prevent further infringements of laws or regulations, this right shall be exercised only after consultation with the other contracting party.