

Contracting Party in connection with the carriage of passengers, mail and cargo, in accordance with the foreign exchange regulations in force under terms and conditions no less favourable than those applied to any other foreign airline operating international services to and from the territory of that Contracting Party.

ARTICLE XVIII

Income or profits from the operation of aircraft in international traffic derived by a designated airline which is resident for purposes of income taxation in the territory of one Contracting Party shall be exempt, throughout the life of this Agreement, in accordance with the provisions of the Convention between Canada and the Islamic Republic of Pakistan for the Avoidance of Double Taxation and the Prevention of Fiscal Evasion with Respect to Taxes on Income signed at Ottawa on February 24, 1976 and particularly with reference to Article VIII thereof, provided that, if the said Convention is amended or revised at some subsequent date, taxation shall be governed by the provisions of the said convention as amended or revised, as the case may be.

ARTICLE XIX

All non-stop flights and flights with en route technical landings by air carriers of the Contracting Parties transporting passengers between the territories of the Contracting Parties, except flights chartered by a single person, company, or organization and in respect of which no charge or other financial obligation is imposed on any passenger in connection with such a charter flight, shall be smoke-free no later than July 1, 1994.

ARTICLE XX

1. The provisions set out in Articles VII, VIII, IX, X, XII, XIII, XV, XVI, XVII, XVIII, XIX, and XXI of this Agreement shall be applicable also to charter flights operated by an air carrier of one Contracting Party into or from the territory of the other Contracting Party and to the air carrier operating such flights.

2. The provision of paragraph 1 of this Article shall be subject to the national laws and regulations governing the right of air carriers to operate charter flights or the conduct of air carriers or other parties involved in the organizations of such operations.