

point in the territory of such other Contracting Party. However, an airline designated by one Contracting Party to provide service over a route containing more than one point in the territory of the other Contracting Party may provide a stopover at any of such points to traffic moving on a ticket or waybill providing for transportation on the same airline on a through journey to or from a point outside the territory of such other Contracting Party.

ARTICLE V

(a) Each Contracting Party shall have the right to designate, by diplomatic note to the other Contracting Party, an airline or airlines to operate on any route specified in the Schedules annexed to this Agreement.

(b) Each Contracting Party shall have the right to withdraw, by diplomatic note to the other Contracting Party, the designation of an airline to operate over any route specified in the Schedules annexed to this Agreement and to substitute therefor the designation of another airline.

ARTICLE VI

(a) Upon receipt of a designation made by one Contracting Party, and upon receipt from a designated airline of an application in the form and manner prescribed for such applications, the aeronautical authorities of the other Contracting Party shall grant to the designated airline, subject to the provisions of Article VII and with a minimum of procedural delay, appropriate authorization to operate the services for which it has been designated in accordance with this Agreement.

(b) 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 fulfill the conditions prescribed under the laws and regulations normally and reasonably applied by them to the operation of international commercial air services.

ARTICLE VII

(a) Each Contracting Party reserves the right to withhold, revoke, or impose conditions on the authorization granted to an airline designated by the other Contracting Party in accordance with Article V:

1. in the event of failure by such airline to qualify before the aeronautical authorities of that Contracting Party under the laws and regulations normally applied by those authorities;
2. in the event of failure by such airline to comply with the laws and regulations referred to in Article VIII; or
3. 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 nationals of that Contracting Party.

(b) Unless immediate action to withhold or revoke the authorization granted to an airline designated by the other Contracting Party is essential to prevent further infringement of the laws and regulations referred to in Article VIII, the right to withhold or revoke such authorization shall be exercised only after consultation with the other Contracting Party.

ARTICLE VIII

(a) The laws and regulations of one Contracting Party relating to the admission to or departure from its territory of aircraft engaged in international air navigation, or to the operation and navigation of such aircraft while within