

2. Upon receipt of a designation made by one Contracting Party, and upon receipt from the carrier of an application or applications in the form and manner prescribed for such applications, the aeronautical authorities of the other Contracting Party shall grant to the carrier, subject to the provisions of Articles IV and VI, and with a minimum of procedural delay, appropriate licensing and technical authorization to operate the nonscheduled air services provided for in this Agreement.

3. The aeronautical authorities of one Contracting Party may require a carrier of the other Contracting Party to satisfy them that it is qualified to fulfil the conditions prescribed under the laws and regulations normally and reasonably applied by them to the operation of international commercial air services.

#### ARTICLE IV

1. Each Contracting Party reserves the right to withhold, revoke or impose conditions on the authorization referred to in Article III with respect to a carrier of the other Contracting Party in the event that:

- (a) Such carrier fails or ceases to qualify before the aeronautical authorities of the first Contracting Party under the laws and regulations normally applied by those authorities;
- (b) Such carrier fails to comply with the laws and regulations referred to in Article V; or
- (c) The first Contracting Party is not satisfied that substantial ownership and effective control of such carrier are vested in the Contracting Party designating the airline or in nationals of that Contracting Party.

2. Unless immediate action is essential to prevent further infringement of the laws and regulations referred to in Article V, the right to revoke the authorization provided for in paragraph 1 above shall be exercised only after consultation with the other Contracting Party.

#### ARTICLE V

1. 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 its territory, shall be applied to the aircraft of the carrier or carriers of the other Contracting Party, and shall be complied with by such aircraft upon entrance into, departure from, and while within the territory of the first Contracting Party.

2. The laws, regulations, and procedures of one Contracting Party relating to the admission to or departure from its territory of passengers, baggage, cargo or crew of aircraft, including regulations and procedures relating to prevention of unlawful interference with aircraft, entry, clearance, immigration, passports, customs, and quarantine shall be complied with by or on behalf of such passengers, baggage, cargo or crew of the carrier or carriers of