

## ARTICLE XV

### Sales and Transfer of Funds

1. The designated airlines of each Contracting Party shall have the right to engage in the sale of air transportation in the territory of the other Contracting Party, either directly or through agents appointed by the designated airline. The designated airlines of each Contracting Party shall have the right to sell, and any person shall be free to purchase, such transportation in freely convertible currency, or where the relevant financial regulations in force permit airlines to do so, in local currency.
2. Each designated airline shall have the right to convert and remit to its country, on demand, funds obtained in the normal course of its operations. Conversion and remittance shall be permitted without restrictions at the foreign exchange market rates for current payments prevailing at the time of submission of the request for transfer, and shall not be subject to any charges except normal service charges collected by banks for such transactions.

## ARTICLE XVI

### Taxation

1. Profits or income from the operation of aircraft in international traffic derived by an airline of one Contracting Party, including participation in inter-airline commercial agreements or joint business ventures, shall be exempt from any tax on profits or income imposed by the Government of the other Contracting Party.
2. Capital and assets of an airline of one Contracting Party relating to the operation of aircraft in international traffic shall be exempt from all taxes on capital and assets imposed by the Government of the other Contracting Party.
3. Gains from the alienation of aircraft operated in international traffic and movable property pertaining to the operation of such aircraft which are received by an airline of one Contracting Party shall be exempt from any tax on gains imposed by the Government of the other Contracting Party.
4. In this Article:
  - (a) the term "profits or income" includes gross receipts and revenues derived directly from the operation of aircraft in international traffic, including:
    - (i) the charter or rental of aircraft;
    - (ii) the sale of air transportation, either for the airline itself or for any other airline; and
    - (iii) interest from earnings, provided that such earnings are related to the operation of aircraft in international traffic;
  - (b) the term "international traffic" means the transportation of persons, mail and cargo except when such transportation is solely between places in the area of the other Contracting Party.