

(b) the Contracting State granting these rights has authorized the designated airline or airlines to inaugurate the air services.

2. The Contracting State granting these rights shall, subject to the provisions of paragraphs (3) and (4) of this Article and subject to the provisions of Article IX, grant without delay the said authorization to operate the international air service.

3. Each Contracting State may require an airline designated by the other Contracting State to satisfy it that it is qualified to meet the requirements prescribed under the laws and regulations of the first Contracting State governing the operation of international air traffic.

4. Each Contracting State may withhold the exercise of the rights provided for in Article II from any airline designated by the other Contracting State if such airline is not able to prove upon request that substantial ownership and effective control of such airline are vested in nationals or corporations of the other Contracting State or in that State itself.

ARTICLE IV

1. Each Contracting State may revoke, or limit by the imposition of conditions, the authorization granted in accordance with paragraph (2) of Article III in the event of failure by a designated airline to comply with the laws and regulations of the Contracting State granting the rights, or to comply with the provisions of this Agreement, or to fulfil the obligations arising therefrom. This shall also apply if the proof referred to in paragraph (4) of Article III is not furnished. Each Contracting State will exercise this right only after consultation as provided for in Article XIII, unless an immediate suspension of operations or imposition of conditions is necessary to avoid further infringements of laws or regulations.

2. Each Contracting State shall have the right by written communication to the other Contracting State to replace a designated airline by another airline. The newly designated airline shall have the same privileges and be subject to the same obligations as the designated airline which it replaces.

ARTICLE V

The charges imposed by either Contracting State for the use of airports and other aviation facilities by the aircraft of a designated airline of the other Contracting State shall not be higher than those paid by its national aircraft engaged in similar international air services.

ARTICLE VI

Each Contracting State shall grant relief from taxes, duties and other charges for aircraft of a designated airline of the other Contracting State exclusively engaged in international air service as follows:

1. The aircraft operated by any designated airline of one Contracting State and entering into, departing from or flying across the territory of the other Contracting State, as well as the regular equipment and spare parts on board such aircraft, shall be exempt from customs duties and other charges levied on the occasion of importation, exportation or transit of goods.

2. Spare parts and articles of equipment which are
(a) removed from or taken off the aircraft referred to in item 1 above and stored within the territory of the other Contracting State under customs supervision, or