

### **ARTICLE 3**

#### **Designation**

Each Contracting Party shall have the right to designate, by diplomatic note, an airline or airlines to operate the agreed services in this Agreement for that Contracting Party and to withdraw a designation or to substitute another airline for one previously designated.

### **ARTICLE 4**

#### **Authorization**

1. A Contracting Party that is notified under Article 3 of this Agreement of a designation or substitution of an airline shall require its aeronautical authorities to, consistent with the laws and regulations of that Contracting Party, issue without delay to the airline so designated the required authorizations to operate the agreed services for which that airline has been designated.
2. The Contracting Parties confirm that, upon receipt of the required authorizations, the designated airline may begin at any time to operate the agreed services, in whole or in part, provided that the airline complies with the provisions of this Agreement.

### **ARTICLE 5**

#### **Withholding, Revocation, Suspension and Limitation of Authorization**

1. Notwithstanding paragraph 1 of Article 4, each Contracting Party shall have the right, through its aeronautical authorities, to withhold the authorizations referred to in Article 4 of this Agreement with respect to an airline designated by the other Contracting Party, and to revoke, suspend or impose conditions on those authorizations, temporarily or permanently, in the following circumstances:
  - (a) the airline fails to qualify under the laws and regulations normally applied by the aeronautical authorities of the Contracting Party issuing the authorizations;
  - (b) the airline fails to comply with the laws and regulations of the Contracting Party issuing the authorizations;
  - (c) they are not satisfied that substantial ownership and effective control of the airline are vested in the Contracting Party designating the airline or its nationals;  
or
  - (d) the airline fails to operate in a manner consistent with the conditions set out in this Agreement.