

3. Subject to the regulatory requirements normally applied to such operations by the aeronautical authorities of Canada, each designated airline of Switzerland may enter into cooperative arrangements for the purpose of:

- a) holding out the agreed services on the specified routes by code-sharing (i.e. selling transportation under its own code) on flights operated by an airline(s) of Switzerland, of Canada, and/or of any third country; and /or
- b) carrying traffic under the code of any other airline(s) where such other airline(s) has been authorized by the aeronautical authorities of Canada to sell transportation under its own code on flights operated by that designated airline of Switzerland.

Code sharing services involving transportation between Points in Canada shall be restricted to flights operated by an airline(s) authorized by the aeronautical authorities of Canada to provide service between Points in Canada and all transportation between Points in Canada under the code of the designated airline(s) of Switzerland shall only be available as part of an international journey.

All airlines involved in code-sharing arrangements shall hold the appropriate underlying route authority.

The aeronautical authorities of Canada shall not withhold permission for code-sharing services identified in 3 a) above by the designated airline(s) of Switzerland on the basis that the airline(s) operating the aircraft does not have the right from Canada to carry traffic under the code of the designated airline(s) of Switzerland.