

- (b) traffic requirements of the area through which the airline passes after taking account of other transport services established by airlines of the States comprising the area; and
  - (c) the economical requirements of through airline operations.
4. Capacity of the services to be operated in excess of the capacity entitlements set out in this Agreement or agreed between the aeronautical authorities of both Contracting Parties under paragraph 5 of this Article, may from time to time be agreed by the designated airlines of the Contracting Parties, subject to the approval of the aeronautical authorities of both Contracting Parties. In the absence of agreement between the designated airlines, the matter shall be referred to the aeronautical authorities of the Contracting Parties, which will endeavour to resolve the problem. If the aeronautical authorities fail to agree on the capacity to be provided on the agreed services, the capacity that may be provided by the designated airlines of the Contracting Parties shall not exceed the total capacity, including variations by International Air Transport Association (IATA) seasons, previously agreed and approved to be provided.
5. Any changes to capacity operated shall not constitute a change in capacity entitlements unless agreed between the aeronautical authorities of the Contracting Parties.

## ARTICLE XII

### Statistics

The aeronautical authorities of each Contracting Party shall provide or shall cause their designated airlines to provide the aeronautical authorities of the other Contracting Party, upon request, periodic or other statements of statistics as may be reasonably required for the purpose of reviewing the operation of the agreed services and related to the traffic carried by its designated airlines on the routes specified in this Agreement, showing the initial origins and final destinations of the traffic.

## ARTICLE XIII

### Customs Duties and Other Charges

1. Each Contracting Party shall, to the fullest extent possible under its national law and on a basis of reciprocity, exempt the designated airline or airlines of the other Contracting Party from import restrictions, customs duties, excise taxes, inspection fees and other national duties and charges on aircraft, fuel, lubricating oils, consumable technical supplies, spare parts including engines, regular aircraft equipment, aircraft stores (including liquor, tobacco and other products destined for sale to passengers in limited