

2. Each Contracting Party shall have the right to withdraw, by diplomatic note to the other Contracting Party, the designation of an airline to operate an agreed service and to substitute therefor the designation of another airline.

ARTICLE 4

1. The Aeronautical Authorities of one Contracting Party, upon receipt of a notice of designation by the other Contracting Party shall with a minimum of delay consistent with its laws and regulations grant to the airline so designated the appropriate authorization to operate the agreed services for which that airline has been designated.

2. Upon receipt of such authorization the airline may begin at any time to operate the agreed services, provided that a tariff established in accordance with the provisions of Article 12 of the present Agreement is in force in respect of that service.

ARTICLE 5

1. Each Contracting Party reserves the right to withhold, revoke, or impose conditions on the authorization granted to the airline designated by the other Contracting Party in accordance with Article 3 of this Agreement:

- (a) in the event of failure by such airline to qualify before the Aeronautical Authorities of that Contracting Party under the laws and regulations applied by these authorities in conformity with the Convention;
- (b) in the event of failure by such airline to comply with the laws and regulations of that Contracting Party;
- (c) in the event that it is not satisfied that substantial ownership and effective control of the airline are vested in the Contracting Party designating the airline or its nationals.

2. Unless immediate action to revoke the authorization granted to the airline designated by the other Contracting Party is essential to prevent further infringement of such laws and regulations, the right to revoke such authorization shall be exercised only after consultation with the other Contracting Party.

ARTICLE 6

1. The laws, regulations and procedures of one Contracting Party relating to the admission to or departure from its territory of aircraft engaged in international air navigation, or to the operation and navigation of such aircraft shall be complied with by the airline or airlines designated by the other Contracting Party upon entrance into, departure from, and while within the said territory.

2. The laws and regulations of a Contracting Party respecting entry, clearance, transit, immigration, passports, customs and quarantine, shall be complied with by a designated airline of the other Contracting Party and its