SCHEDULE OF ROUTES

SECTION 2

The following route may be operated in either or both directions by the airline(s) designated by the Government of Canada:

Points in Canada Intermediate Points Points in Hungary

Any point or points Any point or points Five points to be selected by Canada

Notes:

- 1. Only one of the Points in Hungary shall be available for same-plane own aircraft services. Points in Hungary may be served separately or in combination. Transit rights shall be available at the Intermediate Points. No fifth freedom rights shall be available between the Intermediate Points and the Points in Hungary. The selection of the Intermediate Points may be changed on ten (10) days' notification to the aeronautical authorities of Hungary or such lesser period as may be agreed by the aeronautical authorities of Hungary.
- At the option of the designated airline(s) of Canada, intra-airline connections may be made at any of the points on the route and any or all of the Intermediate Points may be omitted on any or all services provided that all services originate or terminate in Canada.
- 3. While operating the agreed services, the designated airline(s) of Canada may enter into co-operative arrangements for the purpose of code sharing (selling transportation under its own code on the flights of another airline) subject to the regulatory requirements normally applied by the aeronautical authorities of Hungary to such arrangements. Code sharing services shall be permitted on the flights of any airline(s) designated by Hungary and any third country airline(s) operating scheduled air services in their own right to/from Hungary. For the purposes of code sharing services, the designated airline(s) of Canada shall be entitled to transfer traffic between aircraft.
- 4. For the purposes of Article XI (Capacity), the Government of Canada shall be entitled to allocate the following capacity among its designated airline(s) for the operation of same-plane own aircraft flights and code sharing services, separately or in combination:
 - (a) for same-plane own aircraft services, up to a maximum of five (5) flights per week in each direction during IATA summer seasons and up to a maximum of three (3) flights per week in each direction during IATA winter seasons; and
 - (b) for services provided through code sharing on the flights of other airlines, there shall be no limit on the frequency of services.
- 5. Should a designated airline of Canada provide a service to points behind its home country in connection with the route(s) specified above, public advertising or other forms of promotion by that airline in Hungary or in third countries shall not employ the terms "single carrier" or "through service", and shall state that such service is by connecting flights, even when for operational reasons a single aircraft is used. The flight number assigned to the services between Canada and Hungary shall not be the same as that assigned to flights behind the home country of the airline performing the service.