

- (b) carrying traffic under the code of any other airline where such other airline has been authorized by the aeronautical authorities of Canada to sell transportation under its own code on flights operated by the designated airlines of Korea.
 - (2) The aeronautical authorities of Canada may require all airlines involved in code-sharing arrangements to hold the appropriate underlying route authority.
 - (3) The aeronautical authorities of Canada may require code-sharing services involving transportation between the Points in Canada to be restricted to flights operated by airlines authorised by the aeronautical authorities of Canada to provide services between the Points in Canada and all transportation between the Points in Canada under the code of the designated airlines of Korea shall only be available as part of an international journey.
 - (4) The aeronautical authorities of Canada shall not withhold permission for code-sharing services identified in Note 6 paragraph (1)(a) by the designated airlines of Korea on the basis that the airline operating the aircraft does not have the right from Canada to carry traffic under the code of the airline designated by Korea.
 - (5) The aeronautical authorities of both Contracting Parties may require all participants in such code-sharing arrangements to ensure that passengers are fully informed of the identity of the operator and the mode of transportation for each segment of the journey.
7. The Contracting Parties permit the designated airlines of Korea, at any points on the specified route and at its option, to transfer traffic between their own aircraft without any limitation as to type or number of aircraft, provided that, in the outbound direction, the transportation beyond such points is a continuation of the transportation from Korea and, in the inbound direction, the transportation to Korea is a continuation of the transportation from beyond such points and provided that all passenger and combination flights involved in the transfer originate or terminate in Korea. For the purpose of code-sharing services, airlines shall be permitted to transfer traffic between aircraft without limitation.
8. The aeronautical authorities of Canada shall permit the designated airlines of Korea when operating cargo services to or from Canada:
- (a) to employ without restriction in connection with the agreed services any surface transportation for cargo to or from any points in the territories of the Contracting Parties or in third countries, including transport to and from all airports with customs facilities, and including, where applicable, the right to transport cargo in bond under applicable laws and regulations;