

unduly affect the interests of the airline designated by the latter, the latter may request, within a period of fifteen (15) days, a meeting for consultation with the other Contracting Party. Such consultation shall be initiated within thirty (30) days of the request and the designated airlines must present any information requested of them for the purpose of determining the necessity or justification for the proposed increase. In the event that no Agreement is reached by the Contracting Parties within ninety (90) days from the date of the request for consultation, the issue will be submitted to arbitration pursuant to Article 14. Meanwhile, the proposed increase may not go into effect.

#### ARTICLE 11

1. Tariffs filed in accordance with this Article shall be established at reasonable levels, due regard being paid to all relevant factors, such as costs of operation, reasonable profit, and the tariffs of the other airlines, as well as the characteristics of each service. Such tariffs shall be subject to the approval of the aeronautical authorities of the Contracting Parties.

2. Any tariff proposed to be established by a designated airline of either Contracting Party with respect to carriage of traffic from or to any point on a specified route in its own territory:

- (a) To or from every point named on the same specified route in the territory of the other Contracting Party and beyond;
- (b) To or from the point in the territory of a third country beyond its own territory named on a specified route to be operated by a designated airline of the other Contracting Party;

shall, if so required, be filed by such airline with the aeronautical authorities of the other Contracting Party at least forty-five (45) days before the proposed date of introduction unless the Contracting Party with whom the filing is to be made permits filing on shorter notice. The aeronautical authorities of each Contracting Party shall use their best efforts to ensure that the fares and rates charged and collected conform to the tariffs filed with either Contracting Party, and that no airline rebates any portion of such fares or rates, by any means, directly or indirectly, including the use of unrealistic currency conversion rates.

3. It is recognized by both Contracting Parties that during any period for which either Contracting Party has approved the traffic conference procedures of the International Air Transport Association, or of any other association of international airlines, any tariff agreement concluded through these procedures and involving airlines of that Contracting Party will be subject to the approval of that Contracting Party.

4. If a Contracting Party, on receipt of the notification referred to in paragraph 2 of this Article is dissatisfied with the tariff proposed, it shall so inform the other Contracting Party at least thirty (30) days prior to the date that such tariff would otherwise become effective, and the Contracting Parties shall endeavour to reach agreement on the appropriate tariff.

5. If a Contracting Party is dissatisfied with an existing tariff, upon review of that existing tariff established by a designated airline of the other Contracting Party, it shall so notify the other Contracting Party and the Contracting Parties shall endeavour to reach agreement on the appropriate tariff, within a period of sixty (60) days from the date of notification.

6. In the event that an agreement is reached pursuant to the provisions of paragraphs 4 or 5 of this Article, the tariff so agreed shall be put into effect on the date agreed.