

4. Subject to the regulatory requirements normally applied to such operations by the aeronautical authorities of Canada, each designated airline of Kuwait may enter into co-operative arrangements for the purpose of:

- (a) operating the agreed services on the specified routes by code-sharing (i.e., selling transportation under its own code) on flights operated by the airline(s) of Canada, of Kuwait, and/or of any third country; and/or
- (b) carrying traffic under the code of any other airline(s) where such other airline(s) has been authorised by the aeronautical authorities of Canada to sell transportation under its own code on flights operated by the designated airline(s) of Kuwait.

All airlines involved in code sharing arrangements shall hold the appropriate underlying route authority. For the purpose of code-sharing, airlines shall be permitted to transfer traffic between aircraft without limitation. The aeronautical authorities of Canada shall not withhold permission for code sharing services identified in Note 4 (a) by the designated airline(s) of Kuwait on the basis that the airline(s) operating the aircraft does not have the right from Canada to carry traffic under the code of the airline(s) designated by Kuwait.

5. The designated airline(s) of Kuwait may, at any points on the specified route and at its option, transfer traffic between its 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 Canada and, in the inbound direction, the transportation to Kuwait is a continuation of the transportation from beyond such points and provided that all flights involved in the transfer originate or terminate in Kuwait.

6. Should a designated airline of Kuwait provide a service to points behind its home country in connection with the specified route, public advertising or other forms of promotion by that airline in Kuwait or in third countries shall not employ the terms "single carrier" or "through service" and shall state that such a service is by connecting flights, even when for operational reasons a single aircraft is used. The flight number assigned to the services between Kuwait and Canada shall not be the same as that assigned to flights behind Kuwait.