

4. (a) Each designated airline of Israel may, at its discretion and subject to the regulatory requirements normally applied to such operations by the aeronautical authorities of Canada, enter into cooperative arrangements for the purposes of:
- (i) holding-out the agreed services on the specified routes by code-sharing (i.e. selling transportation under its own code) on flights operated by any airline or airlines of Israel, of Canada, and/or of any third countries; and/or
  - (ii) carrying traffic under the code of any other airlines that have been authorized by the aeronautical authorities of Canada to code-share on flights operated by the designated airlines of Israel.
- (b) The aeronautical authorities of Canada shall not withhold permission for the designated airlines of Israel to code-share on the flights of third country airlines, as described in paragraph 4(a)(i), on the basis that the airlines operating the aircraft or the countries designating them for service to Canada do not have the authority or right from Canada to carry traffic under the codes of airlines designated by Israel.
- (c) Code-sharing services by each designated airline of Israel involving transportation between Points in Canada shall be restricted to flights operated by airlines authorised by the aeronautical authorities of Canada to provide services between Points in Canada, and shall only be available as part of an international journey.
- (d) Code-sharing airlines shall be permitted to transfer their traffic between their aircraft and their partners' aircraft without limitation.
5. For the purposes of Article 14 (Capacity):
- (a) The Government of the State of Israel shall be entitled to allocate:
    - up to a total of twelve (12) flights per week in each direction among its designated airlines for passenger-combination and/or all-cargo own aircraft services; and
    - two (2) additional flights for all-cargo own-aircraft services.
  - (b) Up to a total of nine (9) flights per week may be operated with fifth freedom rights.