

be exempt in the territory of the other contracting party from customs duties, inspection fees or similar duties or charges, even though such supplies be used by such aircraft on flights in that territory.

(4) Each of the designated airlines shall have the right to use all airports, airways and other facilities provided by the contracting parties for use by international air services on the specified air routes.

(5) Each contracting party shall grant equal treatment to its own airlines and those of the other contracting party in the application of its customs, immigration, quarantine and similar regulations.

#### ARTICLE 5

Certificates of airworthiness and certificates of competency, and licences of personnel issued or rendered valid by one contracting party and still in force, shall be recognized as valid by the other contracting party for the purpose of operating the services specified in the Annex. Each contracting party reserves the right, however, to refuse to recognize for the purpose of flight above its own territory, certificates of competency and licences granted to any of its own nationals by another State.

#### ARTICLE 6

(1) The laws and regulations of one contracting party relating to entry into, or departure from, its territory of aircraft engaged in international air navigation or to the operation and navigation of such aircraft while within its territory, shall apply to aircraft of the designated airline or airlines of the other contracting party.

(2) The laws and regulations of one contracting party relating to the entry into, or departure from, its territory of passengers, crew or cargo of aircraft (such as regulations relating to entry, clearance, immigration, passports, customs and quarantine) shall be applicable to the passengers, crew or cargo of aircraft of the designated airline or airlines of the other contracting party, while in the territory of the first contracting party.

#### ARTICLE 7

(1) Notwithstanding the other provisions of this Agreement, if either contracting party is not satisfied that substantial ownership and effective control of an airline designated under this Agreement are vested in nationals of the other contracting party, such contracting party may withhold or revoke the rights conferred under this Agreement for such airline to operate air services specified in the Annex. For the purposes of this Article nationals of the United Kingdom and nationals of New Zealand shall be considered to be nationals of Australia.

(2) Each contracting party reserves the right to withhold or revoke rights conferred under this Agreement for the operation of the specified services by any designated airline or airlines of the other contracting party in case of failure by such airline to comply with the laws and regulations of the first contracting party as referred to in Article 6, or otherwise to fulfil the conditions under which the rights are granted in accordance with this Agreement.

#### ARTICLE 8

If either of the contracting parties considers it desirable to modify any provision or provisions of the Annex to this Agreement it shall notify the other contracting party of the desired modification and such modification may be made by direct agreement between the competent air authorities of both contracting parties to be confirmed by exchange of notes.