

use solely in connection with the operation or servicing of such aircraft, shall be exempt from all customs duties, excise taxes, inspection fees, and similar duties and charges on arriving in the territory of the other Contracting Party, on the following conditions:-

- (i) that such equipment and supplies remain on board the aircraft up to such time as they are re-exported or are used on the part of the journey performed over that territory, or
 - (ii) that such equipment and supplies may be unloaded, subject to compliance with the customs regulations of that territory, in which case they may be placed under the control of the customs authorities up to such time as they are re-exported or otherwise disposed of in accordance with those regulations.
- (2) Each Contracting Party shall also exempt from the same duties, fees and charges, with the exception of charges corresponding to the service performed, the following items, whether or not they have been imported into its territory:-
- (a) aircraft stores and other items intended for use solely in connection with the operation or servicing of aircraft, taken on board in its territory, within limits fixed by its authorities, and for use on board an aircraft of a designated airline of the other Contracting Party engaged in an international air service;
 - (b) fuel and lubricants supplied in its territory to an aircraft of a designated airline of the other Contracting Party engaged in an international air service, even when these supplies are to be used on the part of the journey performed over the territory of the Contracting Party in which they are taken on board;
 - (c) spare parts, including engines, intended for the maintenance or repair of aircraft of a designated airline of the other Contracting Party engaged in an international air service; and
 - (d) equipment (including specialised ground equipment), intended for incorporation in or use on aircraft of a designated airline of the other Contracting Party engaged on an international air service, of for use solely in connection with the operation or servicing of such aircraft.

The items referred to in this paragraph may be required to be kept under customs supervision or control.

ARTICLE 11

Principles governing operation of agreed services

- (1) There shall be fair and equal opportunity for the designated airlines of both Contracting Parties to operate the agreed services on the specified routes.
- (2) In operating the agreed services, the designated airline or airlines of each Contracting Party shall take into account the interests of the airlines of the other Contracting Party so as not to affect unduly the services which the latter provide on the whole or part of the same routes.