ARTICLE 3

Designation

Each Contracting Party shall have the right to designate, by diplomatic note or in writing by the aeronautical authorities, an airline or airlines to operate the agreed services on the routes specified in this Agreement for that Contracting Party and to withdraw a designation or to substitute another airline for one previously designated.

ARTICLE 4

Authorization

- 1. Following receipt of a notice of designation or of substitution pursuant to Article 3 of this Agreement, the aeronautical authorities of the other Contracting Party shall, consistent with the laws and regulations of that Contracting Party, issue without delay to the airline or airlines so designated the required authorizations to operate the agreed services for which that airline has been designated.
- 2. The Contracting Parties confirm that on receipt of such authorizations, the designated airline may begin to operate all or part of the agreed services at any time, provided that it complies with the provisions of this Agreement.

ARTICLE 5

Withholding, Revocation and Limitation of Authorization

- 1. Each Contracting Party shall have the right, through its aeronautical authorities, to withhold the authorizations referred to in Article 4 of this Agreement from an airline designated by the other Contracting Party, and to revoke, suspend or impose conditions on such authorizations, temporarily or permanently in the following circumstances:
 - (a) failure by such airline to qualify under the laws and regulations normally applied by the aeronautical authorities of the Contracting Party issuing the authorizations:
 - failure by such airline to comply with the laws and regulations of the Contracting Party issuing the authorizations;
 - (c) the substantial ownership and effective control of the airline are not vested in the Contracting Party designating the airline or its nationals; and