

4. The Canadian aeronautical authorities shall:

- (a) approve all fares filed by Continental Airlines that match the fares offered by Canadian, Australian or Fijian airlines for service between Sydney, Melbourne, and Fiji, on the one hand, and all points in Canada from which CP Air offers such fares, on the other, whether the matching fares are offered on an interline or intraline basis;
- (b) permit Continental to offer such fares on a total of four days per week to Sydney, of which two days may be selected at its exclusive discretion and of which two days must be days on which CP Air operates Canada-Sydney service;
- (c) permit Continental to match any Canada-Melbourne fare on any two days per week on which Continental enjoys the right to match Canada-Sydney fares; and
- (d) permit Continental to match fares from the points in Canada described in subparagraph (a) above to Fiji two days per week selected at Continental's exclusive discretion.

5. The total number of passengers using the matching fares described in paragraph 4 above from Canada, on the one hand, to Australia and Fiji on the other, shall not exceed 160 per week, provided that the annual total number of such passengers shall not exceed 8,000.

6. The United States Government shall carefully monitor the matching fare program described in paragraphs 4 and 5 above to ensure compliance with those paragraphs and shall provide periodic assurances of compliance with those paragraphs to the Canadian Government.

7. Upon request by either the United States or Canada, if any airline files fares to Australia or Fiji, restricted to travelers originating outside its territory, both Parties shall agree to hold prompt consultations.

8. This agreement shall expire twelve months from the effective date of the matching fares described in paragraph 4 above, unless otherwise agreed by the Parties.

9. Subject to the approval of both Governments and to the provisions of paragraph 5 above, any United States airline may match the fares that Continental is permitted to match pursuant to paragraph 4 above.

Confirmation of the foregoing elements will constitute an agreement, which is authentic in English and French, between the United States and Canada, effective March 4, 1983, and which shall enter into force on the date of the Embassy's reply.