

2. The laws and regulations of one Contracting Party respecting entry, sojourn, exit, clearance transit, emigration and immigration, passports, customs and quarantine shall be complied with by the designated airline or airlines of the other Contracting Party and its crews, passengers, cargo and mail upon transit of, admission to, departure from and while within the territory of such a Contracting Party.
  3. Passengers, baggage and cargo in transit across the territory of one Contracting Party and not leaving the area of the airport reserved for such purpose shall only be subject to a very simplified control. Baggage and cargo in direct transit shall be exempt from customs duties and other similar taxes.
  4. Neither of the Contracting Parties shall give a preference to its own or any other airline over the airline or airlines of the other Contracting Party engaged in similar international air services in the application of the laws and regulations provided for by this Article.
6. Article VII of the Agreement is superseded in its entirety and the following is substituted therefor:

## ARTICLE VII

### (Safety Standards, Certificates and Licences)

1. Certificates of airworthiness, certificates of competency and licences, 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 agreed services provided that such certificates or licences were issued or rendered valid pursuant to, and in conformity with, the standards established under the Convention. Each Contracting Party reserves the right, however, to refuse to recognize, for the purpose of flights above its own territory, certificates of competency and licences granted to its own nationals by the other Contracting Party.