CANADA

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AGREEMENT

BETWEEN

CANADA AND AUSTRALIA

FOR

AIR SERVICES

BETWEEN THE TWO COUNTRIES

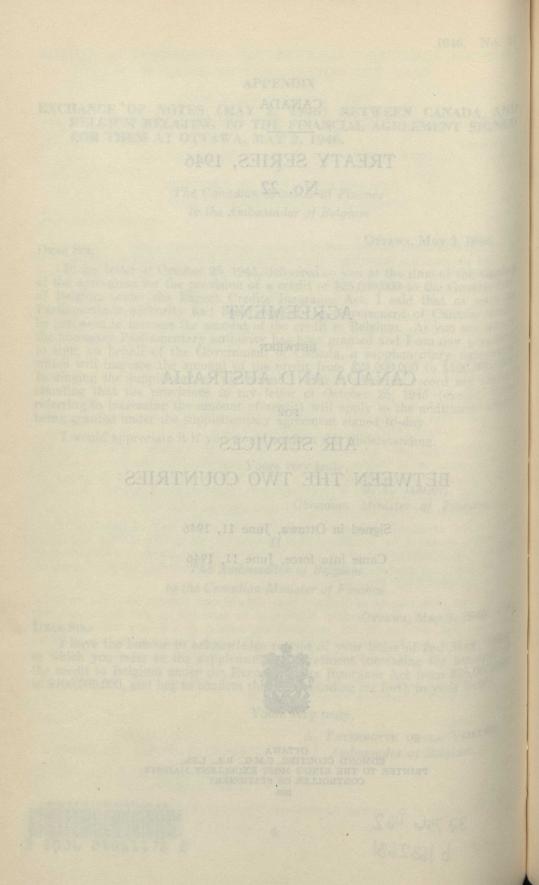
Signed in Ottawa, June 11, 1946

Came into force, June 11, 1946



OTTAWA EDMOND CLOUTIER, C.M.G., B.A., L.Ph., PRINTER TO THE KING'S MOST EXCELLENT MAJESTY CONTROLLER OF STATIONERY 1946

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AGREEMENT BETWEEN CANADA AND AUSTRALIA FOR AIR SERVICES BETWEEN THE TWO COUNTRIES

Signed in Ottawa, June 11, 1946

The Government of Canada and the Government of the Commonwealth of Australia, hereinafter described as the "Contracting Parties", desiring to establish direct air communications between Canada and Australia, agree as follows:-

ARTICLE 1

Each contracting party grants to the other contracting party the rights specified in the Annex to this Agreement for the purpose of establishing the air services therein described. Such services may be inaugurated immediately, or at a later date at the option of the contracting party to whom the rights are granted.

ARTICLE 2

(1) Subject to paragraph (2) of this Article, and to Articles 6 and 7, each of the specified air services may be put into operation as soon as the contracting party to whom the rights have been granted, has designated an airline or airline or the second secon airlines for the operation of the specified services. The contracting party granting the rights shall, subject to paragraph (2) of this Article, and to Articles 6 and 7, be bound to grant without delay the appropriate operating permission to the 7. to the airline concerned.

(2) Each of the designated airlines may be required to satisfy the competent air authorities of the other contracting party that it is qualified to fulfil the conditions prescribed under the laws and regulations normally applied by those authorities to the operations of international commercial air services.

ARTICLE 3

The competent air authorities of the contracting parties shall exchange such periodic statements as they may agree relating to the traffic carried on their respect respective air services to, from and over the territory of the other party, including information concerning the origin and destination of this traffic.

ARTICLE 4

(1) The charges which either of the contracting parties may impose or permit to be imposed on the designated airline or airlines of the other contracting party of the imposed on the designated airline or airlines of the higher than would party for the use of airports and other facilities, shall not be higher than would be paid of the use of airports and other facilities by its pational aircraft engaged be paid for the use of such airports and facilities by its national aircraft engaged in similar international services.

(2) Fuel, lubricating oils and spare parts introduced into, or taken on both designated airline or airlines of the other contracting party by, or on behalf of, the for use by the aircraft of such airline or airlines, shall be accorded with respect to custome designated airline or airlines for or other charges imposed by the former $\binom{(2)}{\text{Fuel}}$ Fuel, lubricating oils and spare parts introduced into, or taken on board to use by the aircraft of such airline or airlines, shall be accorded with respect to customs duties, inspection fees, or other charges imposed by the former contracting party, treatment not less favourable than that granted to national airlines engaged in international air transport or the airlines of the most favoured party. favoured nation.

⁽³⁾ Aircraft operating on the specified air services and supplies of fuel, board aircraft spare parts, regular equipment and aircraft stores retained on board aircraft of the designated airline or airlines of one contracting party, shall

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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 for the purpose the right, however, to refuse to recognize for the purpose of flight above its own territory, certificates of services 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 $\frac{int^{0}}{ian}$ 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 within its territory. apply to aircraft of the designated airline or airlines of the other contracting party.

(2) The laws and regulaions 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 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 American 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 the united Kingdom and nationals of New Zealand shall be considered to be nationals 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 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 much thing 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 the first contracting which party as referred to in Article 6, or otherwise to fulfil the conditions under which the rights are granted in accordance with this the rights are granted in accordance with this Agreement.

ARTICLE 8

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

ARTICLE 9

Any dispute between the contracting parties relating to the interpretation or application of this Agreement, or of the Annex thereto, shall be referred for decision to the Interim Council, in accordance with the provisions of Article III, Section 6, paragraph 8, of the Interim Agreement on Civil Aviation signed at Chicago on December 7, 1944, unless the contracting parties agree to settle the dispute by referring it to an Arbitral Tribunal appointed by agreement between the contracting parties, or to some other person or body, the contracting parties undertaking to comply with the decision given.

ARTICLE 10

When the Convention on International Civil Aviation signed at Chicago on December 7, 1944, comes into operation in respect of both the contracting parties, reference in this Agreement to the Interim Agreement, the Interim Council and the Provisional International Civil Aviation Organization shall be interpreted as reference to the Convention, the Council and the International Civil Aviation Organization. In the event of the conclusion of any other multilateral convention concerning air transport to which both contracting parties adhere, this Agreement shall be read subject to the provisions of such multilateral convention or if considered necessary by either contracting party, this Agreement shall be amended so as to conform with its provisions.

ARTICLE 11

Either contracting party may at any time give notice to the other if it desires to terminate this Agreement. Such notice shall be simultaneously communicated to the Provisional International Civil Aviation Organization. If such notice is given, the Agreement will terminate twelve (12) months after the date of receipt of the notice by the other contracting party, unless the notice to terminate is withdrawn by agreement before the expiry of this period. In the absence of acknowledgment of receipt by the other contracting party, notice shall be deemed to have been received fourteen (14) days after the receipt of the notice by the Provisional International Civil Aviation Organization.

ARTICLE 12

This Agreement and all contracts connected therewith shall be registered with the Provisional International Civil Aviation Organization set up under the Interim Agreement on Civil Aviation done at Chicago on December 7, 1944.

ARTICLE 13

This Agreement shall come into force on the date of signature.

Done in duplicate, in Ottawa, on the eleventh day of June, 1946.

For the Government of Canada: C. D. Howe.

For the Government of the Commonwealth of Australia: ARTHUR S. DRAKEFORD.

ANNEX

1. An airline designated by the Government of Australia may operate a return service originating in Australia and terminating in Canada on the route specified below and may take on and put down at Vancouver passengers, mail and cargo for and from Australia.

2. The route to be operated by the designated airline of the Government of Australia shall be:—

Sydney to Vancouver via Fiji, Canton Island, Honolulu, San Francisco or other intermediate stopping places as may be mutually agreed—in both directions.

3. An airline designated by the Government of Canada may operate a return service originating in Canada and terminating in Australia on the route specified below and may take on and put down at Sydney passengers, mail and cargo for and from Canada.

4. The route to be operated by the designated airline of the Government of Canada shall be:—

Vancouver to Sydney via such intermediate stopping places as may ^{be} mutually agreed—in both directions.

5. In the event the designated airlines of Australia and Canada enter into a pooling arrangement in accordance with Article XII, Section 3 of the Interin Agreement on International Civil Aviation, either contracting party may permit the designated airline of the other contracting party to exercise on the specified route any of the rights exercised by its own designated airline.

6. (a) The capacity to be operated from time to time by the designated airlines of Australia and of Canada for the conveyance of the traffic referred to in the foregoing paragraphs shall be maintained in close relationship with the traffic offering between Australia and Canada—in both directions. The capacity to be provided shall be discussed from time to time between the competent air authorities of the contracting parties.

(b) This capacity shall be divided between the airlines designated by Australia and by Canada in proportions corresponding to the proportions in which traffic to be carried between Australia and Canada in both directions is embarked in Australia and Canada respectively. Unless otherwise agreed this capacity shall be shared equally between the air lines of the two contracting parties.

7. The frequencies of the services to be operated by the designated airlines of the contracting parties and the load factor to be adopted for determining the frequencies shall from time to time be agreed between the airlines of the contracting parties, subject to the approval of the competent air authorities of the contracting parties.

8. In order to meet seasonal fluctuations or unexpected demands of a temporary character the designated airlines may, notwithstanding the provisions of paragraph 6 of this Annex agree between them to such temporary increases of capacity for either airline or both airlines as are necessary to meet the traffic demand. Any such increase shall be reported forthwith to the competent air authorities who may confirm or modify them.

9. In so far as one of the contracting parties may not wish, permanently or temporarily, to operate, in full or in part, the capacity to which it is entitled under the preceding paragraphs, that contracting party may arrange with the other contracting party under terms and conditions to be agreed between them for the designated airline of such other contracting party to operate additional capacity so as to maintain the full capacity agreed upon between them in

accordance with the preceding paragraphs. It shall, however, be a condition of any such arrangement that if the first contracting party should at any time decide to commence to operate or to increase the capacity of its services, within the total capacity to which it is entitled under paragraph 6 of this Annex, the airline of the other contracting party shall withdraw correspondingly some or all of the additional capacity which it had been operating.

10. (a) Tariffs to be charged by the designated airlines referred to in this Annex shall be agreed in the first instance between them, having due regard to the rates fixed by any Tariff Conference of airlines operating in the area. Any tariff so agreed will be subject to the approval of the competent air authorities of the contracting parties. In the event of disagreement between the airlines, the competent air authorities of the contracting parties shall endeavour to reach an agreement. Should the competent national air authorities or subsequently the contracting parties themselves fail to agree, the matter in dispute will be referred to arbitration as provided for in Article 9 of this Agreement.

(b) The tariffs to be agreed as above shall be fixed at reasonable levels, due regard being paid to all relevant factors including economical ^{operation}, reasonable profit, differences of characteristics of service (including standards of speed and accommodation) and the tariffs charged by ^{any} other operators on the route.



