

**July 16, 1949**

## **AGREEMENT BETWEEN THE REPUBLIC OF THE PHILIPPINES AND THE GOVERNMENT OF PAKISTAN RELATING TO AIR SERVICES**

Note: The Agreement entered into force, July 16, 1949.

Reference: This Agreement is also published in III DFA TS No. 2, p. 44 and 35 UNTS, p. 111.

The Government of the Republic of the Philippines and the Government of Pakistan, hereinafter described as the Contracting Parties,

Being parties to the Convention on International Civil Aviation and the International Air Services Transit Agreement both opened for signature at Chicago on the 7th day of December, 1944, and

Desiring to conclude an agreement for the purpose of establishing and operating air services between and beyond the territories of the Philippines and of Pakistan.

Agree as follows:—

### **ARTICLE I**

(A) Each Contracting Party grants to the other Contracting Party the right to operate the air services specified in the Annex to this Agreement (hereinafter referred to as the "specified air services") and to carry traffic to, from and in transit over its territory as provided in this Agreement.

(B) The airlines designated as provided in Article II hereof shall have the right to use:

(1) for traffic purposes, airports provided for public use at the points specified in the Annex to this Agreement and ancillary services provided for public use on the air routes specified in the said Annex (hereinafter referred to as the "specified air routes"); and

(2) for non-traffic purposes, all airports and ancillary services provided for public use on the specified air routes, provided that the places of first landing and final departure, save in emergency, shall be Customs airports.

### **ARTICLE II**

(A) Each of the specified air services may be inaugurated immediately or at a later date at the option of the Contracting Party to whom the rights under this Agreement are granted, on condition that:

(1) the Contracting Party to whom the rights have been granted shall have designated an airline (hereinafter referred to as a "designated airline") for each specified air route; and

(2) the Contracting Party which grants the rights shall have given the appropriate operating permission to the airline pursuant to Paragraph (B)

of this Article which it shall do with the least possible delay.

(B) The designated airline may be required to satisfy the aeronautical authorities of the Contracting Party granting the rights that it is qualified to fulfill the conditions prescribed by or under the laws and regulations normally applied by those authorities to the operation of international air services.

(C) Each Contracting Party shall have the right after consultation with the other Contracting Party, to withhold an operating permission from a designated airline, or to revoke such permission granted to a designated airline, or to impose such conditions as it may deem necessary on the exercise by a designated airline of any of the rights specified in Article III of this Agreement, if substantial ownership and effective control of that airline are not vested in the Contracting Party designating the airline or in nationals of that Contracting Party.

### **ARTICLE III**

(A) Subject to the provisions of this Agreement, a designated airline of one Contracting Party shall enjoy, while operating the specified air services on a specified air route, the rights:

(1) to fly its aircraft across the territory of the other Contracting Party;

(2) to make stops in the said territory for non-traffic purposes; and

(3) to make stops in the said territory at the points specified for that route in the Annex to this Agreement for the purpose of putting down and taking on international traffic in passengers, cargo and mail coming from or destined for other points so specified.

(B) Paragraph (A) of this Article shall not be deemed to confer, on the airlines of one Contracting Party, the right to take up in the territory of the other Contracting Party, passengers, cargo or mail carried for remuneration or hire and destined for another point in the territory of that other Contracting Party.

(C) Each Contracting State undertakes not to enter into any arrangements which specifically grant any privilege of the nature referred to in Paragraph (B) of this Article on an exclusive basis to any other State or airline of any other state and not to claim any such exclusive privilege from any other State.

### **ARTICLE IV**

In order to achieve and maintain equilibrium between the capacity of the specified air services and the requirements of the public for air transport on the specified air routes or sections thereof, and in order to achieve and maintain proper relationship between the specified air services, the Contracting Parties agree as follows:—

(A) The designated airlines of each Contracting Party shall enjoy fair and equal opportunity for the operation of air services for the carriage of traffic between the territories of the two parties;

(B) To the extent that the airlines of one of the Contracting Parties are temporarily unable to make use of the rights referred to in Paragraph (A), the situation will be mutually examined by the two parties for the purpose of aiding, as soon as possible,

the airlines concerned increasingly to make their proper contribution to the services contemplated;

(C) In the operation by the designated airlines of either Contracting Party of the specified air services, the interests of the airlines of the other Contracting Party shall be taken into consideration so as not to affect unduly the services which the latter provide on all or part of the same route;

(D) The air transport offered by the designated airlines of each Contracting Party on different sections of the specified air routes shall bear a close relationship to the needs of the public for air transport and to the traffic interests of the airlines concerned as provided in this Agreement;

(E) The services provided by a designated airline under this Agreement shall retain, as their primary objective, the provision of capacity adequate to the traffic demands between the country of which such airline is a national and the country of ultimate destination of the traffic, and the right of the designated airlines of either Contracting Party to embark and to disembark, at points in the territory of the other Contracting Party international traffic destined for or coming from third countries on specified air routes shall be applied in accordance with the general Principles of orderly development to which both Contracting Parties subscribe and shall be subject to the general principle that capacity shall be related;

(1) to the requirements of the traffic between the country of origin of the air service and destinations on the specified air routes;

(2) to the requirements of through airline operations;

(3) to the air transport needs of the area through which the airline passes; and

(4) to the adequacy of other air transport services established by airlines of the States concerned between, their respective territories.

## **ARTICLE V**

A designated airline of one Contracting Party may, for the purpose of economy of operation, make a change of gauge (that is, change to aircraft of different capacity) in the territory of the other Contracting Party subject to the following conditions:

(1) that the aircraft used on the section of the specified air route more distant from the terminal in the territory of the first Contracting Party shall be smaller in capacity than those used on the nearer section;

(2) that such smaller aircraft shall be scheduled to provide a connecting service with and shall normally await the arrival of the aircraft of larger capacity;

(3) that such smaller aircraft shall be operated for the primary purpose of carrying onward to their ultimate destinations passengers who have travelled in the larger aircraft. The capacity of such smaller aircraft shall be determined with primary reference to the traffic travelling in the larger aircraft and normally requiring to be carried onward, and to the provisions of Article IV of this Agreement.

## **ARTICLE VI**

(A) The tariffs to be charged by the designated airlines on any of the specified air services operated under this Agreement shall be fixed at reasonable levels, due regard being paid to all relevant factors, including economical operation, reasonable profit, difference of characteristics of service (including standards of speed and accommodation), and the tariffs charged by other airlines on the route or any section thereof. These tariffs shall be determined in accordance with the following provisions of this Article.

(B) The tariffs shall, if possible, be agreed in respect of each route between the designated airlines concerned, in consultation with other airlines operating on the same route or any section thereof. Such agreements shall, where possible, be reached through the rate-fixing machinery of the International Air Transport Association. The tariffs so agreed shall be subject to the approval of the Contracting Parties.

(C) If the tariffs cannot be agreed in accordance with the provisions of the preceding paragraph, or in the event of disagreement between the designated airlines concerning the tariffs, the Contracting Parties shall endeavor to determine them by agreement between themselves.

(D) If the Contracting Parties fail to agree, the matter shall be dealt with accordance with the provisions of Article XI of this Agreement.

(E) Pending the settlement of any disagreement of the nature referred to in Paragraphs(C) and (D) above the tariffs already in force shall be charged.

## **ARTICLE VII**

(A) The aeronautical authorities of both Contracting Parties shall, upon request, exchange information as promptly as possible concerning the authorizations extended to their respective designated airlines to render service to, through and from the territory of the other Contracting Party. This will include copies of current certificates and authorizations for service on the specified air routes, together with amendments, exemption orders and authorized service patterns as applicable.

(B) Each Contracting Party shall cause its designated airlines to provide to the aeronautical authorities of the other Contracting Party, as long in advance as practicable, copies of time tables, tariff schedules and all other relevant information concerning the operation of the specified air services and of all modifications thereof.

(C) Each Contracting Party shall, upon request, cause its designated airlines to provide to the aeronautical authorities of the other Contracting Party, statistics relating to the traffic carried on their air services to, from or over the territory of the other Contracting Party showing the origin and destination of the traffic.

## **ARTICLE VIII**

(A) Aircraft on a flight to, from or across the territory of the other Contracting Party shall be exempted temporarily from all duty subject to the customs regulations. Fuel, lubricating oils and spare parts introduced into, or taken on board, aircraft in the territory of one Contracting Party by, or on behalf of, the other Contracting Party or its designated airlines, and intended solely for use by or in the aircraft of those