No. 8707. AIR TRANSPORT AGREEMENT¹ BETWEEN THE GOVERNMENT OF THE CZECHOSLOVAK SOCIALIST REPUBLIC AND THE GOVERNMENT OF THE UNION OF BURMA. SIGNED AT PRAGUE, ON 15 DECEMBER 1965

The Government of the Czechoslovak Socialist Republic and the Government of the Union of Burma,

Desiring to conclude an Agreement for the purpose of establishing direct air communications between their respective territories,

Have accordingly appointed authorized representatives for this purpose, who have agreed as follows:

Article I

For the purpose of the present Agreement, and its Annex and Schedules except where the text provides otherwise:

- (1) The term "aeronautical authorities" shall mean in the case of the Czechoslovak Socialist Republic, the Ministry of Transport—Civil Aviation Administration or any person or agency authorized to perform the functions exercised at present by the Ministry of Transport—Civil Aviation Administration and in the case of the Union of Burma, the Ministry of Transport and Communications or any person or agency authorized to perform the functions exercised at present by the Ministry of Transport and Communications.
- (2) The term "designated airline" shall mean the airline which the aeronautical authorities of one of the Contracting Parties have notified in writing to the aeronautical authorities of the other Contracting Party as the airline which they have designated in conformity with Article III of the present Agreement for performing the agreed services.
- (3) The term "air service" means any scheduled air service performed by aircraft for the public transport of passengers, mail or cargo.
- (4) The term "international air service" means an air service which passes through the air space of more than one State.

¹ Came into force on 15 December 1965 upon signature, in accordance with article XVII.

(5) The term "agreed services" means the international air services specified in the Annex to the present Agreement and its Schedules I and II respectively.

Article II

- (1) Each Contracting Party grants to the other Contracting Party the rights, as specified in the Annex hereto necessary for establishing the agreed services, whether such services be inaugurated immediately or at a later date at the option of the Contracting Party to whom the rights are granted.
- (2) The flight routes of aircraft on the agreed services and the points for crossing national boundaries shall be established by each of the Contracting Parties within its territory.

Article III

Each of the agreed services may be placed in operation as soon as the Contracting Party to whom the rights have been granted by Article II (1) to designate an airline for the route concerned has authorized an airline for such route, andthe Contracting Party granting the rights shall, subject to Article IX hereof, be bound to give the appropriate operating permission to the airline concerned; provided that the airline so designated may be required to satisfy the competent aeronautical authorities of the Contracting Party granting the rights that it is qualified to fulfil the conditions prescribed under the laws and regulations normally applied by these authorities before being permitted to engage in the operations contemplated by this Agreement.

Article IV

- (1) The tariffs to be charged for the carriage of passengers, baggage, cargo and mail on the routes specified in the Schedules to this Agreement shall be fixed at reasonable level, due regard being paid to all relevant factors, including comparatively economical operation and reasonable profit. Such tariffs shall have the same minimum level for the designated airlines of both Contracting Parties on common or equivalent routes or sectors.
- (2) The minimum level of tariffs in respect of any route specified in the Schedules to this Agreement and each sector thereof shall be agreed upon between the designated airlines. The minimum tariff level so agreed shall be subject to the approval of aeronautical authorities of both Contracting Parties. In the event of disagreement between the designated airlines or in case the minimum tariff

level is not approved as required under this paragraph, the aeronautical authorities of the Contracting Parties shall endeavour to reach agreement between themselves.

- (3) If the aeronautical authorities cannot agree on the approval of any tariff submitted to them under paragraph (1) of this Article or on the determination of any tariff under paragraph (2) thereof the dispute shall be settled in accordance with the provisions of Article XIII.
- (4) No tariff shall come into effect if the aeronautical authorities of either Contracting Party are dissatisfied with it except under the terms of Article XIII. Until the fixation of new or amended tariffs, in accordance with this Article, the tariffs already in force shall be applied.

Article V

Each Contracting Party undertakes to ensure the transfer of the revenues realized on its territory by means of the transport of passengers, baggage, cargo and mail by the designated airline of the other Contracting Party into its country of origin, after deduction of local expenses, subject to whatever foreign exchange regulations that may be in force from time to time, in its territory.

Article VI

In order to assure equality of treatment, both Contracting Parties agree that:

- (1) Each of the Contracting Parties may impose or permit to be imposed on the designated airline of the other Contracting Party just and reasonable charges on mutual basis for the use of designated airports and other facilities under its control. Each of the Contracting Parties agrees, however, that these charges shall not be higher than would be paid for the use of such airports and other facilities by its national aircraft engaged in similar international services.
- (2) The fuel, lubricating oils and spare parts introduced into the territory of one Contracting Party by or on behalf of the airline of the other Contracting Party, and intended solely for use by aircraft of the designated airline of such Contracting Party shall, with respect to the imposition of customs duties, inspection fees or other national duties or charges by the Contracting Party, be accorded the same treatment as that applying to national airlines and to airlines of the most-favoured nation.

(3) Aircraft of the designated airline of one Contracting Party operating the agreed services and fuel, lubricating oils, spare parts, regular equipment and aircraft stores retained on board such aircraft shall, upon arriving in or leaving the territory of the other Contracting Party, be exempt from customs duties, inspection fees or similar duties or charges, even though such supplies be used or consumed on flights in that territory.

Article VII

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 the requirements under which such certificates or licences were issued or rendered valid are equal to or above the minimum national standards which may be established from time to time by the Contracting Parties. Each Contracting Party reserves the right, however, to refuse to recognize, for the purpose of flight above its own territory, certificates of competency and licences granted to its own nationals by another State.

Article VIII

- (1) The laws and regulations of one Contracting Party relating to the admission to 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 be applied to the aircraft of the airline designated by the other Contracting Party, and shall be complied with by such aircraft upon entering or departing from or while within the territory of the first Contracting Party.
- (2) The laws and regulations of one Contracting Party concerning the admission to 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 complied with by or on behalf of such passengers, crew or cargo of the airline designated by the other Contracting Party upon entrance into or departure from, or while within the territory of the first Contracting Party. Passengers in transit across the territory of one Contracting Party shall be subject to a simplified control. Baggage and cargo shall be exempt from customs duties, inspection fees and similar charges when the transit is direct.

Article IX

Notwithstanding the provisions of Article XVI hereof, each Contracting Party reserves the right to withhold or revoke the exercise of the rights specified in the Annex to this Agreement by the airline designated by the other Contracting Party in the event that it is not satisfied that substantial ownership and effective control of such airline are vested in nationals of the other Contracting Party, or in case of failure by such airline or the respective Government to comply with the laws and regulations referred to in Article VIII hereof, or otherwise to perform its obligations hereunder, or otherwise to fulfil the conditions under which the rights are granted in accordance with this Agreement.

Article X

This Agreement and subsequent amendments thereto if any, shall be registered with the International Civil Aviation Organization.

Article XI

In the event either of the Contracting Parties considers it desirable to modify this Agreement or its Annex and Schedules, it may request consultation between the aeronautical authorities of both Contracting Parties, such consultation to begin within a period of sixty days from the date of the request. All modifications so agreed shall come into effect after they have been confirmed by an exchange of diplomatic notes.

Article XII

If a general multilateral air transport Convention accepted by both Contracting Parties enters into force, the present Agreement shall be amended so as to conform with the provisions of such Convention.

Article XIII

Except as otherwise provided in this Agreement or its Annex, any dispute between the Contracting Parties relating to the interpretation or application of this Agreement, which cannot be settled through direct consultation between aeronautical authorities of the Contracting Parties shall be settled through diplomatic channels.

Article XIV

(1) Changes made by either Contracting Party in the routes described in the Schedules I and II, except those which change the points served by the designated airline of one Contracting Party in the territory of the other Contracting Party shall not be considered as modifications of the Annex. The aeronautical authorities of either Contracting Party may therefore proceed unilaterally

No. 8707

czechoslovakia and BURMA

Air Transport Agreement (with annex). Signed at Prague, on 15 December 1965

Official text: English.

Registered by the International Civil Aviation Organization on 31 July 1967.

TCHÉCOSLOVAQUIE et BIRMANIE

Accord relatif aux transports aériens (avec annexe). Signé à Prague, le 15 décembre 1965

Texte officiel anglais.

Enregistré par l'Organisation de l'aviation civile internationale le 31 juillet 1967.

to make such changes, provided, however, that notice of any change is given without delay to the aeronautical authorities of the other Contracting Party.

(2) If aeronautical authorities of such other Contracting Party find that, having regard to the principles set forth in paragraph 7 of the Annex to the present Agreement, interests of their airlines are prejudiced by the carriage by the designated airline of the first Contracting Party of traffic between the territory of the second Contracting Party and the new point in the territory of the third country, the aeronautical authorities of the two Contracting Parties shall consult with a view to arrive at a satisfactory agreement.

Article XV

- (1) For the co-ordination of matters concerning air transportation, commercial activities and servicing of aircraft each Contracting Party shall grant the airline of the other Contracting Party actually operating the agreed services in its territory the right to have the representatives, their deputies and engineers in the said territory.
- (2) The representatives specified in this Article, their deputies and engineers of the airlines designated by the Contracting Parties must be citizens of either of the Contracting Parties.

Article XVI

Either of the Contracting Parties may at any time notify the other of its intention to terminate the present Agreement. Such a notice shall be sent simultaneously to the International Civil Aviation Organization. In the event such communication is made, this Agreement shall terminate one year after the date of receipt of the notice to terminate, unless by agreement between the Contracting Parties the communication under reference is withdrawn before the expiration of that time. If the other Contracting Party fails to acknowledge receipt, notice shall be deemed as having been received 14 days after its receipt by the International Civil Aviation Organization.

Article XVII

This Agreement, including the Annex and Schedules thereto, shall come into force on the day it is signed.

In witness whereof the undersigned, being duly authorized by their respective Governments, have signed the present Agreement.

No. 8707

DONE in duplicate at Prague this day of December 15th, 1965, in English language.

For the Government of the Czechoslovak Socialist Republic:
(Signed) [illegible]

For the Government of the Union of Burma:

(Signed) [illegible]

ANNEX

- 1. The Government of the Union of Burma grants to the Government of the Czechoslovak Socialist Republic the right to conduct the agreed services on the routes specified in Schedule I in accordance with the conditions stipulated by this Annex. The airline designated by the Government of the Czechoslovak Socialist Republic to operate these agreed services is the Czechoslovak Airlines.
- 2. The Government of the Czechoslovak Socialist Republic grants to the Government of the Union of Burma the right to conduct the agreed services on the routes specified in Schedule II in accordance with the conditions stipulated by this Annex. The airline designated by the Government of the Union of Burma to operate these agreed services is the Union of Burma Airways.
- 3. The airline designated by each of the Contracting Parties under the conditions provided in this Agreement shall enjoy in the territory of the other Contracting Party the right of flights without landing, of stops for non-traffic purposes and commercial purposes as well as the right to use primary and alternate airports and other flight facilities. The designated airlines shall have the right of commercial entry and departure for international traffic in passengers, cargo and mail.
- 4. The air transport facilities available hereunder to the travelling public shall bear a close relationship to the requirements of the public for such transport.
- 5. There shall be a fair and equal opportunity for the airlines of the Contracting Parties to operate on any route between their respective territories covered by this Agreement.
- 6. In the operation by the designated airline of either Contracting Party of the international air services described in the present Annex, the interest of the designated airline of the other Contracting Party shall be taken into consideration so as not to affect unduly the services which the latter provides on all or part of the same routes.
- 7. It is the understanding of both Contracting Parties that services provided by a designated airline under the present 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 the ultimate destination of the traffic. The right to embark or disembark on such services international traffic destined for and coming from the third countries at a point in the territory of the other Contracting Party on the routes specified in the Schedules to this Agreement 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 should be related:

- (a) to traffic requirements between the country of origin of the air service and the countries of destination;
- (b) to the requirements of through airline operation, and
- (c) to the traffic requirements of the area through which the airline passes after taking account of local and regional services.
- 8. In so far as the designated airline of one Contracting Party may be temporarily prevented through difficulties arising from force majeure from taking immediate advantage of the opportunity referred to in paragraph 5 above, the situation shall be reviewed between the aeronautical authorities of the Contracting Parties.
- 9. It is the intention of both Contracting Parties that there should be regular and frequent consultation between their respective aeronautical authorities and that there should thereby be close collaboration in the observance of the principles and the implementation of the provisions outlined in the present Agreement.

SCHEDULE I

For the Czechoslovak designated airline

Points

Points in Czechoslovakia	Intermediate points	in the Union of Burma	Points beyond
Prague	Intermediate Points in South and South-East Europe to be agreed — Cairo — Beirut — Damascus — Baghdad — Dhahran — Bahrein — Kuwait — Teheran — Kabul — Karachi — Bombay.	Rangoon	To Phnom Penh to Djakarta; and to a point beyond to be agreed.

SCHEDULE II

For the Burmese designated airline

Points in Burma	Intermediate points	Points in Czechoslovakia	Points beyond
Rangoon	Calcutta or New Delhi – Karachi – Kabul – Teheran – Kuwait – Bahrein – Dhahran – Baghdad – Damascus – Beirut – Cairo – Intermediate points in South and South-East Europe to be agreed.	Prague	To a point in West Germany; to a point in Europe to be agreed; to London.

Note

- (1) Each airline designated to operate the agreed services may perform flights in both directions between any of the points on the agreed services omitting stops at one or more of the points on the routes of the agreed services.
- (2) In the designation of points which are to be agreed, direct consultations between aeronautical authorities of both Contracting Parties shall take place and their recommendations shall come into effect when confirmed by an exchange of diplomatic notes.