

AGREEMENT

BETWEEN

THE GOVERNMENT OF INDIA

AND

THE GOVERNMENT OF THE REPUBLIC OF MALTA

RELATING TO AIR SERVICES

The Government of India and the Government of the Republic of Malta hereinafter referred to as the "Contracting Parties";

Being parties to the Convention on International Civil Aviation opened for signature at Chicago on the seventh day of December, 1944;

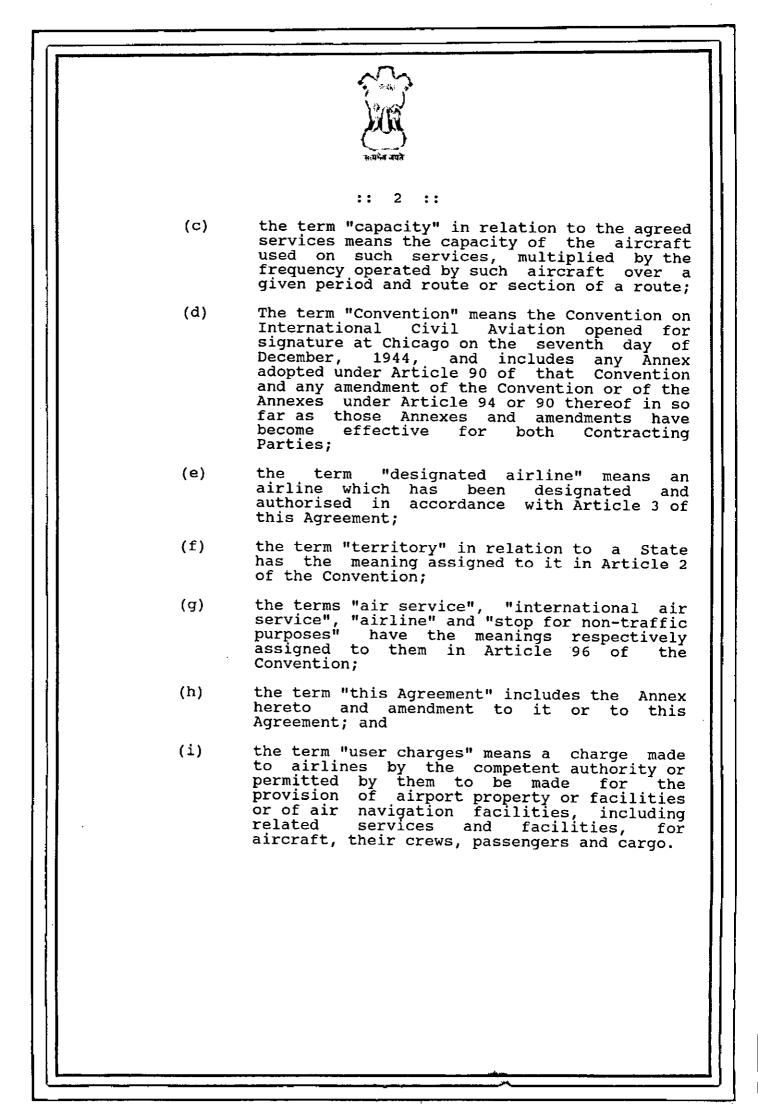
Desiring to promote their mutual relations in the field of civil aviation and to conclude an agreement for the purpose of establishing air services between and beyond their respective territories;

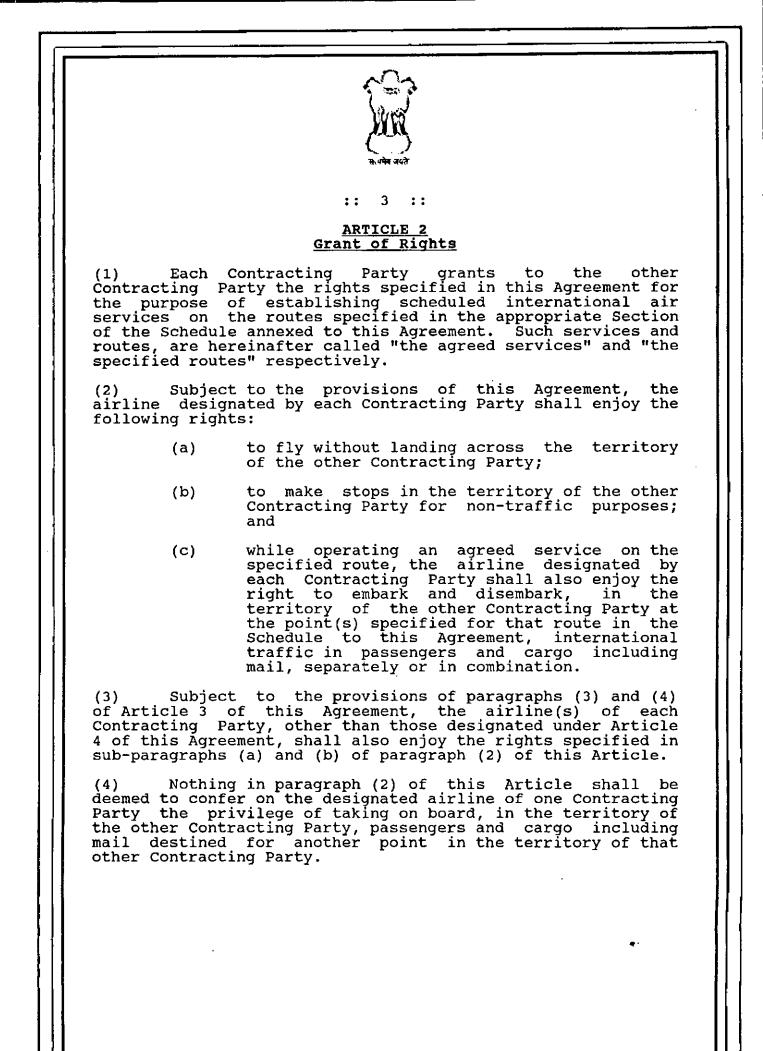
Have agreed as follows :

ARTICLE 1 Definitions

For the purpose of this Agreement, unless the context otherwise requires :

- (a) the term "aeronautical authorities" means, in the case of India, the Director General of Civil Aviation, and in the case of Malta, the Minister responsible for Civil Aviation, or in both cases, any person or body authorised to perform the functions currently exercised by the said authorities;
- (b) the term "capacity" in relation to an aircraft means the pay load of that aircraft available on the route or the section of a route;







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<u>ARTICLE 3</u> <u>Designation of and Authorisation of Airlines</u>

(1) Each Contracting Party shall have the right to designate in writing to the other Contracting Party one airline for the purpose of operating the agreed services on the specified routes and to withdraw or alter such designation.

(2) On receipt of such a designation the other Contracting Party shall, subject to the provisions of paragraphs (3) and (4) of this Article, without delay grant to the airline designated the appropriate operating authorisation(s).

(3) The aeronautical authorities of one Contracting Party may require the airline designated by the other Contracting Party to satisfy them that it is qualified to fulfil the conditions prescribed under the laws and regulations normally applied to the operation of international air services by such authorities in conformity with the provisions of the Convention.

Each Contracting Party shall have the right to refuse (4)the grant of the operating authorisation(s) referred to in paragraph (2) of this Article, or to impose such conditions as it may deem necessary on the exercise by the designated airline of the rights specified in Article 2 (2) of this in any case where the said Contracting Party is Agreement, satisfied that substantial ownership and effective not control of that airline are vested in the Contracting Party designating the airline or in its nationals. For the purpose of this paragraph, the expression "substantial ownership and control" means that in any case where effective the designated airline operates the agreed services by entering any agreement (excluding financial lease agreements) into with the airline of any other country or the Government or nationals of any other country, the Contracting Party designating the airline or its nationals shall not be deemed deemed to have substantial ownership and effective control of the designated airline, unless the Contracting Party or its nationals, in addition to the ownership of the major part of the assets of the designated airline, have also -



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- (i) effective control in the management of the designated airline; and
- (ii) ownership and effective control of the major part of the fleet of aircraft and equipment of the designated airline.

(5) When an airline has been designated and authorised it may begin to operate the agreed services, provided that the airline complies with the applicable provisions of this Agreement.

ARTICLE 4

Revocation or Suspension of Operating Authorisations

(1) Each Contracting Party reserves to itself the right to revoke or suspend the operating authorisation granted to the airline designated by the other Contracting Party or impose such conditions as it may deem necessary on the exercise of the rights specified in Article 2(2) of this Agreement -

- (a) in any case where it is not satisfied that substantial ownership and effective control of that airline are vested in the Contracting Party designating the airline or in nationals of such Contracting Party; or
- (b) in case of failure by that airline to comply with the laws and/or regulations normally applied by the Contracting Party granting those rights; or
- (c) in case the airline otherwise fails to operate in accordance with the conditions prescribed under this Agreement.

(2) Unless immediate revocation or suspension of the operating authorisation or imposition of the conditions mentioned in paragraph (1) of this Article is essential to prevent further infringement of the laws and/or regulations or the provisions of this Agreement, such right shall be exercised only after consultation with the aeronautical authorities of the other Contracting Party in accordance with Article 15 of this Agreement.

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ARTICLE 5 User Charges

(1) Neither Contracting Party shall impose or permit to be imposed on the designated airline of the other Contracting Party user charges higher than those imposed on their own airlines operating similar international air services.

(2) Each Contracting Party shall encourage consultations on user charges between its competent charging authorities and airlines using the services and facilities provided by those charging authorities, where practicable, through those airlines' representative organizations. Reasonable notice of any proposals for changes in user charges may be given to such users to enable them to express their views before changes are made.

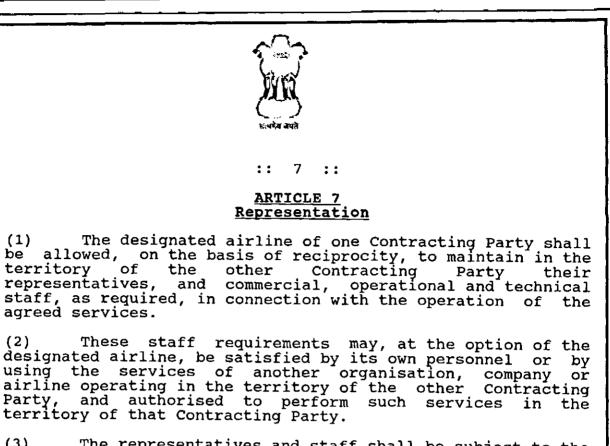
<u>ARTICLE 6</u> <u>Customs Duties and Procedures</u>

(1) Aircraft operated on international air services by the designated airline of either Contracting Party, as well as their regular equipment, supplies of fuels and lubricants and aircraft stores already on board, introduced into or taken on board such aircraft and intended solely for use by or in such aircraft shall, with respect to all Customs duties, inspection fees and other similar charges be accorded in the territory of the other Contracting Party, treatment not less favourable than that granted by the other Contracting Party to its own airline(s) operating scheduled international air services or to the airlines of the most favoured nation.

(2) The same treatment shall be accorded to spare parts entered into the territory of either Contracting Party for the maintenance or repair of aircraft used on the international services by the designated airline of the other Contracting Party.

(3) The regular airborne equipment as well as the materials and supplies retained on board the aircraft of either Contracting Party may be unloaded in the territory of the other Contracting Party only with the approval of the Customs authorities of such territory.

(4) Materials referred to in paragraphs (1), (2) and (3) of this Article may be required to be kept under Customs supervision or control.



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The representatives and staff shall be subject to the (3) laws and regulations in force of the other Contracting Party, and consistent with such laws and regulations, such Contracting Party shall, on the basis of reciprocity and with the minimum of delay, grant the necessary work permits, employment visas or other similar documents to the representatives and staff referred to in paragraph (1) of the this Article.

(4) Based on the principle of reciprocity, each Contracting Party grants to the designated airline of the other Contracting Party the right to engage in the sale of transportation in its territory directly and, at its air discretion, through its agents. Each designated airline have the right to sell and any person shall be free to shall purchase such transportation in local currency or in any freely convertible other currency.

ARTICLE 8 Applicability of Laws

(1)The laws and regulations of one Contracting Party governing entry into and departure from territory its of aircraft engaged in international air navigation, or the operation and navigation of such aircraft while within its territory, shall be applied to aircraft of the designated airline of the other Contracting Party.



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(2) The laws and regulations of one Contracting Party governing entry into, stay in and departure from its territory of passengers, crew and cargo including mail such as those regarding passports, customs, currency and health and quarantine shall apply to passengers, crew, cargo and mail carried by the aircraft of the designated airline of the other. Contracting Party while they are within the said territory.

(3) Neither Contracting Party shall give preference to its own or to any other airline over the designated airline of the other Contracting Party engaged in similar international air services in the application of its customs, immigration, quarantine and similar regulations.

(4) Passengers in direct transit across the territory of either Contracting Party shall be subject to no more than a very simplified control except in case of security measures taken against violence and unlawful seizure of aircraft. Baggage and cargo in direct transit shall be exempt from Customs duties and other similar taxes.

ARTICLE 9

Principles Governing Operation of the Agreed Services

(1) There shall be fair and equal opportunity for the designated airlines of both Contracting Parties to operate the agreed services on the specified routes between their respective territories.

(2) In operating the agreed services, the designated airline of each Contracting Party shall take into account the interests of the designated airline of the other Contracting Party so as not to affect unduly the services which the latter provides on the whole or part of the same route(s).

(3) The capacity to be provided on the agreed services by the designated airlines shall bear a close relationship to the estimated air transport requirements of the travelling public between the territories of the Contracting Parties.

(4) Based upon the principles enshrined in the preceding paragraphs, the capacity to be provided and the frequency of services to be operated by the designated airline of each Contracting Party shall be agreed between the aeronautical authorities of the Contracting Parties.



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(5) Any increase in the capacity to be provided and/or frequency of services to be operated by the designated airline of either Contracting Party shall be based primarily on the increased requirements of traffic between the territories of the Contracting Parties and shall be subject to agreement between the two aeronautical authorities. Pending such agreement or settlement, the capacity and frequency entitlements already in force shall prevail.

<u>ARTICLE 10</u> <u>Provision of Operating Information</u>

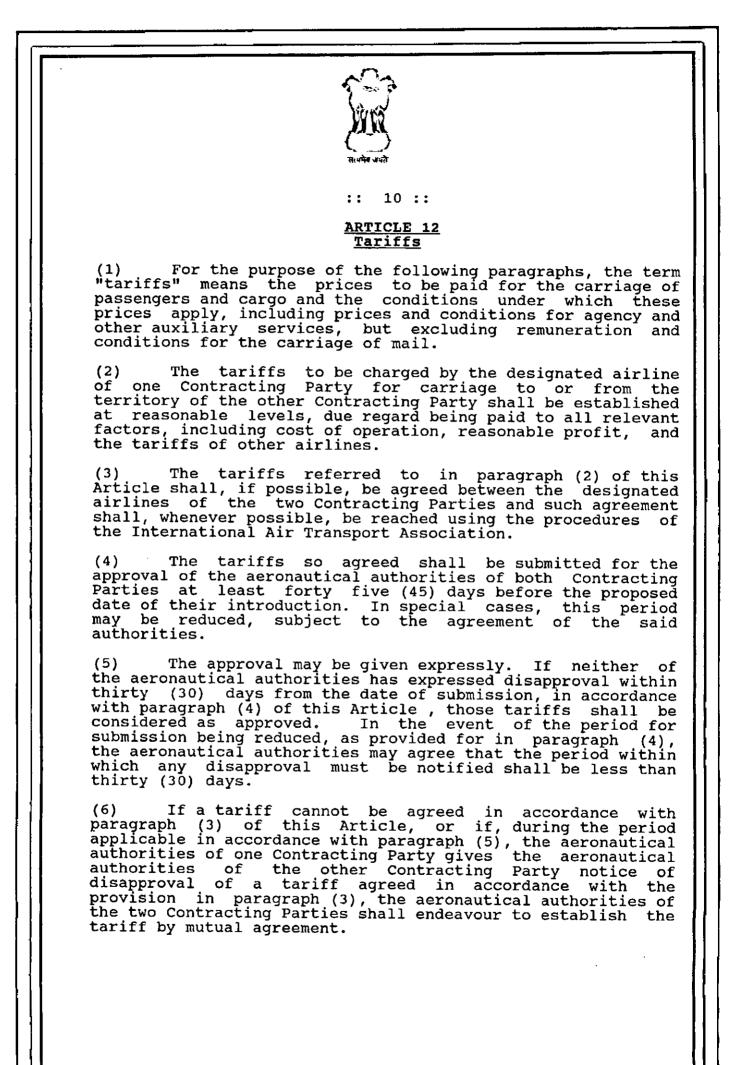
(1) The aeronautical authorities of each Contracting Party may require the designated airline of the other Contracting Party to file for their consideration and approval, at least sixty days prior to the inauguration of the agreed services, information relating to the type of service and its frequency, the type of aircraft to be used and the flight schedules. Similar information shall also be supplied at least 30 days in advance as and when any changes are to be introduced regarding operation of the agreed services.

(2) The designated airline shall also furnish any other information as may be required to satisfy the aeronautical authorities of the other Contracting Party that the requirements of this Agreement are being duly observed.

<u>ARTICLE 11</u> <u>Provision of Statistics</u>

(1)The aeronautical authorities of each Contracting Party shall provide or cause its designated airline to to provide the aeronautical authorities of the other Contracting Party statistics relating to the traffic carried during each month on the agreed services to and from the territory of that other Contracting Party, showing the points of embarkation and disembarkation of such traffic. Such statistics shall be furnished as soon as possible after the end of each month, but not later than 30 days following the month to which they relate.

(2) The aeronautical authorities of each Contracting Party shall, on request, provide or cause its designated airline to provide to the aeronautical authorities of the other Contracting Party statistics relating to true origin and destination of traffic carried to and from the territory of that other Contracting Party for a period, not exceeding one IATA traffic season, as specified in the request.





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(7) If the aeronautical authorities cannot agree on any tariff submitted to them under paragraph (4) of this Article, or on the establishment of any tariff under paragraph (6), the dispute shall be settled in accordance with the provisions of Article 16 of this Agreement.

(8) A tariff established in accordance with the provisions of this Article shall remain in force until a new tariff has been established. Nevertheless, a tariff shall not be prolonged by virtue of this paragraph for more than twelve (12) months after the date on which it would otherwise have expired.

<u>ARTICLE 13</u> Transfer of Earnings

(1) Each Contracting Party grants to the designated airline of the other Contracting Party the right to remit to its head office, the excess of receipts over expenditure earned in the territory of the first Contracting Party. Such remittances shall be made in any convertible currency in accordance with the foreign exchange regulations of the Contracting Party in the territory of which the revenue accrued.

(2) Such transfers shall be effected on the basis of the official exchange rate for currency payment, or where there are no official exchange rates, at the prevailing foreign exchange market rates for currency payment.

(3) In case special arrangements ruling the settlement of payments are in force between the two Contracting Parties, the provisions of such arrangements shall be applied to the transfer of funds under paragraph (1) of this Article.

ARTICLE 14 Aviation Security

(1) Consistent with their rights and obligations under international law, the Contracting Parties reaffirm that their obligation to each other to protect the security of civil aviation against acts of unlawful interference forms an integral part of this Agreement. Without limiting the generality of their rights and obligations under international law, the Contracting Parties shall, in

12 :: :: particular, act in conformity with the provisions of the Convention on Offences and Certain Other Acts Committed on Aircraft, signed at Tokyo on 14 September, 1963, the Board the Suppression of Unlawful Seizure Convention for of Aircraft, signed at the Hague on 16 December 1970, the Convention for the Suppression of Unlawful Acts against the Safety of Civil Aviation, signed at Montreal on 23 September, for Suppression of Unlawful Acts of and the Protocol 1971 Violence at Airports Serving International Civil Aviation, signed at Montreal on 24 February 1988, or any other other Convention on aviation security to which both Contracting Parties shall become members. The Contracting Parties shall provide upon request all necessary assistance to each other to prevent acts of unlawful seizure of civil aircraft and other unlawful acts against the safety of such aircraft, their passengers and crew, airports and air navigation facilities, and any other threat to the security of civil aviation. The Parties shall, in their mutual relations, act (3) in conformity with the aviation security provisions established by the International Civil Aviation Organization and designated as Annexes to the Convention on International Civil Aviation, to the extent that such security provisions are applicable to the Parties. They shall require that operators of aircraft of their registry or operators of aircraft who have their principal place of business or permanent residence in their territory and the operators of airports in their territory act in conformity with such aviation security provisions. Contracting Party agrees that such operators of Each (4) aircraft may be required to observe the aviation security provisions referred to in paragraph (3) above required by the other Contracting Party for entry into, departure from, or while within, the territory of that other Contracting Party. Each Contracting Party shall ensure that adequate measurers are effectively applied within its territory to protect the aircraft and to inspect passengers, crew, carry-on items, baggage, cargo and aircraft stores prior to and during boarding or loading. Each Contracting Party shall also give sympathetic consideration to any request from the other Contracting Party for reasonable special security measures to meet a particular threat.



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(5) When an incident or threat of an incident of unlawful seizure of civil aircraft or other unlawful acts against the safety of such aircraft, their passengers and crew, airports or air navigation facilities occurs, the Contracting Parties shall assist each other by facilitating communications and other appropriate measures intended to terminate rapidly and safely such incident or threat thereof.

(6) Each Contracting Party shall take measures, as it may find practicable, to ensure that an aircraft subjected to an act of unlawful seizure or other acts of unlawful interference which has landed in its territory is detained on the ground unless its departure is necessitated by the overriding duty to protect human life. Wherever practicable, such measures shall be taken on the basis of mutual consultations.

<u>ARTICLE 15</u> <u>Consultation and Amendment</u>

(1) Either Contracting Party may at any time request consultations on the implementation, interpretation, application or amendment of this Agreement. Such consultation, which may be between aeronautical authorities and which may be through discussions or by correspondence, shall begin within a period of sixty (60) days of the date on which the other Contracting Party receives a written request.

(2) Any modification to this Agreement agreed to as a result of the consultations shall come into force when confirmed by an exchange of diplomatic notes.

(3) Modifications to the routes specified in the Annex may, however, be made by direct agreement between the aeronautical authorities of the Contracting Parties and shall come into force on the date determined by them.

<u>ARTICLE 16</u> <u>Settlement of Disputes</u>

(1)If any dispute arises relating to the interpretation application this or of Agreement, the aeronautical authorities of the Contracting Parties shall endeavour to settle it by negotiations between themselves, failing which the dispute shall be referred to the Contracting Parties for settlement.



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(2)If the Contracting Parties fail to reach a settlement by negotiation, they may agree to refer the dispute for decision to some person or body. If they do not so agree the dispute shall, at the request of either Contracting Party, be submitted for decision to a tribunal of three arbitrators, one to be nominated by each Contracting Party and the third to be appointed by the two so nominated. The itrator shall act as President of the arbitral Each of the Contracting Parties shall nominate an arbitrator shall act third tribunal. arbitrator within a period of sixty (60) days from the date of receipt by either Contracting Party from the other of a notice through diplomatic channels requesting arbitration of the dispute by such a tribunal and the third arbitrator shall be appointed within a further period of sixty (60) days. If either of the Contracting Parties fails to nominate an arbitrator within the period specified, or if the third is not appointed within the period specified, the arbitrator President of the Council of the International Civil Aviation Organization at the request of either Contracting Party may appoint an arbitrator or arbitrators as the case requires. In such a case, the third arbitrator shall be a national of a third State and shall act as President of the arbitral tribunal.

(3) The arbitral tribunal shall determine its own procedure and decide on the apportionment of the costs of the arbitration.

(4) The Contracting Parties shall comply with any decision given under paragraph (2) of this Article.

<u>ARTICLE 17</u> <u>Applicability of Multilateral Air Conventions</u>

(1) To the extent to which they are applicable to the air services established under this Agreement, the provisions of the Convention shall remain in force in their present form between the Contracting Parties for the duration of this Agreement, as if they were an integral part of the Agreement, unless both Contracting Parties ratify any amendment to the Convention, which shall have duly come into force, in which case the Convention as amended shall remain in force for the duration of this agreement.

(2) If a general multilateral air convention comes into force in respect of both Contracting Parties, the provisions of such convention shall prevail.



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ARTICLE 18 Registration

This Agreement registered with the Organisation.

and any amendment thereto shall be International Civil Aviation

ARTICLE 19 Termination

Either Contracting Party may at any time give notice in writing to the other Contracting Party of its desire to terminate this Such shall Agreement. notice be communicated to the International Civil zation. If such notice is given, this simultaneously Aviation Organization. Agreement shall terminate twelve 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, the notice shall be deemed to have been received fourteen days after the receipt of the notice by the International Civil Aviation Organisation.

ARTICLE 20 Entry into Force

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

IN WITNESS WHEREOF, the undersigned, being duly authorized by their respective Governments, have signed this Agreement.

Dong at MAL 177 of MAL 177 of MAL in two originals each in Hindi and English languages, both texts being equally authentic. In case of any divergence of interpretation, the English text shall prevail.

FOR THE GOVERNMENT_OF

FOR THE GOVERNMENT OF THE REPUBLIC OF MALTA

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		<u>Schedule)</u> TION I	
The airline designated by the Government of Indi shall be entitled to operate the agreed services in bot directions on the following routes :-			
Points of Origin	Intermediate Points	Points of Destination	Beyond Point
Points in India	To be agreed	Luqa	To be agreed
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services in Points of Origin	ooth directions of		ate the agree routes:
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