AGREEMENT

BETWEEN

THE GOVERNMENT OF

THE KINGDOM OF BELGIUM

AND

THE GOVERNMENT OF

THE REPUBLIC OF PERU

ON AIR TRANSPORT



THE GOVERNMENT OF THE KINGDOM OF BELGIUM

AND

THE GOVERNMENT OF THE REPUBLIC OF PERU

Being Parties to the Convention on International Civil Aviation, opened for signature at Chicago on December 7, 1944;

Desiring to conclude an agreement, supplementary to the said Convention, for the purpose of establishing air services between and beyond their respective territories;

Desiring to ensure the highest degree of safety and security in international air transport;

Have agreed as follows:



Definitions

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

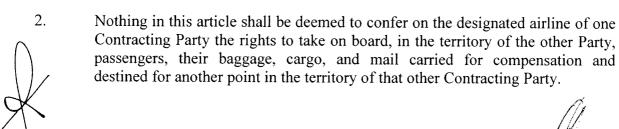
- a) the term "Convention" means the Convention on International Civil Aviation opened for signature at Chicago on the seventh day of December 1944 and includes any Annex adopted under Article 90 of that Convention and any amendment of the annexes or of the convention under Articles 90 and 94 thereof so far as those Annexes and amendments have been adopted or ratified by both Parties;
- b) the term "Agreement" means this Agreement, the Annex attached thereto, and any modifications to the Agreement or to the Annex;
- c) the term "aeronautical authorities" means: in the case of Belgium, The Federal Public Service Mobility and Transport, and in the case of Peru, the Ministry of Transportation and Communications, through the General Directorate of Civil Aeronautics, or in both cases, any other authority or person empowered to perform the functions now exercised by the said authorities;
- d) The terms "Territory", "Air Service", "International Air Service", "Airline" and "Stop for non-traffic purposes" have the meaning respectively assigned to them in Articles 2 and 96 of the Convention;
- e) The term "Designated airline" means an airline which has been designated and authorized in accordance with Articles 3 and 4 of this Agreement;
- f) The term "Agreed services" means scheduled air services on the routes specified in the Annex to this Agreement for the transport of passengers, cargo and mail, separately or in combination;
- g) The term "Tariffs" means the prices to be paid for the carriage of passengers, baggage and cargo and the conditions under which those prices apply, including prices and conditions for agency and other ancillary services, but excluding remuneration and conditions for the carriage of mail;
- h) The term "Change of gauge" means the operation of one of the agreed services by a designated airline in such a way that one section of the route is flown by aircraft different in capacity from those used on another section;
- i) The terms "aircraft equipment", "ground equipment", "aircraft stores", "spare parts" have the meanings respectively assigned to them in Annex 9 of the Convention;
- j) The term "nationals of the Kingdom of Belgium" shall be understood as referring to nationals of European Community Member States;

k) The term "airlines of the Kingdom of Belgium" shall be understood as referring to airlines designated by the Kingdom of Belgium.



Grant of Rights

- 1. Each Contracting Party grants to the other Contracting Party the following rights for the conduct of international air services by the respective designated airlines:
 - a) to fly without landing across the territory of the other Contracting Party;
 - b) to make stops in the said territory for non-traffic purposes;
 - c) to make stops in its territory for the purpose of taking up and discharging, while operating the routes specified in the Annex 1, international traffic in passengers, cargo and mail separately or in combination.



Designation to operate services

- 1. Each Contracting Party shall have the right to designate, by diplomatic note, to the other Contracting Party, one or more airlines to operate the agreed services on the routes specified in the Annex for such a Contracting Party.
- 2. Each Contracting Party shall have the right to withdraw, by diplomatic note to the other Contracting Party, the designation of any airline and to designate another one.



Authorization to operate services

- 1. Following receipt of a notice of designation by one Contracting Party, the aeronautical authorities of the other Contracting Party shall, consistent with its laws and regulations, grant the designated airlines the appropriate authorizations to operate the agreed services for which those airlines have been designated, provided that:
 - a) in the case of an airline designated by the Kingdom of Belgium:
 - i. it is established in the territory of Belgium under the Treaty establishing the European Community and has a valid Operating License in accordance with European Community law; and
 - ii. effective regulatory control of the airline is exercised and maintained by the European Community Member State responsible for issuing its Air Operator's Certificate and the relevant aeronautical authority is clearly identified in the designation.
 - b) in the case of an airline designated by the Republic of Peru:
 - i. it is established in the territory of the Republic of Peru and has a valid Operating License in accordance with the law applicable in the Republic of Peru; and
 - ii. the Republic of Peru is exercising and maintaining effective regulatory control of the airline
- 2. Upon receipt of such authorizations the airlines may begin at any time to operate the agreed services, in whole or in part, provided that the airlines comply with the applicable provisions of this Agreement, that tariffs are established in accordance with the provisions of Article 13 of this Agreement, and that these services are performed with aircraft satisfying the requirement of at least Annex 16, Volume I, Part 2, Chapter 3, Third edition-July 1993) of the Convention.



Revocation or suspension of operating authorization

- 1. The aeronautical authorities of each Contracting Party shall have the right to withhold the authorizations referred to in Article 4 of this Agreement with respect to the airlines designated by the other Contracting Party, to revoke or suspend such authorization or impose conditions, temporarily or permanently;
 - a) in the event of failure by such airlines to satisfy them that they are qualified to fulfill the conditions prescribed under the laws and regulations normally and reasonably applied to the operation of international air services by these authorities in conformity with the Convention;
 - b) in the event of failure by such airlines to operate in accordance with the conditions prescribed under this Agreement;
 - c) in the event of failure by such airlines to comply with the laws and regulations of that Contracting Party;
 - d) in the case of an airline designated by Belgium:
 - i. if it is not established in the territory of Belgium under the Treaty establishing the European Community or does not have a valid Operating Licence in accordance with European Community law; or
 - ii. effective regulatory control of the airline is not exercised or not maintained by the European Community Member State responsible for issuing its Air Operator's Certificate or the relevant aeronautical authority is not clearly identified in the designation.
 - e) in the case of an airline designated by the Republic of Peru:
 - i. if it is not established in the territory of the Republic of Peru or does not have a valid Operating License in accordance with the law applicable in the Republic of Peru; or
 - ii. the Republic of Peru is not exercising or not maintaining effective regulatory control of the airline.

Unless immediate action is essential to prevent infringement of the laws and regulations referred to above, the rights enumerated in paragraph 1 of this article shall be exercised only after consultations with the aeronautical authorities of the other Contracting Party in conformity with Article 17 of this Agreement.

2.

Application of laws and regulations

- 1. While entering, within, or leaving the territory of one Contracting Party, its laws, regulations and rules relating to the operation and navigation of aircraft shall be complied with by the other Party's airlines.
- 2. While entering, within, or leaving the territory of one Contracting Party, its laws, regulations and rules relating to the admission to or departure from its territory of passengers, crew, cargo and aircraft (including regulations and rules relating to entry, clearance, aviation security, immigration, passports, advance passenger information, customs and quarantine or, in the case of mail, postal regulations) shall be complied with by, or on behalf of, such passengers and crew and in relation to such cargo of the other Contracting Party's airlines.
- 3. Neither Contracting Party shall give preference to its own or any other airline over an airline of the other Contracting Party engaged in similar international air transportation in the application of its entry, clearance, aviation security, immigration, passports, advance passenger information, customs and quarantine, postal and similar regulations.
- 4. Passengers, baggage and cargo in direct transit through the territory of either Contracting Party and not leaving the area of the airport reserved for such purpose shall not undergo any examination except for reasons of aviation security, narcotics control, prevention of illegal entry or in special circumstances. In accordance with the local legislation, baggage and cargo in direct transit are exempt from custom duties. Also, this provision shall not apply if the passenger is in transit to a destination situated in a State, Party to the Convention in pursuance of the Schengen Agreement of 14 June 1985.



Certificates, licenses and safety

- 1. Each Party shall recognize as valid, for the purpose of operating the international air transport provided for in this Agreement, certificates of airworthiness, certificates of competency, and licenses issued or validated by the other Party and still in force, provided that the requirements for such certificates or licenses at least equal the minimum standards that may be established pursuant to the Convention. Each Contracting Party may, however, refuse to recognize as valid for the purpose of flight above its own territory, certificates of competency and licenses granted to or validated for its own nationals by the other Party.
- 2. If the certificate or licenses referred to in paragraph 1 of this article were issued or rendered valid according to requirements different from the standards established under the Convention, and if such difference has been filed with the International Civil Aviation Organisation, the aeronautical authorities of the other Contracting Party may request consultations in accordance with Article 17 of this Agreement with a view to satisfying themselves that the requirements in question are acceptable to them.

Failure to reach a satisfactory agreement in matters regarding flight safety will constitute grounds for the application of Article 5 of this Agreement.

- 3. Each Contracting Party may request consultations at any time concerning the safety standards maintained by the other Contracting Party in areas relating to aeronautical facilities, flight crew, aircraft and the operation of aircraft. Such consultations shall take place within thirty days of that request.
- 4. If, following such consultations, one Contracting Party finds that the other Contracting Party does not effectively maintain and administer safety standards in the areas referred to in paragraph 1 of this Article that meet the Standards established at that time pursuant to the Convention, the other Contracting Party shall be informed of such findings and of the steps considered necessary to conform with the ICAO Standards. The other Contracting Party shall then take appropriate corrective action within an agreed time period. Failure by the other Contracting Party to take appropriate actions within 15 days or such longer period as may be agreed, shall be grounds for the application of Article 5 of this Agreement (revocation, suspension and variation of operating authorizations)
- Onvention it is agreed that any aircraft operated or, under a lease arrangement, on behalf of the airline or airlines of one Contracting Party on services to or from the territory of the other Contracting Party may, while within the territory of the other Contracting Party, be made the subject of an examination by the authorized representatives of the other Contracting Party, on board and around the aircraft to check both the validity of the aircraft documents and those of its crew and the apparent condition of the aircraft and its equipment (in this Article called "ramp inspection"), provided this does not lead to unreasonable delay.

- 6. If any such ramp inspection or series of ramp inspections gives rise to:
 - a) serious concerns that an aircraft or the operation of an aircraft does not comply with the minimum standards established at that time pursuant to the Chicago Convention; or
 - b) serious concerns that there is a lack of effective maintenance and administration of safety standards established at that time pursuant to the Chicago Convention;

the Contracting Party carrying out the inspection shall, for the purposes of Article 33 of the Chicago Convention, be free to conclude that the requirements under which the certificate or licenses in respect of that aircraft or in respect of the crew of that aircraft had been issued or rendered valid or that the requirements under which that aircraft is operated are not equal to or above the minimum standards established pursuant to the Chicago Convention.

- 7. In the event that access for the purpose of undertaking a ramp inspection of an aircraft operated by the airline or airlines of one Contracting Party in accordance with paragraph 5 of this Article is denied by a representative of that airline or airlines, the other Contracting Party shall be free to infer that serious concerns of the type referred to in paragraph 6 of this Article arise and draw the conclusions referred in that paragraph.
- 8. Each Contracting Party reserves the right to suspend or vary the operating authorization of an airline or airlines of the other Contracting Party immediately in the event the first Contracting Party concludes, whether as a result of a ramp inspection, consultation or otherwise, that immediate action is essential to the safety of an airline operation.

Any action by one Contracting Party in accordance with paragraphs 4 or 7 of this Article shall be discontinued once the basis for the taking of that action ceases to exist.

Aviation Security

- 1. The Contracting Parties reaffirm that their obligation to protect, in their mutual relationship, the security of civil aviation against acts of unlawful interference forms an integral part of this Agreement.
- 2. The Contracting Parties shall provide upon request all necessary assistance to each other to prevent acts of unlawful seizure of aircraft and other unlawful acts against the safety of passengers, crew, aircraft, airports and air navigation facilities and any other threat to aviation security.
- 3. The Contracting Parties shall act in conformity with the provisions of the Convention on Offences and Certain Other Acts Committed on Board Aircraft, signed at Tokyo on 14 September 1963, the Convention for the Suppression of Unlawful Seizure of Aircraft, signed at The Hague on 16 December 1970 and the Convention for the Suppression of Acts against the Safety of Civil Aviation, signed at Montreal on 23 September 1971, the Protocol for the Suppression of Unlawful Acts Against the Safety of International Airports and any other multilateral agreement governing civil aviation security binding upon the Contracting Parties.
- 4. The Contracting Parties shall, in their mutual relations, act 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 who have their principal place of business or permanent residence in residence in the territory of the Contracting Parties or, in the case of the Kingdom of Belgium, operators of aircraft which are established in its territory under the Treaty establishing the European Community and have valid Operating Licenses in accordance with European Community Law, and the operators of airports in their territory act in conformity with such aviation security provisions.
- 5. Each Contracting Party agrees to observe the security provisions required by the other Contracting Party for entry into the territory of that other Contracting Party and to take adequate measures to inspect passengers, crew, their carry-on items as well as cargo prior to boarding or loading. Each Contracting Party shall also give positive consideration to any request from the other Contracting Party for special security measures for its aircraft or passengers to meet a particular threat.
- 6. When an incident or threat of an incident of unlawful seizure of aircraft or other unlawful acts against the safety of passengers, crew, aircraft, airports and 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.

Should a Contracting Party depart from the aviation security provisions of this article, the aeronautical authorities of the other Contracting Party may request

immediate consultations with the aeronautical authorities of that Party. Failure to reach a satisfactory agreement within thirty (30) days will constitute grounds for application of Article 5 of this Agreement.



User charges

1. User charges imposed by the competent international charging bodies to the designated airlines of the other Contracting Party shall be fair, reasonable, not unjustly discriminatory and subject to consultation in accordance with the legislation of each Contracting Party.

2.

Charges for the use of airport and air navigation facilities and services offered by one Contracting Party to the designated airline(s) of the other Contracting Party shall not be higher than those which have to be paid by national aircraft operating on scheduled international services.



Ground handling provisions

Subject to the laws and regulations of each Contracting Party including, in the case of the Kingdom of Belgium, European Community law, each designated airline shall have in the territory of the other Contracting Party the right to perform its own ground handling ("self-handling") or, at its option, the right to select among competing suppliers that provide for ground handling services in whole or in part.

Where such laws and regulations limit or preclude self-handling and where is no effective competition between suppliers that provide ground handling services, each designated airline shall be treated on a non-discriminatory basis as regards their access to self/handling and ground handling services provided by a supplier or suppliers.

Exemptions

- 1. Aircraft engaged on agreed services by the designated airline of either Contracting Party shall be exempt from all duties subjected to customs regulations of such Party when flying into, from, or over the Territory of the other Contracting Party.
- 2. With regard to fuel, lubricants, the other consumable technical material, spare parts, regular equipment, and stores kept on board the aircraft of the designated airlines, they shall be exempt, upon their arrival into, departure from, or flight over the Territory of the other Contracting Party, from customs duties, inspection fees and other levies or similar taxes, provided that such equipment and stores remain on board the aircraft up to the time the aircraft leaves the territory.
- The material to be used in aeronautical repair or maintenance, equipment for enplaning and/or deplaning passengers, cargo handling, and any other materials as required for the operation of aircraft engaged in international air transportation that enter in the Territory of the Contracting Party, shall be exempt from customs duties and any other levies, provided that these materials are not entered into the country and remain under customs supervision, within restraining areas specified in international airports or arranged places of the other Contracting Party and under customs control, awaiting their utilization, both in aircraft and in the technical services on ground.
- 4. Goods as mentioned in paragraphs 2 and 3 of this Article shall not be utilized for uses other than flight services, and shall be re-exported in the event they are not utilized, unless their nationalization or dispatch for use is allowed, with previous payment of appropriate taxes, in accordance with current laws, regulations and management procedures in the Territory of the concerned Contracting Party. While using or destinating such goods, they shall remain under customs custody.
- 5. The exemptions provided by this Article may be subjected to certain current procedures, conditions and formalities in the Territory of the Contracting Party concerned.
- 6. The exemptions provided for by this Article shall also be available where the designated airlines of one Contracting Party have contracted with another airline, which similarly enjoys such exemptions from the other Contracting Party, for the loan of transfer in the territory of the other Contracting Party of the items specified in paragraph 2 of this Article.

Capacity

- 1. The designated airlines of each Contracting Party shall enjoy fair and equal opportunities to operate the agreed services in accordance with this Agreement.
- 2. In the operation of the agreed services, the capacity which may be provided by the designated airlines of each Contracting Party shall be such as is decided between the aeronautical authorities of the Contracting Parties before the commencement of such services by the airlines concerned and from time to time thereafter.
- 3. The designated airlines shall, not later than 30 days prior to the date of operation of any agreed service, submit for approval the proposed flight programs to the aeronautical authorities of both Contracting Parties. Said flight programs shall include i.a. the type of service, the aircraft to be used, the frequencies and the flight schedules.

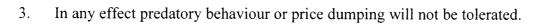
This shall likewise apply to later changes.

In special cases this time limit may be reduced, subject to the consent of the said authorities



Tariffs

- 1. The Contracting Parties shall allow that a tariff on one of the routes as specified in the annex shall be freely established by each of the designated airlines.
- 2. The tariffs for carriage on agreed services shall be established at reasonable levels, due regard being paid to all relevant factors.





Staff Requirements

- 1. The designated airlines of one Contracting Party shall be allowed on the basis of reciprocity, to maintain in the territory of the other Contracting Party their representatives and commercial, operational and technical staffs as required in connection with the operation of the agreed services.
- 2. These staff requirements may, at the option of the designated airlines, be satisfied by their own personnel of any nationality or by using the services of any other organization, company or airline operating in the territory of the other Contracting Party and authorized to perform such services in the territory of that Contracting Party.
- 3. The representatives and staff shall be subject to the laws and regulations in force of the other Contracting Party. Consistent with such law and regulations, each 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 this article.
- 4. To the extent permitted under national law, both Contracting Parties shall dispense with the requirement of work permits or employment visas or other similar documents for personnel performing certain temporary services and duties.

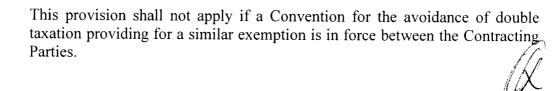
Sales and revenues

1. Each designated airline shall be granted the right to engage in the sale of air transportation in the territory of the other Contracting Party directly and, at its discretion, through its agents.

Each designated airline shall have the right to sell transportation in the currency of that territory or, at its discretion, in freely convertible currencies of other countries.

Any person shall be free to purchase such transportation in currencies accepted for sale by that airline.

- 2. Each Contracting Party grants to the designated airlines of the other Contracting Party the right of free transfer of the excess of receipts over expenditures earned by the designated airline in its territory. Such transfers shall be effected on the basis of the official exchange rates for current payments, or where there are no official exchange rates, at the prevailing foreign exchange market rates for current payments, applicable on the day of the introduction of the request for transfer by the airlines designated by the other Contracting Party and shall not be subject to any charges except normal service charges collected by banks for such transactions.
- 3. Each Contracting Party shall, on the basis of reciprocity, exempt the designated airlines of the other Contracting Party from any form of taxation on income or profits derived by those airlines in the territory of the first Contracting Party from the operation of international air services, as well as from any tax on turnover or capital.





Exchange of information

- 1. The aeronautical authorities of both Contracting Parties shall exchange information, as promptly as possible, concerning the current authorizations extended to their respective designated airlines to render service through, and from the territory of the other Contracting Party. This will include copies of current certificates and authorizations for services on specified routes, together with amendments, exemptions orders and authorized service patterns.
- 2. 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 tariffs, schedules, including any modification thereof, and all other relevant information concerning the operation of the agreed services including information about the capacity provided on each of the specified routes and any further 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.
- 3. Each Contracting Party shall cause its designated airlines to provide to the aeronautical authorities of the other Contracting Party statistics relating to the traffic carried on the agreed services.

Consultations

- 1. The aeronautical authorities of the Contracting Parties shall consult each other from time to time with a view to ensuring close co-operation in all matters affecting the implementation of, and satisfactory compliance with, the provisions of this Agreement and of its Annex.
- 2. Such consultations shall begin within a period of sixty (60) days of the date of receipt of such a request, unless otherwise agreed by the Contracting Parties.

Settlement of disputes

- 1. If any dispute arises between the Contracting Parties relating to the interpretation or application of this Agreement, the Contracting Parties shall in the first place endeavour to settle it by negotiation.
- 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, or either Contracting Party may submit the dispute for decision to a Tribunal of three arbitrators.
- 3. The arbitral tribunal shall be constituted as follows:

5.

Each of the Contracting Parties shall nominate an arbitrator within a period of sixty (60) days from the date of receipt, by one Contracting Party, through diplomatic channels, of a request for arbitration from the other Contracting Party. These two arbitrators shall by agreement appoint a third arbitrator within a further period of sixty (60) days.

The third arbitrator shall be a national of a third State, shall act as President of the Tribunal and shall determine the place where arbitration will be held.

If either of the Contracting Parties fails to nominate an arbitrator within the period specified, or if the third arbitrator is not appointed within the period specified, the President of the Council of the International Civil aviation Organization may be requested by either Contracting Party to appoint an arbitrator or arbitrators as the case requires.

4. The Contracting Parties undertake to comply with any decision or award given under paragraphs 2 and 3 of this article.

If either Contracting Party fails to comply with such decision, the other Contracting Party shall have grounds for the application of article 5 of this Agreement

The expenses of the arbitral tribunal shall be shared equally between the Contracting Parties.

Modifications

- 1. If either of the Contracting Parties considers it desirable to modify any provision of this Agreement, it may request consultations with the other Contracting Party. Such consultations, which may be between aeronautical authorities and which may be through discussion or by correspondence, shall begin within a period of sixty (60) days from the date of the request.
- 2. If a general multilateral air convention comes into force in respect of both Contracting Parties, the provisions of such convention shall prevail. Consultations in accordance with paragraph 1 of this article may be held with a view to determining the extent to which this Agreement is affected by the provisions of the multilateral convention.
- 3. Any modification agreed pursuant to such consultations shall come into force when it has been confirmed by an exchange of diplomatic notes.
- The Contracting Parties agree that the Route Schedule in the Annex can be modified after agreement between the Aeronautical Authorities through and administrative arrangement.

Termination

- 1. This Agreement will have an undefined duration. Either Contracting Party may at any time give notice in writing through diplomatic channels to the other Contracting Party of its decision to terminate this Agreement.
 - Such notice shall be communicated simultaneously to the International Civil Aviation Organization.
- 2. The Agreement shall terminate one (1) year after the date of receipt of the notice by the other Contracting Party, unless the notice to terminate is withdrawn by mutual consent before the expiry of this period.

In the absence of acknowledgement of receipt by the other Contracting Party, the notice shall be deemed to have been received fourteen (14) days after the receipt of the notice by the International Civil Aviation Organization.

Registration

This Agreement and any amendment thereto shall be registered with the International Civil Aviation Organisation.

 \mathcal{A}

٠

Entry in force

Each of the Contracting Parties shall notify the other Contracting Party through the diplomatic channel of the completion of its constitutional formalities required to bring this Agreement into effect.

The Agreement shall come into force on the first day of the month following the date of the last notification.

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

DONE in duplicate at language.

on this

day of

in the English

FOR THE GOVERNMENT OF THE THE REPUBLIC OF PERU

FOR THE GOVERNMENT OF THE KINGDOM OF BELGIUM

LGIUM

ANNEX 1

SCHEDULE OF ROUTES

1. Routes of the Republic of Peru

Points of departure	Intermediate points	Points in Belgium	Points beyond
Points in Peru	Any points	Points in Belgium	Any points

2. Routes of the Kingdom of Belgium

Points of Departure	Intermediate points	Points in Peru	Points beyond
Points in Belgium	Any points	Points in Peru	Any points

Any point or points on the agreed routes may be omitted by the designated airlines of both Parties or may be operated in a different order on any or all flights, provided that the point of departure or arrival is in the country of their nationality.

ANNEX 2

Change of gauge and code share

- 1. For any segment, or segments of the respective routes a designated airline may during any one continuous flight, change type or aircraft at any point of the route.
- 2. In operating the agreed air services on the routes specified in the Annex, each designated airline may enter into code-share arrangements with an airline of any nationality provided the latter airline holds the appropriate route and traffic rights

