Attachment 3

PROTOCOL

TO AMEND THE AIR SERVICES AGREEMENT

BETWEEN

NEW ZEALAND AND

THE KINGDOM OF SWEDEN

SIGNED AT WELLINGTON ON 7 FEBRUARY 2001

The Government of New Zealand and the Government of the Kingdom of Sweden;

desiring to amend the *Air Services Agreement between New Zealand and the Kingdom of Sweden,* signed at Wellington on 7 February 2001;

have agreed as follows:

Article I

Article 1 of the *Air Services Agreement between New Zealand and the Kingdom of Sweden*, signed at Wellington on 7 February 2001 (the Agreement) shall be amended to add the following definition:

Article 1 Definitions

(i) "EEA Member States", means Member States of the European Community and the Member States of the European Free Trade Association that are also Contracting Parties to the Agreement on the European Economic Area.

Article II

Articles 3 and 4 of the Agreement shall be amended to read as follows:

Article 3 Designation and Authorisation

- 1. Each Contracting Party shall have the right to designate in writing through diplomatic channels to the other Contracting Party one or more airlines for the purpose of operating air services on the routes specified in the Annex and to withdraw or alter such designations.
- 2. On receipt of such a designation from the Kingdom of Sweden, New Zealand shall grant the appropriate authorisation and permissions with minimum procedural delay, provided that:
- (a) the airline is established in the territory of the Kingdom of Sweden under the EU Treaties or under the Agreement on the European Economic Area, and has a valid Operating Licence in accordance with European Union law or in accordance with national law adopted under the Agreement on the European Economic Area; and
- (b) effective regulatory control of the airline is exercised and maintained by the European Union Member State or the EEA EFTA State responsible for issuing its Air Operator's Certificate and the relevant aeronautical authority is clearly identified in the designation; and

- (c) the airline has its principal place of business in the territory of the European Union or EEA Member State from which it has received the valid Operating Licence; and
- (d) the airline is owned directly or through majority ownership and is effectively controlled by European Union or EEA Member States or by Switzerland and/or nationals of such States.
- 3. On receipt of such a designation from New Zealand, the Kingdom of Sweden shall grant the appropriate authorisation and permissions with minimum procedural delay, provided that:
- (a) New Zealand has and maintains effective regulatory control of the airline; and
- (b) the airline has its principal place of business in New Zealand.
- 4. When an airline has been so designated and authorised, it may begin to operate air services on the routes specified in the Annex provided that the airline complies with all applicable provisions of this Agreement.

Article 4

Revocation and Limitation of Authorisation

- 1. New Zealand may refuse, revoke, suspend or limit the authorisation or permissions of an airline designated by the Kingdom of Sweden where:
- (a) the airline is not established in the territory of Sweden under the EU Treaties or in accordance with the Agreement on the European Economic Area, or does not have a valid Operating Licence in accordance with European Union law or in accordance with national law adopted in accordance with the Agreement on the European Economic Area; or
- (b) effective regulatory control of the airline is not exercised or not maintained by the European Union Member State or the EEA EFTA State responsible for issuing its Air Operator's Certificate, or the relevant aeronautical authority is not clearly identified in the designation; or
- (c) the airline does not have its principal place of business in the territory of the EEA Member State from which it has received its Operating Licence; or

- (d) the airline is not owned and effectively controlled directly or through majority ownership by EEA Member States or by Switzerland and/or nationals of such states; or
- (e) the airline is already authorised to operate under a bilateral agreement between New Zealand and another EEA Member State and New Zealand can demonstrate that, by exercising traffic rights under this Agreement on a route that includes a point in that other EEA Member State, it would be circumventing restrictions on the traffic rights imposed by that other agreement; or
- (f) the airline designated holds an Air Operator's Certificate issued by an EEA Member State and there is no bilateral air services agreement between New Zealand and that EEA Member State, and that EEA Member State has denied traffic rights to the airline designated by New Zealand;

In exercising its rights under this paragraph, and without prejudice to its rights under paragraph 1 (e) and (f) of this Article, New Zealand shall not discriminate between airlines of EEA Member States on the grounds of nationality.

- 2. The Kingdom of Sweden may refuse, revoke, suspend or limit the authorisation or permissions of an airline designated by New Zealand where:
- (a) New Zealand is not maintaining effective regulatory control of the airline; or
- (b) the airline does not have its principal place of business in New Zealand.

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Article III

Article 5 of the Agreement shall be amended to add a new paragraph 5. The new paragraph 5 will

read as follows:

Article 5

Customs Duties

5. Notwithstanding any other provision to the contrary, nothing in this Agreement shall prevent

the Kingdom of Sweden or New Zealand from imposing, on a non-discriminatory basis, taxes, levies,

duties, fees or charges on fuel supplied in their respective territories for use in an aircraft of a

designated airline of an EEA Member State or New Zealand that operates between two points

within the area of the EEA or within the territory of New Zealand.

Article IV

Article 13 of the Agreement shall be amended to add the following paragraph:

Article 13

Aviation Safety

8. Where the Kingdom of Sweden (the first EEA Member State) has designated an airline

whose regulatory control is exercised and maintained by a second EEA Member State, the

rights of New Zealand under the safety provisions of the agreement between the first EEA

Member State that has designated the airline and New Zealand shall apply equally in

respect of the adoption, exercise or maintenance of safety standards by that second EEA

Member State and in respect of the operating authorisation of that airline.

Article V

This Protocol shall enter into force on the date when both Parties have notified each other of the

completion of their internal procedures.

Done at

on

For the Government of New Zealand

For the Government of the Kingdom of Sweden

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TO AMEND THE AIR SERVICES AGREEMENT

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AND

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- 2. On receipt of such a designation from the Kingdom of Sweden, New Zealand shall grant the appropriate authorisation and permissions with minimum procedural delay, provided that:
 - (a) the airline is established in the territory of the Kingdom of Sweden under the EU Treaties or under the Agreement on the European Economic Area, and has a valid Operating Licence in accordance with European Union law or in accordance with national law adopted under the Agreement on the European Economic Area; and
 - (b) effective regulatory control of the airline is exercised and maintained by the European Union Member State or the EEA EFTA State responsible for issuing its Air Operator's Certificate and the relevant aeronautical authority is clearly identified in the designation; and

- (c) the airline has its principal place of business in the territory of the European Union or EEA Member State from which it has received the valid Operating Licence; and
- (d) the airline is owned directly or through majority ownership and is effectively controlled by European Union or EEA Member States or by Switzerland and/or nationals of such States.
- 3. On receipt of such a designation from New Zealand, the Kingdom of Sweden shall grant the appropriate authorisation and permissions with minimum procedural delay, provided that:
 - (a) New Zealand has and maintains effective regulatory control of the airline; and
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- 4. When an airline has been so designated and authorised, it may begin to operate air services on the routes specified in the Annex provided that the airline complies with all applicable provisions of this Agreement.

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- 1. New Zealand may refuse, revoke, suspend or limit the authorisation or permissions of an airline designated by the Kingdom of Sweden where:
 - (a) the airline is not established in the territory of Sweden under the EU Treaties or in accordance with the Agreement on the European Economic Area, or does not have a valid Operating Licence in accordance with European Union law or in accordance with national law adopted in accordance with the Agreement on the European Economic Area; or
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- (e) the airline is already authorised to operate under a bilateral agreement between New Zealand and another EEA Member State and New Zealand can demonstrate that, by exercising traffic rights under this Agreement on a route that includes a point in that other EEA Member State, it would be circumventing restrictions on the traffic rights imposed by that other agreement; or
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Article III

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Article 5 Customs Duties

5. Notwithstanding any other provision to the contrary, nothing in this Agreement shall prevent the Kingdom of Sweden or New Zealand from imposing, on a non-discriminatory basis, taxes, levies, duties, fees or charges on fuel supplied in their respective territories for use in an aircraft of a designated airline of an EEA Member State or New Zealand that operates between two points within the area of the EEA or within the territory of New Zealand.

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Article 13 of the Agreement shall be amended to add the following paragraph:

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8. Where the Kingdom of Sweden (the first EEA Member State) has designated an airline whose regulatory control is exercised and maintained by a second EEA Member State, the rights of New Zealand under the safety provisions of the agreement between the first EEA Member State that has designated the airline and New Zealand shall apply equally in respect of the adoption, exercise or maintenance of safety standards by that second EEA Member State and in respect of the operating authorisation of that airline.

Article V

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Done at on

For the Government of the Kingdom of Sweden

For the Government of New Zealand