

## Memorandum of Understanding

Delegations representing the Government of the Oriental Republic of Uruguay and the Government of New Zealand met in Jeddah, Saudi Arabia on 9-10 December 2012, for consultations for the purpose of negotiating an Air Services Agreement and related arrangements which would be applicable in respect of the operations of air transportation between and beyond their respective countries.

Discussions were held in a very friendly atmosphere. The composition of the two Delegations is attached as "Attachment A" and "Attachment B" respectively.

The following understandings were reached between the two sides:

### 1. Air Services Agreement Text

- a) The delegations negotiated and initialed the text of an Air Services Agreement (the "ASA") which is attached as "Attachment C".
- b) Both delegations undertook to recommend to their respective Governments the formal signing of the initialed ASA. Pending the completion of the national requirements necessary to formalize this Agreement, it was agreed that initialed Air Services Agreement shall have interim effect from the date hereof. The Delegations undertook to inform each other in writing, through diplomatic channels, when the national requirements to bring the initialed Air Services Agreement in force have been satisfied.

### 2. Principles Governing Operations of Agreed Services

With regard to Article 3 (Principles Governing Operation of Agreed Services) of the initialed Agreement, both delegations confirmed that there will be no restriction whatsoever on the routes, capacity, the number of frequencies and types of aircraft, whether owned or leased, to be operated by the Designated Airline(s) of each Contracting Party in passenger and/or cargo services, separately or in combination, as per the Route Schedule annexed to the ASA.

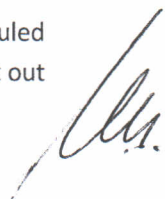
### 3. Capacity and Traffic Rights

The designated airlines of each Contracting Party will be entitled to perform passenger, cargo and/or mail services, separately or in combination, across, to, from or within the territory of the other Contracting Party, without limitation as to route, capacity, frequency or aircraft type.

The designated airlines of each Contracting Party shall be entitled to operate using all nine freedoms of the air on all services and combinations of services.

### 4. Non-Scheduled Operations

It was the understanding of both sides that they would allow unrestricted non-scheduled passenger and/or all-cargo services, separately or in combination, to the same extent as set out in Paragraph 3 and 4 above.



## 5. Entry into Force

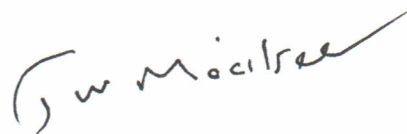
The delegations undertook to implement the provisions of the ASA provisionally pending its formal signature and entry into force in accordance with Article 23 (Entry into Force) of the ASA.

This Memorandum of Understanding will come into effect once the two delegations have informed each other that any necessary internal procedures have been completed.

Signed in Jeddah on the 10<sup>th</sup> day of December, 2012.



For the Government of the  
Oriental Republic of Uruguay



For the Government of New Zealand