MEMORANDUM OF UNDERSTANDING
BETWEEN
THE AERONAUTICAL AUTHORITIES OF
THE REPUBLIC OF THE PHILIPPINES
AND
THE REPUBLIC OF CHILE

Delegations representing the aeronautical authorities of the Governments of the Republic of the Philippines and the Republic of Chile met in Santiago, Chile, on 17-18 June 2019, to discuss air services between the two countries.

A list of the members of the two Delegations is attached hereto as Annex A.

The discussions were held in a friendly and cordial atmosphere, and the following understanding were reached:

1. TEXT OF THE BILATERAL AIR SERVICES AGREEMENT

The Delegations have reached a mutual understanding in respect of several provisions of an Air Services Agreement ("Draft Agreement"). The text of the Draft Agreement, including the proposals of each Party on the provisions where an agreement was not reached, is attached hereto as Annex B.

Both Delegations agreed to resume discussions using the Draft Agreement as a starting point, at a mutually convenient time.

2. CODESHARE

Any air carrier of each Party may, subject to applicable laws and regulations governing competition, enter into code-sharing arrangements with any other air carrier of either Party or air carriers of a third country, provided that:

(a) each flight forming part of a service to which the arrangements apply is operated by an air carrier entitled to operate that flight;
(b) each air carrier is duly authorized to perform the flights by the competent authorities;
(c) in respect of each ticket sold, the purchaser is informed at the point of sale which air carrier will operate each sector of the service;

(d) air carriers of both Parties may sell flights, as marketing carriers, for passengers and cargo, between both territories, with third and fourth freedom traffic rights only; and

(e) the air carriers will be entitled to transfer traffic only on points located in Australia, New Zealand and one more point in the South Pacific, not including any point in the territory of the United States of America.

3. ENTRY INTO FORCE

This Memorandum of Understanding shall enter into force on the date of the last exchange of notes whereby one of the Parties communicates to the other Party, through diplomatic channels, that all necessary internal procedures have been complied with.

Signed at Santiago, Chile, on 18th of June, 2019.

Igor G. Bailen
Executive Director
Department of Foreign Affairs
Republic of the Philippines

David Dueñas
Acting Secretary General
Civil Aeronautics Board
Republic of Chile

Annex A

List of Delegations

Delegation of the Philippines

Philippine Air Panel:

Executive Director Igor G. Bailen
Chairman of the Air Panel
Department of Foreign Affairs

Undersecretary Jacinto V. Paras
Department of Labor & Employment

Undersecretary Rowel S. Barba
Department of Trade and Industry

Executive Director Carmelo L. Arcilla
Civil Aeronautics Board

Director Joan Karen A. Riola
Department of Trade and Industry

Atty. Melissa Anne M. Telan
Acting Director, Department of Foreign Affairs

Atty. Eldric Paul A. Peredo
Civil Aeronautics Board

Atty. Frank Edward Marty
Civil Aviation Authority of the Philippines

Philippine Embassy in Chile:

Ambassador Ma. Teresita C. Daza
Philippine Embassy in Santiago

First Secretary and Consul Dennis John C. Briones
Philippine Embassy in Santiago

Observers:

Ms. Ma. Socorro R. Gonzaga
Philippine Airlines

Atty. Enrique Antonio J. Esquivel, III
Philippine Airlines