TITLE XI

FINAL PROVISIONS

Article 92. The President of the Republic shall enact the necessary regulations for the application of the provisions of the present decree-law.

Transitional Article

Article 93. The contracts in force at this time until their termination shall be adjusted to the provisions of this Law insofar as they are not in conflict with its provisions.

CIVIL AERONAUTICS BOARD RESOLUTION No. 902

August 17, 1961.

Pursuant to the provisions of Decree With Force of Law.

No. 241, of 1960, Article 6; and, Whereas:

1. The Board has considered it necessary to adopt a revision of its international air transport policies and formulate the principles by which such policies should be guided in the present stage of development of said means of transport, while such conditions continue;

2. On one hand, the geographic position of Chile at the extreme end of the American continent with a capital situated on the margin of the present continental trunk routes, thus not constituting an obligatory stop-over on such routes, and other reasons of general interest, make necessary the adoption and measures creating an attraction for foreign airlines:

3. On the other hand, the necessity of having its own means of air transport and the existence of the "Linea Aérea Nacional", an entity of proven prestige and experience in these activities, make advisable the adoption of protective measures for the Chilean (air) enterprises;

4. The national interest will be protected by the formulation of a just and reasonable equation which would obtain for the country a better linking with the outside world, especially assuring that Chile will continue to be included in the trunk routes and, at the same time, affording to the Chilean enterprises designated by our Government the protection compatible with the foregoing principle;

5. In the judgment of the Board, such a just equation will be achieved, for the present and for so long as the constantly changing circumstances of commercial aviation do not otherwise indicate, with

the adoption of the following measures:

a) The reservation of an important part of the regional traffic with neighboring countries for the national enterprises of both parties and, consequently, the limitation of the right to participate in said regional traffic by the companies of third countries, by assigning to them together with a quota equal to the quotas assigned to the regional enterprises of each country;

b) Limited authority of the right to overfly the national territory without touching down in it to those companies also serving it, establishing a relationship between the number of overflights

and the touchdowns in Santiago.

c) An opportunity to compete not only between regional carriers but also with those of third countries, authorizing to these