

Article 114. Mortgaged aircraft in the country may not be transferred abroad without the express consent of the creditor, who must give it in the form of a public written document, or a certified private document in the office of the Director.

Article 115. Without the express consent of the mortgage creditor, no changes may be made in the construction or propulsion characteristics of the aircraft.

Article 116. Aeronautical liens are extinguished for the same reasons as ordinary pledges, and particularly by judicial sales, total loss or destruction of the aircraft.

PART V. DEVELOPMENT OF AIR NAVIGATION

CHAPTER I. AVIATION SCHOOLS

Article 117. In order to establish an Aviation School it shall be necessary for the interested party to be duly registered and to submit himself to the pertinent stipulations of the respective regulation.

Article 118. Aviation schools may make flights other than within the field of their activities, but when doing so they must observe the provisions of the regulations and rules of the Board with respect to non-scheduled airlines and, on this matter, they shall be subject to the liabilities defined in this law.

Article 119. When accidents and damages occur caused by operation of instruction flights, the general provisions of the law on tort and criminal liability shall govern whenever there is a judicial declaration to the effect that there is intent or negligence in the violation of this law and the regulations issued thereunder on the part of the enterprise, person, or entity, or of employees thereof.

CHAPTER II. EXEMPTIONS

Article 120. The Executive Power is authorized to decree exemptions in favor of companies and persons lawfully operating in any field of civil aviation from payment of all importation duties, except docking fees, with relation to all equipment, materials and other articles necessary for their service, which are not produced in the country. Such exemption is deemed in the public interest in promoting facilities in air transport services.

Article 121. The articles which these companies or persons import free of duty may not be resold or transferred to persons who do not enjoy the same exemption, even when they have been used, unless the latter pay the duties for which exemption was granted, in agreement with the Ministry of Economy.

Article 122. Civil aviation companies not devoted to public transportation may, in exchange for exemptions, render transport or inspection services to the Government upon request for assistance needed in cases of catastrophe, floods, pestilence, or other serious emergencies.

PART VI. CRIMES, PENALTIES, AND PROCEDURE

CHAPTER I. CRIMES AND VIOLATIONS

Article 123. It is absolutely prohibited:

- a) To fly a civil aircraft without a certificate of airworthiness or in violation of the terms of a certificate;