



**Order 97-6-5**

**Served: June 10, 1997**

**UNITED STATES OF AMERICA  
DEPARTMENT OF TRANSPORTATION  
OFFICE OF THE SECRETARY  
WASHINGTON, D.C.**

Issued by the Department of Transportation on the 4<sup>th</sup> day of June, 1997

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Applications of

**VARIOUS FOREIGN AIR CARRIERS**

for exemptions or authorities under 49 U.S.C.  
section 40109 and the orders and regulations  
of the Department of Transportation

**Dockets OST-97-244  
OST-96-1257  
OST-96-1195  
OST-96-1187  
OST-95-243  
OST-95-135  
50369**

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**ORDER**

The foreign air carriers referenced in the attached Notices of Action Taken have applied for various forms of authority or relief from Title 49 of the U.S. Code or regulations or orders of the Department in order to perform the air transportation activities shown in the attached Notices of Action Taken. Except as noted, no answers were filed to these requests. Because of the imminence of these operations, we approved them by telephone, subject to adherence, by each applicant, to the conditions set forth in its foreign air carrier permit, and/or conditions attached.

We carefully considered the information set forth in each application described in the attached Notices of Action Taken, and we found that each of the proposed operations was consistent with the public interest and was consistent with an applicable bilateral aviation agreement and/or our aviation relationship with the applicant's homeland, that each applicant was qualified to perform its proposed operations, and that each application should be approved.

For applicant carriers seeking initial operating authority, we determined, based on the record in those proceedings, that those carriers were financially and operationally qualified to conduct the services they proposed, and, unless otherwise noted, that they were substantially owned and effectively controlled by citizens of their respective homelands.

Under authority assigned by the Department in its Regulations, 14 CFR Part 385, we found that for each operation (1) immediate action was required and was consistent with Department policy; (2) grant of the exemption or authority was consistent with the public interest; and (3) grant of this authority would not constitute a major regulatory action under the Energy Policy and Conservation Act of 1975.

**ACCORDINGLY,**

1. We confirm the actions described in the attached Notices of Action Taken, which granted the referenced foreign air carriers (1) exemptions from the provisions of sections 41301, and where necessary 41504, and/or other sections of Title 49 of the U.S. Code; and/or (2) relief or authorizations provided for under regulations or orders of the Department, to the applicants to perform the operations described in the attached Notices of Action Taken;
2. In the conduct of the service, each applicant was to adhere to the conditions set forth in Appendix A, and to any other conditions as noted in the attached Notices of Action Taken;
3. To the extent not granted, or explicitly deferred as noted in the attached Notices of Action Taken, these applications are denied; and
4. We may amend, modify, or revoke this order at any time without hearing.

Persons entitled to petition the Department for review of this order under the Department's Regulations, 14 CFR 385.50, may file their petitions within ten (10) days after the date of service of this order. The filing of a petition for review of a particular action shall affect this order only as it concerns that action.

These actions were effective when taken, and the filing of a petition for review will not alter their effectiveness.

By:

**PAUL L. GRETCH**  
Director  
Office of International Aviation

(SEAL)

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**CONDITIONS OF AUTHOR|APPENDIX A**

In the conduct of the operations authorized, the holder shall:

- (1) Not conduct any operations unless it holds a currently effective authorization from its homeland for such operations, and it has filed a copy of such authorization with the Department;
- (2) Comply with all applicable requirements of the Federal Aviation Administration, including, but not limited to, 14 CFR Parts 129, 91, and 36;

(3) Comply with the requirements for minimum insurance coverage contained in 14 CFR Part 205, and, prior to the commencement of any operations under this authority, file evidence of such coverage, in the form of a completed OST Form 6411, with the Federal Aviation Administration's Program Management Branch (AFS-260), Flight Standards Service (any changes to, or termination of, insurance also shall be filed with that office);

(4) Not operate aircraft under this authority unless it complies with operational safety requirements at least equivalent to Annex 6 of the Chicago Convention;

(5) Conform to the airworthiness and airman competency requirements of its Government for international air services;

(6) Comply with the requirements of 14 CFR Part 203, concerning waiver of Warsaw Convention liability limits and defenses;

(7) Agree that operations under this authority constitute a waiver of sovereign immunity, for the purposes of 28 U.S.C. 1605(a), but only with respect to those actions or proceedings instituted against it in any court or other tribunal in the United States that are:

(a) based on its operations in international air transportation that, according to the contract of carriage, include a point in the United States as a point of origin, point of destination, or agreed stopping place, or for which the contract of carriage was purchased in the United States; or

(b) based on a claim under any international agreement or treaty cognizable in any court or other tribunal of the United States.

In this condition, the term "international air transportation" means "international transportation" as defined by the Warsaw Convention, except that all States shall be considered to be High Contracting Parties for the purpose of this definition;

(8) Except as specifically authorized by the Department, originate or terminate all flights to/from the United States in its homeland;

(9) Comply with the requirements of 14 CFR Part 217, concerning the reporting of scheduled, nonscheduled, and charter data;

(10) If charter operations are authorized, comply with the Department's rules governing charters (including 14 CFR Parts 212 and 380); and

(11) Comply with such other reasonable terms, conditions, and limitations required by the public interest as may be prescribed by the Department, with all applicable orders or regulations of other U.S. agencies and courts, and with all applicable laws of the United States.

This authority shall not be effective during any period when the holder is not in compliance with the conditions imposed above. Moreover, this authority cannot be sold or otherwise transferred without explicit Department approval under Title 49 of the U.S. Code (formerly the Federal Aviation Act of 1958, as amended).

(41301/40109) 12/96

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Subject: ACTION: Order confirming staff actions on  
various Docketed applications

Date:

From: Paul L. Gretch, Director  
Office of International Aviation, X-40

Reply to  
Attn. of:

To: Paulette V. Twine, Chief  
Documentary Services/TASC, SVC-121.30

Please issue the attached order confirming actions taken under assigned authority.

Attachment



**DOCKET OST-97-2446**

This serves as interim notice to the public of the action described below, taken orally by the Department official indicated; the confirming order or other decisional document will be issued as soon as possible.

Applicant: **AERO CALIFORNIA, S.A. de C.V.**

Date filed: **May 5, 1997, as supplemented May 28, 1997**

Relief requested: Exemption from 49 USC section 41301 to permit the applicant to conduct scheduled, combination service between: 1) Torreon, Mexico, and Los Angeles, California; 2) Mazatlan, Mexico, and San Francisco, California; 3) Puerto Vallarta, Mexico, and San Francisco, California; 4) Chihuahua, Mexico, and Dallas/Fort Worth, Texas; and 5) Aguascalientes, Mexico, and Dallas/Fort Worth, Texas.

If renewal, date of last action(s): New authority.

Applicant representative(s): David H. Coburn, 202-429-8063

Responsive pleadings: None.

### DISPOSITION

Action: Approved. Action date: May 28, 1997

Effective date of authority granted: May 28, 1997, through May 28, 1998.

Basis for approval: United States-Mexico Air Transport Services Agreement of August 15, 1960, as amended and extended.

Except to the extent exempted/waived, this authority is subject to the terms, conditions, and limitations indicated:

Standard exemption conditions  
 Foreign air carrier permit conditions

Special conditions/Partial grant/Denial basis/Remarks:

Action taken by:

Paul L. Gretch, Director  
Office of International Aviation  
under assigned authority (14 CFR 385)

(Petitions for review may be filed from now until 10 days after the service date of the confirming order/letter. Filing of a petition shall not stay the effectiveness of this action.)



## DOCKET OST-96-1257

This serves as interim notice to the public of the action described below, taken orally by the Department official indicated; the confirming order or other decisional document will be issued as soon as possible.

Applicant: **SERVICIOS AEREOS INTERESTATALES, S.A. de C.V.** Date Filed: **April 29, 1997**

Relief requested: Exemption from 49 USC section 41301 to permit the applicant to continue to conduct passenger charter operations between Mexico and the United States, and other passenger charters operations in accordance with 14 CFR Part 212, using small equipment.

If renewal, date of last action(s): April 30, 1996 (Confirmed by Order 96-6-20.)

Applicant representative(s): Lee A. Bauer, 202-822-9070

Responsive pleadings: None.

## DISPOSITION

Action: Approved. Action date: May 15, 1997

Effective date of authority granted: May 15, 1997, through May 15, 1998

Basis for approval: United States-Mexico Air Transport Services Agreement of August 15, 1960, as amended and extended (Agreement).

Except to the extent exempted/waived, this authority is subject to the terms, conditions, and limitations of Appendix A.

Special conditions/Partial grant/Denial basis/Remarks: We find that the carrier is operationally and financially qualified to conduct the operations it proposes and that it is substantially owned and effectively controlled by citizens of Mexico. In the conduct of these operations, the carrier must adhere to all applicable provisions of the U.S.-Mexico Agreement. In the conduct of these operations, the carrier may only use aircraft capable of carrying no more than 60 passengers and having a maximum payload capacity of no more than 18,000 pounds (small equipment). The above grant includes authority to operate Third and Fourth Freedom charter operations. While we have subjected Mexican carriers conducting charters with large aircraft to prior approval of their Third and Fourth Freedom charters, consistent with the provisions of the Agreement, (see Order 92-2-7 at 5), we determined that a Third/Fourth Freedom prior approval requirement was not necessary on public interest grounds in the case of this carrier, since it will be conducting these operations solely with small aircraft. (Other charter operations to/from the United States under this authority, however, are subject to prior approval under 14 CFR Part 212.) Further, we are continuing to allow Mexican carriers conducting passenger charters using small equipment to make stopovers in the United States in the conduct of such operations.

Action taken by:

Paul L. Gretch, Director

Office of International Aviation  
under assigned authority (14 CFR 385).

(Petitions for review may be filed from now until 10 days after the service date of the confirming order/letter. Filing of a petition shall not stay the effectiveness of this action.)



**DOCKET OST-96-1195**

This serves as interim notice to the public of the action described below, taken orally by the Department official indicated; the confirming order or other decisional document will be issued as soon as possible.

Applicant: **SERVICIOS AEREOS REGIONMONTANOS, S.A. de C.V.** Date Filed: **May 7, 1997**

Relief requested: Exemption from 49 USC section 41301 to permit the applicant to continue to conduct passenger charter operations between Mexico and the United States, and other passenger charters operations in accordance with 14 CFR Part 212, using small equipment.

If renewal, date of last action(s): May 8, 1996 (Confirmed by Order 96-6-20.)

Applicant representative(s): Lee A. Bauer, 202-822-9070

Responsive pleadings: None.

**DISPOSITION**

Action: Approved. Action date: May 29, 1997

Effective date of authority granted: May 29, 1997, through May 29, 1998

Basis for approval: United States-Mexico Air Transport Services Agreement of August 15, 1960, as amended and extended (Agreement).

Except to the extent exempted/waived, this authority is subject to the terms, conditions, and limitations of Appendix A.

Special conditions/Partial grant/Denial basis/Remarks: We find that the carrier is operationally and financially qualified to conduct the operations it proposes and that it is substantially owned and effectively controlled by citizens of Mexico. In the conduct of these operations, the carrier must adhere to all applicable provisions of the U.S.-Mexico Agreement. In the conduct of these operations, the carrier may only use aircraft capable of carrying no more than 60 passengers and having a maximum payload capacity of no more than 18,000 pounds (small equipment). The above grant includes authority to operate Third and Fourth Freedom charter operations. While we have subjected Mexican carriers conducting charters with large aircraft to prior approval of their Third and Fourth Freedom charters, consistent with the provisions of the Agreement, (see Order 92-2-7 at 5), we determined that a Third/Fourth Freedom prior approval requirement was not necessary on public interest grounds in the case of this carrier, since it will be conducting these operations solely with small aircraft. (Other charter operations to/from the United States under this authority, however, are subject to prior approval under 14 CFR Part 212.) Further, we are continuing to allow Mexican carriers conducting passenger charters using small equipment to make stopovers in the United States in the conduct of such operations.

Action taken by:

Paul L. Gretch, Director  
Office of International Aviation  
under assigned authority (14 CFR 385).

(Petitions for review may be filed from now until 10 days after the service date of the confirming order/letter. Filing of a petition shall not stay the effectiveness of this action.)



#### **DOCKET OST-96-1187**

This serves as interim notice to the public of the action described below, taken orally by the Department official indicated; the confirming order or other decisional document will be issued as soon as possible.

Applicant: **LINEAS AEREAS ALLEGRO, S.A. de** Date filed: **March 31, 1997**

Relief requested: Exemption from 49 USC section 41301 to permit the applicant to continue to conduct: A) scheduled, combination service between: 1) San Jose del Cabo, Mexico, and San Francisco, California; and 2) Cancun, Mexico, and Orlando, Florida; and B) charter foreign air transportation of persons between Mexico and the United States, and other passenger charter operations in accordance with 14 CFR Part 212.

If renewal, date of last action(s): April 11, 1996 (See confirmation Order 96-5-45.)

Applicant representative(s): Moffett B. Roller, 202-822-9070

Responsive pleadings: None.

### DISPOSITION

Action: Approved.          Action date: May 16, 1997

Effective date of authority granted: May 16, 1997, through May 16, 1998.

Basis for approval: United States-Mexico Air Transport Services Agreement of August 15, 1960, as amended and extended (Agreement).

Except to the extent exempted/waived, this authority is subject to the terms, conditions, and limitations indicated:

- Standard exemption conditions
- Foreign air carrier permit conditions

Special conditions/Partial grant/Denial basis/Remarks: In the conduct of the charter operations under this authority, the carrier: 1) shall not perform any Third and/or Fourth Freedom charters unless specific authorization in the form of a Statement of Authorization under 14 CFR Part 212 for such charters has been granted by the Department (Fifth Freedom charters already require prior approval under Part 212); and 2) shall file applications for such statements of authorization, as required above, at least five working days before each flight, or fifteen working days when the carrier is requesting authorization for more than ten flights (applications may be submitted within a shorter period of time at the discretion of the Department).

Action taken by:

Paul L. Gretch, Director  
Office of International Aviation  
under assigned authority (14 CFR 385).

(Petitions for review may be filed from now until 10 days after the service date of the confirming order/letter. Filing of a petition shall not stay the effectiveness of this action.)



**DOCKET OST-95-243**

This serves as interim notice to the public of the action described below, taken orally by the Department official indicated; the confirming order or other decisional document will be issued as soon as possible.

Applicant: **AEROMEXPRESS, S.A. de C.V.**

Date filed: **June 27, 1995**

Relief requested: Exemption from 49 USC section 41301 to permit the applicant to continue to conduct charter foreign air transportation of property and mail between Mexico and the United States, and other all-cargo charter operations in accordance with 14 CFR Part 212.

If renewal, date of last action(s): July 12, 1994 (See confirmation Order 94-12-33.)

Applicant representative(s): William C. Evans, 202-371-6030

Responsive pleadings: None.

**DISPOSITION**

Action: Approved.      Action date: May 15, 1997

Effective date of authority granted: May 15, 1997, through May 15, 1998.

Basis for approval: United States-Mexico Air Transport Services Agreement of August 15, 1960, as amended and extended (Agreement).

Except to the extent exempted/waived, this authority is subject to the terms, conditions, and limitations indicated:

- Standard exemption conditions
- Foreign air carrier permit conditions

Special conditions/Partial grant/Denial basis/Remarks: We found that the subject Third and Fourth Freedom charter operations are provided for in the U. S.-Mexico Agreement. Under the authorization procedures set forth in that Agreement, the carrier: 1) shall not perform any Third and/or Fourth Freedom charters unless specific authorization in the form of a Statement of Authorization under 14 CFR Part 212 for such charters has been granted by the Department (Fifth Freedom charters already require prior approval under Part 212); and 2) shall file applications for such statements of authorization, as required above, at least five working days before each flight, or fifteen working days when the carrier is requesting authorization for more than ten flights (applications may be submitted within a shorter period of time at the discretion of the Department).

Action taken by:

Paul L. Gretch, Director

Office of International Aviation  
under assigned authority (14 CFR 385).

(Petitions for review may be filed from now until 10 days after the service date of the confirming order/letter. Filing of a petition shall not stay the effectiveness of this action.)



**DOCKET OST-95-135**

This serves as interim notice to the public of the action described below, taken orally by the Department official indicated; the confirming order or other decisional document will be issued as soon as possible.

Applicant: **AEROMEXPRESS, S.A. de C.V.**

Date filed: **March 19, 1997**

Relief requested: Exemption from 49 USC section 41301 to permit the applicant to continue to engage in scheduled, all-cargo service between: 1) Mexico City, Mexico, and Dayton, Ohio; and 2) Mexico City, Mexico, and Dallas, Texas.

If renewal, date of last action(s): April 2, 1996. (See confirmation Order 96-5-45.)

Applicant representative(s): William C. Evans, 202-371-6030

Responsive pleadings: None.

**DISPOSITION**

Action: Approved.      Action date: May 14, 1997

Effective date of authority granted: May 14, 1997, through May 14, 1998.

Basis for approval: United States-Mexico Air Transport Services Agreement of August 15, 1960, as amended and extended.

Except to the extent exempted/waived, this authority is subject to the terms, conditions, and limitations indicated:

- Standard exemption conditions  
 Foreign air carrier permit conditions

Special conditions/Partial grant/Denial basis/Remarks:

Action taken by:

Paul L. Gretch, Director  
Office of International Aviation  
under assigned authority (14 CFR 385).

(Petitions for review may be filed from now until 10 days after the service date of the confirming order/letter. Filing of a petition shall not stay the effectiveness of this action.)



#### **DOCKET 50369**

This serves as interim notice to the public of the action described below, taken orally by the Department official indicated; the confirming order or other decisional document will be issued as soon as possible.

Applicant: **AEROMEXPRESS, S.A. de C.V.**

Date filed: **May 25, 1995**

Relief requested: Exemption from 49 USC section 41301 to permit the applicant to continue to conduct scheduled, combination service between: 1) Mexico City, Mexico, and Chicago, Illinois; 2) Mexico City, Mexico, and Houston, Texas; 3) Mexico City, Mexico, and Laredo, Texas; 4) Mexico City, Mexico, and New York, New York; 5) Mexico City, Mexico, and San Francisco, California; 6) Mexico City, Mexico, and Seattle, Washington; 7) Guadalajara, Mexico, and Laredo, Texas; 8) Guadalajara, Mexico, and Miami, Florida; 9) Guadalajara, Mexico, and New York, New York; 10) Guadalajara, Mexico, and San Francisco, California; 11) Monterrey, Mexico, and Miami, Florida; 12) Monterrey, Mexico, and New York, New York; 13) Tijuana, Mexico, and Miami, Florida; 14) Tijuana, Mexico, and New York, New York; and 15) Tijuana, Mexico, and Seattle, Washington.

If renewal, date of last action(s): June 2, 1994 (See confirmation Order 94-10-35.)

Applicant representative(s): William C. Evans, 202-371-6030

Responsive pleadings: None.

## DISPOSITION

Action: Approved.      Action date: May 19, 1997

Effective date of authority granted: May 19, 1997, through May 19, 1998.

Basis for approval: United States-Mexico Air Transport Services Agreement of August 15, 1960, as amended and extended.

Except to the extent exempted/waived, this authority is subject to the terms, conditions, and limitations indicated:

Standard exemption conditions  
 Foreign air carrier permit conditions

Special conditions/Partial grant/Denial basis/Remarks:

Action taken by:

Paul L. Gretch, Director  
Office of International Aviation  
under assigned authority (14 CFR 385).

(Petitions for review may be filed from now until 10 days after the service date of the confirming order/letter. Filing of a petition shall not stay the effectiveness of this action.)