

[REPUBLIC ACT NO. 2360, June 20, 1959]

AN ACT TO AMEND CERTAIN SECTIONS OF ACT NUMBERED FORTY-TWO HUNDRED AND SEVENTY-ONE, AS AMENDED.

Be it enacted by the Senate and House of Representatives of the Philippines in Congress assembled:

SECTION 1. Section one of Act Numbered Forty-two hundred and seventy-one is hereby amended to read as follows:

"SECTION 1. There is hereby granted to the Philippine Air Lines, Incorporated, hereinafter referred to as the grantee, a franchise to establish, operate and maintain transport services for the carriage of passengers, mail, and property by air in and between any and all points and places throughout the Philippines, and in and between the Philippines and other countries."

SEC. 2. Section two of the same Act is hereby amended to read as follows:

"SEC. 2. Excepting cases of *force majeure* and whenever weather conditions permit, the grantee shall maintain scheduled or non-scheduled air transport services in and between any and all points and places throughout the Philippines as well as between the Philippines and other countries at such frequencies as traffic needs may require."

SEC. 3. Section three of the same Act is amended to read as follows:

"SEC. 3. The grantee shall fix just, reasonable and uniform rates for the transportation of passengers and freight, subject to the regulations and approval of the Civil Aeronautics Board or such other regulatory agency as the Government may designate for this purpose. And order of the Civil Aeronautics Board made under section shall be subject to review by the courts.

"All aircraft used by the grantee and the flight crew members operating such aircraft shall be licensed by the Government of the Philippines and, together with its accessories and equipment, shall at all times be in airworthy condition; it shall be equipped with radio communication, safety and other equipment and shall be operated and maintained in accordance with the regulations and technical requirements of the Civil Aeronautics Administration of such other regulatory body as the Government may prescribe for this purpose.

"The grantee's equipment and the operation of such equipment shall at all times be subject to inspection and regulation by the Civil Aeronautics Administration whose decisions on technical matters shall be binding until