the Mediterranean (Spain, France, Italy, and Malta), and the countries bordering on the Black
Sea on the one hand, and ports on the U.S. Atlantic, Gulf and Pacific Coasts, and ports in Mexico
and the Bahamas on the other hand; and (b) ports in Asia (countries in the Japan to Indonesia
range) and in Russia, Sri Lanka, United Arab Emirates, Oman, Saudi Arabia, Egypt, Israel,
Morocco, and in countries bordering the Adriatic Sea, the Bahamas, Panama and Canada on the
one hand and ports on the U.S. Atlantic, Gulf and Pacific Coasts of the United States on the other
hand). All of the foregoing is hereinafter referred to as the “Trade.” It is understood and
agreed that any Party may use slots provided to it hereunder to move cargo between coastal
locations (subject to applicable law and such criteria as the Parties may establish from time to
time) or to move cargo from any origin to any destination worldwide via feeder, transshipment or
other arrangements.

ARTICLE 5: AGREEMENT AUTHORITY

5.1 Vessels.

(a) The Parties are authorized to discuss and agree on the size, number and operational
characteristics of vessels to be operated hereunder, and the number of vessels to be contributed
by each Party. Presently Initially, the Parties will operate approximately one hundred and
seventeen (117) ninety-seven (97) vessels in the Trade, with nominal capacities ranging from
approximately 4,000 TEUs to approximately 13,000 TEUs. Without further amendment hereto,
the Parties are authorized to operate up to one hundred and sixty thirty (160 430) vessels in the
Trade, each with a capacity of up to 19,200 TEUs. Each Party

2The Parties will not begin cooperation in the Asia-U.S. Gulf Coast or North Europe-U.S. Pacific Coast/Canada
trades immediately upon entry into effect of this Agreement.