RESOLUTION 824c
BREACH OF CONTRACT LIABILITY APPLICABLE TO IATA ACCREDITED AGENTS IN THE PEOPLE’S REPUBLIC OF CHINA

PAC3(26)824c (People’s Republic of China)  Expiry: Indefinite

WHEREAS the laws of the People’s Republic of China require all legal contracts between entities having their registered head offices in the People’s Republic of China to include a breach of liability and penalty clause, and without such clause such contracts are null and void, it is hereby RESOLVED that, the following clause shall be added to the Passenger Sales Agency Agreement executed by IATA Accredited Agents in the People’s Republic of China:

‘If the contract is signed between a Carrier having its registered head office in the People’s Republic of China and an IATA Accredited Agent in the People’s Republic of China, then a clause with regard to breach of contract, regulated by the law of the People’s Republic of China shall be included in such contract, failing which the contract shall be null and void’.