

materials. The Board shall determine the use to be made of materials made available to the Agency.

The Agency shall ensure that the materials in its possession are safe from the effects of weather, unauthorized removal, diversion, forcible seizure, damage, or destruction, and are dispersed geographically to avoid large concentrations in any one country or region.

5. *Agency Projects:* Any member may seek the assistance of the Agency in securing materials, services, equipment, and facilities required for setting up any project for research on, or development or practical application of, atomic energy for peaceful purposes. The Board, may, with the approval of the recipient, send experts into its territory to examine a project, and before approving it shall consider such factors as its usefulness, the adequacy of funds, plans, and technical personnel, and of health and safety standards for handling and storing materials and operating facilities, as well as the inability of the recipient to secure the necessary assistance otherwise, and the equitable distribution of resources available to the Agency. Once the project is approved, an agreement will be entered into between the recipient member and the Agency setting forth the terms and conditions of assistance in conformity with the provisions of the statute.

6. *Agency Safeguards:* With respect to any Agency project, or where the Agency is requested to apply safeguards by the parties concerned, the Agency shall approve the design of equipment and facilities; require the observance of Agency health and safety standards and the maintenance of records and preparation of reports to help the Agency in accounting for materials; approve the means of chemical processing of irradiated materials and the disposition of special fissionable materials recovered or produced as a by-product; and send into the recipient state or states inspectors with the right of access to all data, persons, and places, to determine whether or not Agency regulations are being complied with. Inspectors shall report non-compliance to the Director-General of the Agency, who shall report it to the Board for transmission to all members and to the Security Council and General Assembly of the United Nations. If the offending member does not, within a reasonable period of time, accede to the Board's request to comply, then the Board may curtail or suspend assistance to the member and withdraw materials and equipment. Any member persistently violating the provisions of the statute or of any agreement made under it may, upon the Board's recommendation, be suspended from membership by the General Conference acting by a two-thirds majority of members present and voting.

7. *Relationship of the Agency to the United Nations:* The Board, with the approval of the General Conference, is authorized by the draft statute to enter into an agreement or agreements establishing relationships with the United Nations and any other organizations whose work is related to that of the Agency. Such agreement or agreements between the Agency and the United Nations shall provide for the submission of reports to appropriate organs of the United Nations, when requested, and consideration by the Agency of resolutions relating to it adopted by the General Assembly or by other councils of the United Nations.