D. DEFINITION OF THE TERMS "DEMILITARISATION"

AND "DEMILITARISED"

(See Articles 11, 14, 49 and Article 3 of Annex VI)

For the purpose of the present Treaty the terms "demilitarisation" and "demilitarised" shall be deemed to prohibit, in the territory and territorial waters concerned, all naval, military and military air installations, fortifications and their armaments; artificial military, naval and air obstacles; the basing of the permanent or temporary stationing of military, naval and military air units military training in any form; and the production of war material. This does not prohibit internal security personnel restricted in number to meeting tasks of an internal character and equipped with weapons which can be carried and operated by one person, and the necessary military training of such personnel.

ANNEX XIV

ECONOMIC AND FINANCIAL PROVISIONS RELATING TO CEDED TERRITORIES

1. The Successor State shall receive, without payment, Italian State and para-statal property within territory ceded to it under the present Treaty, well as all relevant archives and documents of an administrative character or historical value concerning the territory in question, or relating to property transferred under this paragraph.

The following are considered as State or para-statal property for the purposes of this Annex: movable and immovable property of the Italian State, of local authorities and of public institutions and publicly owned companies and associations, as well as movable and immovable property formerly belonging to the Facist Party or its auxiliary organizations.

- 2. All transfers effected after September 3, 1943, of Italian State and para-statal property as defined in paragraph 1 above shall be deemed null and void. This provision shall not, however, extend to lawful acts relating to current operations of State and para-statal agencies in so far as they concern the sale, within normal limits, of goods ordinarily produced or sold by in the execution of normal commercial arrangements or in the normal course of governmental administrative activities.
- 3. Italian submarine cables connecting points in ceded territory, or connecting a point in ceded territory with a point in other territory of the Successor State, shall be deemed to be Italian property in the ceded territory, despite the submarine cables connecting a point in ceded territorial waters. Italian jurisdiction of the Successor State shall be deemed to be Italian property of ceded territory so far as concerns the terminal facilities and the lengths cables lying within territorial waters of the ceded territory.
- 4. The Italian Government shall transfer to the Successor State all objects of artistic, historical or archaeological value belonging to the cultural heritage of the ceded territory, which, while that territory was under Italian control, were removed therefrom without payment and are held by the Government or by Italian public institutions.
- 5. The Successor State shall make arrangements for the conversion into its own currency of Italian currency held within the ceded territory by person continuing to reside in the said territory or by juridical persons continuing the carry on business there. Full proof of the source of the funds to be converted may be required from their holders.