

"1. Except where another procedure is specifically provided under any Article of the present Treaty, any dispute concerning the interpretation or execution of the Treaty, which is not settled by direct diplomatic negotiations, shall be referred to the Three Heads of Mission acting under Article 37/39/, except that in this case the Heads of Mission will not be restricted by the time limit provided in that Article. Any such dispute not resolved by them within a period of two months shall, unless the parties to the dispute mutually agree upon another means of settlement, be referred at the request of either party to the dispute to a Commission composed of one representative of each party and a third member selected by mutual agreement of the two parties from nationals of a third country. Should the two parties fail to agree within a period of one month upon the appointment of the third member, the Secretary-General of the United Nations may be requested by either party to make the appointment.

"2. The decision of the majority of the members of the Commission shall be the decision of the Commission, and shall be accepted by the parties as definitive and binding."

3. His Majesty's Government in the United Kingdom, the Canadian Government, the Australian Government and the New Zealand Government have accordingly decided to invoke the procedure laid down in this Article for the settlement of such disputes and I shall be glad if you will inform me at an early date when you will be prepared to meet my United States colleague and myself in order that we may take cognizance of this in the manner prescribed in the Peace Treaty.

4. I understand that my United States colleague is addressing to you today a communication in similar terms to my present note calling attention to the existence of a dispute between the United States Government and the Roumanian /Hungarian/ Government. I should like to suggest for purposes of convenience that all these five disputes be considered together by the three Heads of Missions.

5. A similar note is being addressed to the United States representative and copies are being forwarded to the Roumanian /Hungarian/ Ministry of Foreign Affairs.

TEXT OF UNITED KINGDOM NOTES OF MAY 31 TO UNITED STATES HEADS OF MISSION
IN BUCHAREST AND BUDAPEST

I have the honour, on instructions from His Majesty's Government in the United Kingdom to transmit to you herewith a copy of a note which was addressed by His Majesty's Legation on the 2nd April to the Roumanian /Hungarian/ Ministry of Foreign Affairs in which the Roumanian /Hungarian/ Government was formally charged with violation of Article 3/2/ of the Treaty of Peace with Roumania /Hungary/. I also enclose a copy of the Ministry's reply in which these charges are rejected.

2. His Majesty's Government consider that the terms of this reply are unsatisfactory and the Roumanian /Hungarian/ Ministry of Foreign Affairs have been so informed in a note of which I enclose a copy. The views of His Majesty's Government in the United Kingdom are also shared by the Canadian, Australian and New Zealand Governments who associated themselves with the terms of His Majesty's Legation's note of April 2nd. It is evident from this correspondence that disputes have arisen in the