

(A) The Party referred to in paragraph 2 of this Article shall enter into an agreement, satisfactory to the other Party, with the International Atomic Energy Agency for the application of the Agency's Safeguards System with respect

(a) to all nuclear material within the jurisdiction of such a Party, or

(b) to all items included in a list to be jointly prepared by the Parties;

or

(B) The Parties shall jointly request the Agency to enter into an agreement for the application of the Agency's Safeguards System with respect to the items included in a list to be jointly prepared by the Parties.

4. However, during any period when (A) the International Atomic Energy Agency is not administering safeguards in a Party either in connection with the Treaty on the Non-Proliferation of Nuclear Weapons⁽¹⁾ or pursuant to any safeguards agreement referred to above, and (B) there is not being administered in a Party a safeguards agreement which is satisfactory to both Parties, the other Party shall have the right to administer in the Party in which such safeguards are no longer being administered, safeguards based on the procedures provided for in the Agency's Safeguards System, with respect to the items included in a list to be jointly prepared by the Parties, for the exclusive purpose of verifying that there is compliance with paragraph 1 of this Article. The two Parties shall consult and assist each other in the application of such safeguards. Each Party shall bear all costs associated with the application of such safeguards within its jurisdiction.

5. The Parties shall jointly prepare the list referred to in paragraphs 3A(b), 3B and 4 above on the basis of the latest inventory to be made under the provisions of the administrative arrangement stipulated under Article VI of the present Agreement.

ARTICLE V

The Parties agree to take such measures as are necessary to ensure the physical protection of nuclear material referred to in Annex A to the present Agreement which is within their respective jurisdictions, and agree as a minimum to apply the measures of physical protection set out in the Annex D. The Parties shall consult at the request of either Party concerning matters relating to physical security.

ARTICLE VI

1. The appropriate governmental authorities of both Parties shall consult annually, or at any other time at the request of either Party, to ensure the effective fulfilment of the obligations of the present Agreement. Either Party may invite the International Atomic Energy Agency to participate in such consultations.

2. The appropriate governmental authorities of both Parties shall also establish an administrative arrangement to ensure the effective fulfilment of the obligations of the present Agreement.

⁽¹⁾ Treaty Series 1970 No. 7