

vided for in paragraph 1 of this article shall be determined by the regulations of each of the Contracting Parties. These regulations, in particular, may include provisions for preventing the permanent importation, free of import duties and import taxes, of a number of pallets greater than the number exported or to be exported.

3. Each Contracting Party shall endeavour to make the formalities as simple as possible and in particular not to require a security in respect of import duties and import taxes.

Article 3

1. Each Contracting Party shall apply the provisions of article 2, paragraph 1, of the present Convention, without requiring in respect of importation or exportation either the production of a Customs document or security in respect of import duties and import taxes, to pallets pooled under an agreement by which the parties thereto:

(a) exchange among themselves, from country to country, pallets of one and the same type in the course of operations involving the international transport of goods,

(b) keep accounts, for each type of pallet, showing the number of pallets so exchanged from country to country, and

(c) undertake to deliver to one another within a specified period the number of pallets of each type necessary to offset at regular intervals, on a bilateral or multilateral basis, the outstanding balances of the accounts so kept.

2. The provisions of paragraph 1 of this article shall be applicable only if:

(a) pallets bear a marking conforming to that laid down in the pooling agreement;

(b) the pooling agreement has been communicated to the Customs administrations of the Contracting Parties concerned and these administrations have approved it, being satisfied that the types of pallet are sufficiently well defined and that the due and proper implementation of the agreement is adequately ensured.

Article 4

Each of the Contracting Parties reserves the right to levy the internal duties and taxes and the import duties and import taxes, if any, chargeable in its country in respect of pallets purchased, or subject to a similar contract entered into by persons resident or established in its territory. Each of the Contracting Parties reserves its right, in addition, to refuse in respect of pallets exported under the provisions of this Convention the refund of duties or taxes paid or the granting, wholly or in part, of such other benefits as may be provided for in the event of exportation.

Article 5

The present Convention shall not prevent the granting in respect of importation and exportation of pallets of facilities greater than those provided therein.

CHAPTER II FINAL PROVISIONS

Article 6

1. Countries members of the Economic Commission for Europe and countries admitted to the Commission in a consultative capacity under paragraph 8 of the Commission's terms of reference may become Contracting Parties to the present Convention —

(a) by signing it;

(b) by ratifying it after signing it subject to ratification; or

(c) by acceding to it.

2. Countries which may participate in certain activities of the Economic Commission for Europe in accordance with para-

graph 11 of the Commission's terms of reference may become Contracting Parties to the present Convention by acceding to it after its entry into force.

3. The present Convention shall be open for signature until 15 March 1961 inclusive. Thereafter, it shall be open for accession.

4. Ratification or accession shall be effected by the deposit of an instrument with the Secretary-General of the United Nations.

Article 7

1. The present Convention shall come into force on the ninetieth day after five of the countries referred to in article 6, paragraph 1, thereof have signed it without reservation of ratification or have deposited their instruments of ratification or accession.

2. With respect to any country which ratifies or accedes to this Convention after five countries have signed it without reservation of ratification or have deposited their instruments of ratification or accession, the present Convention shall enter into force on the ninetieth day after the said country has deposited its instrument of ratification or accession.

Article 8

1. Any Contracting Party may denounce the present Convention by giving notice of denunciation to the Secretary-General of the United Nations.

2. The denunciation shall take effect fifteen months after the date on which the Secretary-General received the notification of denunciation.

Article 9

The present Convention shall cease to have effect if, for any period of twelve consecutive months after its entry into force, the number of Contracting Parties is less than five.

Article 10

1. Any country may, at the time of signing the present Convention without reservation of ratification or of depositing its instrument of ratification or accession or at any time thereafter, declare by notification addressed to the Secretary-General of the United Nations that the present Convention shall be applicable to all or any of the territories for the international relations of which it is responsible. The present Convention shall be applicable to the territory or territories named in the notification as from the ninetieth day after receipt of the notification by the Secretary-General or, if on that day the present Convention has not yet entered into force, as from the date of its entry into force.

2. Any country, which has made a declaration under the preceding paragraph making the present Convention applicable to a territory for whose international relations it is responsible, may denounce the present Convention separately in respect of that territory, in accordance with the provisions of article 8 thereof.

Article 11

1. Any dispute between two or more Contracting Parties concerning the interpretation or application of the present Convention shall, so far as possible, be settled by negotiation between them.

2. Any dispute which is not settled by negotiation shall be submitted to arbitration if any one of the Contracting Parties concerned in the dispute so requests and shall be referred accordingly to one or more arbitrators selected by agreement between the Parties in dispute. If within three months from the date of the request for arbitration the Parties in dispute are unable to agree on the selection of an arbitrator or arbitrators, any of those Parties may request the Secretary-Gen-