Liechtenstein v. Germany

ARGUED: 19 November 2017 DECIDED: 20 November 2017

The Majority Opinion was signed by and agreed to by Justice Eness, Justice Amlani, Justice Santos, Justice Fuller, Justice Rojas, Justice Hardin, Justice Gray, Justice Pederson, and Justice Stogin.

Germany has consistently denied that a dispute exists with Liechtenstein. The Court, however, finds that in conformity with well-established precedence it can conclude that, "[b]y virtue of this denial, there is a legal dispute," between Liechtenstein and Germany, East Timor (Portugal v. Australia), judgment, I. C. J. Reports 1995, p. 100, para. 22. The Court further notes that Germany's position taken during consultations between itself and Liechtenstein and in the letter by the Minister for Foreign Affairs from January 20, 2000, has evidentiary value in support of the proposition that Liechtenstein's claims were positively opposed by Germany and that this was recognized by the latter. Despite the fact that this dispute exists, the Court finds that it lacks jurisdiction for a number of reasons.

The Court lacks jurisdiction over the case based on temporal jurisprudence, the classification of the painting and the timing of the causes of the dispute. Since the Court is being asked to analyze the situation arising from the temporary German possession of the "Roman Lime Quarry" painting belonging to Liechtenstein's Prince Franz Joseph II, the Court feels that we lack jurisdiction under the above statutes.

The petitioner and respondent have demonstrated conclusive evidence that the issues surrounding the rightful ownership of the Roman Lime Quarry painting and subsequent damages to Liechtenstein by Germany are significantly complex and cannot be resolved by Court rulings. Specifically this evidence includes the Benes Decrees, Convention on the Settlement of Matters Arising Out of the War and the Occupation, European Convention for the Peaceful Settlement of Disputes and European Convention on Human Rights.

The opinion and explanation of the Court is as follows:

Germany should not be authorized to determine what constitutes a "German external asset" under the Settlement Convention. Liechtenstein's charge that the German court's ruling that the painting was "seized as a German external asset" leads to a harm to Liechtenstein. However, to hold Germany culpable in this instance implies that the German courts should have agency to determine what constitutes just and unjust takings. Moreover, the German ruling didn't state that the painting was German property, just that it was seized as such. However, the Convention also specifically bars the German court to domestically differentiate between reparative and unjust takings as a result. The Court acknowledges that the Benes Decrees in their taking of Liechtenstein's property, yet the German courts are not situated to issue judgement on the status of property taken as reparations. Rather, because the Czech Republic states that the property was seized as reparations and was an occupied country, Germany is obligated to pay deference to the Czech's statement on the status of the property. Therefore, Germany can't be held liable for following Article 3, but Liechtenstein should work to redefine the internationally accepted legality of the seizure of Liechtenstein's property.

The claim made by Liechtenstein that it has been insulted by the Federal Republic of Germany as a result of Federal Republic of Germany naming their painting as a "German External Asset" ("das Deutsche Auslandsvermogen"), cannot be supported. This term was used within the German courts in order to better explain their interpretation of the actions carried out by the Czech Republic and the law. As such, it cannot be considered to have enough substance to constitute an insult deserving a monetary compensation. This is even more strongly supported by the fact that the wording of the Benes Decrees could possible be understood as considered this painting a "German External Asset," because they viewed it as an asset belonging to a person of German descent.

DOCID: 227 Page 1

Germany's argument that the Court lacks temporal jurisdiction to hear this case is valid because the issue at hand is fundamentally and principally related to the allegedly illegal seizure of Liechtensteiner assets by the Czechoslovakian government in 1945. Article 27(a) of the European Convention for the Peaceful Settlement of Disputes, the principal international treaty for disputes among European countries, states that "the provisions of this Convention shall not apply to: disputes relating to facts or situations prior to entry into force of this convention as between the parties to the dispute." We acknowledge that Liechtenstein's case is brought to the Court officially because of the ruling by German courts in 1998 that rejects Liechtenstein's demand for compensation for the seizure of their painting based on Chapter 6 Article 3 of the Convention. However, the factual basis of this dispute is in the initial seizure of Liechtensteiner property after the Second World War. Therefore, Article 27(a) does not allow for temporal jurisdiction on the ruling of this case.

The initial issue of this case began with Czechoslovakia's seizure of a perceived German asset. Liechtenstein decided to come to the ICJ to issue a ruling on whether its alleged property was wrongfully taken by Germany even though Germany stated that it was complying with Chapter 6, Article 3 of the Convention on the Settlement of Matters arising from the War and Occupation that meant that it had to comply with the Czech Republic's understanding of the possession of the asset. Therefore, the Court finds that because of the Czech Republic's excessive entanglement with nearly every aspect of the case, it is not possible to rule on this case without invoking the third party principle set as precedent in past ICJ cases. It is important for the Court to hear the arguments of the Czech Republic before deciding whether Liechtenstein's petition is valid. Therefore, the Court concludes that the third party principle is necessary in order to try this case.

Therefore, the Court issues no orders.

DOCID: 227 Page 2

Signed By		
Justice Pederson	Justice Rojas	
Justice Hardin	Justice Amlani	
Justice Eness	Justice Gray	
Justice Fuller	Justice Stogin	
Justice Santos		

DOCID: 227 Page 3