

ANNEX I

SCHEDULES OF SPECIFIC COMMITMENTS

EXPLANATORY NOTES

1. In identifying individual sectors and sub-sectors, where specified, CPC means the Central Product Classification as set out in Statistical Office of the United Nations, Statistical Papers, Series M, No. 77, CPC Prov, 1991. Postal/courier services are defined in the related sector or sub-sector column. For Serbia telecom services are defined in the related sector or sub/sector column. Financial services are defined according to the Financial Services Section. A CPC code accompanied with one asterisks “*” indicates that the service specified is a component of a more aggregated CPC item specified elsewhere in this classification list. A CPC code accompanied with double asterisks “**” indicate that “part of” the sector is covered. “Unbound*” indicate “lack of technical feasibility”.

The ordering of the service sectors, sub-sectors and activities in this Schedule reflects the Services Sectoral Classification List contained in the WTO document MTN.GNS/W/120, dated 10 July 1991.

2. The rights and obligations arising from these Schedules of Specific Commitments shall have no self-executing effect and thus confer no rights directly on natural or juridical persons.

3. Nothing in these Schedules of Specific Commitments shall be construed to prejudice the enforcement of any measure under the foreign trade regime and related customs procedures of each Party with regard to goods, in compliance with international agreements that each Party is a member of. In this respect, with regard to service sectors, sub-sectors or activities where importation and/or exportation of goods might be an integral part of the supply of services, such as distribution services, maintenance and repair services, technical testing and analysis services, any relevant foreign trade and/or customs measure shall continue to apply, even if not listed, to services and services suppliers of the other Party.

**THE REPUBLIC OF SERBIA
SCHEDULE OF SPECIFIC COMMITMENTS**

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
I. HORIZONTAL COMMITMENTS All sectors included in this schedule			
Activities that may be Subject to Public or Private Monopolies	(3) Services considered as public utilities at a national or local level may be subject to public monopolies or to exclusive rights granted to private operators ¹ .		
Investment	(3) A foreign person cannot have majority ownership in enterprises established in restricted areas (such as frontier strip, national parks, military areas). Foreign persons can establish or invest in such a company only with a domestic person. Unbound except for the joint stock, limited liability, commandite and collective companies, the branches and the representative offices of the Turkish companies.	(3) Treatment accorded to subsidiaries having their registered office, central administration or principal place of business within Serbia is not extended to branches or agencies established in Serbia. Treatment less favourable may be accorded to subsidiaries which only have their registered office in Serbia, unless it can be shown that they possess an effective and continuous link with Serbia's economy.	
Acquisition/Ownership of Real Estate		(3) Agricultural land cannot be owned by foreign legal or natural persons. Land lease not exceeding 99 years is permitted Unbound except companies with foreign capital are permitted to acquire real estate in Serbia to conduct business activities listed in the articles	

¹ **Explanatory note:** Public utilities exist in sectors such as: energy services, transport services and services auxiliary to all modes of transport, scientific and technical consulting services, R&D services on social sciences and humanities, technical testing and analysis services, environmental services, health services. Exclusive rights on such services are often granted to private operators, for instance operators with concessions from public authorities, subject to specific services obligation. Given that public utilities also exist at the sub-central level detailed and exhaustive sector-specific list is not practical.

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
Presence of Natural Persons	<p>(4) Unbound except for measures concerning the entry into and temporary stay within Serbia of the following categories of natural persons providing services, except where otherwise indicated in the sector specific part:</p> <p>i) Business visitors (BV): Entry and temporary stay of the following categories is permitted</p> <ul style="list-style-type: none"> - establishment of commercial presence: persons working in a senior position, defined in ii) a) below within a juridical person who are responsible for setting up, in Serbia, of a commercial presence of a service provider. - service sellers: persons who as representative of service supplier negotiate for the sale of services or enter into agreement to sell services for that service provider, but will not engage in direct sales or supply services themselves to the general public. <p>Business visitors are natural persons who stay temporarily in Serbia without acquiring remuneration from or within Serbia and without seeking employment in Serbia.</p> <p>The entry and temporary stay of business visitors is permitted for a period of up to 90 days in any 6 months.</p>	<p>of association of their enterprise.</p> <p>(4) Unbound except for measures concerning the categories of natural persons and subject to limitations indicated in the market access column.</p>	

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
	<p>ii) Intra-corporate transfers (ICT) Access is subject to the following conditions:</p> <ul style="list-style-type: none"> - the natural person concerned must have been employed by a juridical person established in the territory of Turkey for at least one year immediately preceding the date of admission. - the natural person is temporarily transferred in the context of the provision of a service in the territory of Serbia to an establishment (subsidiary, branch or representative office) of the aforementioned juridical person which is effectively providing like services in Serbia. - the natural person concerned must belong to one of the following categories: <ul style="list-style-type: none"> a) <u>Executives</u>: Persons working in a senior position within a juridical person, who are members of its management board, supervision or executive board or its representative office, branch office or other organizational part, provided that they are not owners of that juridical person. b) <u>Senior managers</u>: Persons working in managing or supervisory positions, monitoring professional staff and day-to-day activities. c) <u>Specialists</u>: Natural persons 		

Modes of supply: (1) Cross border supply

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Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
	<p>working within a juridical person, and who possess uncommon knowledge essential to the establishments' areas of activity, research equipment, techniques or management. In assessing such knowledge, account will be taken not only of knowledge specific to the establishment, but also of whether the person has a high level of qualification including adequate professional experience referring to a type of work or activity requiring specific technical knowledge, including membership of an accredited profession.</p> <p>The entry and temporary stay of ICTs is initially limited to one year with a possibility for extension</p> <p>iii) Graduate trainees means natural persons who have been employed by a juridical person of Turkey for at least one year, who possess a university degree and who are temporarily transferred to an establishment in the territory of Serbia, for career development purposes or to obtain training in business techniques or methods. The recipient establishment may be required to submit a training programme covering the duration of stay for prior approval, demonstrating that the purpose of the stay is for training corresponding to the level of a university degree.</p>		

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
	The entry and temporary stay of trainees is permitted for a period of up to one year.		

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
II. SECTOR SPECIFIC COMMITMENTS			
I. BUSINESS SERVICES			
A. Professional services			
a) Legal services - Advisory and consultancy services on foreign and international law (part of CPC861) excluding legal advisory and legal documentation and certification services provided by services suppliers entrusted with public functions (the profession of notary is excluded from these commitments)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
b) Accounting and bookkeeping services (CPC 86212 other than “auditing services”, 86213, 86219 and 86220)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
b) Auditing services (CPC 86211 and 86212 other than accounting services)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
c) Taxation services (part of CPC 863 related to advisory services ²)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
d) Architectural services ³ (CPC 8671)	(1) None (2) None (3) None (4) Unbound except as indicated in the	(1) None (2) None (3) None (4) Unbound except as indicated in the	
e) Engineering services ⁴ (CPC 8672)	(1) None (2) None (3) None (4) Unbound except as indicated in the	(1) None (2) None (3) None (4) Unbound except as indicated in the	

² Does not include advice and legal representation in taxation matters, which are committed under legal services (part of CPC 861)

^{3,4,5} Foreign engineers and architects may engage in the provision of engineering and architecture services in Serbia only after becoming a temporary member of the related professional chamber under the Engineering Chamber of Serbia.

Modes of supply: (1) Cross border supply

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Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
f) Integrated engineering services ⁵ (CPC 8673)	horizontal section.	horizontal section.	
g) Urban planning and landscape architectural services (CPC 8674)	(1) Unbound (2) None (3) Unbound (4) Unbound	(1) Unbound (2) None (3) Unbound (4) Unbound	
i) Veterinary services (CPC 932)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
B. Computer and Related Services⁶ (CPC 84** except other computer services (CPC 849) other than training services for staff of clients (CPC 84990**))	(1) None except for database services including data storage, data hosting and web hosting services (CPC 844). (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None except for database services including data storage, data hosting and web hosting services (CPC 844). (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

⁶ In many cases, computer and related services enable the provision of other services by both electronic and other means. However, in such cases, there is an important distinction between the computer and related service (e.g. web-hosting) and the other service (e.g. accounting, auditing and bookkeeping services; architectural services; medical and dental services) enabled by the computer and related service. The other service, regardless of whether it is enabled by a computer and related service, is not covered by CPC 84.

Modes of supply: (1) Cross border supply

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Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
C. Research and Development Services			
(b) R&D services on social sciences and humanities (CPC 852)	(1) None (2) None (3) None	(1) None (2) None (3) None	
(c) Interdisciplinary R&D services (CPC 853)	(4) Unbound, except as indicated in the horizontal section.	(4) Unbound, except as indicated in the horizontal section.	
D. Real Estate Services⁷			
(a) Involving own or leased property (CPC 821)	(1) None (2) None	(1) None (2) None	
(b) On a fee or contract basis (CPC 822)	(3) None (4) Unbound, except as indicated in the horizontal section.	(3) None (4) Unbound, except as indicated in the horizontal section.	
E. Rental/Leasing Services Without Operators			
(b) Relating to aircraft (CPC 83104)	(1) None (2) Unbound (3) Unbound (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) Unbound (4) Unbound, except as indicated in the horizontal section.	
(c) Relating to other transport equipment (CPC 83101 + 83102 + 83105)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(d) Relating to other machinery and equipment (CPC 83106 - 83109)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
F. Other Business Services			
(a) Advertising services (CPC 871)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(b) Market research and public opinion	(1) None	(1) None	

⁷ The Service involved relates to the profession of real estate agents and does not affect any rights and/or restrictions on natural and juridical persons purchasing real estate.

Modes of supply: (1) Cross border supply

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Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
polling services (CPC 864)	(2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(c) Management consulting services (CPC 865)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(d) Services related to management consulting (CPC 866)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(e) Technical testing and analysis services (CPC 8676)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(f) Services incidental to agriculture, hunting and forestry (part of CPC 881 related to advisory and consulting services)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(g) Services incidental to fishing (part of CPC 882 related to advisory and consulting services)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(m) Related scientific and technical consulting services (CPC 8675)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(n) Maintenance and repair of equipment (excluding maritime vessels, aircraft or other transport equipment)	(1) None (2) None (3) None	(1) None (2) None (3) None	

Modes of supply: (1) Cross border supply

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Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
(CPC 633 + 8861 - 8866)	(4) Unbound, except as indicated in the horizontal section.	(4) Unbound, except as indicated in the horizontal section.	
(o) Building-cleaning services (CPC 874)	(1) Unbound* (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound* (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(p) Photographic services (CPC 875)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(q) Packaging services (CPC 876)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(r) Printing and publishing (part of CPC 88442**) excluding printing and publication of the Official Gazette and textbooks	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(s) Convention services (CPC 87909, planning, managing and marketing services for conventions and similar events)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(t) Other: - Translation and interpretation Services (part of CPC 87905) excluding services of sworn translators and interpreters	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

* Due to lack of technical feasibility.

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
2. COMMUNICATION SERVICES			
<p>A. Postal services⁸ B. Courier services (CPC 7512) Services relating to the handling⁹ of postal items¹⁰ according to the following list of sub-sectors, whether for domestic or foreign destinations. (a) Handling of addressed written communications on any kind of physical medium¹¹, including: - Hybrid mail service; - Direct mail. (b) Handling of addressed parcels and packages¹² (c) Handling of addressed press products¹³ (d) Handling of items referred to in (a) to (c) above as recorded (e) Express delivery services¹⁴ for items referred to in (a) to (c) above (f) Handling of non-addressed items (g) Document exchange¹⁵ Excluding postal services for which universal service obligations and/or</p>	<p>(1) Establishment in Serbia is required. (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) Establishment in Serbia is required. (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	

⁸ While discussions on classification in this sector are still ongoing, the commitment is listed according to the proposed classification that has been notified to the WTO by the EEC and its Member states on 23 March 2001 (doc. S/CSS/W/61) and of the Scheduling Guidelines on postal/courier co-sponsored by the EC on 17 February 2005 (WTO doc. TN/S/W/30), without prejudice to the outcome of the discussion on the classification of postal and courier services.

⁹ The term “handling” should be taken to include clearance, sorting, transport and delivery.

¹⁰ “Postal items” refers to items handled by any type of commercial operator, whether public or private.

¹¹ E.g. letter, postcards.

¹² Books, catalogues are included hereunder.

¹³ Journals, newspapers, periodicals.

¹⁴ Express delivery services may include, in addition to greater speed and reliability, value added elements such as collection from point of origin, personal delivery to addressee, tracing and tracking, possibility of changing the destination and addressee in transit, confirmation of receipt.

¹⁵ Provision of means, including the supply of ad hoc premises as well as transportation by a third party, allowing self-delivery by mutual exchange of postal items between users subscribing to this service. Postal items refer to items handled by any type of commercial operator, whether public or private.

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
<p>financial contribution to a compensation fund exist. Sub-sectors (a), (d) and (e) are excluded when they fall into the scope of the services which may be reserved, which is: for items of correspondence the price of which is less than five times the public basic tariff, provided that they weigh less than 350 grams¹⁶. The registered mail service used in the course of judicial or administrative procedure is also excluded.</p>			
<p>C. Telecommunication Services The commitments taken by Serbia are based on the scheduling principles provided by the “Note for Scheduling Basic Telecom Services Commitment” (S/GBT/W/2 Rev.1) and “Market Access Limitations on Spectrum Availability” (S/GBT/W/3).</p>			
<p>All services consisting of the transmission and reception of signals by any electromagnetic means¹⁷, excluding broadcasting¹⁸. Telecommunication services do not cover the economic activity consisting of the provision of content services which require telecommunication services for their transport.</p>	<p>(1) None except for call-back services. (2) None (3) None except for services of public fixed telephone network during five year transitional period as from the date of accession to the WTO. (4) Unbound except as indicated in the horizontal section.</p>	<p>(1) None (2) None (3) None (4) Unbound except as indicated in the horizontal section.</p>	

¹⁶ “Items of correspondence”: a communication in written form on any kind of physical medium to be conveyed and delivered at the address indicated by the sender on the item itself or on its wrapping. Books, catalogues, newspapers and periodicals are not regarded as items of correspondence.

¹⁷ Explanatory note: Sub-sectors 2.C.h) to 2.C.m) of the Services Sectoral Classification List contained in MTN.GNS/W/120 (value-added services) and sub-sectors 2.C.a) to 2.C.g) of that List are included here. Sub-sector 2.C.o) of that List is also included here to the extent that it falls under this definition. For the purpose of this Schedule, sub-sector 2.C.n) of that List (On-line information and/or data processing, including transaction processing) is a computer and related service and, as such, is reflected in this Schedule of Commitments under 1.B.

¹⁸ Broadcasting is defined as the uninterrupted chain of transmission required for the distribution of TV and radio programme signals to the general public, but does not cover contribution links between operators.

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
3. CONSTRUCTION AND RELATED ENGINEERING SERVICES			
A. General construction work for buildings (CPC 512) B. General construction work for civil engineering (CPC 513) C. Installation and assembly work (CPC 514 + 516) D. Building completion and finishing work (CPC 517) E. Other (CPC 511+515+518)	(1) These services may be provided only by legal entities commercially established in Serbia and professionals licensed in Serbia. (2) None (3) None (4) Unbound except as indicated in the horizontal section.	(1) These services may be provided only by legal entities commercially established in Serbia and professionals licensed in Serbia. (2) None (3) None (4) Unbound except as indicated in the horizontal section.	
4. DISTRIBUTION SERVICES Sub-sectors below exclude distribution of genetically modified organisms, tobacco and tobacco products, medicines and medical devices, weapons and ammunition, crude oil, refined petroleum products and natural gas.			
A. Commission agents' services (CPC 621 + 61111 + 6113) B. Wholesale trade (CPC 622 + CPC 61111 + 6113 + 6121) C. Retailing services (CPC 631 + 632 + 61112 + 6113 + 6121) D. Franchising (CPC 8929)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
5. EDUCATION SERVICES All education services listed below cover only fully privately funded services			
A. Primary education services (CPC 921) B. Secondary education services (CPC 922) C. Higher education services (CPC 923) D. Adult education	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

Modes of supply: (1) Cross border supply

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Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
E. Other education services (CPC 924) (CPC 929)			

Modes of supply: (1) Cross border supply

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(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
6. ENVIRONMENTAL SERVICES			
<p>A. Water for human use and wastewater management - Waste water services, corresponds to sewage services (part of CPC 9401 related to advisory services)</p>	<p>(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	
<p>B. Solid/hazardous waste management. - Refuse disposal services (part of CPC 9402 related to advisory services) - Sanitation and similar services (part of CPC 9403 related to advisory services)</p>			
<p>F. Protection of biodiversity and landscape - Nature and landscape protection services (part of CPC 9406 related to advisory services)</p>			
<p>C. Protection of ambient air and climate (part of CPC 9404 related to advisory services) Corresponds to cleaning services of exhaust gases</p>	<p>(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	
<p>E. Noise and vibration abatement (part of CPC 9405 related to advisory services)</p>			

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
7. FINANCIAL SERVICES			
<p>As a general rule, and in a non-discriminatory manner, financial institutions incorporated in Serbia must adopt a specific legal form. Re/insurance companies, banks, broker and dealer companies, investment funds, founder of over the counter market and stock exchange must be incorporated as joint stock company. Exceptionally, a company for insurance brokerage, a company for insurance agency services, legal entities for provision of investment advisory services and company for investment fund management must be incorporated as a joint stock company or a limited liability company. Asset management company performing activity of managing and organizing voluntary pension funds must be established as a non-public joint stock company. Branches of financial institutions commercially established outside of Serbia will be allowed 7 years after Serbia's accession to the WTO.</p> <p>Foreign banks may establish subsidiaries or representative offices¹⁹ in the territory of Serbia. Only representative offices of foreign banks are allowed and may not perform banking operations - their scope of work is limited to market research, preparatory activities and representation of their home bank.</p> <p>At least one member of the bank managing board and at least one member of the bank executive board must be fluent in Serbian language and have permanent residence in Serbia, while all other members of the executive board must have temporary residence in Serbia.</p>			
<u>Insurance and insurance related services</u>			
<p>Foreign re/insurance companies are required to establish subsidiaries which must be incorporated as joint stock companies. Branching will be allowed only 7 years after Serbia's accession to the WTO. An insurance company cannot provide both life and non-life insurance services simultaneously. Exceptionally, insurance company providing life insurance can perform accident insurance activities and voluntary health insurance covering the costs of medical treatment for the client with whom they already have signed life insurance policy.</p> <p>At least one member of the re/insurance company supervisory board and at least one member of the executive board must be fluent in the Serbian language and have permanent residence in Serbia, while all other members of the executive board must have temporary residence in Serbia.</p> <p>Brokers in insurance cannot provide insurance agency services.</p> <p>Compulsory insurance schemes such as state health insurance, state pension insurance, deposit insurance are exclusively provided by public bodies (Republic Fund for Health Insurance, Fund for Pension and Disability Insurance and the Agency for Insurance of Deposits, respectively), although those services can be provided on the commercial bases above prescribed minimum of social protection.</p>			
<u>Capital market and investment services</u>			
<p>Pursuant to laws governing capital market and investment funds only financial institution established and registered in Serbia, licensed by a competent authority in Serbia (such as the National Bank of Serbia (NBS), the Serbia Securities Commission (SEC)) can provide in Serbia investment services and activities relating to capital market.</p>			

¹⁹ Representative office means an organisational part of a bank of one Party established in the territory of the other Party, without legal personality, which does not carry out activities that may be carried out by a bank, but which carries out activities related to market research and which represents the bank it constitutes part of.

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
<p>All investment and ancillary investment services in accordance with Capital Market Law can be performed only by investment firms (broker-dealer company and authorized bank) established in Serbia and licensed by SEC for provision of those services. Only ancillary services can be performed by credit institution licensed by NBS, without SEC license.</p> <p>Only investment firms holding a license of SEC may trade on a regulated market or Multilateral Trading Facilitate (MTF), while other persons may trade on such markets only through the mediation of such firms. Only investment firms licensed by SEC shall be entitled to intermediate transactions in an Over-the-Counter (OTC) market. An investment firm shall not initiate the activity for which it has obtained the license, prior to the entry of this activity into the Company Register in Serbia.</p> <p>Clearing and settlement obligations arising from the transactions in financial instruments concluded in Serbia shall be met only through the Central Registry, Depository and Clearing of Securities (a joint stock company with at least 51% of state capital). Right of access to the information and documents of the Central Securities Depository (CSD) shall have only a member of the CSD keeping the accounts for the lawful holders, the lawful holder of a financial instrument, and any person who proves their legal interest in the financial instrument.</p> <p>Law on investment funds regulate the activities and operations of investment funds through management companies licensed by the competent institutions in Serbia, which can be established by domestic and foreign natural and legal persons under the same conditions.</p> <p>All collective investment undertakings established in Serbia in accordance with Law on Investment Funds must be managed by management company, established in the Republic of Serbia and licensed by SEC.</p> <p>Custody services are provided by custody banks which are credit institutions licensed by SEC for performing these services, and established in Serbia.</p> <p>Law on voluntary pension funds and pension schemes regulate activities of voluntary pension fund and management companies than manage those funds. According to the mentioned laws, voluntary pension funds can be organized and managed exclusively by licensed voluntary pension fund management companies established in Serbia.</p> <p>Management companies can be established by domestic or foreign natural and legal person. A stake of over 50% in capital, and/or voting rights in a management company must be held by a legal entity engaged in banking, insurance or pension fund activities, or by a person holding in the said person a stake of more than 50% in capital and/or voting rights.</p>			
<p>(a) <u>Insurance and insurance-related services</u></p>			
<p>(i) Direct insurance (A) life</p>	<p>(1),(2) Unbound except for insurance to: - foreign nationals in Serbia (except compulsory insurance prescribed for such persons in Serbia); - employees of Serbian companies founded for the performance of an activity abroad, owned by domestic</p>	<p>(1),(2) Unbound except as indicated in the market access column.</p>	

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
	<p>persons or jointly by domestic and foreign persons if this is required by the foreign country regulations or if explicitly stipulated in the act of incorporation of such companies;</p> <p>(3) None</p> <p>(4) Unbound, except as indicated in the horizontal section.</p>	<p>(3) None</p> <p>(4) Unbound, except as indicated in the horizontal section.</p>	
(B) non-life	<p>(1),(2) Unbound except for insurance of risks relating to:</p> <ul style="list-style-type: none"> - investment work abroad performed by domestic companies and equipment for the performance of such work – if this has been stipulated in the contract on performing the work, or prescribed by the regulations of the country in which work is being performed; - foreign credits, for the purpose of insuring their repayment – if, at the request of the lender, this has been stipulated in the contract; - ships under construction or repair – if explicitly stipulated in the contract with a foreign buyer or ordering party; - overseas ships – ship owner insurance against liability for damage to third parties and their property; goods, exported from Serbia, or imported into Serbia – unless transport risk is covered by Serbian legal entity or natural person; - property and employees of Serbian companies founded for the performance of an activity abroad, 	(1),(2) Unbound except as indicated in the market access column.	

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
	<p>owned by domestic persons or jointly by domestic and foreign persons if this is required by the foreign country regulations or if explicitly stipulated in the act of incorporation of such companies; - liability insurance in case of foreign medicines and medical devices on clinical trials to be placed on the market in Serbia, if insurance contract prescribes jurisdiction of Serbian courts and competency of other authorities responsible to decide on damage claims;</p> <p>(3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(3) None (4) Unbound, except as indicated in the horizontal section.</p>	
(ii) Reinsurance and retrocession	<p>(1),(2) Unbound, except for the risks insured under Mode 1) and 2) of (i) and for the risks that domestic reinsurers are not able to cover themselves.</p> <p>(3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(1),(2) Unbound except as indicated in the market access column.</p> <p>(3) None (4) Unbound, except as indicated in the horizontal section.</p>	
(iii) Insurance intermediation, such as brokerage and agency	<p>(1) (2) Unbound, except for insurance services for which commitments are taken under subsectors (i) and (ii).</p> <p>(3) None (4) Unbound</p>	<p>(1) (2) Unbound, except indicated in the market access column.</p> <p>(3) None (4) Unbound</p>	
(iv) Services auxiliary to insurance, such as consultancy, actuarial, risk assessment and claims settlement services	<p>(1),(2) Unbound, except for insurance services for which commitments are taken under subsectors (i) and (ii).</p> <p>(3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(1),(2) Unbound, except as indicated in the market access column.</p> <p>(3) None (4) Unbound except as indicated in the horizontal section.</p>	
(b) Banking and other financial services (excluding insurance)			

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
(v) Acceptance of deposits and other repayable funds from the public	(1),(2) Unbound, except for <ul style="list-style-type: none"> - banks which may hold foreign exchange in their accounts abroad freely; - other entities which may hold foreign exchange in accounts abroad, subject to approval of the NBS in the following cases: <ul style="list-style-type: none"> - to finance investment works abroad, pursuant to a contract with an investor or foreign creditor, - to finance exploration works abroad, pursuant to a concession agreement on such works, - to cover current operating costs of representative offices or subsidiaries of legal entities abroad, and to pay for services in international freight and passenger transport, - to make a guarantee deposit for the purpose of participating in a bidding or tender procedure, - to use a foreign financial credit for payment of imports of goods and services, and to repay previously used foreign credits (refinancing), - to pay for purchase of securities abroad, - to deposit and to invest funds of insurance companies abroad, subject to approval of the NBS issued pursuant to the Law on Insurance, - to collect grants and cash donations from abroad for scientific, cultural and humanitarian purposes, 	(1),(2) Unbound, except as indicated in the market access column.	

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
	<ul style="list-style-type: none"> - to collect compensation under the court's ruling abroad, if such ruling sets out that collection is to be effected via a foreign bank account, against presentation of a court ruling, - to cover costs of residing abroad for medical treatment, subject to a referral slip issued by a competent medical institution in Serbia. <p>(3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(3) None (4) Unbound, except as indicated in the horizontal section.</p>	
(vi) Lending of all types, including consumer credit, mortgage credit, factoring and financing of commercial transaction	<p>(1) Unbound (2) Unbound (3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) Unbound (2) Unbound (3) None (4) Unbound, except as indicated in the horizontal section.</p>	
(vii) Financial leasing	<p>(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	
(viii) All payment and money transmission services, including credit, charge and debit cards, travellers cheques and bankers drafts	<p>(1) Unbound (2) None (3) Unbound (4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	
(ix) Guarantees and commitments	<p>(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	
(x) Trading for own account or for account of customers, whether on an exchange, in and over-the-counter market or otherwise, the following:			

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
(A) money market instruments (including cheques and bills); (B) foreign exchange;	(1) Unbound (2) None (3) Only (licensed) banks may trade in money market instruments and foreign exchange. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(C) derivative products including, but not limited to, futures and options; (D) exchange rate and interest rate instruments, including products such as swaps; (E) transferable securities; (F) other negotiable instruments and financial assets, including bullion.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(xi) Participation in issues of all kinds of securities, including underwriting and placement as agent (whether publicly or privately) and provision of services related to such issues	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(xii) Money broking	(1) Unbound (2) None (3) Only (licensed) banks and exchange offices may provide these services. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(xiii) Asset management, such as cash or portfolio management, all forms of collective investment management, pension fund management, custodial, depository and trust services;	(1) Unbound (2) Unbound (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) Unbound (3) None (4) Unbound, except as indicated in the horizontal section.	
(xiv) Settlement and clearing services for financial assets, including securities, derivative products, and other negotiable instruments	(1) Unbound (2) None (3) Unbound (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(xv) Provision and transfer of financial	(1) None	(1) None	

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
information by suppliers of other financial services	(2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
Financial data processing and provision and transfer of related software by suppliers of other financial services	(1),(2) Unbound (3) Financial institutions are obliged to establish and maintain their data processing centres (both primary and secondary information systems ²⁰) in Serbia for the storage and processing of financial data. (4) Unbound, except as indicated in the horizontal section.	(1),(2) Unbound (3) None (4) Unbound, except as indicated in the horizontal section.	
(xvi) Advisory, intermediation and other auxiliary financial services on all the activities as listed in subparagraphs (v) through (xv), including credit reference and analysis, investment and portfolio research and advice, advice on acquisitions and on corporate restructuring and strategy	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
8. HEALTH RELATED AND SOCIAL SERVICES (other than those listed under 1.A.h-j.)			
Services listed below cover only fully privately funded services			
A. Hospital services (part of CPC 9311)	(1) Unbound* (2) None except public medical insurance programs may not cover cost of medical care supplied abroad. (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound* (2) None except service consumers may not be entitled to receive financial support from public resources, except when authorized by the Bureau for Health Insurance of the Republic of Serbia. (3) None (4) Unbound, except as indicated in the horizontal section.	

²⁰ Primary systems are comprised of infrastructure, hardware, software and data which ensure the execution of financial activities as well as the recording and use of information in electronic media in a secure manner and as to be accessed when needed. Secondary systems are primary system substitutes.

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
9. TOURISM AND TRAVEL RELATED SERVICES			
A. Hotels and restaurants (incl. catering) (CPC 641- 643)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
B. Travel agencies and tour operators services (CPC 7471)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
C. Tourist guides services (CPC 7472)	(1) None (2) None (3) None (4) Unbound	(1) None (2) None (3) None (4) Unbound	
10. RECREATIONAL, CULTURAL AND SPORTING SERVICES (other than audiovisual services)			
B. News agency services (CPC 962)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
D. Sporting and other recreational activities, other than gambling and betting services (CPC 9641 + 96491)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
11. TRANSPORT SERVICES (excluding cabotage²¹)			
C. Air Transport Services			
(a) Maintenance and repair of aircrafts (CPC 8868***)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(b) Selling and marketing of air transport services (c) Computer Reservation System (CRS)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1),(3) Unbound for distribution through CRS of air transport services provided by CRS parent carrier (2) None (4) Unbound, except as indicated in the horizontal section.	
E. Rail Transport Services Services related to infrastructure are excluded from the scope of commitments			
(a) Passenger transportation (CPC 7111) (b) Freight transportation (CPC 7112)	(1) Unbound (2) None (3) Serbian Railways Infrastructure, joint stock company, has the monopoly right for the management of traffic over the domestic railway network as well as the operation of railway infrastructure owned by the State. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(d) Maintenance and repair of rail transport equipment (CPC 8868***)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the	

²¹ Cabotage means transport of passengers or freight between certain locations on the territory of Serbia, performed by the carrier with the company headquarter in the territory of Turkey.

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
	horizontal section.	horizontal section.	
F. Road Transport Services			
(a) Passenger transportation (CPC 7121 + 7122) (b) Freight transportation (CPC 7123) (c) Rental of commercial vehicles with operator (CPC 7124) (d) Maintenance and repair of road transport equipment (CPC 6112 + 8867) (e) Supporting services for road transport services (CPC 744)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None except international transport may be provided only after 3 years of experience in providing local transport in Serbia. (4) Unbound, except as indicated in the horizontal section.	

Modes of supply: (1) Cross border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or sub-Sector	Limitations on market access	Limitations on national treatment	Additional commitments
H. Services auxiliary to all modes of transport			
(b) Storage and warehousing services (part of CPC 7421 + 7429)	(1) None (2) None (3) None ²² (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(c) Freight transport agency services (CPC 748) (d) Other supporting and auxiliary transport services (CPC 749)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

²² Public utility concession or licensing procedures may apply in case of occupation of the public domain.

LIST OF ARTICLE III MFN EXEMPTIONS OF THE REPUBLIC OF SERBIA

Sector or sub-sector	Description of measure indicating its inconsistency with Article III	Countries to which the measure applies	Intended duration	Conditions creating the need for the exemption
All sectors	Measures based on bilateral agreements concluded by Serbia with the objective of providing for the movement of all categories of natural persons supplying services	The EC and its Member States, Switzerland	Indefinite	The agreements reflect a process of progressive trade liberalisation between Serbia and its regional trading partner
Real estate ownership	Foreign natural persons or legal entities doing business in Serbia may acquire real estate if the reciprocity requirement is met, and if the acquired property related to the provision of a service	All	Indefinite	
- Production and distribution of cinematographic works and television programs	Measures based upon government-to-government framework agreements and plurilateral agreements on co-production of audiovisual works, which confer national treatment to audiovisual works covered by these agreements, in particular in relation to distribution and access to funding	All countries with whom cultural cooperation may be desirable	Indefinite	The aim of these agreements is to promote cultural links between countries concerned
- Production and distribution of television programmes and cinematographic works	Measures granting the benefit of any support programmes (such as EURIMAGES, MEDIA) to audiovisual works, and suppliers of such works, meeting certain European origin criteria	European countries	Indefinite. Exemption needed, for certain countries, only until an economic integration agreement is concluded or completed.	These programmes aim at preserving and promoting the regional identity of countries within Europe which have long-standing cultural links
- Production and distribution of audiovisual works through broadcasting or other forms of transmission to the public	Measures which define works of European origin, in such a way as to extend national treatment to audiovisual works which meet certain linguistic and origin criteria regarding access to broadcasting or similar forms of transmission	Parties to the Council of Europe Convention on Transfrontier Television or other European countries with whom an agreement may be concluded	Indefinite. Exemption needed, for certain countries, only until an economic integration agreement is concluded or completed.	The measures aim, within the sector, to promote cultural values both within Serbia and with other countries in Europe, as well as achieving linguistic policy objectives
Internal waterways transport	Measures based upon existing or future agreements on access to inland waterways (incl. agreements following the Rhine-Main-Danube link), which reserve traffic rights for operators based in the countries concerned and meeting nationality criteria regarding ownership	The EC and its Member States, Switzerland, States in Central, Eastern and South-Eastern Europe and all Members of the Commonwealth of Independent States	Indefinite. Exemption needed, for certain countries, only until an economic integration agreement is concluded or completed.	

Sector or sub-sector	Description of measure indicating its inconsistency with Article III	Countries to which the measure applies	Intended duration	Conditions creating the need for the exemption
(f) supporting services for internal waterways	The cost of provided pilotage services is the same for domestic and foreign ships provided that reciprocity requirement is met	All	Indefinite	
Computer reservation system (CRS) and sales and marketing of air transport services	The obligations of Serbian CRS vendors or of Serbian parent and participating air carriers shall not apply, respectively, in respect of foreign parent carriers or of CRS controlled by foreign air carriers to the extent that their CRS outside Serbia does not offer national treatment to Serbian air carriers or to Serbian parent and participating air carriers	All countries where a CRS vendor or a parent air carrier is located	Indefinite	The need for the exemptions results from the insufficient development of multilaterally agreed rules for the operation of CRS
E. Rail Transport Services	Foreign safety certificates for railway carriers may be recognized subject to reciprocity	All	Indefinite	Compliance with domestic safety standards
F. Road Transport Services (a) Passenger transportation	Annual licence for regular passenger transport (liner) is granted by the responsible Ministry subject to reciprocity	All	Indefinite	The need for these exemption is linked to the region characteristics of the road transport services and to the necessity to regulate traffic rights in the across the territory of Serbia and between Serbia and the countries concerned
(b) Freight transportation	Customs Authority at the border may, upon decision by the responsible Ministry, grant an ad hoc licence for single assignment freight transportation subject to reciprocity. Criteria for issuing ad hoc licenses include: the number of exchanged licenses, the number of used licenses and economic needs test. Foreign carriers do not need licenses for transport of specific goods subject to reciprocity	All	Indefinite	
- Passenger and Freight	Provisions in existing or future agreements on international road haulage (including combined transport - road/rail) and passenger transport, concluded by Serbia, which: - reserve or limit the provision of a transport service between the contracting parties or across the territory of the contracting parties to vehicles registered in each contracting party; - provide for tax exemption for such vehicles based on reciprocity	All countries with which agreements are or will be in force	Indefinite	

**THE REPUBLIC OF TURKEY
SCHEDULE OF SPECIFIC COMMITMENTS**

Modes of supply: 1) Cross-border supply

2) Consumption abroad

3) Commercial presence

4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
<p>I. HORIZONTAL COMMITMENTS All sectors included in this schedule</p>			
Investment	(3) Unbound except for the joint stock, limited liability, commandite and collective companies, the branches and the representative offices of the Serbian companies.		
	<p><u>Real Estate Acquisition:</u> (1),(3) The Council of Ministers has the authority to determine, modify or limit the conditions of and/or to partially or fully withdraw or ban the right to real estate acquisition by juridical persons organised under the laws of a foreign government, in line with national interests.</p>	(3) Unbound except companies with foreign capital are permitted to acquire real estate in Turkey to conduct business activities listed in the articles of association of their enterprise.	
	<p><u>Public utilities:</u> (3) Economic activities considered as public utilities at the national or local level may be subject to public monopolies or to exclusive rights granted to private operators.</p>		
	<p>(4) Unbound except for measures concerning the entry and temporary stay of natural persons in the following categories:</p> <p>I. Intra-corporate transferees are natural persons who have been employed by a juridical person of Serbia for at least one year and who are temporarily transferred to one of its subsidiaries, affiliates or branches in the territory of Turkey. The natural person concerned shall belong to one of the following categories.</p>	(4) The professional services which are assigned only to Turkish citizens by the specific laws cannot be rendered by foreigners either as service providers or as the personnel of service providers. On the other hand, foreign citizens with Turkish origin may work in professions which are assigned only to Turkish citizens with the permission obtained from the Ministry of Labour and Social Security. Those professions which are assigned only to Turkish citizens are given below:	

Modes of supply: 1) Cross-border supply

2) Consumption abroad

3) Commercial presence

4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	<p>Executives-Managers: Natural persons working in a senior position within a juridical person, who primarily direct the management of the company, receiving general supervision or direction principally from the board of directors or shareholders of the business or their equivalents, including:</p> <p>(A) directing the company or a department or sub-division thereof;</p> <p>(B) supervising and controlling the work of other supervisory, professional or managerial employees; and</p> <p>(C) having the authority personally to recruit and dismiss or recommend recruiting, dismissing or other personnel actions.</p> <p>Specialists: Natural persons working within a juridical person, and who possess uncommon knowledge essential to the company's production, research equipment, techniques or management. In assessing such knowledge, account will be taken not only of knowledge specific to the company, but also of whether the person has a high level of qualification referring to a type of work or trade requiring specific technical knowledge, including membership of an accredited profession.</p>	<p>1) Doctors, 2) Pharmacists, 3) Nurses 4) Veterinarians, 5) Responsible directors of the factories producing medicine, 6) Tourist guides, 7) Responsible directors of private hospitals, 8) Directors of newspapers, 9) Dentists, 10) Notaries, 11) Those personnel working in Free Trade Zones other than managers and qualified personnel, 12) Those personnel undertaking coastal commerce and related activities, 13) Doctors, Pharmacists and veterinarians dealing with laboratory services, 14) Lawyers who practice in Turkish Courts, 15) Accountants and Certified Public Accountants</p>	

Modes of supply: 1) Cross-border supply

2) Consumption abroad

3) Commercial presence

4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	<p>II. <u>Trainees:</u> means natural persons who have been employed by a juridical person of Serbia for at least one year, who possess a university degree and who are temporarily transferred to one of its subsidiaries, affiliates, or branches in the territory of Turkey for career development purposes or to obtain training in business techniques or methods that match the trainees` education level.</p> <p>III. <u>Business visitors</u> are natural persons working in a senior position within a juridical person of Serbia and who are responsible for setting up a subsidiary, affiliate or branch in the territory of Turkey. They do not engage in direct transactions with the general public and do not receive remuneration from a source located in Turkey.</p> <p>IV. <u>Business Service Sellers:</u> means natural persons who are representatives of a service supplier of Serbia seeking temporary entry into the territory of Turkey for the purpose of negotiating the sale of services or entering into agreements to sell services for that service supplier. They do not engage in making direct sales to the general public and do not receive remuneration from a source located within Turkey.</p> <p>The entry and temporary stay of <i>intra-corporate transferees and</i></p>		

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	<p><i>trainees</i> is initially limited to one year with a possibility for extension.</p> <p>The entry and temporary stay of <i>business visitors</i> and <i>business service sellers</i> may be permitted for a period of up to 90 days within 180 days.</p>		

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
II. SECTOR SPECIFIC COMMITMENTS			
1. BUSINESS SERVICES			
A. Professional Services			
(a) Legal Services (only advisory services on foreign and international law) (CPC 861**)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(b) Accounting, auditing and bookkeeping services (CPC 862)	(1) Unbound (2) None (3) Authorized financial advisers ¹ may associate their works after becoming a member of the related Chamber. Foreign auditing firms may carry out independent audit in Turkey on the condition that they are authorized by Public Oversight, Auditing and Accounting Standards Authority, in accordance with the principle of reciprocity. For an audit firm to be authorized: Majority of its capital and voting rights shall be owned by auditors, and all the partners of the firm shall be members of profession. ² The members of its managing body shall be entirely composed of the members of profession; and majority of them, but provided that this ratio does not exceed seventy-five percent, shall be the auditors	(1) Unbound (2) None (3) Foreign titles and names cannot be used in the titles of partnerships or corporations among Turkish and Foreign Financial Advisers.	

¹ The term “financial adviser” used in this entry refers to a “Certified Public Accountant (Serbest Muhasebeci Mali Müşavir)”. Foreign financial advisers can be authorized, under reciprocity condition, by the approval of the Prime Minister upon the proposal of the Ministry of Finance. Foreign financial advisers can perform all the accountancy, tax advisory, financial advisory and auditing services without supplying certification services.

² “Members of profession” are “certified public accountants (serbest muhasebeci mali müşavir)” or “sworn-in public accountants (yeminli mali müşavir)” and Turkish nationality requirement exists for members of profession.

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	permanently employed by it. (4) Unbound	(4) Turkish citizenship is required for Accountants and Certified Public Accountants.	
(c) Taxation Services Business tax planning and consulting services (CPC 86301)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(d) Architectural services ³ (CPC 8671) (e) Engineering services ³ (CPC 8672) (f) Integrated engineering services ³ (CPC 8673) (g) Landscape architecture services ³ (part of CPC 8674)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(h) Veterinary services (CPC 932) - Only for animal hospitals and laboratories	(1) None (2) None (3) None (4) Unbound	(1) None (2) None (3) None except wholly foreign owned animal hospitals and laboratories can be established in Turkey on the condition that all the veterinaries employed are Turkish citizens. Responsible director of an animal hospital or a laboratory must be a veterinary. (4) Unbound	
B. Computer and Related Services (CPC 84** except other computer services (CPC 849) other than training services for staff of clients (CPC 84990**))	(1) None except for database services including data storage, data hosting and web hosting services (CPC 844). (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None except for database services including data storage, data hosting and web hosting services (CPC 844). (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

³ Foreign engineers and architects may engage in the provision of engineering and architecture services in Turkey only after becoming a temporary member of the related professional chamber under the Union of Chambers of Turkish Engineers and Architects.

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
C. Research and Development Services (excluding R&D financed in whole or in part by public funds)⁴			
(a) R&D services on natural sciences except CPC 85105 (CPC 851**)	(1) None (2) None	(1) None (2) None	
(b) R&D services on social sciences and humanities (CPC 852)	(3) None	(3) None, except permission is required when acting on behalf of foreign service consumers that have no commercial presence in Turkey.	
(c) Interdisciplinary R&D services (CPC 853)	(4) Unbound, except as indicated in the horizontal section	(4) Unbound, except as indicated in the horizontal section. In addition, foreign natural persons are required to obtain prior permission.	
E. Rental/Leasing Services without Operators			
(a) Relating to ships ⁵ (CPC 83103)	(1) Unbound (2) None	(1) Unbound (2) None	
(b) Relating to aircraft ⁵ (CPC 83104)	(3) None except Turkey may apply economic needs tests with respect to rental/leasing services (without operators) relating to other transport equipment.	(3) None	
(c) Relating to other transport equipment (CPC 83101+83102+ 83105)			
(d) Relating to other machinery and equipment (CPC 83106-83109)	(4) Unbound except indicated in the horizontal section.	(4) Unbound except indicated in the horizontal section.	
(e) Leasing or rental services concerning personal and household goods (CPC 832)			
F. Other Business Services			
(a) Advertising services (CPC 871)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(b) Market research services (CPC 864)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

⁴ Public funded R&D services and R&D services that involve “access to genetic resources and the fair and equitable sharing of benefits” are excluded.

⁵ This commitment does not include or confer any right with regard to carrying the Turkish flag.

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
(c) Management consulting services (CPC 865)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(e) Technical Testing and Analysis Services, excluding technical testing, analysis and control (inspection) services relating to construction and construction materials ⁶ , vessels and aircrafts, and marine survey activities. - Composition and purity testing and analysis services (CPC 86761**) ⁷	(1) Unbound (2) Unbound (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) Unbound (3) None (4) Unbound, except as indicated in the horizontal section.	
- Testing and analysis services of physical properties (CPC 86762)	(1) Unbound (2) Unbound (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) Unbound (3) None (4) Unbound, except as indicated in the horizontal section.	
- Testing and analysis services of integrated mechanical and electrical systems (CPC 86763)	(1) Unbound (2) Unbound (3) None, except establishment of a commercial presence for testing and analysis services regarding automobiles and other motor vehicles is subject to an economic needs test. Main criteria: the number of and impact on existing domestic suppliers, protection of public health, safety, and the environment (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) Unbound (3) None (4) Unbound, except as indicated in the horizontal section.	

⁶ Turkey does not assume any commitments regarding technical testing and analysis services relating to the construction sector, including construction and building control activities performed to ensure that the whole construction process, as well as the construction materials used as inputs in the construction, are in conformity with the technical specifications and standards specified by relevant laws and regulations.

⁷ Only inspection, testing and analysis services of air, water, noise level and vibration level under CPC 86761.

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
- Technical inspection services (CPC 86764)	(1) Unbound (2) Unbound (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) Unbound (3) None (4) Unbound, except as indicated in the horizontal section.	
(f) Services incidental to hunting (part of CPC 881)	(1) Unbound except consultancy services. (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound except consultancy services. (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(h) Services incidental to mining (CPC 883+5115)	(1) Commercial presence is required. (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Commercial presence is required. (2) None. (3) "Technical Supervisors (teknik nezaretçi)" and "Permanent Supervisors (daimi nezaretçi)" in mining sites are required to be Turkish nationals. (4) Unbound, except as indicated in the horizontal section.	
(n) Maintenance and repair of equipment (excluding maritime vessels, aircraft or other transport equipment) (CPC 633+ 8861-8866)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(o) Building-cleaning services (CPC 874)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(p) Photographic services (CPC 875) excluding specialty photography services (CPC 87504)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(q) Packaging services (CPC 876)	(1) None (2) None (3) None (4) Unbound, except as indicated in the	(1) None (2) None (3) None (4) Unbound, except as indicated in the	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	horizontal section.	horizontal section.	
(r) Printing, publishing (CPC 88442**) excluding publishing services of newspapers, magazines and publications of news agencies	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) Unbound (4) Unbound, except as indicated in the horizontal section.	
(s) Convention services (CPC 87909**)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(t) Other: - Translation and interpretation Services (part of CPC 87905) excluding services of sworn translators and interpreters	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
2. COMMUNICATION SERVICES			
A./B. Postal Services (Postal and Courier Services)			
Postal and Courier services (Postal services cover the acceptance, collection, processing, shipment, distribution and delivery of "postal items" as defined in the Law on Postal Services No. 6475) Excluding: - postal services for which universal service obligations and/or financial contribution to a compensation fund exist; - domestic and international open and closed letters, postcards bearing any kind of correspondence; - any type of official notice, including through electronic media, within the scope of the Law numbered 7201 and other laws, without prejudice to the provisions related with electronic	(1) Establishment in Turkey is required. (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Establishment in Turkey is required. (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
notification of the Tax Procedural Law no. 213 dated 4/1/1961; -postal services of Turkish Armed Forces in peacetime			
C. Telecommunication (Electronic Communications) services⁸			
(a) Voice telephone services (b) Packet-switched data transmission services (c) Circuit-switched data transmission services (d) Telex services (f) Facsimile services (g) Private leased circuit services (h) Electronic mail (i) Voice mail (j) On-line information and data-base retrieval (k) Electronic data interchange (l) Enhanced/value-added facsimile services, incl. store and forward, store and retrieve (m) Code and protocol (n) On-line information and/or data processing (o) Others <ul style="list-style-type: none"> - Mobile services analog/digital cellular - Paging services - Cable broadcasting⁹ services - Satellite communications services (VSAT, SCPC VSAT) - Satellite platform services - GMPCS services - Infrastructure services 	(1), (3) Other than national public organizations and state-owned enterprises foreseen by law, in order to be authorized, establishment is required in Turkey. Electronic communications (telecommunications) services and infrastructure require authorization in the form of limited number of rights of use. (2) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

⁸ The scope of basic telecommunications in this Schedule does not cover any kind of (analog-digital) radio and TV programme broadcasting services and on-demand media services to the public.

⁹ Cable broadcasting services include only the transmission of broadcasting signals but do not include editorial activities relating to content.

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
<ul style="list-style-type: none"> - Private/Public access mobile radio services - Directory information services 			
(e) Telegraph services	<ul style="list-style-type: none"> (1) PTT A.Ş., a wholly state owned enterprise, is the exclusive service provider. (2) None (3) PTT A.Ş., a wholly state owned enterprise, is the exclusive service provider. (4) Unbound 	<ul style="list-style-type: none"> (1) None (2) None (3) None (4) Unbound 	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
3. CONSTRUCTION AND RELATED ENGINEERING SERVICES			
All services falling within (CPC 51)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
4. DISTRIBUTION SERVICES			
Distribution services do not include services related to the goods subject to import and export restriction or prohibition; alcohol, tobacco, electronic cigarettes and other addictive products; pharmaceuticals; optical goods; seeds; fertilizers and other soil enhancers, pesticides and preparations of a kind used in animal feeding; wood and coal; instruments and appliances for measuring electricity, gas and liquid; taximeters; firearms and military equipment; precious metals; waste and scrap and materials for recycling; toxic substances; nuclear energy and water.			
A. Commission agents' services (CPC 621 + 61111 + 6113) B. Wholesale trade services (CPC 622 + 61111 + 6113 + 6121) C. Retailing services (CPC 631 + 632 + 61112 + 6113 + 6121) D. Franchising ¹⁰ Franchising related to non-financial intangible assets (CPC 8929*) E. Other Retail sales of motor fuel (CPC 613)	(1) Unbound (2) None (3) None, except Turkey may apply economic needs tests on commercial presence. For distribution of energy products, limitation on the total value of service transactions through market share cap applies too. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
5. EDUCATION SERVICES**¹¹			
A,B,E. Primary, Secondary and Other Educational services (CPC 921 + 922 + 929)	(1), (3) Natural and legal foreign persons directly or by establishing partnership with Turkish citizens may only establish international educational institutions (including vocational and technical schools) and only for foreign students. (2) None (4) Unbound, except as indicated in the horizontal section.	(1), (3) A Turkish national teacher must be assigned to the international educational institutions (including vocational and technical schools) as head assistant of school "Senior Deputy Principal". (2) None (4) Unbound, except as indicated in the horizontal section.	

¹⁰ Franchising services under the heading of distribution services are assumed to be the distribution of goods through franchises.

¹¹ This commitment covers private education services only.

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
C. Higher education services (CPC 923)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None except all members of the administrative board of higher education institution (i.e. the Board of Trustees (Mütevelli Heyeti)), as well as the president (rector) must be Turkish nationals. (4) Unbound, except as indicated in the horizontal section.	
D. Adult education (CPC 924)	(1) Unbound (2) None (3) Foreign persons directly or by establishing partnership with Turkish persons may only establish international educational institutions only for foreign students. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
6. ENVIRONMENTAL SERVICES¹²			
A. Sewage services (CPC 9401)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
B. Refuse disposal services (CPC 9402)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
C. Sanitation and similar services (CPC 9403)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound except as indicated in the horizontal section.	
D. Other: - Cleaning services of exhaust gases (CPC 9404)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
- Noise abatement services (CPC 9405)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
7. FINANCIAL SERVICES HORIZONTAL COMMITMENTS			
Measures applicable to supply of services through commercial presence for all sectors in Financial Services:			
Banking	(3) Permission to establish a bank which has to be established in the form of a joint-stock company or to open the first branch or representative office of a foreign bank in Turkey, shall be given by a decision taken by the Banking Regulation and Supervision Board.	(3) None	

¹² Turkey's offer on environmental services excludes the provision of water for human use, including water collection, purification and distribution through mains.

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	<p>A permission to operate should also be received following the consummation of establishment or branch opening transactions, in order to start receiving deposits and/or conducting banking transactions.</p> <p>Lending limits for the branches of foreign banks are based on branch capital rather than worldwide capital.</p>		
Insurance	(3) Insurance and reinsurance companies have to be established in the form of a joint-stock or a mutual company. For the purpose of commencing their operation, insurance and reinsurance companies have to obtain a license from the Undersecretariat of Treasury for each insurance branch in which they would like to operate.	(3) None	
Securities market	(3) For the establishment and operations of capital market institutions ¹³ permission of the Capital Markets Board is required. Also, banks engaging in capital market activities (investment	(3) None	

¹³ According to the Capital Market Law, capital market institutions are specified as follows:

- (a) Investment firms,
- (b) Collective investment schemes,
- (c) Independent auditors, appraisal companies and rating agencies performing activities in capital market,
- (d) Portfolio management firms
- (e) Mortgage finance corporations,
- (f) Housing finance and asset finance funds,
- (g) Asset lease companies,
- (h) Central clearing institutions,
- (i) Central settlement institutions,
- (j) Trade repositories,
- (k) Other capital market institutions, the establishment and operation of which are regulated by the Capital Markets Board.

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	<p>services) are required to obtain from the Capital Markets Board appropriate authorization certificates for these activities.</p> <p>Establishment of branches and agencies by securities intermediary institutions established in Turkey also requires the Capital Markets Board's permission.</p> <p>Securities intermediary institutions, investment companies, and other capital market institutions with the exception of investment funds¹⁴ can only be established in the form of a joint-stock company.</p> <p>Establishment of branches and representative offices of foreign securities intermediary institutions is not permitted.</p> <p>The Capital Markets Board may take any measure to ensure that the establishment of capital market institutions or their branches and agencies are beneficial to the economic development of Turkey, as well as to the stability, soundness and development of capital markets.</p>		
OTHER FINANCIAL SERVICES			
A. Financial leasing service	(3) Establishing a financial leasing company or opening of first branches in Turkey by companies established abroad is subject to prior permission of the Banking Regulation and Supervision Board. A permission to operate should also be received following the consummation of establishment	(3) None	

¹⁴ According to Capital Market Law, investment funds can be established in contractual type within the fund rules in conformity with the fiduciary ownership principles.

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
B. Factoring and consumer financing services	(3) Factoring companies and financing companies must be established in the form of a joint-stock company in Turkey and is subject to permission of the Banking Regulation and Supervision Board. A permission to operate should also be received following the consummation of establishment transactions.	(3) None	
C. Authorized institutions (foreign exchange dealers)	(3) In order to engage in activities as an authorized institution, the permission of the Undersecretariat of Treasury must be obtained. The Undersecretariat may take any measure to ensure that the establishment of authorized institutions or their subsequent branches and agencies is beneficial to the economic development of Turkey as well as to the stability, soundness and development of financial markets. Authorized institutions must be established in the form of a joint-stock company.	(3) None	
D. Precious metals exchange	(3) To operate as a Precious Metal Intermediary Institution (PMII) one should obtain permission from Undersecretariat of Treasury. Banks, authorized institutions, joint-stock companies engaging in trade and production of precious metals, branches, which are located in Turkey, of the companies resident abroad engaging in trade and production of precious metals may apply to the Undersecretariat to operate as a PMII. Moreover, it is	(3) None	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	also possible to apply for permission to the Undersecretariat to operate solely as a precious metal brokerage institution and to be established as a joint stock company to operate as such.		
FINANCIAL SERVICES (SECTOR-SPECIFIC COMMITMENTS)			
a) Insurance and insurance-related services			
(i) Direct insurance (A) Life	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section	(1), (2) A certain per cent of insurance premiums paid by the income and corporate taxpayer as an employer and/or by wage earners for themselves is deducted from gross income in order to determine real taxable income. In order to benefit from this facility, life insurance policies must be concluded with the insurance companies or the branches of foreign insurance companies established in Turkey. (3) None (4) Unbound, except as indicated in the horizontal section	
(B) Non-life	(1), (2) Unbound, except: (a) The hull insurance of aircrafts, helicopters and ships which are purchased through a foreign loan or leased through a financial leasing contract from abroad, provided that the insurance period is limited to the term of the credit or leasing contract; (b) marine liability insurance; (c) transportation insurance of imported and exported goods; (d) personal injury, sickness, health and motor vehicle insurance, limited to the time during which people will be abroad or	(1), (2) None	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	<p>temporarily staying abroad; (e) insurance of ships and yachts registered with the Turkish International Maritime Registry.</p> <p>(3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(3) None (4) Unbound, except as indicated in the horizontal section.</p>	
(ii) Reinsurance and retrocession	<p>(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	
(iii) Insurance intermediation, such as brokerage and agency	<p>(1), (2) Unbound for intermediaries (agents and brokers) except the ones dealing with life insurance and non-life insurance categories indicated in the “(i) (B)Non-life” section and reinsurance brokers.</p> <p>(3) Juridical person insurance and reinsurance agencies and brokers must be established in Turkey in the form of a joint-stock or limited-liability company. The general manager and the deputy managers responsible for technical departments must reside in Turkey. Insurance agencies and brokers that are established in foreign countries may engage in insurance intermediation activities only by means of opening branches in Turkey. Institutional form and residency requirements stipulated above apply for branches, as well.</p> <p>(4) Natural person insurance and reinsurance brokers and agents have to reside in Turkey. Otherwise, unbound, except as indicated in the horizontal section.</p>	<p>(1), (2) None (3) None (4) Natural person insurance and reinsurance brokers and agents have to reside in Turkey. Otherwise, unbound except as indicated in the horizontal section.</p>	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
(iv) Services auxiliary to insurance, such as consultancy, actuarial, risk assessment and claim settlement services	(1), (2) None, except adjusters and actuaries (3) None (4) Unbound for adjusters and actuaries. Otherwise, unbound, except as indicated in the horizontal section.	(1), (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
b) Banking and Other Financial Services (excluding insurance)			
(v) Acceptance of deposits and other repayable funds from the public	(1) Unbound (2) None (3) No natural person or legal entity other than credit institutions or those authorized under specific regulations can accept deposits or other repayable funds from the public. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(vi) Lending of all types including consumer credit, mortgage credit, factoring and financing of commercial transaction (A) Consumer credit	(1) Unbound (2) None (3) Banks and financing companies can lend consumer credits. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(B) Factoring	(1) Unbound (2) None (3) Banks and factoring companies can engage in factoring activities. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(C) Mortgage credit	(1) Unbound (2) None	(1) Unbound (2) None	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	(3) Financial leasing companies and financing companies which are found eligible to operate in housing finance by the Banking Regulation and Supervision Agency can engage in trading of mortgage credits. Also banks can engage in trading of these activities. (4) Unbound, except as indicated in the horizontal section.	(3) None (4) Unbound, except as indicated in the horizontal section.	
(D) Financing of commercial transactions	(1) Unbound (2) None (3) Banks, financial leasing companies, factoring companies, and financing companies can engage in these activities. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(vii) Financial leasing	(1) Unbound (2) None (3) Banks which are not authorized to accept deposits and financial leasing companies can engage in financial leasing transactions. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(viii) All payment and money transmission services, including credit and debit cards and travellers cheques	(1) Unbound (2) None (3) Payment and money transmission services can only be conducted by banks and institutions authorized in accordance with the “Law on Payments and Securities Settlement Systems, Payment Services and Electronic Money Institutions”. The institutions engaging in the provision of payment and money transmission services are required to be established in Turkey, in the	(1) Unbound (2) None (3) None	

Modes of supply: 1) Cross-border supply

2) Consumption abroad

3) Commercial presence

4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	<p>form of a joint-stock company. Credit and debit cards services can only be provided by banks. Transfers of foreign exchange abroad must be carried out through the banking system.</p> <p>(4) Unbound, except as indicated in the horizontal section.</p>	<p>(4) Unbound, except as indicated in the horizontal section.</p>	
(ix) Guarantees and commitments	<p>(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	
(x) Trading for own account or for account of customers, whether on an exchange, in an over-the-counter market or otherwise, the following: (A) Money market instruments (including cheques and bills)	<p>(1) Unbound (2) None (3) The trading of money market instruments can be performed by both banks and securities intermediary institutions; however, securities intermediary institutions cannot engage in the trading of cheques and bills. (4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.</p>	
(B) Foreign exchange	<p>(1) Unbound (2) None (3) Banks, foreign exchange dealers, securities intermediary institutions (limited to investment services and activities), as well as national postal administration (PTT A.Ş.) can engage in foreign exchange trading. (4) Unbound, except as indicated in the</p>	<p>(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the</p>	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
(C) Derivative products including, but not limited to, futures and options	horizontal section. (1) Unbound (2) None (3) Authorized banks and securities intermediary institutions can engage in trading of these products. Authorized banks can execute orders in derivative instruments except for those based on stock indices and stocks, and deal on own account in derivative instruments except for those based on stocks. (4) Unbound, except as indicated in the horizontal section.	horizontal section. (1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(D) Exchange rate and interest rate instruments, including products such as swaps, forward rate agreements	(1) Unbound (2) None (3) Authorized banks and securities intermediary institutions can engage in trading of exchange rate and interest rate instruments. Only securities intermediary institutions can provide “leveraged transactions” as defined in Capital Market Law no. 6362 (i.e. retail forex brokerage). (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(E) Transferable securities	(1) Unbound (2) None (3) Banks and securities intermediary institutions can engage in trading of these products. However, only securities intermediary institutions can provide such investment services with regard to execution of orders and dealing on own account in shares. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
(F) Other negotiable instruments and financial assets, including bullion	(1) Unbound (2) None (3) Banks and related intermediary institutions can engage in trading of these products. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(xi) Participation in issues of all kinds of securities, including underwriting and placement as agent (whether publicly or privately) and provision of service related to such issues	(1) Unbound (2) None (3) Development and Investment Banks, and securities intermediary institutions can provide underwriting and placement services for the securities to be issued after being registered by the Capital Markets Board. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(xii) Money broking	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(xiii) Asset management such as cash or portfolio management, all forms of collective investment management, pension fund management, custodial depository and trust services (A) Portfolio management	(1) Unbound (2) None (3) Development and Investment Banks, securities intermediary institutions (excluding collective investment management) and portfolio management companies can provide these services. (4) Unbound, except as indicated in the	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	horizontal section.	horizontal section.	
(B) Collective investment management	(1) Unbound (2) None (3) Collective investment portfolios can be managed by portfolio management companies. Investment companies can also manage their own portfolios. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(C) Pension fund management	(1) Unbound (2) None (3) Portfolio management companies can provide these services. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(D) Custodial, depository and trust services	(1) Unbound (2) None (3) Authorized banks and securities intermediary institutions operating in capital market can provide custodial services for their customers. Depository accounts related with capital market instruments, with the exception of government debt instruments held in bank portfolios, can only be kept by Central Registry Agency. (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(xiv) Settlement and clearing services for financial assets, including securities, derivative products and cheques	(1) Unbound (2) None (3) İstanbul Clearing, Settlement and Custody Bank (Takasbank) Inc., The Central Bank of the Republic of Turkey, Central Registry Agency Inc. (MKK) and other entities authorised by the Capital Markets	(1) Unbound (2) None (3) None	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	<p>Board and the Central Bank of the Republic of Turkey (CBRT) can provide securities clearing and settlement services.</p> <p>Only the institution established and/or authorized by the Central Bank of the Republic of Turkey can provide cheque clearing services.</p> <p>Payment systems can only be operated by the Central Bank of the Republic of Turkey and other entities authorized by The Central Bank of the Republic of Turkey. An entity that operates as a payment and securities settlement system is required to be established in Turkey, in the form of a joint-stock company.</p> <p>(4) Unbound, except as indicated in the horizontal section.</p>	<p>(4) Unbound, except as indicated in the horizontal section.</p>	
(xv) Provision and transfer of financial information by suppliers of other financial services	<p>(1) None</p> <p>(2) None</p> <p>(3) None</p> <p>(4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) None</p> <p>(2) None</p> <p>(3) None</p> <p>(4) Unbound, except as indicated in the horizontal section.</p>	
- Financial data processing and provision and transfer of related software by suppliers of other financial services	<p>(1), (2) Unbound</p> <p>(3) Financial institutions are obliged to establish and maintain their data processing centres (both primary and secondary information systems¹⁵) in Turkey for the storage and processing of financial data.</p> <p>(4) Unbound, except as indicated in the horizontal section.</p>	<p>(1), (2) Unbound</p> <p>(3) None</p> <p>(4) Unbound, except as indicated in the horizontal section.</p>	
(xvi) Advisory, intermediation and other auxiliary financial services on all	<p>(1) None</p> <p>(2) None</p>	<p>(1) None</p> <p>(2) None</p>	

¹⁵ Primary systems are comprised of infrastructure, hardware, software and data which ensure the execution of financial activities as well as the recording and use of information in electronic media in a secure manner and as to be accessed when needed. Secondary systems are primary system substitutes.

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
the activities listed in subparagraphs (v) through (xv), including credit reference and analysis, investment and portfolio research and advice on acquisitions and on corporate restructuring and strategy	(3) None (4) Unbound, except as indicated in the horizontal section.	(3) None (4) Unbound, except as indicated in the horizontal section.	
8. HEALTH RELATED AND SOCIAL SERVICES			
A. Hospital services (CPC 9311)	(1) Unbound* (2) None (3) None except the number and type of hospitals, medical branches in each hospital, number of required health personnel, bed capacity as well as procurement of medical devices may be limited in accordance with investment plans based on health service needs of residential areas. (4) Unbound	(1) None (2) None (3) None (4) Unbound	
9. TOURISM AND TRAVEL RELATED SERVICES			
A. Hotels and restaurants (incl. catering) (CPC 641-643)	(1) Unbound* (2) None ¹⁶ (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None except the amount of foreign personnel that would be employed in an enterprise should not exceed 10 per cent of the total personnel. This amount could be increased up to 20 per cent by the decision of the Ministry of Culture and Tourism. (4) Unbound, except as indicated in the horizontal section.	
B. Travel agencies and tour operators services (CPC 7471)	(1) Commercial presence is required.	(1) Travel agencies established under the laws of a foreign government cannot organize tours originating from Turkey abroad.	

¹⁶ Turkish citizens may travel abroad without any restriction. Only, they are required to pay, with certain exceptions, a TL amount equivalent of up to \$US 100 fee for each exit.

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	(2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
10. RECREATIONAL, CULTURAL AND SPORTING SERVICES (other than audiovisual services)			
A. Entertainment services (including theatre and live bands) - Theatrical producer, singer group, band and orchestra entertainment services (CPC 96191)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
<p>C. Libraries, archives, museums and other cultural services</p> <p>- Library services (CPC 96311)</p>	<p>(1) None (2) None (3) None</p> <p>(4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) None (2) None (3) None except the name of the library has to be Turkish and the quantity of foreign personnel that would be employed in an enterprise shall not exceed 10 per cent of the total personnel. This ratio could be increased up to 20 per cent by the approval of the Ministry of Culture and Tourism on a case by case basis. (4) Unbound, except as indicated in the horizontal section.</p>	
<p>- Archive services (CPC 96312)</p>	<p>(1) Unbound (2) None (3) None</p> <p>(4) Unbound, except as indicated in the horizontal section.</p>	<p>(1) Unbound (2) None (3) None except the quantity of foreign personnel that would be employed in an enterprise shall not exceed 10 per cent of the total personnel. This ratio could be increased up to 20 per cent by the approval of the Ministry of Culture and Tourism on a case by case basis. (4) Unbound, except as indicated in the horizontal section.</p>	
<p>- Museum services except for historical sites and buildings (except military related museum services) (CPC 69321**)</p> <p>- Preservation services of historical sites and buildings (CPC 69322)</p> <p>- Botanical and zoological garden services (CPC 96331)</p> <p>- Nature reserve services including</p>	<p>(1) None</p> <p>(2) None (3) None</p>	<p>(1) None except in case the state outsources the services in state controlled areas, the interested service supplier should have residency in Turkey in order to be able to attend the tender. (2) None (3) None except the quantity of foreign personnel that would be employed in an enterprise shall not exceed 10 per cent of the total personnel. This ratio could be increased up to 20 per cent by the approval of the Ministry of Culture and</p>	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
wildlife preservation services (CPC 96332)	(4) Unbound, except as indicated in the horizontal section.	Tourism on a case by case basis. (4) Unbound, except as indicated in the horizontal section.	
11. TRANSPORT SERVICES			
A. Maritime Transport Services except Cabotage¹⁷			
(a) Passenger transportation (CPC 7211)	(1) None (2) None (3) In order to fly the Turkish flag, the shipping companies must have the majority of 51 per cent Turkish shareholders. ¹⁸ (4) Captain and crew of the Turkish flag vessels should be Turkish citizens.	(1) None (2) None (3) None (4) Turkish nationality is required for captain and crew.	
(b) Freight transportation (CPC 7212)	(1) None (2) None (3) In order to fly the Turkish flag, the shipping companies must have the majority of 51 per cent Turkish shareholders. (4) Captain and crew of the Turkish flag vessels should be Turkish citizens.	(1) None (2) None (3) None (4) Turkish nationality is required for captain and crew.	
(c) Rental of vessels with crew ¹⁹ (CPC 7213)	(1) None	(1) Vessels rented by foreigners may not operate inside the Turkish coastal	

¹⁷ Without prejudice to the scope of activities which may be considered as "cabotage" under the relevant national legislation, this schedule does not include "maritime cabotage services", which are assumed to cover transportation of passengers or goods between a port located in Turkey and another port located in Turkey, and traffic originating and terminating in the same port located in Turkey provided that this traffic remains within Turkey's territorial waters. In addition, according to the "Law Concerning Coastal Shipping (Cabotage) along Turkish Shores and Performance of Trade and Business in Turkish Ports and Territorial Waters" (Law No: 815), the right to transport goods and passengers from one point to another along Turkish shores and to perform towing and piloting, and all other port services of any type, whatsoever, within or between Turkish ports and shores shall belong exclusively to ships and vessels that fly the Turkish flag in accordance with Article 940 of the Turkish Commercial Code (Law No. 6102). Vessels carrying the Turkish flag in accordance with the Law on Turkish International Ship Registry (Law No. 4490) but not fulfilling the requirements of Article 940 of Turkish Commercial Code cannot perform the aforementioned functions falling within the scope of cabotage rights. For further clarification, this Schedule does not establish any right for the conduct of activities falling under cabotage rights as stipulated in the "Law Concerning Coastal Shipping (Cabotage) along Turkish Shores and Performance of Trade and Business in Turkish Ports and Territorial Waters" (Law No: 815).

¹⁸ All Turkish ships shall fly the Turkish flag. A ship shall be regarded as Turkish only if its owner (or owners) is/are Turkish. However, the following ships shall also be considered as Turkish: i) Ships which belong to legal persons such as bodies, institutions, associations and foundations set up in accordance with Turkish Law, the majority of whose Board of Directors are of Turkish nationality; ii) Ships which belong to the trading companies, the majority of whose managerial staff and representatives are of Turkish nationality and are registered on the Turkish Trade Register.

¹⁹ This commitment does not include or confer any right with regard to maritime transportation services.

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	(2) None (3) None (4) Unbound, except as indicated in the horizontal section.	waters. These kinds of vessels are considered as foreign vessels and cannot fly the Turkish flag. (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(d) Maintenance and repair of vessels (CPC 8868**)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
C. Air Transport Services			
(a) Selling and marketing of air transport services	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(b) Computer reservation systems services	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(c) Maintenance and repair of aircraft (CPC 8868**)	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
E. Rail Transport Services			
(a) Passenger transportation (CPC 7111) (b) Freight transportation (CPC 7112)	(1) Unbound (2) None (3) TCDD A.Ş., a wholly state owned enterprise, has the monopoly right for the management of traffic over the domestic railway network as well as the operation of railway infrastructure owned by the State.	(1) Unbound (2) None (3) None	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
	(4) Unbound, except as indicated in the horizontal section.	(4) Unbound, except as indicated in the horizontal section.	
F. Road Transport Services			
(a) Passenger transportation (CPC 7121 + 7122) (b) Freight transportation (CPC 7123)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(e) Supporting services for road transport services (CPC 744 except 7442)	(1) Unbound (2) None (3) None (4) Unbound except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound except as indicated in the horizontal section.	
H. Services auxiliary to all modes of transport			
(a) Cargo handling services (CPC 741 excluding maritime cargo handling services)	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or Sub-sector	Limitations on Market Access	Limitations on National Treatment	Additional Commitments
(b) Storage and warehousing services except “licensed warehousing” (part of CPC 742). - Licensed warehousing ²⁰ (part of CPC 742)	(1) Unbound (2) None (3) None except for “customs warehouses” and “temporary storage facilities at customs”. For establishment and operation of customs warehouses and temporary storage facilities at customs economic needs test applies. (4) Unbound, except as indicated in the horizontal section. (1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	(1) Unbound (2) None (3) None except customs warehouses and temporary storage facilities at customs can only be established by companies that are in operation for at least two years. (4) Unbound, except as indicated in the horizontal section. (1) Unbound (2) None (3) None (4) Unbound, except as indicated in the horizontal section.	
(c) Freight transport agency services (CPC 748)	(1) Unbound (2) None (3) None (4) Unbound except as indicated in the horizontal section.	(1) Unbound (2) None (3) None (4) Unbound except as indicated in the horizontal section.	

²⁰ Licensed warehousing is a system in which agricultural products that are convenient to storage (like cereals, legumes, oil seeds, cotton, nuts, olive and olive oil) and classified in compliance with the current product standards are warehoused after their classes, qualities and standards are determined by authorized classifiers.

LIST OF ARTICLE III MFN EXEMPTIONS OF THE REPUBLIC OF TURKEY

Sector or sub-sector	Description of measure indicating its inconsistency with Article III	Countries to which the measure applies	Intended duration	Conditions creating the need for the exemption
ALL SECTORS	<p>(a) Extending full national treatment for the investments of the nationals or companies of countries with which a Bilateral Investment Treaty is concluded</p> <p>(b)(i) Executing the transfers, in specific periods, of the nationals and companies of certain countries which made investments in Turkey</p> <p>(ii) Granting foreign exchange risk guarantee for certain countries for the transfers which are not realized due to the difficulties in balance of payments</p> <p>(c) Covering "trade risk" in subrogation for one country</p> <p>(d) The agreements with three countries, the MFN Articles of which do not include the derogation paragraphs relating to the privileges which are accorded to the investors of the third countries resulting from its membership in or associated with a free trade zone, an economic cooperation, a customs union or a common market</p>	<p>All countries with which agreements are or will be in force</p> <p>Belgium-Luxembourg, Kuwait</p> <p>Japan</p> <p>Japan, Bangladesh, Germany</p>	Indefinite	Desire to create favourable conditions for a greater economic cooperation between Turkey and mentioned countries and to encourage investments by nationals and companies of one country in the territory of the other country
ALL SECTORS	The restriction in the transfer of the premiums for long-term insurance schemes and the employment of the foreign country workers by foreign companies is waived for one country	Libya	Indefinite	To ensure social security and continuous employment of Turkish workers in the mentioned country
ALL SECTORS	If the amount of the consulate duties collected from the Turkish nationals by any country is higher than the amounts written in the tariff list, the amounts of consulate duties which are collected from the nationals of that country will be increased reciprocally	All countries	Indefinite	Desire to ensure equal treatment to Turkish nationals

ALL SECTORS	On the condition that the legal provisions are reserved and with the condition of reciprocity, the foreign real persons could own real estates in Turkey by acquisition or by inheritance	All countries	Indefinite	To secure the right of Turkish nationals to acquire real estates in a foreign country
Professional services	If any foreign country lays down legal and administrative conditions against Turkish citizens for performing arts and supplying services, the similar activities of the citizens of that country could be prohibited in Turkey	All countries	Indefinite	Desire to create favourable circumstances for Turkish citizens to perform their activities under equal conditions in the other countries
Transportation services	The income and corporate tax rates for the foreign road, maritime and air transport companies can reciprocally be decreased down to zero or increased to a new rate not exceeding one fold of the existing rate can be determined, as a country by country basis either for each transportation type separately or for all types of them	All countries	Indefinite	Desire to facilitate and to lower the costs of transportation services between Turkey and other countries
Transportation services	Transit or bilateral transportation services, can be excluded from VAT. This exception is granted, with the condition of reciprocity, to the related countries' tax payers who do not have the residence, legal and business centre in Turkey	All countries	Indefinite	Desire to lower costs and to create favourable conditions for the provision of services in this sector
Transportation services	To apply, on the basis of reciprocity, restrictions, prohibitions, different treatments and different tariffs to the goods and transportation vehicles of the countries which apply restrictions, prohibitions and different treatments to the Turkish road, air and maritime transportation vehicles	All countries	Indefinite	Desire to secure the smooth functioning of mutual transportation services
Road transport services	To grant, on the basis of reciprocity, the privileges about the quotas and fees, the exemptions from the permission procedures	All countries with which agreements are or will be in force	Indefinite	Desire to facilitate road transport services between Turkey and other countries
Rail transport services	The bilateral reduction in the renting fees of railway wagons of countries mentioned aside (paragraph a) and the application of national treatment to tariff rates on the reciprocal transportation of goods with the countries mentioned aside (paragraph b)	a) Syria, Iraq, Iran, Lebanon b) Commonwealth of Independent States and the Baltic Republics	Indefinite	Desire to facilitate rail transport services between Turkey and other countries

Accounting, auditing and bookkeeping services	In order to perform the services under the title of "financial advisor", the citizens of the countries which have officially codified the principles for the profession of financial advisory may be authorized, under reciprocal conditions, provided that these persons should have the characteristics required for the profession of financial advisory in Turkey and should have rights to perform similar services in their own countries	All countries	Indefinite	Desire to create favourable conditions for Turkish financial advisors to perform their jobs under equal conditions all over the world
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