

**WORLD TRADE
ORGANIZATION**

WT/ACC/SPEC/807/1/Rev.2
18 April 2002

Original: English

For the purposes of the accession of the Government of the Former Yugoslav Republic of Macedonia to the WTO, the Government has presented the following revised offer of initial commitments on trade in services, with the request that it be circulated to members of the Working Party.

| 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 | | | | |
| CPC codes inscribed in this schedule are those contained in document: Statistical Papers Series M No. 77, Provisional Central Product Classification, Department of International Economic and Social Affairs, Statistical Office of the United Nations, New York, 1991. | | | | |
| | <u>Commercial Presence</u> In order to supply services, foreign service provider is required to be registered in the Republic of Macedonia as a sole proprietor, a trading company ¹ , or as a branch. A representative office registered in the Republic of Macedonia cannot conduct business operations. | | | |

¹ Pursuant to Article 16 from the Law on Trading Companies:

- A trading company is an association of two or more natural or legal persons that make monetary or non-monetary contributions or contribute rights in property which are used for joint operations and who share the profit or losses from such operations.
- A trading company shall be an independent and permanent legal person which undertakes activities for the purpose of realizing profit.
- A trading company may be incorporated by one person (company incorporated by a single person) as provided by this Law.

The Law on Trading Companies, Article 18, offers the following forms of trading companies: 1) General Partnership; 2) Limited Partnership; 3) Limited Liability Company; 4) Joint-Stock Company; or 5) Limited Stock Partnership.

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|----------------------|--|------------------------|--|---------------------------------|
| Sector or Sub-Sector | Limitations on Market Access | | Limitations on National Treatment | Additional Commitments |
| | <u>Temporary Entry and Stay of Natural Persons</u> Unbound, except: For the entry and temporary stay of natural persons who fall into one of the following categories: | | Unbound except for the categories in the Market Access column. | |
| | (i) <u>Intracorporate transferees</u> Natural persons being temporarily transferred to supply services through commercial presence in the territory of the Republic of Macedonia. Intracorporate transferees are persons occupying senior managerial or executive positions. This category also includes specialists - natural persons possessing high or uncommon qualifications or knowledge essential for the functioning of the company, which are important to the services that the company supplies, and who possess knowledge of the organization's services, research equipment, techniques or management. For temporary stay of intracorporate transferees a temporary residence clearance is valid up to three years and is renewable upon request up to two years. | | | |

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|----------------------|---|------------------------|---|---------------------------------|
| Sector or Sub-Sector | Limitations on Market Access | | Limitations on National Treatment | Additional Commitments |
| | (ii) <u>Business visitors</u> Natural persons who stay temporarily in Macedonia in order to conclude the contract for the sale of a service on behalf of the enterprise they are employed or mandated for or participate in business meetings, fairs and other similar activities. Persons not based in Macedonia and receiving no remuneration from a source located in Macedonia, who are engaged in activities related to representing a services supplier for the purpose of negotiating for the sale of the services of that supplier. Those representatives cannot be engaged in making direct sales to the general public or in supplying services themselves. The duration of temporary stay for business visitors is limited to 90 days. | | | |
| | | | <u>Real Estate and Land Rights</u> (1) (2) (3) (4) Unbound | |
| | | | <u>Subsidies</u> (1) (2) (3) (4) Eligibility for subsidies reserved for national services and service suppliers. | |

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| II. COMMITMENTS IN SPECIFIC SECTORS | | | | |
| 1. BUSINESS SERVICES | | | | |
| A. Professional Services | | | | |
| (a) Legal services - Consultancy on home country, foreign and international law (part of 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 and bookkeeping services (CPC 86212, 86213, 86219 and 8622) | (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) | (1) (2) Concluding a contract with a domestic audit company is required. Foreign company must be registered in its own country for providing auditing services. (3) A foreign auditing company can establish only one auditing company in the Republic of Macedonia. If the foreign company is not registered in its own country for providing auditing services, its participation in the total capital of the new established auditing company in the Republic of Macedonia cannot exceed 25%. Auditing report must be officially produced by an auditing company, not by an employee or a contracted auditor as a natural person. (4) Unbound, except as indicated in the Horizontal Section | (1) (2) A foreign audit company not registered in the Republic of Macedonia, but registered to conduct audit in the country where its main office is located, may perform audit in the Republic of Macedonia only on a contract basis in cooperation with a domestic audit company. (3) An auditing company must employ at least two auditors licensed in the Republic of Macedonia. Ministry of Finance issues licenses to foreign auditors after a verification procedure. (4) Unbound, except as indicated in the Horizontal Section | | |

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|----------------------|---|---|---|---|---|
| Sector or Sub-Sector | | Limitations on Market Access | | Limitations on National Treatment | Additional Commitments |
| (c) | Taxation services (CPC 863) | (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 | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |
| (d) | Architectural services (CPC 8671) | (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 | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |
| (e) | Engineering services (CPC 8672) | (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 | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |
| (f) | Integrated engineering services (CPC 8673) | (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 | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |
| (g) | Urban planning and landscape architectural services (CPC 8674) | (1) None (2) None (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 | (1) None (2) None (3) Unbound (4) Unbound, except as indicated in the Horizontal Section | |
| (h) | Medical and dental services (CPC 9312) | (1) (2) (3) (4) Unbound | (1) (2) (3) (4) Unbound | (1) (2) (3) (4) Unbound | The reform process is ongoing. Macedonia will consider taking commitments after 1 January 2004. |
| (i) | Veterinary services (CPC 932) | (1) None (2) None (3) Unbound (4) Unbound | (1) None (2) None (3) Unbound (4) Unbound | (1) None (2) None (3) Unbound (4) Unbound | |
| (j) | Services provided by midwives, nurses, physiotherapists and para-medical personnel (CPC 93191) | (1) (2) (3) (4) Unbound | (1) (2) (3) (4) Unbound | (1) (2) (3) (4) Unbound | The reform process is ongoing. Macedonia will consider taking commitments after 1 January 2004. |

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|---|---|---|--|---------------------------------|
| Sector or Sub-Sector | Limitations on Market Access | | Limitations on National Treatment | Additional Commitments |
| B. <u>Computer and Related Services</u> | | | | |
| (a) Consultancy services related to the installation of computer hardware (CPC 841) | (1) None (2) None (3) None | (1) None (2) None (3) None | (4) Unbound, except as indicated in the Horizontal Section | |
| (b) Software implementation services (CPC 842) | (4) Unbound, except as indicated in the Horizontal Section | | | |
| (c) Data processing services (CPC 843) | | | | |
| (d) Data base services (CPC 844) | | | | |
| (e) Other - Maintenance and repair services of office machinery and equipment including computers (CPC 845) | | | | |
| C. <u>Research and Development Services</u> (except research in the field of historical and cultural identity of Macedonian peoples and nationalities who live in the Republic of Macedonia) | | | | |
| (b) R&D services on social sciences and humanities (CPC 852) | (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. <u>Real estate and land Services</u> | | | | |
| (b) On a fee or contract basis (CPC 822) | (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. <u>Rental/Leasing Services Without Operators and With Operators</u> | | | | |
| (a) Relating to ships (CPC 83103) | (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) Relating to aircraft (CPC 83104) | (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 | | |

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| (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 | (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 | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |
| (e) Rental services relating to pre-recorded video cassettes and optical discs for use in home entertainment equipment (CPC 83202) | (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 | (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 | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |
| (b) Market research and public opinion polling services (CPC 864) | (1) None (2) None (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 | (1) None (2) None (3) Unbound (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 | (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 | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |

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| Sector or Sub-Sector | Limitations on Market Access | | Limitations on National Treatment | Additional Commitments |
| (e) Technical testing and analysis services (CPC 8676) | (1) Institutions should be registered in the international accreditation system. (2) None (3) Unbound (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) Advisory and Consulting Services Relating to Agriculture, Hunting and Forestry (part of CPC 881) | (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 | | |
| (g) Services incidental to fishing (CPC 882) | (1) Unbound (2) None (3) Unbound (4) Unbound | (1) Unbound (2) None (3) Unbound (4) Unbound | | |
| (h) Advisory and consulting services relating to mining (part of CPC 883) | (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 | | |
| (k) Placement and supply services of Personnel (CPC 872) | (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 | | |
| (l) Investigation and security (CPC 873) | (1) Unbound (2) None (3) Unbound (4) Unbound | (1) Unbound (2) None (3) Unbound (4) Unbound | | |
| (m) Scientific and technical consulting services (CPC 8675) | (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 | | |
| (n) Maintenance and repair of equipment (not including 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 | | |

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|---|---|--|--|---------------------------------|
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| (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 | (1) Unbound (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |
| (p) Photographic services (CPC 875) | (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 | (1) Unbound (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |
| (q) Packaging services (CPC 876) | (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 | (1) Unbound (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |
| (r) Printing, publishing (CPC 88442) | (1) None (2) None (3) None. For publishing: None, except for access to subsidies: Unbound (4) Unbound, except as indicated in the Horizontal Section | (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. <u>Postal Services</u> (CPC 7511) | (1) Universal postal services are provided exclusively by the public enterprise Macedonian Post Office. (2) None (3) Universal postal services are provided exclusively by the public enterprise Macedonian Post Office. (4) Unbound, except as indicated in the Horizontal Section | (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. <u>Courier Services</u> (CPC 7512) | (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 | (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. <u>Telecommunication Services:</u></p> <p>The commitments in this sector has been scheduled in accordance with the "Notes for Scheduling Basic Telecom Services Commitments (S/GBT/W/2/Rev.1)" and "Market Access Limitations on Spectrum Availability (S/GBT/W/3)"</p> | | | | See the Reference Paper attached |
| | (1) (3) (4) Macedonian Telecommunications has an exclusive right until 31 December 2004 to build, posses and work with fixed public telecommunication networks. | | | |
| <u>Basic Telecommunications Services</u> | | | | |
| (a) Voice telephone services | <p>(1) Macedonian Telecommunications is an exclusive provider of services until 31 December 2004. None, as of 1 January 2005</p> <p>(2) None</p> <p>(3) Macedonian Telecommunications is an exclusive provider of services until 31 December 2004. None, as of 1 January 2005</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> | |
| (b) Packet-switched data transmission 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> | |
| (c) Circuit-switched data transmission 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> | |

| 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 |
| (d) Telex services | (1) Macedonian Telecommunications is an exclusive provider of services until 31 December 2004. None, as of 1 January 2005 (2) None (3) Macedonian Telecommunications is an exclusive provider of services until 31 December 2004. None, as of 1 January 2005 (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) Telegraph services | (1) Macedonian Telecommunications is an exclusive provider of services until 31 December 2004. None, as of 1 January 2005 (2) None (3) Macedonian Telecommunications is an exclusive provider of services until 31 December 2004. None, as of 1 January 2005 (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) Facsimile 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) Private leased circuit services: | (1) Macedonian Telecommunications is an exclusive provider of services until 31 December 2004. None, as of 1 January 2005 (2) None (3) Macedonian Telecommunications is an exclusive provider of services until 31 December 2004. None, as of 1 January 2005 (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 |
| <u>Value-added Telecommunications Services</u> | | | | |
| (h) Electronic mail | (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 | | |
| (i) Voice mail | (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 | | |
| (j) On-line information and data base retrieval | (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 | | |
| (k) Electronic data interchange (EDI) | (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 | | |
| (l) Enhanced/value-added facsimile services, incl. store and forward, store and retrieve | (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) Code and protocol conversion | (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 | | |
| (n) On-line information and/or data processing (incl. transaction processing) | (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 |
| (o) Other services: - Mobile telecommunications | (1) None (2) None (3) Unbound until 31 December 2004. Beginning 1 January 2005, 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 | |
| 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) 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 | |
| 4. DISTRIBUTION SERVICES Subsectors below exclude trade in arms, chemical products, explosives and precious metals | | | | |
| A. Commission Agents' Services (CPC 6111, 6113, 6121, 621) B. Wholesale Trade (CPC 61111, 6113, 6121, 622) C. Retailing Services (CPC 6111, 6113, 6121, 631, 632, including audio and video records, tapes and optical discs (CPC 63234)) 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 included in this section: Subsectors listed below only cover privately funded education services. Educational services in investigation, security and defense areas and in history and culture of Macedonian people and nationalities are excluded. | | | (1) (2) (3) (4) Unbound for grants and scholarships | |

| 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. Secondary Education Services (CPC 922) | (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 | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |
| 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 (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. Adult Education (CPC 924) | (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 | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |
| 6. ENVIRONMENTAL SERVICES | | | | |
| A. Sewage Services (CPC 9401) B. Refuse Disposal Services (CPC 9402) C. Sanitation and Similar Services (CPC 9403) D. Other - Cleaning services of exhaust gases (CPC 94040) - Noise abatement services (CPC 94050) - Nature and landscape protection services (CPC 94060) | (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 | | |

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|--|--|------------------------|--|---------------------------------|
| 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 | | | | |
| All sectors: A single legal person (insurance company or a bank) cannot provide both insurance and banking services. Domestic and foreign bank or insurance company operating in Macedonia may set up or acquire another legal person providing the other line of business subject to the following commitments. | | | | |
| A. Insurance and Insurance Related Services as defined in the "Annex on Financial services" | (1) Unbound. None for reinsurance and retrocession. (2) Unbound. None for reinsurance and retrocession. (3) Establishment of an insurance joint-stock company in the Republic of Macedonia is required. No other forms of establishment allowed. Branching will be allowed from the commencement of Phase II of the implementation of the Agreement on Stabilization and Association of Macedonia with the EU. A foreign or domestic legal or natural person, other than an insurance company or bank, may not hold more than 25% of stocks management rights in an insurance company. This requirement is valid until the commencement of Phase II of the implementation of the Agreement on Stabilization and Association of Macedonia with the EU. (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 |
| B. <u>Banking and Other Financial Services</u> (excluding insurance) (Definitions based on the Annex on Financial services) | | <p>(3) Only a legal person established in the Republic of Macedonia may provide banking and other financial services. A foreign bank can provide banking services by establishing a bank or subsidiary in the Republic of Macedonia.</p> <p>A bank must be established as joint-stock company.</p> <p>An individual natural or legal person other than a bank may not hold more than one third of the stocks with management rights of the bank established in Macedonia. This requirement is in force until 1 January 2003.</p> <p>Brokerage houses, closed investment funds, fund management companies and the Central Depository of Securities are to be established as joint-stock companies.</p> <p>Brokerage houses can be established by at least two domestic or foreign legal or natural persons. This limitation does not apply if the brokerage houses are established by a bank, saving house or an insurance company.</p> <p>Only brokerage houses, banks, insurance companies and fund management companies can be founders of the Central Depository of Securities. A single founder cannot hold more than 15% of shares.</p> <p>Only brokerage houses, banks, insurance companies and fund management companies can be founders of the Central Depository of Securities. A single founder cannot hold more than 15% of shares.</p> <p>Foreign legal and natural persons are not allowed to establish saving houses and exchange offices.</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 |
| (a) Acceptance of deposits and other repayable funds from the public | (1) Unbound (2) Unbound at present. None after Phase II of the implementation of the Agreement on Stabilization and Association of Macedonia with the EU. (3) May be provided by banks and saving houses only. Saving houses are authorized to provide deposit services for natural persons only. (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) Lending of all types, consumer credit, mortgage credit, factoring and financing of commercial transaction | (1) Unbound (2) None (3) For banks: None For saving houses: Granting credits to legal persons exceeding 150% of the guaranteed capital of the saving houses must be provided only through a bank. For other legal entities: They can grant loans to other legal persons only. (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) Financial leasing | (1) Unbound (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) All payment and money transmission services | (1) Unbound (2) None for current transactions and direct investments ² . (3) This type of services may be provided by banks only. (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 Direct investments shall denote investments by an investor intending to establish lasting economic relations and/or to exercise right to run the trading company or any other legal person in which he had invested. The following shall be deemed as direct investments:

- (i) incorporating a trading company or extending the basic capital of a trading company in full ownership of the investor, establishing subsidiary, or acquiring full ownership of the existing company;
- (ii) participation in a new or already existing trading company if the investor holds or acquires more than 10% share in the basic capital of the trading company, exceeding 10% of the voting rights;

| 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 |
| (e) Guarantees and commitments | (1) Unbound (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) Trading for own account or for account of customers, whether on an exchange, in an over-the-counter market or otherwise, the following: | | | | |
| - money market instruments (cheques, bills, certificate of deposits, etc.) | (1) Unbound (2) Unbound at present. Banks will be allowed to purchase and consume such services after 1 August 2002. None after Phase I of the implementation of the Agreement on Stabilization and Association of Macedonia with the EU. None for trading with cheques and bills of exchange. (3) This type of services may be provided by banks and saving houses only. (4) Unbound, except as indicated in the Horizontal Section | | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |
| - foreign exchange ³ | (1) Unbound (2) Unbound. None up to the level determined by the Government (3) This type of services may be provided by banks and exchange offices only. (4) Unbound, except as indicated in the Horizontal Section | | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |

- (iii) long-term loan with five or more years of maturity, when it is a matter of a loan from the investor intended for the trading company which is in his full ownership; and
 (iv) long-term loan with five or more years of maturity, when it is a matter of a loan intended for establishing lasting economic relations if granted among entities associated in mutual economic venture.

³ Covers foreign exchange services supplied by exchange offices to natural persons.

| 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 |
| - derivative products (including futures and options) | (1) Unbound (2) Unbound at present. Banks will be allowed to purchase and consume such services after 1 August 2002. None after Phase I of the implementation of the Agreement on Stabilization and Association of Macedonia with the EU. (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 | |
| - exchange rate and interest rate instruments, such as swaps and forward rate agreements | (1) Unbound (2) Unbound at present. None for banks. None after Phase II of the implementation of the Agreement on Stabilization and Association of Macedonia with the EU. (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 | |
| - transferable securities | (1) Unbound (2) Unbound at present. None for direct investments. None for banks after 1 August 2002 for securities issued by OECD member countries and international institutions, and for securities with investment rating. None after Phase I of the implementation of the Agreement on Stabilization and Association of Macedonia with the EU. (3) Only brokerage houses and banks are permitted to offer these types of services. (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 |
| - other negotiable instruments and financial assets, such as bullion | (1) Unbound (2) Unbound at present. None for banks after 1 August 2002. None after Phase I of the implementation of the Agreement on Stabilization and Association of Macedonia with the EU. (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) Participation in issues of all kinds of securities, under-writing and placement as agent (whether publicly or privately) and provision of service related to such issues | (1) Unbound (2) None for persons that issues securities. Unbound for other persons. (3) This type of services may be provided by banks and brokerage houses only. (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) Money broking ⁴ | (1) Unbound (2) Unbound. None for banks. (3) None for banks. None for legal persons for payments in and from a foreign country. (4) Unbound, except as indicated in the Horizontal Section | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | | |
| (i) Asset management, such as cash or portfolio management, all forms of collective investment management, custodial depositary and trust services | (1) Unbound (2) Unbound. None for portfolio management after Phase I of the implementation of the Agreement on Stabilization and Association of Macedonia with the EU. (3) None for banks. None for brokerage houses for portfolio management (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 Covers selling and buying of foreign currency between legal persons on the foreign exchange market.

| 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 |
| (j) | Settlement and clearing services for financial assets: securities, derivative products, and other negotiable instruments | (1) Unbound (2) Unbound at present. This type of services may be purchased and consumed by banks after 1 August 2002. None after Phase I of the implementation of the Agreement on Stabilization and Association of Macedonia with the EU. (3) Unbound (4) Unbound, except as indicated in the Horizontal Section | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | | |
| (k) | Advisory, intermediation and other auxiliary financial services: credit reference and analysis, investment and portfolio research and advice, advice on acquisitions and on corporate restructuring and strategy | (1) None (2) None (3) Only trading companies, banks, saving houses and brokerage houses may provide these types of services. (4) Unbound, except as indicated in the Horizontal Section | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | | |
| (l) | Provision and transfer of financial information, and financial data processing and related software by providers of other financial 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 | | |
| 8. HEALTH RELATED AND SOCIAL SERVICES (other than those listed under 1.A.h-j.) | | | | | |
| A. | <u>Hospital services</u> (CPC 9311) | (1) (2) (3) (4) Unbound | (1) (2) (3) (4) Unbound | The reform process is ongoing. Macedonia will consider taking commitments after 1 January 2004. | |
| B. | <u>Other Human Health Services</u> (CPC 9319 (other than 93191)) | | | | |
| 9. TOURISM AND TRAVEL RELATED SERVICES | | | | | |
| A. | <u>Hotels and Restaurants</u> (incl. catering) (CPC 641-643) | (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. | <u>Travel Agencies and Tour Operators' Services</u> (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. | <u>Tourist Guides Services</u> (CPC 7472) | (1) Unbound (2) None (3) Unbound (4) Unbound | (1) Unbound (2) None (3) Unbound (4) Unbound | | |
| 10. RECREATIONAL, CULTURAL AND SPORTING SERVICES (Other than audiovisual services) | | | | | |
| A. | <u>Other entertainment and cultural services</u> - Cinema Theatre Operation Services (part of CPC 96199) | (1) Unbound (2) None (3) None, except for access to subsidies: Unbound (4) Unbound except as indicated in the Horizontal section | (1) Unbound (2) Unbound (3) None (4) None | | |
| B. | <u>News agency services</u> (CPC 962) | (1) None (2) None (3) Unbound (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. | <u>Sporting and other recreational services</u> (CPC 964) | (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 | | |
| 11. TRANSPORT SERVICES | | | | | |
| C. (d) | <u>Air Transport Services</u> Aircraft repair and maintenance 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 | | |
| (e) | Supporting services for air transport - Selling and marketing of air transport services only | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | (1) Unbound (2) None (3) Unbound (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 |
| Computer Reservation System (CRS) services | | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | (1) Unbound (2) None (3) Unbound (4) Unbound, except as indicated in the Horizontal Section | |
| E. <u>Rail Transport Services</u> (d) Maintenance and repair of rail transport equipment (CPC 8868) | | (1) Unbound (2) None (3) Unbound (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. Road Transport Services (a) Passenger transportation (CPC 71213, 7122) (b) Freight transportation (CPC 7123) (d) Maintenance and repair of road transport equipment (CPC 6112) | | (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 | | | | |
| Air Transport (b) Storage and warehouse services (CPC 742) (c) Freight transport agency services (CPC 748) | | (1) Unbound (2) None (3) Unbound (4) Unbound, except as indicated in the Horizontal Section | (1) Unbound (2) None (3) Unbound (4) Unbound, except as indicated in the Horizontal Section | |
| Road Transport (b) Storage and warehouse services (CPC 742) (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 | |
| Rail Transport Services (b) Storage and warehouse services (CPC 742) (c) Freight transport agency services (CPC 748) | | (1) Unbound (2) None (3) Unbound (4) Unbound, except as indicated in the Horizontal Section | (1) None (2) None (3) None (4) Unbound, except as indicated in the Horizontal Section | |

REFERENCE PAPER

Scope

The following are definitions and principles on the regulatory framework for the basic telecommunications services.

Definitions

Users mean service consumers and service suppliers.

Essential facilities mean facilities of a public telecommunications transport network or service that

- (a) are exclusively or predominantly provided by a single or limited number of suppliers; and
- (b) cannot feasibly be economically or technically substituted in order to provide a service.

A major supplier is a supplier which has the ability to materially affect the terms of participation (having regard to price and supply) in the relevant market for basic telecommunications services as a result of:

- (a) control over essential facilities; or
- (b) use of its position in the market.

1. Competitive safeguards

1.1 Prevention of anti-competitive practices in telecommunications

Appropriate measures shall be maintained for the purpose of preventing suppliers who, alone or together, are a major supplier from engaging in or continuing anti-competitive practices.

1.2 Safeguards

The anti-competitive practices referred to above shall include in particular:

- (a) engaging in anti-competitive cross-subsidization;
- (b) using information obtained from competitors with anti-competitive results; and
- (c) not making available to other services suppliers on a timely basis technical information about essential facilities and commercially relevant information which are necessary for them to provide services.

2. Interconnection

- 2.1 This section applies to linking with suppliers providing public telecommunications transport networks or services in order to allow the users of one supplier to communicate with users of another supplier and to access services provided by another supplier, where specific commitments are undertaken.

2.2 Interconnection to be ensured

Interconnection with a major supplier will be ensured at any technically feasible point in the network. Such interconnection is provided.

- (a) under non-discriminatory terms, conditions (including technical standards and specifications) and rates and of a quality no less favourable than that provided for its own like services or for like services of non-affiliated service suppliers or for its subsidiaries or other affiliates;
- (b) in a timely fashion, on terms, conditions (including technical standards and specifications) and cost-oriented rates that are transparent, reasonable, having regard to economic feasibility, and sufficiently unbundled so that the supplier need not pay for network components or facilities that it does not require for the service to be provided; and
- (c) upon request, at points in addition to the network termination points offered to the majority of users, subject to charges that reflect the cost of construction of necessary additional facilities.

2.3 Public availability of the procedures for interconnection negotiations

The procedures applicable for interconnection to a major supplier will be made publicly available.

2.4 Transparency of interconnection arrangements

It is ensured that a major supplier will make publicly available either its interconnection agreements or a reference interconnection offer.

2.5 Interconnection: dispute settlement

A service supplier requesting interconnection with a major supplier will have recourse, either:

- (a) at any time or
- (b) after a reasonable period of time which has been made publicly known to an independent domestic body, which may be a regulatory body as referred to in paragraph 5 below, to resolve disputes regarding appropriate terms, conditions and rates for interconnection within a reasonable period of time, to the extent that these have not been established previously.

3. Universal service

Any Member has the right to define the kind of universal service obligation it wishes to maintain. Such obligations will not be regarded as anti-competitive *per se*, provided they are administered in a transparent, non-discriminatory and competitively neutral manner and are not more burdensome than necessary for the kind of universal service defined by the Member.

4. Public availability of licensing criteria

Where a licence is required, the following will be made publicly available:

- (a) all the licensing criteria and the period of time normally required to reach a decision concerning an application for a licence and
- (b) the terms and conditions of individual licences.

The reasons for the denial of a licence will be made known to the applicant upon request.

5. Independent regulators

The regulatory body is separate from, and not accountable to, any supplier of basic telecommunications services. The decisions of and the procedures used by regulators shall be impartial with respect to all market participants.

6. Allocation and use of scarce resources

Any procedures for the allocation and use of scarce resources, including frequencies, numbers and rights of way, will be carried out in an objective, timely, transparent and non-discriminatory manner. The current state of allocated frequency bands will be made publicly available, but detailed identification of frequencies allocated for specific government uses is not required.

LIST OF ARTICLE II (MFN) EXEMPTIONS OF THE REPUBLIC OF MACEDONIA

| Sector or subsector | Description of measure indicating its inconsistency with Article II | Countries to which the measure applies | Intended duration | Conditions creating the need for the exemption |
|-------------------------------------|---|--|-------------------|---|
| Real estate and Land All Sectors | <p>Foreign natural persons may by inheritance obtain a right to ownership of real estate and land on the territory of the Republic of Macedonia, under condition of reciprocity.</p> <p>Foreign natural persons may by inheritance obtain a right to ownership of real estate and land on the territory of the Republic of Macedonia, under condition of reciprocity.</p> <p>Foreign legal persons may, under condition of reciprocity, obtain a right to ownership of real estate and land on the territory of the Republic of Macedonia through inheritance, on the basis of a testament.</p> <p>A foreign natural person may, under condition of reciprocity, obtain a right to ownership of a flat or a building in the Republic of Macedonia.</p> <p>A foreign natural person may, under condition of reciprocity, obtain a right to ownership and right to a long-term lease of business premises on the territory of the Republic of Macedonia.</p> <p>A foreign natural person or legal person may, under conditions of reciprocity, obtain a right to a long-term lease of building land for construction of business buildings and premises and apartment buildings and apartments on the territory of the Republic of Macedonia.</p> <p>Building land can be owned by domestic natural and legal persons only. Foreign natural and legal persons are only permitted to acquire long-term leases of no more than 99 years.</p> <p>A foreign natural or legal person may, under conditions of reciprocity, obtain a right to long-term lease of agricultural land on the territory of the Republic of Macedonia.</p> | All countries | Indefinite | Requirements of bilateral and regional commitments. |

| Sector or subsector | Description of measure indicating its inconsistency with Article II | Countries to which the measure applies | Intended duration | Conditions creating the need for the exemption |
|---|---|---|--|--|
| Legal Services (excluding consultancy on home country, foreign and international law) | Legal services of foreign suppliers may be provided on the basis of reciprocity. | All countries | Indefinite | Reciprocal coordination of the legal profession within the overall regional development of judicial and administrative institutions. |
| Audiovisual Services -Production and distribution of cinematographic works and television programmes | 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 co-operation may be desirable. | Indefinite | The aim of these agreements is to promote cultural links between the countries concerned. |
| Audiovisual services - 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. | European countries | Indefinite | The measures aim, within the sector, to promote cultural values both within EC Member States, and with other countries in Europe, as well as achieving linguistic policy objectives. |
| Audiovisual Services - Production and distribution of television programmes and cinematographic works | Measures granting the benefit of any support programmes (such as Action Plan for Advanced Television Services, EURECA Audiovisuel, MEDIA or EURIMAGES) 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. |
| Educational Services | Preferences may be extended in implementation of student exchange programs, for visits by educators, and for educational institutions in order to promote cooperation in cultural exchange. | All countries | Indefinite | The requirement for particular international participation in the development of general and specialized educational programs, including special regional or international programs. |
| CRS and sales and marketing of air transport services | The obligations of CRS system vendors or of parent and participating air carriers shall not apply where equivalent treatment is not accorded in the country of origin of the parent carrier or of the system vendor. | All countries where a CRS system vendor or a parent air carrier is located. | Indefinite | The need for the exemption results from the insufficient development of multilaterally agreed rules for the operation of CRS. |

| Sector or subsector | Description of measure indicating its inconsistency with Article II | Countries to which the measure applies | Intended duration | Conditions creating the need for the exemption |
|-------------------------|--|---|-------------------|---|
| Road Transport Services | Measures applied under existing or future agreements with the governments of other countries offer favourable treatment. | All countries with which the Republic of Macedonia has agreements on road transport in force. | Indefinite | The need for exemption is linked to the region characteristics of the road transport services and to the necessity to regulate traffic rights in and across the territory of the Republic of Macedonia and between Macedonia and the countries concerned. |