Annex 6 referred to in Chapter 8 Schedules of Specific Commitments in relation to Article 99

Part 1 Schedule of Japan

Explanatory Notes

- 1. Alphabets indicated against individual sectors or subsectors and numbers in brackets are references to the Services Sectoral Classification List (GATT Document MTN.GNS/W/120, dated 10 July 1991) and the Provisional Central Product Classification (Statistical Papers Series M No. 77, Department of International Economic and Social Affairs, Statistical Office of the United Nations, New York, 1991). These alphabetical and numerical divisions are indicated to enhance the clarity in the description of specific commitments, but shall not be construed as being a part of the specific commitments.
- 2. The scheduling of specific commitments follows the Guidelines for the Scheduling of Specific Commitments (WTO Document S/L/92, dated 28 March 2001). The Guidelines shall not, however, be construed as being legally binding.
- 3. The modes of supply 1), 2), 3) and 4) indicated in this Schedule correspond respectively to the supply of services defined in subparagraphs (v)(i), (ii), (iii) and (iv) of Article 95.
- 4. The entry "Unbound*" means unbound due to lack of technical feasibility. The entry of "SS" in a sector or sub-sector under paragraph 3 of Article 99 shall not prevent Japan from adopting nor maintaining any measure with respect to the modes where "Unbound*" is entered.
- 5. The use of "**" against individual CPC codes indicates that the specific commitment for that code does not extend to the total range of services covered under that code.
- 6. Measures affecting (a) passenger transport services by air; (b) freight transport services by air; and (c) rental/leasing services of aircraft with crew/operator are not listed in this Schedule, as these are measures affecting traffic rights or measures affecting services directly related to the exercise of traffic rights to which Chapter 8 does not apply. The commitment for freight transport agency services does not include freight forwarding services by air transport services.

Modes of supply: 1) Cross-bord	er 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	4) With respect to the measures pursuant to immigration laws and regulations; unbound except for measures concerning the entry and temporary stay of a natural person of Malaysia who falls in one of the following categories: (a) Short-term business visitors A natural person of Malaysia who stays in the territory of Japan for a period not exceeding 90 days without acquiring remuneration from within the territory of Japan and without engaging in making direct sales to the general public or in supplying services himself, for the purposes of participating in business contacts including negotiations for the sale of services or other similar activities including those to prepare for establishing commercial presence in the territory of Japan.	4) With respect to the measures pursuant to immigration laws and regulations; unbound except for measures concerning the categories of natural persons referred to in the market access column	
	(b) Intra-corporate Transferees A natural person of		

Malaysia who has been	
employed by a juridical	
person that supplies	
services in the	
territory of Japan, for	
a period not less than	
one year immediately	
preceding the date of	
his application for the	
entry and temporary stay	
in the territory of	
Japan, who is being	
transferred, for a	
period not exceeding 3	
years, to its branch	
office or its	
representative office in	
the territory of Japan,	
or a juridical person	
constituted or organised	
in the territory of	
Japan, owned or	
controlled by or	
affiliated with the	
affiliated with the aforementioned juridical	
person, and who engages	
in one of the following	
activities during his	
temporary stay in the	
territory of Japan:	
(i) activities to	
direct a branch	
office or a	
representative	
office as its head;	
(ii) activities to	
direct a juridical	
person as its board	
member or auditor;	
(iii) activities to	
direct one or more	
departments of a	
juridical person;	

¹ A juridical person is "affiliated" with another juridical person when the latter can significantly affect the decision making of the former on finance and business policy.

Activities which require technology or knowledge at an advanced level pertinent to natural or human sciences referred to in subparagraphs (b) (iv) and (v) mean activities in which the natural person may not be able to engage without the application of specialised technology or knowledge of natural or human sciences acquired by the natural person, by completing college education (i.e. bachelor's degree) or higher education, or by having been engaged in the activities for at least 10 years.	
(c) Natural persons of Malaysia who engage in professional services	
A natural person of Malaysia who is a legal, accounting or taxation service supplier qualified under Japanese law and who engages, for a period not exceeding 3 years, in one of the following activities during his temporary stay in the territory of Japan: (i) legal services supplied by a lawyer qualified as "Bengoshi" under Japanese law;	

(ii) legal advisory services on law of jurisdiction where the service supplier is a qualified lawyer of condition that the service supplier is qualified as "Gaikoku-Ho-Jimu- Bengoshi" under Japanese law;	ı	
(iii) legal services supplied by a patent attorney qualified as "Benrishi" under Japanese law;		
(iv) legal services supplied by a maritime procedure agent qualified as "Kaijidairishi" under Japanese law		
(v) accounting, auditing and bookkeeping services supplied by an accountant qualified as "Koninkaikeishi" under Japanese law or		
(vi) taxation services supplied by a tax accountant qualified as "Zeirishi" under Japanese law.		

(d) Natural persons of	
Malaysia who engage in supplying services, which require technology or knowledge at an advanced level, on the basis of a personal contract with a public or private organisations in the territory of Japan	
A natural person of Malaysia who engages, for a period not exceeding 3 years, in one of the following activities of supplying services, during his temporary stay in the territory of Japan on the basis of a personal contract with a public or private organisation in the territory of Japan:	
(i) activities which require technology or knowledge at an advanced level pertinent to physical sciences, engineering or other natural sciences under the status of residence of "Engineer", whose scope is provided for in the Immigration Control and Refugee Recognition Act; or	

(ii) activities which require knowledge at an advanced level pertinent to human science, including jurisprudence, economics, business management and accounting, or which require ideas and sensitivity based on culture of a country other than Japan under the status of residence of "Specialist in Humanities/International Services", whose scope is provided for in the Immigration Control and Refugee Recognition Act. Activities which require technology or knowledge at an advanced level pertinent to natural or human sciences referred to in subparagraphs (d) (i) and (ii) mean activities in which the natural person may not be able to engage without the application of specialised technology or knowledge of natural or human sciences acquired by the natural person, by completing college education (i.e. bachelor's degree) or higher education, or by having been engaged in the activities for at least 10 years.

A period of stay, granted to a natural person of Malaysia who falls in one of the categories aforementioned, may be extended.		
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	Sector or sub-sector	SS		Limitations on market access		Limitations on	Additional commitments
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II.	SECTOR-SPECIFIC COMMITMENTS	5					
1.	BUSINESS SERVICES						
Α.	Professional Services						
a)	Legal services supplied by a lawyer qualified as "Bengoshi" under Japanese law (CPC 861)	SS	2)	None except: services must be supplied by a natural person or by a Legal Profession Corporation ² ; and commercial presence is required. None except: services must be supplied by a natural person or by a Legal Profession Corporation; and commercial presence is required. None except that services must be supplied by a natural person or by a Legal Profession Corporation.	2)	None	

A Legal Profession Corporation under Japanese law is composed of one or more partners who are lawyers qualified as "Bengoshi" under Japanese law and have the right and obligation to execute activities of the Legal Profession Corporation.

			4)	None except that commercial presence is required.	4)	None			
a)	Legal advisory services on law of jurisdiction where the service supplier is a qualified lawyer (CPC 861**) (a) Legal advisory services on law does not include: (i) legal representa- tional services for juridical procedures in courts and	SS	1) 2) 3) 4)	None except: services must be supplied by a natural person; and commercial presence is required. None None None except that services must be supplied by a natural person. None except that commercial presence is required.	1) 2) 3) 4)	None except that a service supplier is required to stay in the territory of Japan not less than 180 days in a year. None None None None except that a service supplier is required to stay in the territory of Japan not less than 180 days in a year.	3)	(a)	international law is permitted, provided that the international law is or was in force in the jurisdiction. Practice of third country law is permitted, according to written advice
	other government agencies as well as preparation of legal documents for such procedures; (ii) expression of								on each issue from competent persons (e.g. lawyers qualified in the third country and engaging in legal business concerning the
	legal opinions concerning laws other than laws of the jurisdiction where the service supplier is qualified as a							(b)	law of that country). Practice of Japanese law is not permitted. Association
	lawyer (hereinafter referred to as the "jurisdiction" in this sector);							(D)	with Bengoshi is permitted. Employment of Bengoshi is permitted.

(iii) legal representational services for the entrustment of the preparation of notarial deeds; and		Use of firm name is unrestricted, provided that it is followed with reference to "Gaikoku-Ho-Jimu-Bengoshi".
(iv) those activities concerning a legal case whose primary objective is the acquisition or loss or change of rights concerning real property in the territory of Japan or of industrial property rights, mining rights or other rights arising upon registration thereof with government agencies in the territory of Japan.		Jimusho". Representation in international arbitration is permitted.

(b) A service supplier shall be required to co-operate with Bengoshi or to ask for his advice in a legal case concerning family relations or inheritance, in which a Japanese national is involved as a party, or in a legal case whose objective is the acquisition or loss or change of rights concerning real property in the territory of Japan or of industrial property rights, mining rights or other rights arising upon registration thereof with government agencies in the territory of Japan, as long as the above objective is not the primary one.

Note to the Specific Commitment in the Sector of Legal Advisory Services on Law of Jurisdiction Where the Service Supplier is a Qualified Lawyer

A service supplier must be recognised as "Gaikoku-Ho-Jimu-Bengoshi" by the Minister of Justice and register with the Japan Federation of Bar Associations.

The conditions for granting recognition by the Minister of Justice are as follows:

- (a) The service supplier is qualified as a lawyer in that jurisdiction.
- (b) The service supplier has been engaged as a lawyer for at least 3 years in that jurisdiction.
- (c) The service supplier is not subject to such conditions of disqualification in that jurisdiction which, if applied to Bengoshi, would disqualify the Bengoshi.
- (d) The service supplier possesses the intention to undertake the profession in good faith.

			-	plans, residence and financial bacapability to compensate for dama		to perform his functions properly caused to the client, if any.	and steadily.
a)	Legal services supplied by a judicial scrivener qualified as "Shiho- Shoshi" under Japanese law (CPC 861**)	SS	1)	None except: services must be supplied by a natural person or by a Judicial Scrivener Corporation ³ ; and commercial presence is required.	1)	None	
			2)	None except: services must be supplied by a natural person or by a Judicial Scrivener Corporation; and commercial presence is required.	2)	None	
			3)	None except that services must be supplied by a natural person or by a Judicial Scrivener Corporation.	3)	None	
			4)	None except that commercial presence is required.	4)	None	
a)	Legal services supplied by an administrative scrivener qualified as "Gyousei-Shoshi" under Japanese law (CPC 861**)	SS	1)	None except: services must be supplied by a natural person or by an Administrative Scrivener Corporation ⁴ ; and	1)	None	

A Judicial Scrivener Corporation under Japanese law is composed of two or more partners who are judicial scriveners qualified as "Shiho-Shoshi" under Japanese law and have the right and obligation to execute activities of the Judicial Scrivener Corporation.

⁴ An Administrative Scrivener Corporation under Japanese law is composed of two or more partners who are administrative scriveners qualified as "Gyousei-Shoshi" under Japanese law and have the right and obligation to execute activities of the Administrative Scrivener Corporation.

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			commercial presence is required.			
		2)	None except:	2)	None	
			services must be supplied by a natural person or by an Administrative Scrivener Corporation; and			
			commercial presence is required.			
		3)	None except that services must be supplied by a natural person or by an Administrative Scrivener Corporation.	3)	None	
		4)	None except that commercial presence is required.	4)	None	
a) Legal services supplied	SS	1)	None except:	1)	None	
by a certified social insurance and labour consultant qualified as "Shakai-Hoken-Romushi" under Japanese law (CPC 861**)			services must be supplied by a natural person or by a Certified Social Insurance and Labour Consultant Corporation ⁵ ; and			
			commercial presence is required.			
		2)	None except:	2)	None	
			services must be supplied by a natural person or by a Certified Social Insurance and Labour Consultant Corporation; and			
			commercial presence is required.			
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A Certified Social Insurance and Labour Consultant Corporation under Japanese law is composed of two or more partners who are certified social insurance and labour consultants qualified as "Shakai-Hoken-Romushi" under Japanese law and have the right and obligation to execute activities of the Certified Social Insurance and Labour Consultant Corporation.

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			3)	None except that services must be supplied by a natural person or by a Certified Social Insurance and Labour Consultant Corporation. None except that commercial presence is required.	3)	None	
a)	Legal services supplied by a patent attorney qualified as "Benrishi" under Japanese law (CPC 86119, 8612, 8613, 8619)	SS	1)	None except: services must be supplied by a natural person or by a Patent Business Corporation ⁶ ; and commercial presence is required for a Patent Business Corporation.	1)	None	
			2)	None except: services must be supplied by a natural person or by a Patent Business Corporation; and commercial presence is required for a Patent Business Corporation.	2)	None	
			3)	None except that services must be supplied by a natural person or by a Patent Business Corporation.	3)	None	
			4)	None	4)	None	

A Patent Business Corporation under Japanese law is composed of two or more partners who are patent attorneys qualified as "Benrishi" under Japanese law and who have the right and obligation to execute activities of the Patent Business Corporation.

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a)	Legal services supplied by a maritime procedure agent qualified as "Kaijidairishi" under Japanese law (CPC 861**)	SS	1) 2) 3)	None except that services must be supplied by a natural person. None except that services must be supplied by a natural person. None except that services must be supplied by a natural person. None except that services must be supplied by a natural person.	1) 2) 3) 4)	None None None	
a)	Legal services supplied by a land and house surveyor qualified as "Tochi-Kaoku-Chosashi" under Japanese law. (CPC 861**)	SS	1)	None except: services must be supplied by a natural person or by a Land and House Surveyor Corporation ⁷ ; and	1)	None	
				commercial presence is required.			
			2)	None except: services must be supplied by a natural person or by a Land and House Surveyor Corporation; and commercial presence is required.	2)	None	
			3)	None except that services must be supplied by a natural person or by a Land and House Surveyor Corporation.	3)	None	
			4)	None except that commercial presence is required.	4)	None	

A Land and House Surveyor Corporation under Japanese law is composed of two or more partners who are land and house surveyors qualified as "Tochi-Kaoku-Chosashi" under Japanese law and have the right and obligation to execute activities of the Land and House Surveyor Corporation.

b) Accounting, auditing and bookkeeping services (CPC 862)	SS	1)	None except: provision of the services that must be supplied by an accountant qualified as "Koninkaikeishi" or an Audit Corporation under Japanese law is restricted to a natural person or an Audit Corporation; and commercial presence is required for an Audit Corporation.	1)	None	
		2)	None except:	2)	None	
			provision of the services that must be supplied by an accountant qualified as "Koninkaikeishi" or an Audit Corporation under Japanese law is restricted to a natural person or an Audit Corporation; and commercial presence is required for an Audit			
			Corporation.			
		3)	None except that provision of the services that must be supplied by an accountant qualified as "Koninkaikeishi" or an Audit Corporation under Japanese law is restricted to a natural person or an Audit Corporation.	3)	None	
		4)	None	4)	None	

An Audit Corporation under Japanese law is composed of five or more partners who are accountants qualified as "Koninkaikeishi" under Japanese law and who have the right and obligation to execute activities of the Audit Corporation.

c)	Taxation services (CPC 863)	SS	1)	None except that as for certified public tax accountant services stipulated in Certified Public Tax Accountant Law (Law No. 237 of 1951):	1)	None	
				services must be supplied by a natural person or by a Certified Tax Accountant Corporation ⁹ ; and			
				commercial presence is required.			
			2)	None except that as for certified public tax accountant services stipulated in Certified Public Tax Accountant Law:	2)	None	
				services must be supplied by a natural person or by a Certified Tax Accountant Corporation; and			
				commercial presence is required.			
			3)	None except that as for certified public tax accountant services stipulated in Certified Public Tax Accountant Law, services must be supplied by a natural person or by a Certified Tax Accountant Corporation.	3)	None	

A Certified Tax Accountant Corporation under Japanese law is composed of two or more partners who are tax accountants qualified as "Zeirishi" under Japanese law and who have the right and obligation to execute activities of the Certified Tax Accountant Corporation.

		4) None except that as for certified public tax accountant services stipulated in Certified Public Tax Accountant Law, commercial presence is required.	4)	None	
d), e) Architectural services which must be supplied by a service supplier qualified as "Kenchikushi" under Japanese law, or by a service supplier using "Kenchikushi" (CPC 86712, 86713, 86714 ¹⁰) (CPC 86722, 86723, 86724 ¹⁰ , 86725 ¹⁰ , 86727 ¹⁰)	SS	1) None except that commercial presence is required. 2) None except that commercial presence is required. 3) None 4) None except that commercial presence is required.	1) 2) 3) 4)	None None None	
d), e), g) Architectural services which may be supplied by a service supplier not qualified as "Kenchikushi" under Japanese law, or by a service supplier not using "Kenchikushi" (CPC 8671, 8672 ¹¹ , 86742 ¹¹)	SS	1) None ¹² 2) None ¹² 3) None 4) None ¹²	1) 2) 3) 4)	None None None	

- 10 Limited to services necessary for building construction excluding post-construction services.
- 11 Limited to services necessary for building construction.
- In the case where the services are supplied by a service supplier who is qualified as "Kenchikushi" under Japanese law, or by a service supplier using "Kenchikushi", commercial presence is required.

e), f) Engineering services and integrated engineering services (CPC 8672 ¹³ , 8673 ¹³) E), G) Engineering services and integrated engineering services (CPC 8672 ¹³ , 8673 ¹³) SS 1) None 2) None 4) None e), g) F e), F m) Civil engineering SS 1) None 1) None 1) None 2) None	
integrated engineering services (CPC 8672 ¹³ , 8673 ¹³) 2) None 3) None 4) None e), g) F e), F m) SS 1) None 1) None	
(CPC 8672 ¹³ , 8673 ¹³) 3) None 4) None e), g) F e), F m) SS 1) None 1) None	
e), g) F e), F m) SS 1) None 1) None	
Fe), Fm)	
CIVIL engineering 2) None 2) None	
Consulting services (CPC 86721 ¹⁴ , 86724 ¹⁴ , 86727 ¹⁴ , 86729 ¹⁴) 3) None 3) None	
(CPC 86741, 86742 ¹⁴) (CPC 86761 ¹⁴) 4) None 4) None	
(CPC 86761 ⁻¹) (CPC 86751 ¹⁴ , 86752 ¹⁴)	
g) Urban planning and SS 1) None 1) None	
landscape architectural services (CPC 8674 ¹³) 2) None 2) None	
(CPC 8674) 3) None 3) None	
4) None 4) None	
h) Medical and dental 1) Unbound* 1) Unbound*	
(CPC 9312) 2) None 2) None	
3) Unbound except that there is no limitation on the participation of foreign capital. 3) Unbound except that there is no limitation on the participation of foreign capital.	
4) Unbound 4) Unbound	
i) Veterinary services SS 1) Unbound* 1) Unbound*	

¹³ Excluding architectural services and civil engineering consulting services.

¹⁴ Limited to services necessary for civil engineering excluding engineering design services for buildings.

b)	Research and development services on social sciences and humanities (CPC 852) Interdisciplinary research and development services (CPC 853)					
D.	Real Estate Services					
a)	Real estate services involving own or leased property (for property in the territory of Japan) (CPC 821)	SS	None except that commercial presence is required. None except that commercial presence is required.	1)	None None	
			3) None	3)	None	
			4) None except that commercial presence is required.	4)	None	
a)	Real estate services involving own or leased property (for property outside the territory of Japan) (CPC 821)	SS	1) None 2) None 3) None 4) None	1) 2) 3) 4)	None None None	
b)	Real estate services on a fee or contract basis (for property in the territory of Japan) (CPC 822)	SS	1) None except that commercial presence is required. 2) None except that commercial presence is required. 3) None 4) None except that commercial presence is required.	1) 2) 3) 4)	None None None None	

b)	Real estate services on a fee or contract basis (for property outside the territory of Japan) (CPC 822)	ss with	1) None 2) None 3) None 4) None	1) 2) 3) 4)	None None None
a)	Rental and leasing services, without operators, relating to ships ¹⁵ (CPC 83103)	SS	1) None 2) None 3) None	1) 2) 3)	None None except that prior notification is required for coastwise ship leasing services in accordance with the Foreign Exchange and Foreign Trade Law (Law No. 228 of 1949). None
b)	Rental and leasing services, without operators, relating to aircraft ¹⁶ (CPC 83104)		1) None 2) None 3) None 4) Unbound	1) 2) 3) 4)	None None Unbound

- 15 In the case that services are supplied through the use of ship flying the flag of Japan, the ship must be owned by:
 - (a) a natural person with Japanese nationality; or
 - (b) a juridical person established under Japanese law, with all representatives ("daihyosha") and not less than two-thirds of executives administering the affairs of the juridical person ("gyomu-wo-shikkosuru yakuin") having Japanese nationality.
- 16 In the case that services are supplied through the use of aircraft registered as a Japanese aircraft, the aircraft must be owned by:
 - (a) a natural person with Japanese nationality; or
 - (b) a juridical person established under Japanese law, with all representatives ("daihyosha") and not less than two-thirds of executives ("yakuin") having Japanese nationality and with not less than two-thirds of voting share held by Japanese persons.

c)	Rental and leasing services, without	SS	1) None	1)	None	
	operators, relating to transport equipment other		2) None	2)	None	
	than vessels and aircrafts		3) None	3)	None	
	(CPC 83101, 83102, 83105)		4) None	4)	None	
d),		SS	1) None	1)	None	
	Rental and leasing services, without		2) None	2)	None	
	operators, relating to machineries and equipment		3) None	3)	None	
	other than transport equipment, and personal		4) None	4)	None	
	and household goods (CPC 83106-83109)					
	(CPC 832)					
F.	Other Business Services					
a)	Advertising services	SS	1) None	1)	None	
,	(CPC 871)		2) None	2)	None	
			3) None	3)	None	
				4)		
			4) None	4)	None	
b)	Market research and	SS	1) None	1)	None	
	<pre>public opinion polling services</pre>		2) None	2)	None	
	(CPC 864)		3) None	3)	None	
			4) None	4)	None	
c)	Management consulting services	SS	1) None	1)	None	
	(CPC 865)		2) None	2)	None	
			3) None	3)	None	
			4) None	4)	None	
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d) Services related to management consulting (CPC 86601, 86609)	SS	1) None 2) None 3) None 4) None	1) 2) 3) 4)	None None None	
e) Technical testing and analysis services for manufactured goods, excluding services covered by the Measurement Law (Law No. 51 of 1992) (CPC 8676**)	SS	1) None 2) None 3) None 4) None	1) 2) 3) 4)	None None None	
e) Technical testing and analysis services covered by the Measurement Law as follows: (CPC 86763**) (a) periodic inspection of specified measuring instruments; (b) verification of specified measuring instruments; (c) measurement certification business, including specified measurement certification business; (d) inspection of specified measuring instruments used for the measurement certification;	SS	1) None except that commercial presence is required. 2) None except that commercial presence is required. 3) None 4) None except that commercial presence is required.	1) 2) 3) 4)	None None None	

	(e) accreditation for a person engaged in specified measurement certification business; and (f) calibration of the measuring instruments and other services						
f)	Services incidental to agriculture, hunting and forestry (CPC 881)	SS	1) 2) 3)	Unbound* None None	1) 2) 3)	Unbound* None None except that prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law. None	
h)	Services incidental to mining (CPC 883, 5115)	SS	1) 2) 3)	Unbound* None None except that services requiring mining rights or mining lease rights must be supplied by a Japanese national or a juridical person established under Japanese law, in accordance with the Mining Law (Law No. 289 of 1950).	1) 2) 3)	Unbound* None None except: services requiring mining rights or mining lease rights must be supplied by a Japanese national or a juridical person established under Japanese law, in accordance with the Mining Law; and prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law.	

			4)	None except that services requiring mining rights or mining lease rights must be supplied by a Japanese national or a juridical person established under Japanese law, in accordance with the Mining Law.	4)	None except that services requiring mining rights or mining lease rights must be supplied by a Japanese national or a juridical person established under Japanese law, in accordance with the Mining Law.	
i)	Services incidental to manufacturing (CPC 884**, 885)						
	(a) related to aircraft industry, explosives manufacturing industry, leather and leather products manufacturing industry, arms industry, space industry and biological preparation manufacturing industry		1) 2) 3)	Unbound* None None except that the number of licences conferred to service suppliers may be limited. Unbound	1) 2) 3)	Unbound* None None except that prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law. Unbound	
	(b) other	SS	1) 2) 3) 4)	Unbound* None None	1) 2) 3) 4)	Unbound* None None	
j)	Services incidental to energy distribution (CPC 887) (a) transmission services on a fee or contract basis of electricity		1) 2)	Unbound None	1) 2)	Unbound None	

			3)	None except that the number of licences conferred to service suppliers may be limited.	3)	None except that prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law.	
			4)	Unbound	4)	Unbound	
	(b) transmission services on a fee or	SS	1)	None	1)	None	
	contract basis of steam and hot water		2)	None	2)	None	
	Steam and not water		3)	None	3)	None except that prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law.	
			4)	None	4)	None	
k)	Placement services of personnel within the territory of Japan except		1)	None except that commercial presence is required.	1)	None	
	in the following occupations (limited to		2)	Unbound*	2)	Unbound*	
	services to establish employment relationship		3)	None	3)	None	
	between a job applicant and an employer seeking personnel on the basis of job applications and offers): (a) Port transport services;		4)	None except that commercial presence is required.	4)	None	
	(b) Construction work; and						

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(c) Work which is stipulated in the Ministry of Health, Labour and Welfare Ordinance as having a possibility of hindering worker's protection (such work is not stipulated now) (CPC 87201, 87202)			
k) Supply services of personnel within the territory of Japan ¹⁷ except in the following categories of business (limited to services to dispatch workers employed by the service supplier to work under the direction of another person while employment relationship with the service supplier is maintained): (a) Port transport services; (b) Construction work; (c) Guarding; and (d) Other work stipulated in Cabinet Order after consulting the Labour Policy Council (such as medical-related work) (CPC 87203, 87209)	1) None except that commercial presence is required. 2) Unbound* 3) None 4) None except that commercial presence is required.	1) None 2) Unbound* 3) None 4) None	

¹⁷ The dispatched worker may not be supplied from outside the territory of Japan through intra-corporate transfer.

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1)	Investigation services (CPC 87301)	SS	1)	None	1)	None	
	(01000000)		2)	None	2)	None	
			3)	None	3)	None	
			4)	None	4)	None	
1)	Security guard services (CPC 873, except 87301)		1)	None except that commercial presence is required.	1)	None	
			2)	None	2)	None	
			3)	None	3)	None except that prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law.	
			4)	Unbound	4)	Unbound	
m)	Related scientific and technical consulting	SS	1)	None	1)	None	
	services (excluding		2)	None	2)	None	
	services related to petroleum		3)	None	3)	None	
	products, gas, mineral and surveying) (CPC 86751, 86752)		4)	None	4)	None	
m)	Related scientific and		1)	Unbound	1)	Unbound	
	technical consulting services related to		2)	None	2)	None	
	petroleum, petroleum products, gas, mineral ¹⁸		3)	None	3)	None	
	(CPC 86751, 86752)		4)	None	4)	None	

¹⁸ Excluding services requiring mining rights or mining lease rights in accordance with the Mining Law.

m)	Surveying services for the land in the territory of Japan (CPC 86753, 86754)	SS	1)	None except that commercial presence is required except for the surveys conducted without the use of Basic Survey¹9 data or Public Survey²0 data, and where the survey is for small areas, or where the survey does not require high accuracy.	1)	None	
			2)	None except that commercial presence is required except for the surveys conducted without the use of Basic Survey data or Public Survey data, and where the survey is for small areas, or where the survey does not require high accuracy.	2)	None	
			3)	None	3)	None	
			4)	None except that commercial presence is required except for the surveys conducted without the use of Basic Survey data or Public Survey data, and where the survey is for small areas, or where the survey does not require high accuracy.	4)	None	
m)	Surveying services for	SS	1)	None	1)	None	
	the land outside the territory of Japan (CPC 86753, 86754)		2)	None	2)	None	
	(CEC 00133, 00134)		3)	None	3)	None	

- The term "Basic Survey" means a primary or fundamental survey, conducted by the Geographical Survey Institute of the Ministry of Land, Infrastructure and Transport, for all surveys.
- 20 The term "Public Survey" means a survey, other than Basic Survey, which:
 - (a) does not include (i) surveying for small areas and (ii) surveying where high accuracy is not required; and
 - (b) is conducted with the expenses borne or subsidised, in part or in full, by the Government or other public entities.

		l		
			4) None	4) None
n)	Maintenance and repair of equipment (excluding	SS	1) Unbound*	1) Unbound*
	vessels, aircraft and		2) None	2) None
	other transport equipment)		3) None	3) None
	(CPC 633, 8861-8866)		4) None	4) None
0)	Building-cleaning services	SS	1) Unbound*	1) Unbound*
	(CPC 87401, 87402, 87403, 87409)		2) None	2) None
	0/409)		3) None	3) None
			4) None	4) None
p)	Photographic services (CPC 875)	SS	1) None	1) None
	(CPC 875)		2) None	2) None
			3) None	3) None
			4) None	4) None
d)	Packaging services	SS	1) None	1) None
	(CPC 876)		2) None	2) None
			3) None	3) None
			4) None	4) None
r)	Printing and publishing services	SS	1) None	1) None
	(CPC 88442)		2) None	2) None
			3) None	3) None
			4) None	4) None

		1			1		
s)	Convention services (CPC 87909)	SS	1)	None	1)	None	
	(323 3133)		2)	None	2)	None	
			3)	None	3)	None	
			4)	None	4)	None	
t)	Credit reporting services (CPC 87901)	SS	1)	None	1)	None	
	(CPC 0/901)		2)	None	2)	None	
			3)	None	3)	None	
			4)	None	4)	None	
t)	Collection agency services: (CPC 87902**) (a) which do not constitute the practice of law in respect of legal	SS	1)	None None	1)	None None	
	cases		3) 4)	None None	3) 4)	None None	
	(b) which constitute the practice of law in respect of legal cases ²¹	SS	1)	None except: services must be supplied by a natural person ²² , by a Legal Profession Corporation or by a juridical person established under the Special Measures Law Concerning Credit Management and Collection Business; and commercial presence is required.	1)	None	

²¹ Excluding taking over and recovery of credits except for those stipulated in the Special Measures Law Concerning Credit Management and Collection Business (Law No. 126 of 1998).

²² In this sector, the term "natural person" means a lawyer qualified as "Bengoshi" under Japanese law.

			2) None	2)	None	
			3) None except that services must be supplied by a natural person, by a Legal Profession Corporation or by a juridical person established under the Special Measures Law Concerning Credit Management and Collection Business. 4) None except that commercial presence is required.	3)	None None	
t)	Telephone answering	SS	1) None	1)	None	
	services (CPC 87903)		2) None	2)	None	
			3) None	3)	None	
			4) None	4)	None	
t)	Duplicating services	SS	1) None	1)	None	
	(CPC 87904)		2) None	2)	None	
			3) None	3)	None	
			4) None	4)	None	
t)	Translation and	SS	1) None	1)	None	
	interpretation services (CPC 87905)		2) None	2)	None	
			3) None	3)	None	
			4) None	4)	None	
t)	Mailing list compilation and mailing services (CPC 87906)	SS	1) None	1)	None	
			2) None	2)	None	
			3) None	3)	None	
			4) None	4)	None	

t)	Specialty design services (CPC 87907)	SS	1)	None	1)	None	
			2)	None	2)	None	
			3)	None	3)	None	
			4)	None	4)	None	
t)	Trade fair and exhibition organisation services	SS	1)	None	1)	None	
	(CPC 87909)		2)	None	2)	None	
			3)	None	3)	None	
			4)	None	4)	None	
t)	Services incidental to	SS	1)	None	1)	None	
	energy manufacturing related to heat supply		2)	None	2)	None	
	industry and oil industry		3)	None	3)	None except that prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law.	
			4)	None	4)	None	
2.	COMMUNICATION SERVICES						
в.	Courier Services ²³						
	Correspondence-delivery	SS	1)	None	1)	None	
Corr	ices supplied by Special espondence Delivery		2)	None	2)	None	
Busi	ness		3)	None	3)	None	
			4)	None	4)	None	
		1	1				

Suppliers of courier services are subject to permission/registration requirements for related modes of transport services. Japan's commitments in courier services other than correspondence-delivery services including those supplied by Special Correspondence Delivery Business are indicated in the sector of Transport Services. (Refer to 11. TRANSPORT SERVICES.)

Delivery business correspor services combinati mail item the Law (Correspor Provided Operators 2002): (a) mail dime that 4 kg (b) mail deli hour and (c) mail deli exce spec of t Inte Comm	l items that are to be ivered within three ars of being mailed;						
C. Telecommunications Services							
services: a) Voic (CPC) b) Pack tran	clecommunications c: cc telephone services; cc 7521) cket-switched data ansmission services; cc 7523**)	SS	1) 2) 3)	None None except that foreign capital participation, direct and/or indirect, in Nippon Telegraph and Telephone Corporation (NTT) ²⁴ must be less than one-third.	1) 2) 3)	None None None except that board members and auditors in NTT and the Regional Companies are required to have Japanese nationality.	Japan undertakes the ADDITIONAL COMMITMENTS described below.

²⁴ NTT must own all the shares issued by the Regional Companies.

c)	Circuit-switched data transmission services; (CPC 7523**)	4) None	4) None	
d)	Telex services; (CPC 7523**)			
f)	Facsimile services; (CPC 7521**, 7529**)			
g)	Private leased circuit services; and (CPC 7522**, 7523**)			
0)	Other			

JAPAN: ADDITIONAL COMMITMENTS

Scope

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

Definitions

- (a) the term "telecommunications" means the transmission and reception of signals by any electromagnetic means;
- (b) the term "public telecommunications transport service" means any telecommunications transport service required, explicitly or in effect, by Japan to be offered to the public generally. Such services may include, *inter alia*, telegraph, telephone, telex, and data transmission typically involving the real-time transmission of customer-supplied information between two or more points without any end-to-end change in the form or content of the customer's information;
- (c) the term "public telecommunications transport network" means the public telecommunications infrastructure which permits telecommunications between and among defined network termination points;
- (d) the term "essential facilities" means facilities of a public telecommunications transport network or service that:
 - (i) are exclusively or predominantly provided by a single or limited number of suppliers; and
 - (ii) cannot feasibly be economically or technically substituted in order to provide a service;
- (e) the term "major supplier" means a supplier that 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:
 - (i) control over essential facilities; or
 - (ii) use of its position in the market;
- (f) the term "facilities-based suppliers" means telecommunications carriers who establish telecommunications circuit facilities;

- (g) the term "services-based suppliers" means telecommunications carriers other than the telecommunications carriers defined by subparagraph (f).
- 1. Competitive Safeguards
- 1.1 Prevention of Anti-competitive Practices in Telecommunications

Appropriate measures shall be maintained for the purposes 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 in subparagraph 1.1 shall include in particular:

- (a) engaging in anti-competitive cross-subsidization or pricing services in a manner that gives rise to unfair competition;
- (b) discriminating specific persons unfairly in providing telecommunications services;
- (c) using information obtained from competitors with anti-competitive results; and
- (d) not making available to other service 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 Interconnection to be Ensured

Interconnection shall be ensured between a facilities-based supplier and any other facilities-based supplier or a services-based supplier to the extent provided for in its laws and regulations.

2.2 Interconnection with Major Suppliers

Interconnection with a major supplier shall 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, for like services of non-affiliated service suppliers or of 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 (Note) so that the service supplier need not pay for network components or facilities that it does not require for the services to be provided; and

(Note) "Sufficiently unbundled" network components or facilities include unbundled local loop (including line sharing).

(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 Co-Location, etc.

It shall be ensured that a major supplier is required to allow other service suppliers who interconnect with the major supplier:

- (a) to locate their equipment which is essential for interconnection within the major supplier's buildings; or
- (b) to install their cables and lines which are essential for interconnection within the major supplier's buildings, conduits, cable tunnels or telephone poles,

where physically feasible and where no practical or viable alternatives exist, in order to interconnect smoothly with the essential facilities of the major supplier.

2.4 Interconnection Pursuant to an Approved Reference Interconnection Offer

It shall be ensured that major suppliers are required to provide a reference interconnection offer for approval by the relevant regulatory authorities. The reference interconnection offer shall be consistent with the principles of paragraph 1 and shall contain written statements of the charges and conditions on which a major supplier will interconnect with other service suppliers. At a minimum, the reference interconnection offer shall be required to contain the following:

- (a) a list and description of the interconnection-related services offered, the terms and conditions for such services, the operational and technical requirements, and the procedures or processes that will be used to order and provide such services;
- (b) a list of cost-oriented rates that a major supplier offers for all its interconnection-related services. Where feasible, the major supplier shall be required to use an established methodology based on incremental forward-looking economic cost;
- (c) standard periods between the dates of request and commencement which are stipulated in a clear manner and are reasonable; and
- (d) a statement regarding the duration of the proposed interconnection agreement, if it is fixed.
- 2.5 Section 2.2, 2.3 and 2.4 are applied only to a major supplier which has control over essential facilities.
- 2.6 Public Availability of the Procedures for Interconnection Negotiations

It shall be ensured that the procedures applicable for interconnection to a major supplier are made publicly available.

2.7 Transparency of Interconnection Arrangements

It shall be ensured that a major supplier makes publicly available either its interconnection agreements or reference interconnection offer.

2.8. Interconnection Dispute Settlement

A service supplier requesting interconnection with a major supplier shall 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, 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

Japan has the right to define the kind of universal service obligation it wishes to maintain. Such obligations shall not be regarded as anti-competitive per se, provided that 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 Japan.

- 4. Public Availability of Licensing Criteria
 - (a) Where a licence is required, the following shall be made publicly available:
 - (i) all the licensing criteria and the period of time normally required to reach a decision concerning an application for a licence; and
 - (ii) the terms and conditions of individual licences.
 - (b) The reasons for the denial of a licence shall be made known to the applicant upon request.
- 5. Independent Regulators

The regulatory body shall be separate from, and not accountable to, any supplier of 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, shall be carried out in an objective, timely, transparent and non-discriminatory manner. The current state of allocated frequency bands shall be made publicly available except for detailed identification of frequencies allocated for specific government uses.

e) Telegraph services (CPC 7522)		1) 2) 3) 4)	Unbound None Unbound Unbound	1) 2) 3) 4)	Unbound None Unbound Unbound	
Value-added services: h) Electronic mail services; (CPC 7523**) i) Voice mail services; (CPC 7523**)	SS	1) 2) 3)	None None None except that foreign capital participation, direct and/or indirect, in Nippon Telegraph and Telephone Corporation (NTT) ²⁴ must be less than one-third. None	1) 2) 3)	None None except that board members and auditors in NTT and the Regional Companies are required to have Japanese nationality. None	

	j)	On-line information and data base retrieval services; (CPC 7523**)						
	k)	Electronic data interchange (EDI) services; (CPC 7523**)						
	1)	Enhanced/value added facsimile services including store and forward, store and retrieve; (CPC 7523**)						
	m)	Code and protocol conversion services;						
	n)	On-line information and/or data processing services (including transaction processing); and (CPC 843**)						
	0)	Other						
D.	Audi	ovisual Services			I			
a)	Moti	on picture and video	SS	1) None		1)	None	
	dist	production and ribution services		2) None		2)	None	
	(CPC	9611)		3) None		3)	None	
				4) None		4)	None	
b)		on picture projection	SS	1) None		1)	None	
		ices 9612)		2) None		2)	None	
				3) None		3)	None	
				4) None		4)	None	

c) d)	Radio and television services (CPC 9613) Radio and television transmission services (CPC 7524)		1) Unbound 2) None 3) Unbound 4) Unbound 1) Unbound 2) None	1) 2) 3) 4) 1) 2)	Unbound None Unbound Unbound Unbound None	
			3) Unbound 4) Unbound	3) 4)	Unbound Unbound	
e)	Sound recording services	SS	1) None 2) None 3) None 4) None	1) 2) 3) 4)	None None None	
3.	CONSTRUCTION AND RELATED EN	GINEE	ERING SERVICES			
Α.	General Construction Work for Buildings (CPC 512)					
в.	General Construction Work for Civil Engineering (CPC 513)					
С.	Installation and Assembly Work (CPC 514, 516)					
D.	Building Completion and Finishing Work (CPC 517)					
Ε.	Other (CPC 511, 515, 518)					

(a) These services indicated above	SS	1)	Unbound*	1)	Unbound*	
excluding those related to mining		2)	None	2)	None	
related to mining		3)	None	3)	None	
		4)	None except that commercial presence is required.	4)	None	
(b) These services related to mining	SS	1)	Unbound*	1)	Unbound*	
related to mining		2)	None	2)	None	
		3)	None except that services	3)	None except:	
			requiring mining rights or mining lease rights must be supplied by a Japanese national or a juridical person established under Japanese law, in accordance with the Mining Law.		services requiring mining rights or mining lease rights must be supplied by a Japanese national or a juridical person established under Japanese law, in accordance with the Mining Law; and prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law.	
		4)	None except: services requiring mining rights or mining lease rights must be supplied by a Japanese national or a juridical person established under Japanese law, in accordance with the Mining Law; and commercial presence is required.	4)	None except that services requiring mining rights or mining lease rights must be supplied by a Japanese national or a juridical person established under Japanese law, in accordance with the Mining Law.	

4.	DISTRIBUTION SERVICES		
Α.	Commission Agents' Services (CPC 621, 61111, 61130, 61210)		
В.	Wholesale Trade Services (CPC 622, 61111, 61130, 61210)		
C.	Retailing Services (CPC 631, 632, 61112, 61130, 61210)		
D.	Franchising Services (CPC 8929)		
	(a) These services indicated above excluding those related to petroleum, petroleum products, alcoholic beverages, and those supplied at Public Wholesale Market ²⁵	1) None 2) None 3) None 4) None 4) None 4) None	
	(b) These services related to petroleum and petroleum products	1) None 2) None 3) None 3) None 3) None except that prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law. 4) None 4) None	

Public Wholesale Market is a market established under national or local government approval for commission agents' services and wholesale trade services of fresh foods including vegetables, fruits, marine products, meats and other daily foods, and flowers, with auction or bidding hall, parking lot and other facilities necessary for trade and disposal of aforementioned goods, which is operated on a permanent basis.

(c) These services related to alcoholi	SS	1)	None	1)	None	
beverages		2)	None	2)	None	
		3)	None except that the number of licences conferred to service suppliers may be limited.	3)	None	
		4)	None except that the number of licences conferred to service suppliers may be limited.	4)	None	
(d) These services supplied at Public	SS	1)	Unbound*	1)	Unbound*	
Wholesale Market		2)	Unbound*	2)	Unbound*	
		3)	None except:	3)	None	
		4)	the number of licences conferred to service suppliers may be limited; and services must be supplied by a juridical person established under Japanese law, at Central Public Wholesale Market, in accordance with the Public Wholesale Market Law (Law No. 35 of 1971). None except: the number of licences conferred to service suppliers may be limited; and services must be supplied by a juridical person established under Japanese law, at Central Public Wholesale Market, in accordance with the Public Wholesale Market Law.	4)	None	

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Ε.	Other					
	(a) Retail sales of motor fuel	SS	1) None	1)	None	
	(CPC 613)		2) None	2)	None	
			3) None	3)	None except that prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law.	
			4) None	4)	None	
	(b) Wholesale trade and retailing services	SS	1) None	1)	None	
	of steam and hot water		2) None	2)	None	
	water		3) None	3)	None except that prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law.	
			4) None	4)	None	
5.	EDUCATIONAL SERVICES	ı		1		
Α.	Primary Education Services					
	Pre-school education		1) Unbound*	1)	Unbound*	
	services supplied by nursery schools		2) None	2)	None	
	(CPC 92110**)		3) None	3)	None	
	Child day-care services (CPC 93321)		4) Unbound	4)	None	

	Primary education services ^{26,27} , supplied as formal education (CPC 92110**, 9219)		1) 2) 3)	Unbound Unbound None except that Formal Education Institutions must be established by school juridical persons. ²⁸ Unbound	1) 2) 3)	Unbound Unbound None Unbound	
В.	Secondary Education Services ^{26,27} , supplied as formal education (CPC 9221, 9222, 9223)		1) 2) 3)	Unbound Unbound None except that Formal Education Institutions must be established by school juridical persons. Unbound	1) 2) 3)	Unbound Unbound None Unbound	
С.	Higher Education Services ^{26,27} (CPC 9231, 9239)	SS	1) 2) 3)	None None except that Formal Education Institutions must be established by school juridical persons. None	1) 2) 3)	None None None	

These Educational Services supplied as formal education in the territory of Japan are supplied by Formal Education Institutions. "Formal Education Institutions" mean elementary schools, lower secondary schools, secondary schools, upper secondary schools, universities, junior colleges, colleges of technology, schools for the blind, schools for the deaf, schools for the handicapped and kindergartens.

Specific commitments on market access and national treatment through any mode of supply shall not be construed to apply to the recognition of credits, degrees and other certificates in Formal Education Institutions, specialised training colleges (Senshu-Gakko) and miscellaneous schools (Kakushu-Gakko) under Japanese law.

The term "school juridical person" means a non-profit juridical person established for the purposes of supplying educational services under Japanese law.

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D.	Services ^{27,29}	SS	1) None	1) None
	(CPC 924)		2) None	2) None
Ε.	Other Education Services ^{27,29}		3) None	3) None
	(CPC 929)		4) None	4) None
6.	ENVIRONMENTAL SERVICES			
Α.		SS	1) Unbound*	1) Unbound*
	(CPC 9401)		2) None	2) None
			3) None	3) None
			4) None	4) None
В.	Refuse Disposal Services	SS	1) Unbound*	1) Unbound*
	(CPC 9402)		2) None	2) None
			3) None	3) None
			4) None	4) None
C.		SS	1) Unbound*	1) Unbound*
	Services (CPC 9403)		2) None	2) None
			3) None	3) None
			4) None	4) None
				-

Formal Education Institutions must be established by school juridical persons. Specialised training colleges and miscellaneous schools may be required to be established by school juridical persons. Formal Education Institutions supply formal education, but at the same time they may supply educational services other than formal education, while specialised training colleges and miscellaneous schools supply educational services other than formal education.

D.	Other							
	Cleaning services of exhaust gases	SS	1) Unbound*	1)	Unbound*			
	(CPC 9404)		2) None	2)	None			
	Noise abatement services (CPC 9405)		3) None	3)	None			
	Nature and landscape protection services (CPC 9406) Other environmental protection services (CPC 9409)		4) None	4)	None			

7. FINANCIAL SERVICES

For the purposes of this Schedule, the Understanding on Commitments in Financial Services (hereinafter referred to as the "Understanding") which is included in Japan's Schedule of Specific Commitments of the General Agreement on Trade in Services in Annex 1B to the WTO Agreement (WTO Document GATS/SC/46/Suppl.3) is incorporated into and made a part of this Schedule.

Japan undertakes its specific commitments with respect to Financial Services in accordance with Chapter 8, Annex 5 and the Understanding.

For prudential reasons within the context of paragraph 1 of Section 2 of Annex 5, Japan shall not be prevented from taking measures such as non-discriminatory limitations on juridical forms of a commercial presence. For the same reasons, Japan shall not be prevented from applying non-discriminatory limitations concerning admission to the market of new financial services which shall be consistent with regulatory framework aimed at achieving such prudential objectives. In this context, securities firms are allowed to deal in securities defined in the relevant Japanese law, and banks are not allowed to deal in those securities unless allowed in accordance with the said law.

With respect to specific commitments in the sectors of Financial Services, services supplied in the territory of Malaysia to the service consumer in the territory of Japan without any active marketing from the service supplier are considered as services supplied under subparagraph (v)(ii) of Article 95.

A. Insurance and Insurance- Related Services Specific commitments in the market-access column with respect		
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	to the supply of a service under subparagraphs (v) (i) and (ii) of Article 95 are unbound except for obligations under paragraphs B3 and 4 of the Understanding respectively which are incurred in this sector additionally to those covered by the provisions of Articles 96, 97 and 98 and Annex 5, subject to conditions and qualifications set out below.		
	1) None except:	1) None	
	commercial presence is in principle required for insurance contracts on the following items and any liability arising therefrom:		
	(a) goods being transported within the territory of Japan; and		
	(b) ships of Japanese registration which are not used for international maritime transport; and		
	commercial presence is required for insurance intermediation services in the territory of Japan.		
	2) None except:	2) None	
	commercial presence is in principle required for insurance contracts on the following items and any liability arising therefrom:		
	(a) goods being transported within the territory of Japan; and(b) ships of Japanese registration which are		

	not used for international maritime transport; and commercial presence is required for insurance intermediation services in the territory of Japan. 3) None ³⁰ 4) Unbound	3) None 4) Unbound	
B. Banking and Other Financial Services (excluding Insurance and Insurance-Related Services)	Specific commitments in the market-access column with respect to the supply of a service under subparagraphs (v)(i) and (ii) of Article 95 are unbound except for obligations under paragraphs B3 and 4 of the Understanding respectively which are incurred in this sector additionally to those covered by the provisions of Articles 96, 97 and 98 and Annex 5, subject to conditions and qualifications set out below. 1) None except that commercial presence is required for discretionary investment management services.	1) None 2) None	
	3) None	None except that the deposit insurance system does not cover deposits taken by branches of foreign banks.	
	4) Unbound	4) Unbound	
8. HEALTH RELATED AND SOCIAL SE	RVICES		

³⁰ Insurance intermediation services may be supplied only for insurance contracts allowed to be supplied in the territory of Japan.

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A. Hospital (CPC 9311		1)	Unbound*	1)	Unbound*	
(010)311	,	2)	None	2)	None	
		3)	Unbound except that there is no limitation on the participation of foreign capital.	3)	Unbound except that there is no limitation on the participation of foreign capital.	
		4)	Unbound	4)	None	
B. Other Hum	an Health Services					
Medical s		1)	Unbound*	1)	Unbound*	
delivered ambulance		2)	None	2)	None	
(CPC 9319	2)	3)	Unbound except that there is no limitation on the participation of foreign capital.	3)	Unbound except that there is no limitation on the participation of foreign capital.	
		4)	Unbound	4)	None	
Residenti	al health s services other	1)	Unbound*	1)	Unbound*	
	ital services	2)	Unbound	2)	Unbound	
(CFC 9319	3)	3)	Unbound	3)	Unbound	
		4)	Unbound	4)	None	
	lection services d in the Law to	1)	Unbound	1)	Unbound	
Secure th	e Stable Supply ed Matters	2)	None	2)	None	
Regarding	Safe Blood Law No. 160 of	3)	Unbound	3)	Unbound	
1956) (CPC 9319		4)	Unbound	4)	None	
, 32 2 2 3 2 3						
C. Social Se (excluding	rvices g child day-care	1)	Unbound*	1)	Unbound*	

	services) (CPC 933, except 93321)		2)	None	2)	None	
	(CFC 955, except 95521)		3)	Unbound except that there is no limitation on the participation of foreign capital.	3)	Unbound except that there is no limitation on the participation of foreign capital.	
			4)	Unbound	4)	Unbound	
9.	TOURISM AND TRAVEL RELATED	SERV]	ICES				
Α.	Hotels and Restaurants						
	Hotels and restaurants	SS	1)	Unbound*	1)	Unbound*	
	services (excluding catering services)		2)	None	2)	None	
	(CPC 641-643, except 6423)		3)	None	3)	None	
			4)	None	4)	None	
	Catering services	SS	1)	None	1)	None	
	(CPC 6423)		2)	None	2)	None	
			3)	None	3)	None	
			4)	None	4)	None	
В.	Travel Agencies and Tour	SS	1)	None	1)	None	
	Operators Services (CPC 7471)		2)	None	2)	None	
			3)	None	3)	None	
			4)	None	4)	None	
С.	Tourist Guides Services (CPC 7472)	SS	1)	Unbound*	1)	Unbound*	
			2)	None	2)	None	

			3)	None	3)	None	
			4)	None	4)	None	
			- /		- /		
D.	Sporting and Other Recreati	onal	Serv	ices			
	Sporting services (CPC 9641)	SS	1)	Unbound*	1)	Unbound*	
	,		2)	None	2)	None	
	Recreation parks and beach services		3)	None	3)	None	
	(CPC 96491)		4)	None	4)	None	
	Other recreational	SS	1)	None	1)	None	
	services n.e.c. (CPC 96499)		2)	None	2)	None	
			3)	None	3)	None	
			4)	None	4)	None	
11.	TRANSPORT SERVICES	I	I		I		
Α.	Maritime Transport Services	5					
a),	b) International maritime transport services (including services of passenger transportation and freight transportation) (CPC 7211, 7212)	SS	1)	 (a) Liner Shipping: None³¹ (b) Bulk, tramp, and other international shipping, including passenger transportation: None³¹ None 	1)	 (a) Liner Shipping: None³¹ (b) Bulk, tramp, and other international shipping, including passenger transportation: None³¹ None 	The following services will be made available to international maritime transport suppliers on reasonable and nondiscriminatory terms and conditions:
			3)	(a) Establishment of a registered company for	3)	(a) Establishment of a registered company for	(a) Pilotage services;

Restriction or prohibition of a) entry in Japanese ports and b) loading or unloading of cargoes in Japanese ports for a designated period may be imposed as a countermeasure on operators of vessels who belong to the country in which interests of Japanese operators continue to be substantially damaged, in spite of prior notification of taking such measure, under unfavourable treatment imposed on them by that country or by local authorities or similar entities of that country.

	(b)	the purposes of operating a fleet flying the flag of Japan: None except that there is a nationality requirement for a ship to fly the flag of Japan. Other forms of commercial presence for the supply of international maritime transport services (as defined in paragraph 1 of Note below): None		(b)	the purposes of operating a fleet flying the flag of Japan: None except that there is a nationality requirement for a ship to fly the flag of Japan. Other forms of commercial presence for the supply of international maritime transport services (as defined in paragraph 1 of Note below): None		fuelling and watering services; Garbage collecting and refuse disposal services;
4)	(a) (b)	Ships' crews: None except that foreign nationals employed by Japanese juridical persons, except for the seafarers referred to in the relevant official notification, may not work on the vessels flying the Japanese flag. Key personnel employed in relation to a commercial presence as defined under 3) (b): None	4)	(a)	Ships' crews: None except that foreign nationals employed by Japanese juridical persons, except for the seafarers referred to in the relevant official notification, may not work on the vessels flying the Japanese flag. Key personnel employed in relation to a commercial presence as defined under 3) (b): None	(e) (f) (g)	Port captain's services; Navigation aids services; Shore based operational services essential to ship operations, including communications, water and electrical supplies;
						(h)	Emergency repair services; and Anchorage,

- 32 In this sector, the term "nationality requirement" means that the ship must be owned by:
 - (a) a natural person with Japanese nationality; or
 - (b) a juridical person established under Japanese law, with all representatives ("daihyosha") and not less than two-thirds of executives administering the affairs of the juridical person ("gyomu-wo-shikkousuru yakuin") having Japanese nationality.

						berthing services.
c)	Rental of vessels with	SS	1) None	1)	None	
	<pre>crew (excluding vessels flying the Japanese flag) (CPC 7213)</pre>		2) None	2)	None	
	(CPC /213)		3) None	3)	None	
			4) None	4)	None	
Α.	Maritime Auxiliary Transpor	t Sei	rvices			
d)	Maintenance and repair of vessels	SS	1) Unbound*	1)	Unbound*	
	(CPC 8868**)		2) None	2)	None	
			3) None except that establishing or extending docks or berths which can be used to manufacture or repair the vessels beyond a fixed scale are subject to an economic needs test.	3)	None	
			4) None	4)	None	
e)	Pushing and towing	SS	1) Unbound*	1)	Unbound*	
	services (CPC 7214)		2) None	2)	None	
			3) None	3)	None	
			4) None	4)	None	
f)	Salvaging and refloating services, watering	SS	1) None	1)	None	
	services, fueling		2) None	2)	None	
	services, garbage collecting services (CPC 7454, 7459)		3) None	3)	None	
	(CPC /454, /459)		4) None	4)	None	
	Maritime cargo handling services (as defined in	SS	1) Unbound*	1)	Unbound*	

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paragraph 2 of Note below)		2)	None	2)	None	
DCIOW)		3)	None except that the number of licences conferred to service suppliers may be limited in ports designated by the Government. ³³	3)	None	
		4)	None except that the number of licences conferred to service suppliers may be limited in ports designated by the Government. ³³	4)	None	
Container station and depot services (as	SS	1)	Unbound*	1)	Unbound*	
defined in paragraph 3 of		2)	None	2)	None	
Note below)		3)	None except that the number of licences conferred to service suppliers may be limited in ports designated by the Government. ³³	3)	None	
		4)	None except that the number of licences conferred to service suppliers may be limited in ports designated by the Government. ³³	4)	None	
Maritime agency services	SS	1)	None	1)	None	
(as defined in paragraph 4 of Note below)		2)	None	2)	None	
		3)	None	3)	None	
		4)	None	4)	None	
Maritime freight forwarding services (as defined in paragraph 5 of Note below)	SS	1)	None except: commercial presence is required; and	1)	None except that an operation permit or governmental registration will be granted on reciprocal basis.	
			an operation permit or governmental registration			

³³ Public utility concession or licensing procedures may apply in case of occupation of the public domain.

	will be granted on reciprocal basis.			
2)	None	2)	None	
3)	None except that an operation permit or governmental registration will be granted on reciprocal basis.	3)	None except that an operation permit or governmental registration will be granted on reciprocal basis.	
4)	None except: commercial presence is required; and an operation permit or governmental registration will be granted on reciprocal basis.	4)	None except that an operation permit or governmental registration will be granted on reciprocal basis.	

Note to the Specific Commitments in the Sectors of Maritime Transport Services and Maritime Auxiliary Transport Services

Notwithstanding the fact that road, rail, inland waterways and related auxiliary services are not fully covered in this Schedule of Specific Commitments, a multimodal transport operator (note 1) shall have the ability to rent or lease trucks, railway carriages or barges, and related equipment, for the purposes of inland forwarding of cargoes, or have access to, and use of, these forms of multimodal activities on reasonable and non-discriminatory terms and conditions (note 2) for the purpose of carrying out multimodal transport operations.

- (Note 1) "Multimodal transport operator" means the person on whose behalf the bill of lading, multimodal transport document or any other document evidencing a contract of multimodal carriage of goods is issued and who is responsible for the carriage of goods pursuant to the contract of carriage.
- (Note 2) "Reasonable and non-discriminatory terms and conditions" means, for the purposes of multimodal transport operations, the ability of the multimodal transport operator to arrange for the conveyance of its merchandise on a timely basis, including priority over other merchandise which has entered the port at a later date.

Definitions

1. "Other forms of commercial presence for the supply of international maritime transport services" means the ability for international maritime transport service suppliers of Malaysia to undertake in the territory of Japan all activities which are necessary for the supply to their customers of a partially or fully integrated transport service, within which the maritime transport constitutes a substantial element. (This commitment shall however not be construed as limiting in any manner the specific commitments undertaken in respect of services supplied under subparagraph (v) (i) of Article 95.)

These activities include, but are not limited to:

(a) marketing and sales of maritime transport and related services through direct contact with customers, from quotation to invoicing, these services being those operated or offered by the service supplier itself or by service suppliers with which

the service seller has established standing business arrangements;

- (b) the acquisition, on their own account or on behalf or their customers (and the resale to their customers) of any domestic transport and related services, including inward transport services by any mode, particularly inland waterways, road and rail, but excluding air, necessary for the supply of the integrated service;
- (c) the preparation of documentation concerning transport documents, customs documents, or other documents related to the origin and character of the goods transported;
- (d) the provision of business information by any means, including computerized information systems and electronic data interchange (subject to the provisions of the Annex on Telecommunications to the GATS);
- (e) the setting up of any business arrangements (including participation in the stock of a company) and the appointment of personnel recruited locally with any locally established shipping agency; and
- (f) acting on behalf of the companies, organising the call of the ship or taking over cargoes when required.
- 2. "Maritime cargo handling services" means activities exercised by stevedore companies, including terminal operators, but not including the direct activities of dockers, when this workforce is organised independently of the stevedoring or terminal operator companies. The activities covered include the organisation and supervision of:
 - (a) the loading/discharging of cargo to/from a ship;
 - (b) the lashing/unlashing of cargo; and
 - (c) the reception/delivery and safekeeping of cargoes before shipment or after discharge.
- 3. "Container station and depot services" means activities consisting in storing containers, whether in port areas or inland, with a view to their stuffing/stripping, repairing and making them available for shipments.
- 4. "Maritime agency services" means activities consisting in representing, within a given geographic area, as an agent the business interests of one or more shipping lines or shipping companies, for the following purposes:
 - (a) marketing and sales of maritime transport and related services, from quotation to invoicing, and issuance of bills of lading on behalf of the companies, acquisition and resale of the necessary related services, preparation of documentation, and provision of business information; and
 - (b) acting on behalf of the companies organising the call of the ship or taking over cargoes when required.
- 5. "Maritime freight forwarding services" means an activity consisting of organising and monitoring shipment operations on behalf of shippers, through the acquisition of transport and related services, preparation of documentation and provision of business information. Maritime freight forwarding services include those provided by a person on whose behalf the bill of lading or any other document evidencing a contract of carriage of goods is issued and who is responsible for the carriage of goods pursuant to the contract of carriage.

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d)	Maintenance and repair of vessels	SS	1)	Unbound*	1)	Unbound*	
	(CPC 8868**)		2)	None	2)	None	
			3)	None except that establishing or extending docks or berths which can be used to manufacture or repair the vessels beyond a fixed scale are subject to an economic needs test.	3)	None	
			4)	None	4)	None	
e)	Pushing and towing services	SS	1)	Unbound*	1)	Unbound*	
	(CPC 7224)		2)	None	2)	None	
			3)	None	3)	None	
			4)	None	4)	None	
f)	Salvaging and refloating	SS	1)	None	1)	None	
	services, watering services, fuelling		2)	None	2)	None	
	services and garbage collecting services		3)	None	3)	None	
	(CPC 7454, 7459)		4)	None	4)	None	
C.	Air Transport Services						
d)	Aircraft repair and maintenance services	SS	1)	Unbound*	1)	Unbound*	
	defined in subparagraph (a) of Article 95		2)	None	2)	None	
	(a) Of Afficie 93		3)	None except that the number of licences conferred to service suppliers may be limited.	3)	None	
			4)	None	4)	None	
e)	Selling and marketing of	SS	1)	None	1)	None	

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					notification is required in accordance with the Foreign Exchange and Foreign Trade Law.
			4) None	4)	None
c)	Pushing and towing	SS	1) Unbound*	1)	Unbound*
	services (CPC 7113)		2) None	2)	None
			3) None	3)	None
			4) None	4)	None
d)	Maintenance and repair services of rail	SS	1) Unbound*	1)	Unbound*
	transport equipment (CPC 8868**)		2) None	2)	None
	(CFC 0000^^)		3) None	3)	None
			4) None	4)	None
d)	Rental of rail transport equipment with operator	SS	1) None	1)	None
	equipment with operator		2) None	2)	None
			3) None	3)	None
			4) None	4)	None
e)	Supporting services for	SS	1) None	1)	None
	rail transport services (CPC 743)		2) None	2)	None
			3) None	3)	None except that prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law.
F.	Road Transport Services		4) None	4)	None

		1	1				
a)	Passenger transportation (CPC 71211, 71212, 71213,	SS	1)	Unbound*	1)	Unbound*	
	71214, 71221)		2)	None	2)	None	
			3)	None except that limitations on the number of service suppliers, on the number of service operations or on the quantity of service output may be applied, on a temporary and non-discriminatory basis.	3)	None except that prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law.	
			4)	None except:	4)	None	
				limitations on the number of service suppliers, on the number of service operations or on the quantity of service output may be applied, on a temporary and non-discriminatory basis; and commercial presence is required.			
b)	Freight transportation services	SS	1)	Unbound*	1)	Unbound*	
	(CPC 7123)		2)	None	2)	None	
			3)	None except that limitations on the number of service suppliers, on the number of service operations or on the quantity of service output may be applied, on a temporary and non-discriminatory basis.	3)	None	
			4)	None except:	4)	None	
				limitations on the number of			

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				service suppliers, on the number of service operations or on the quantity of service output may be applied, on a temporary and non-discriminatory basis; and commercial presence is required.			
c)	Rental of commercial vehicles with operator	SS	1)	None	1)	None	
	(CPC 7124)		2)	None	2)	None	
			3)	None	3)	None	
			4)	None	4)	None	
d)	Maintenance and repair services of road	SS	1)	Unbound*	1)	Unbound*	
	transport equipment		2)	None	2)	None	
	(CPC 6112, 8867)		3)	None	3)	None	
			4)	None except that commercial presence is required.	4)	None	
e)	Supporting services for	SS	1)	None	1)	None	
	road transport services (CPC 744)		2)	None	2)	None	
			3)	None except that the number of licences conferred to service suppliers may be limited for motorway businesses.	3)	None	
			4)	None except that the number of licences conferred to service suppliers may be limited for motorway businesses.	4)	None	

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	services (excluding services relating to petroleum and petroleum		2)	None	2)	None	
	products) (CPC 742)		3)	None	3)	None	
	(CFC /42)		4)	None	4)	None	
b)	Storage and warehouse	SS	1)	Unbound*	1)	Unbound*	
	services relating to petroleum		2)	None	2)	None	
products (CPC 742)		3)	None	3)	None except that prior notification is required in accordance with the Foreign Exchange and Foreign Trade Law.		
			4)	None	4)	None	
services	Freight transport agency services (excluding	SS	1)	None except that commercial presence is required.	1)	None	
	services relating to maritime freight		2)	None	2)	None	
	forwarding services) (CPC 748)		3)	None	3)	None	
			4)	None except that commercial presence is required.	4)	None	
d)	Customs clearance agent services related to	SS	1)	None except that commercial presence is required.	1)	None	
	Japanese Customs		2)	None except that commercial presence is required.	2)	None	
			3)	None	3)	None	
			4)	None except that commercial presence is required.	4)	None	
12.	2. OTHER SERVICES NOT INCLUDED ELSEWHERE (CPC 95, 97, 98, 99)						

Washing, cleaning and dyeing services (excluding laundry collection services) (CPC 9701, except 97011)	1) Unbound* 2) None 3) None 4) Unbound*	1) Unbound* 2) None 3) None 4) Unbound*
Laundry collection services (CPC 97011)	1) Unbound* 2) None 3) None 4) None	1) Unbound* 2) None 3) None 4) None
Hairdressing and other beauty services (CPC 97021, 97022)	1) Unbound* 2) None 3) None 4) None	1) Unbound* 2) None 3) None 4) None