ANNEX II

SCHEDULE OF SPECIFIC COMMITMENTS FOR SERVICES FOR PARAGUAY

Explanatory Notes

The Schedule of Specific Commitments for individual services sectors and subsectors is identified in accordance with the classification list in document MTN.GNS/W/120 of the World Trade Organization and the corresponding numbers in the Provisional Central Product Classification as set out in Statistical Office of the United Nations, Statistical Papers, Series M, No. 77, CPC Prov., 1991, hereinafter referred to as "CPC".

Modes of Supply	(1) Cross-border supply (2) Consumption		4) Presence of natural persons
Sector or subsector	Limitations on market access	Limitations on national treatment	Additional commitments
Horizontal Commitme	ents		
PARAGUAY ALL SERVICES INCLUDED IN THIS SCHEDULE	Paraguay reserves the right to adopt or maintain any measure aimed at developing less privileged regions or at reducing regional inequalities, as well as those necessary to ensure social inclusion and rural development.		
	The supply of certain services may depend on public concessions and the conditions thereby established.		
	 (3) For acquisition of land, residence requirements apply to foreign investors; unbound in border areas (50 (fifty) km in land frontiers) 		
	(3) The Paraguayan Civil Act (law 1183/85) establishes that an enterprise constituted abroad is governed, in relation to its existence and capacity, by the laws and regulations of the country of its domicile. The type of enterprise determines its ability to fully exercise in the Republic of Paraguay the actions and rights that correspond to the enterprise in its country of domicile. Nevertheless, for the regular		

(1) Cross-border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural

Sector or subsector	Limitations on market access	Limitations on national treatment	Additional
Sector of subsector	Emitations on market access	Emiliations on national treatment	commitments
			communents
	exercise of acts included in the objectives		
	of the enterprise, it must comply with the		
	laws and regulations of the Republic of Paraguay.		
	ralaguay.		
	The domicile of a foreign enterprise is		
	considered to be the place where its core		
	business is. However, establishments,		
	agencies or branch offices set up in the		
	Republic of Paraguay are considered to be		
	domiciled in it for the acts practiced in the		
	territory of the Republic of Paraguay,		
	therefore, they have to fulfil the formalities		
	and obligations set up for the Paraguayan		
	type of enterprise that is the most similar to		
	the type of foreign enterprise concerned.		
	The Paraguayan Civil Act establishes that		
	for the fulfillment of the formalities		
	mentioned, every firm set up abroad that		
	wishes to exercise its activity in the		
	territory of the Republic of Paraguay must:		
	··· , ··· ··· ··· F ··· ··· F ··· ··· ··		
	(a) set up a representation with a specific		
	address in the Republic of Paraguay		
	and particular addresses of the		
	representatives for other legal causes;		
	(b) confirm that the firm has been set up in		
	accordance with the laws and		
	regulations of its country; and		

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural

Sector or subsector	Limitations on market access	Limitations on national treatment	Additional commitments
	 (c) justify in the same way, the agreement or decision to create a branch or representation, the capital to be assigned, in its case, and the designation of the representatives. (4) The categories assumed in this section are detailed in Appendix 11-A-3 of Chapter 11 (Movement of Natural Persons). Natural persons must fulfil requirements established in the laws and regulations of the Republic of Paraguay. 		
Specific Commitments			
1. BUSINESS SERV	ICES		
<u>A. Professional</u> Services			
a. Legal advisory and representation services in statutory procedures of quasi-judicial (CPC 86120)	 None None None, except that foreign lawyers must homologate their diplomas and register before the Court. Unbound, except as indicated in the horizontal section. 	 None None None, except that foreign lawyers must homologate their diplomas and register before the Court. Unbound, except as indicated in the horizontal section. 	
b. Accounting, auditing and book- keeping services (CPC 862)	 Unbound Unbound None, this category will be subject to requirement of registration and compliance with regulations. 	 Unbound Unbound Unbound None, this category will be subject to requirement of registration and compliance with regulations. 	

(2) Consumption abroad

d (3) Commercial presence

(4) Presence of natural

Sector or subsector	Limitations on market access	Limitations on national treatment	Additional commitments
	(4) Unbound, except as indicated in the horizontal section	(4) Unbound, except as indicated in the horizontal section	
B.ComputerandRelated Services			
B. Computer and Related Services (CPC 84)	 Unbound Unbound None Unbound 	 (1) Unbound (2) Unbound (3) None (4) Unbound 	
F. Other Business Services			
Management Consulting Services (CPC 865)	 None None None 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)	 None None None Unbound, except as indicated in the horizontal section 	 (1) None (2) None (3) None (4) Unbound, except as indicated in the horizontal section 	
 o) Building-cleaning services (CPC 874) q) Packaging services (CPC 876) 	 Unbound* None None Unbound, except as indicated in the horizontal section 	 (1) Unbound* (2) None (3) None (4) Unbound, except as indicated in the horizontal section 	

(1) Cross-border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or subsector	Limitations on market access		Additional ommitments
s) Convention	(1) None	(1) None	
services (CPC	(2) None	(2) None	
87909*)	(3) None	(3) None	
	(4) Unbound, except as indicated in the	(4) Unbound, except as indicated in the	
	horizontal section	horizontal section	
Testing and	(1) Unbound	(1) Unbound	
composition and purity	(2) Unbound	(2) Unbound	
analysis services	(3) None. Subject to internal procedures for	(3) None. Subject to internal procedures for	
(CPC 86761)	registration and authorisation.	registration and authorisation.	
	(4) Unbound, except as indicated in the	(4) Unbound, except as indicated in the	
	horizontal section.	horizontal section.	

2. COMMUNICATION SERVICES

2.C. TELECOMMUNICATION SERVICES

- 1. Each telecommunications service provider in the Republic of Paraguay will require a license granted by the Paraguayan State and through a transparent, non-discriminatory procedure.
- 2. The licenses referred to in the preceding paragraph shall be granted exclusively to legal persons incorporated in the Republic of Paraguay in accordance with the laws and regulations of the Republic of Paraguay, with a commercial office in the Paraguayan territory.
- 3. The present list refers to the transport of data or information, and not to the content of the data or information transported.
- 4. Professionals and companies that provide project, assembly, equipment, installation and maintenance services in the sectors and sub-sectors in which commitments are assumed must be registered with Comisión Nacional de Telecomunicaciones (CONATEL), in accordance with current laws and regulations.
- 5. To carry out an interconnection, a commercial presence of the supplier or the telecommunications service company is required in the Republic of Paraguay.

a. '	Telephone services	(1)	Unbound						(1)	None	
(Cl	PC 7521)	(2)	Unbound						(2)	None	
		(3)	None						(3)	None	
b.	Packet-switched	(4)	Unbound,	except	as	indicated	in	the	(4)	Unbound	

Modes of Supply	(1) Cross-border supply	(2) Consumption abroad	(3) Commercial presence	(4) Presence of natural
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C	r	Τ			
Sector or subsector		Limitations on market access		Limitations on national treatment	Additional
					commitments
data transmission		horizontal section.			
services (CPC 7523)					
c. Circuit-switched					
data transmission					
services (CPC 7523)					
d. Telex services					
(CPC 7523)					
· · · · ·					
e. Telegraph services	(1)	None	(1)	None	
(CPC 7522)	(2)	None	(2)	None	
	(3)	None	(3)	None	
f. Facsimile services	(4)	Unbound, except as indicated in the	(4)	Unbound, except as indicated in the	
(CPC 7521 + 7529)		horizontal section.		horizontal section.	
h. Electronic mail	(1)	None	(1)	None	
(CPC 7523)	(2)	None	(2)	None	
	(3)	None	(3)	None	
	(4)	Unbound, except for measures concerning	(4)	Unbound, except for measures concerning	
		the entry, permanence and work of natural		the entry, permanence and work of natural	
		persons with a temporary contract with		persons with a temporary contract with	
		companies that carry out direct foreign investment.		companies that carry out direct foreign investment.	
a Driveta laggad aircuit	(1)	Unbound	(1)	Unbound	
g. Private leased circuit services		Unbound	(1)	Unbound	
(CPC 7522 + 7523)	(2) (3)	None	(2) (3)	None	
(C1 C 7522 + 7525)	(3) (4)	Unbound, except for measures concerning	(3) (4)	Unbound, except for measures concerning	
i. Voice mail		the entry, permanence and work of natural	(+)	the entry, permanence and work of natural	
		the entry, permanence and work of flatural		the entry, permanence and work of natural	

Modes of Supply(1) Cross-border supply(2) Consumption abroad(3) Commercial presence(4) Presence

Sector or subsector		Limitations on market access		Limitations on national treatment	Additional commitments
(CPC 7523)		persons with a temporary contract with companies that carry out direct foreign		persons with a temporary contract with companies that carry out direct foreign	
j. On-line information and database retrieval (CPC 7523)		investment.		investment.	
k. Electronic data interchange services (CPC 7523)					
1. Enhanced/value- added facsimile services (including store and forward,					
store and retrieve) (CPC 7523)					
o) Other	(1)	Unbound	(1)	Unbound	
o.1 Mobile services	(2)	Unbound	(2)	Unbound	
(CPC n.d.)	(3)	None	(3)	None	
o.2 Personal communications (CPC n.d.)	(4)	Unbound, except for measures concerning the entry, permanence and work of natural persons with a temporary contract with companies that carry out direct foreign investment.	(4)	Unbound, except for measures concerning the entry, permanence and work of natural persons with a temporary contract with companies that carry out direct foreign investment.	
o.3 Paging services (CPC n.d.)					
o.4 Trunking services (CPC n.d.)					

Modes of Supply	(1) Cross-border supply (2) Cor	nsumption abroad (3) Commercial presence (4) Presence persons	sence of natural
Sector or subsector	Limitations on market access	Limitations on national treatment	Additional commitments
4. DISTRIBUTION SE	CRVICES		
(1)(2)(3) Subject to cur	rent domestic regulation.		
WHOLESALE	(1) Unbound	(1) Unbound	
TRADE SERVICES	(2) None	(2) None	
(CPC 622, not	(3) None	(3) None	
including CPC 62271)	(4) Unbound, except as indicated in the	(4) Unbound, except as indicated in the	
	horizontal section.	horizontal section.	
RETAILING	(1) Unbound	(1) Unbound	
SERVICES	(2) None	(2) None	
(CPC 632)	(3) None	(3) None	
	(4) Unbound, except as indicated in the	(4) Unbound, except as indicated in the	
	horizontal section.	horizontal section.	
FRANCHISING	(1) None	(1) None	
(CPC 8929)	(2) None	(2) None	
	(3) None	(3) None	
	(4) Unbound	(4) Unbound	
5. EDUCATIONAL S	ERVICES		
A. Primary education	(1) Unbound	(1) Unbound	
services (CPC 921)	(2) None	(2) Unbound	
(only for private	(3) None	(3) Unbound	
companies)	(4) Unbound	(4) Unbound	
B. Higher education	(1) Unbound	(1) Unbound	
services (CPC 92310)	(2) Unbound	(2) Unbound	
Post-secondary	(3) None	(3) None	
technical and	(4) Unbound, except as indicated in the	(4) Unbound, except as indicated in the	
vocational education	horizontal section	horizontal section	
services			
6. ENVIRONMENTA	L SERVICES		

Modes of Supply	(1) Cross-border supply (2) Consumptio	n abroad (3) Commercial presence (4) Pres	ence of natural				
		persons					
Sector or subsector Limitations on market access		Limitations on national treatment	Additional commitments				
the competent aut	(3) Suppliers of environmental services wishing to set up operations in the Republic of Paraguay require prior authorisation (such as licenses) from the competent authorities. These services suppliers will be subject to the limitations laid down in the existing laws and regulations for the entities controlled by the competent authorities. The licenses granted in the past allow exclusive rights for exploitation to private companies.						
(3) They are also require a contract (3) They are also require a contract (3) They are also require (3) They are also requ	uired to have prior authorisation in accordance with	municipal legislation and the conditions approved b	y the Municipal Board				
Sewage services	(1) Unbound*	(1) Unbound*					
(CPC 9401)	(2) Unbound	(2) Unbound					
	(3) None	(3) None					
	(4) Unbound, except as indicated in the	(4) Unbound, except as indicated in the					
	horizontal section.	horizontal section.					
Sanitation and similar	(1) Unbound*	(1) Unbound*					
services	(2) Unbound	(2) Unbound					
(CPC 9403)	(3) None	(3) None					
	(4) Unbound	(4) Unbound					
7. FINANCIAL SERV	ICES						
(1) and (2) The firms that are not legally set up in the Republic of Paraguay are not authorised to market in the domestic territory. The commitments taken under mode 2 do not give rights to the consumers to complain to the authorities of the Republic of Paraguay.							
		olic of Paraguay require prior authorisation from the sisting laws and regulations for the entities controlle					
A. Insurance	(1) Unbound	(1) Unbound					
	(2) Unbound	(2) Unbound					
Insurance (excluding	(3) None	(3) None					

Modes	of	Supp	ly
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(2) Consumption abroad

d (3) Commercial presence

(4) Presence of natural

Sector or subsector	· Limitations on market access Limit			Limitations on national treatment	Additional
Sector of subsector		Limitations on market access		Limitations on national deatment	commitments
reinsurance and retrocession) (CPC 812)	(4)	Unbound, except for senior personnel and specialists included in the category of intra- corporate transferees	(4)	Unbound, except for senior personnel and specialists included in the category of intra- corporate transferees	
Reinsurance and	(1)	None	(1)	None	
retrocession	(2)	None None	(2)	None None	
(CPC 81299)	(3) (4)	Unbound, except for senior personnel and specialists included in the category of intra-corporate transferees	(3) (4)	Unbound, except for senior personnel and specialists included in the category of intra-corporate transferees	
Marine, aviation and other transport	(1) (2)	Unbound Unbound	(1) (2)	Unbound Unbound	
insurance services	(3)	None	(3)	None	
(81293)	(4)	Unbound, except for superior personnel and specialists	(4)	Unbound, except for superior personnel and specialists	
Insurance	(1)	Unbound	(1)	Unbound	
intermediation:	(2)	Unbound None	(2)	Unbound None	
Agencies and insurance brokers services (excluding pension fund)	(3) (4)	Unbound	(3) (4)	Unbound	
(CPC 81401) Agencies and	(1)	Unbound	(1)	Unbound	
reinsurance and	(1) (2)	None, except in the case of foreign	(1) (2)	None, except in the case of foreign	
retrocession broker		companies, these companies must appoint		companies, these companies must appoint	
services		an attorney by a Power of Attorney (POA) granting the said attorney broad administrative and judicial powers, including being summoned in a lawsuit; the said attorney must have a domicile in the		an attorney by a Power of Attorney (POA) granting the said attorney broad administrative and judicial powers, including being summoned in a lawsuit; the said attorney must have a domicile in the	

(1) Cross-border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural

Sector or subsector	Limitations on market access	Limitations on national treatment	Additional commitments
	 Republic of Paraguay where all notifications shall be valid. (3) None, except that administrators and legal representatives must have permanent or temporary residence in the Republic of Paraguay. (4) None, except that individuals must have permanent residence in the Republic of Paraguay. 	Republic of Paraguay where all notifications shall be valid. (3) None (4) None	
Claims settlement services (CPC 81403)	(1) Unbound, except when in consortium with a Paraguayan service provider according to Article 88 of the Insurance Law.	 (1) Unbound (2) None, except when in consortium with a Paraguayan service provider according to 	
	(2) None, except when in consortium with a Paraguayan service provider according to Article 88 of the Insurance Law.	Article 88 of the Insurance Law.(3) None(4) None	
	(3) None, except that administrators and legal representatives must have permanent or temporary residence in the Republic of Paraguay.		
	(4) None, except that individuals must have permanent or temporary residence in the Republic of Paraguay.		
B. Banking services	 Unbound Unbound 	(1) Unbound(2) Unbound	
Acceptance of deposits and other repayable funds from the public (CPC 81115-81119)	 (3) None (4) Unbound, except for senior personnel and specialists included in the category of intra-corporate transferees 	 (3) None (4) Unbound, except for senior personnel and specialists included in the category of intra-corporate transferees 	

Modes	of	Supp	ly
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(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural persons

Sector or subsector	ubsector Limitations on market access Limitations on national treatment				Additional
Sector or subsector		Limitations on market access		Limitations on national treatment	commitments
					commitments
Lending of all types,	(1)	Unbound	(1)	Unbound	
including consumer	(2)	Unbound	(2)	Unbound	
credit, mortgage	(3)	None	(3)	None	
credit, etc.(CPC 8113)	(4)	Unbound, except for senior personnel and	(4)	Unbound, except for senior personnel and	
		specialists included in the category of intra-		specialists included in the category of intra-	
		corporate transferees		corporate transferees	
Other services	(1)	None	(1)	None	
auxiliary to financial	(2)	None	(2)	None	
intermediation	(3)	None	(3)	None	
(CPC 81331-81334)	(4)	Unbound, except for senior personnel and	(4)	Unbound, except for senior personnel and	
		specialists included in the category of intra-		specialists included in the category of intra-	
		corporate transferees		corporate transferees	
8. HEALTH RELATE	ED AN	D SOCIAL SERVICES			
Welfare services	(1)	Unbound	(1)	Unbound	
provided to elderly	(2)	None	(2)	None	
and handicapped	(3)	None	(3)	None	
(CPC 93311)	(4)	Unbound, except as indicated in the	(4)	Unbound, except as indicated in the	
	, í	horizontal section	, í	horizontal section	
9.TOURISM SERVIC	ES				
(3) All persons or comp	anies	should be registered and approved by Secreta	ría Na	cional de Turismo (SENATUR).	
		manager must present permanent residence in		· /	
A. Hotels and	(1)	None	(1)	None	
restaurants	(2)	None	(2)	None	
(CPC 641-643)	(3)	None	(3)	None	
Ì`´´	(4)	Unbound, except for senior managerial	(4)	Unbound, except for senior managerial	
	l ` ´	personnel included in the category of intra-	Ì,	personnel included in the category of intra-	
		corporate transferees as indicated in the		corporate transferees as indicated in the	

(1) Cross-border supply

(2) Consumption abroad

(3) Commercial presence

(4) Presence of natural

persons

Sector or subsector Limitations on market access				Limitations on national treatment	Additional
					commitments
		horizontal section, with staff training programmes.		horizontal section, with staff training programmes. Partners, managing directors and officers must have permanent residence in the Republic of Paraguay.	
B. Travel agencies and	(1)	None	(1)	None	
tour operators services	(2)	None	(2)	None	
(CPC 7471)	(3)	None. Except it must be incorporated in the	(3)	Unbound	
	(4)	Republic of Paraguay, have a license to provide services granted by SENATUR and the main objective of the company must be the provision of tourist services. Unbound, except for senior managerial personnel included in the category of intra- corporate transferees as indicated in the horizontal section, with staff training programmes.	(4)	Unbound, except for senior managerial personnel included in the category of intra- corporate transferees as indicated in the horizontal section, with staff training programmes. Partners, managing directors and officers must have permanent residence in the Republic of Paraguay.	
C. <u>Tourist guide</u>	(1)	None	(1)	None	
services	(2)	None	(2)	None	
(CPC 7472)	(3)	None	(3)	None	
	(4)	Unbound, except for intra-corporate transferees/ specialists ¹	(4)	Unbound, except for intra-corporate transferees/ specialists ¹	

1 Specialists are those suitable persons exercising the profession of tourist guide.