

APPENDIX 1 TO ANNEX VIII

CHINA – LIST OF MFN EXEMPTIONS

| Sector or Subsector | Description of measure indicating its inconsistency with Article 8.3 | Countries to which the measure applies | Intended duration | Conditions creating the need for the exemption |
|---|--|---|--|--|
| Maritime Transport International Transport Freight and Passengers | The parties concerned may, through bilateral agreement, establish entities to engage in usual business in China either as joint ventures or wholly-owned subsidiaries subject to the Chinese laws on joint ventures and on foreign capital enterprises for ships owned or operated by carriers of the parties concerned. | Unspecified. | Unforeseeable. | According to present state of trade between signatories. |
| | Agreements of cargo sharing. | Algeria, Argentina, Bangladesh, Brazil, Thailand, USA, Zaire. | Subject to the effective duration of the agreements concerned. | According to present state of trade between signatories. |