# APPENDIX 1 TO ANNEX XII

## INDONESIA - SCHEDULE OF SPECIFIC COMMITMENTS

- 1. This Annex sets out commitments in accordance with Article 3.18 (Schedule of Specific Commitments) of the Agreement.
- 2. Notwithstanding Article 12.5 (Entry into Force) of the Agreement, Indonesia's commitments in the installer category shall only become applicable for Switzerland upon entry into force of the Agreement on the Exchange of Young Professionals.
- 3. For the purposes of this Annex, the classification of service sectors and sub-sectors are based on:
  - CPC numbers referring to the UN Provisional Central Product Classification (Statistical Papers, Series M, n° 77, Provisional Central Product Classification, Department of International Economics and Social Affairs, Statistical Office of the United Nations, New York, 1991)
  - International Standard Industrial Classification as set out in Statistical Office of the United Nations, Statistical Papers, Series M, N° 4, 'rev 4, 2008'.
- 4. This Schedule of Commitments follows the Guidelines for the Scheduling of Specific Commitments (WTO Document S/L 92, dated 28 March 2001). The Guidelines shall however not be construed as being legally binding.
- 5. The entry "unbound\*" means unbound due to lack of technical feasibility.
- 6. The entry with double asterisk (\*\*) after a CPC number means that the service specified constitutes only a part of the total range of activities covered by the CPC concordance.

Sector Or Sub-Sector	Market Access	National Treatment	Additional Commitments
HORIZONTAL COMMITM	ENT		
ALL SECTORS INCLUDED IN THIS SCHEDULE	<ul> <li>3) Commercial presence of foreign service provider(s) may be in the form of joint venture and/or representative office, unless mentioned otherwise.</li> <li>Joint ventures shall meet the following requirements: <ul> <li>(i) In the form of Limited Liability Company (Perseroan Terbatas/PT); and</li> <li>(ii) not more than 49% of the capital share of the Limited Liability Company (Perseroan Terbatas/PT), may be owned by foreign partner(s).</li> </ul> </li> <li>A joint venture supplying services through commercial presence in Indonesia shall have a minimum investment in accordance with domestic laws and regulations.</li> </ul>	<ol> <li>Non-resident tax payers will be subject to Indonesian tax laws and regulations.</li> <li>Land Acquisition         In accordance to Indonesian laws and regulations, foreigners (juridical and natural persons) are not allowed to own land. However, a joint venture company can hold the right for land use (Hak Guna Usaha) and building rights (Hak Guna Bangunan), and it may rent/lease land and property.     </li> <li>1), 2), 3), 4) Indonesia reserves the right to adopt or maintain any measure for the protection of Indonesian essential security interests.</li> </ol>	
	4) Subject to Indonesian Labour and Immigration Laws and Regulations, only directors, managers and specialist, unless mentioned otherwise, are allowed to stay for two years with the possibility of one year extension.  Manager and specialist (intra corporate transfer) are allowed based on economic needs test/based on Indonesian Labour and Immigration Laws and Regulations.  The entry and temporary stay of business visitor(s) is permitted for a period of 60 days and could be extended every 30 days with maximum accumulated stay for 180 days.	4) Obligation to pay compensation Employers are obliged to pay compensation for each foreign worker they employ.  Every employer that employs foreign worker is under an obligation to obtain written permission from related Ministers.  A foreign worker is not allowed to occupy positions that deal with personnel and/or occupy certain positions pursuant to Indonesian Laws and Regulations.  Any natural person shall meet professional qualification requirements.	

Sector Or Sub-Sector	Market Access	National Treatment	Additional Commitments
	Installers: Qualified specialists who are employees of a company located in an EFTA State not having commercial presence in Indonesia, supplying installation services for machinery or industrial equipment.  The supply of that service has to occur on a fee or contractual basis (installation contract) for a period of not more than three months between the builder of the machinery or equipment and the owner of that machinery or equipment, both of them being companies (excluding any supply of services in connection with companies supplying services as defined by CPC 872).  Only for services supplied to manufacturing sectors and sub-sectors that require high technology and high capital and where installation services cannot be provided by domestic installers.		
Subsidies (the issues of the definition of subsidies remains to be determined in the context of negotiations under article XV of the GATS)	1), 2), 3), 4) Unbound	1), 2), 3), 4) Unbound	
Government procurement (the issues of the definition of government procurement remains to be determined in the context of negotiations under article XIII of the GATS)	1), 2), 3), 4) Unbound	1), 2), 3), 4) Unbound	

## **Definitions:**

"Director": a natural person within the organisation who primarily directs the management of the organisation and exercises wide latitude in decision making and receives only general supervision or direction from higher level executives, the board of directors, or stockholders of the business; an executive would not directly perform tasks related to the actual provision of the service or services of the organisation.

"Manager": a natural person within the organisation who primarily directs the organisation/department/subdivision and exercises supervisory and control functions over other supervisory, managerial or professional staff; does not include first line supervisors unless employees supervised are professionals; does not include employees who primarily perform tasks necessary for the provision of the service.

"Specialist": a natural person within the organisation who possesses knowledge at an advanced level of expertise essential to the establishment/provision of the service and/or possesses proprietary knowledge of the organisation's service, research equipment, techniques or management; may include, but is not limited to, members of a licensed profession.

"Joint Operation": a joint operation is an undertaking between one or several foreign and Indonesian companies of temporary nature, to handle one or several project/businesses without establishing a new statutory body according to Indonesian laws.

"Joint Venture Company": a joint venture company is a legal entity organised under Indonesian laws and having its domicile in Indonesia, in the form of cooperation between foreign capital and Indonesian (national) capital.

"Representative office": a representative office is an office headed by one or more foreign or Indonesian citizens appointed by a foreign company or joint venture company located outside of Indonesia as its representative, with aims to:

- a. Be in charge of the company's business or its affiliated companies, and/or;
- b. Prepare establishment and expansion of foreign capital investment companies, either located in Indonesia and/or in other countries.

"Contract Management": a contract organised under Indonesian law in the form of cooperation on management of temporary nature between Indonesian (national) capital and foreign capital.

"Business Visitor": a natural person of a Party seeking to enter or stay in the territory of another Party temporarily, whose remuneration and financial support for the duration of the visit is derived from outside of that other Party:

- (i) as a representative of a goods seller/service supplier, for the purpose of negotiating the sale of goods or supply of services or entering into agreements to sell goods or supply services for that goods seller/service supplier, where such negotiations do not involve direct sale of goods or supply of services to the general public;
- (ii) as an employee of a juridical person as defined in subparagraphs (a) of Article 3.2 of the Agreement only for the purpose of establishing an investment or setting up a commercial presence, for the juridical person in the territory of another Party;
- (iii) for the purpose of participating in business negotiations or meetings; or
- (iv) for the purpose of establishing an investment or setting up a commercial presence in the territory of another Party.

#### BUSINESS SERVICES A. Professional Services 1) None Legal Services 1) None (CPC 861) - Only in advisory services 2) None 2) None foreign law (home country law, and/or International 3) Unbound 3) Unbound Law on Business and Arbitration). 4) Unbound except for foreign lawyers (advocates). 4) Unbound except for foreign lawyers (advocates). Foreign lawyers (advocates) are: Foreign lawyers (advocates) are: - Advisory services shall not include: - only allowed to work or take part in Indonesian - only allowed as employees or experts in law firm as employees or as experts in Indonesian law firm: • Legal representation in - obliged to transfer legal knowledge and International Law, but shall not appear in courts Indonesian court of and/or undertake legal proceedings under any professional capabilities to Indonesian Lawyers; justice and/or undertake circumstances. legal proceedings under - obliged to transfer knowledge to education, legal any circumstances. - subject to recommendation from Advocate Association. research, or government institutions at least 10 Notarial activities. hours each month free of charge. The share of the number of foreign lawyers (advocates) in Indonesian law firm must not exceed 20 per cent, and shall be limited to five foreign lawyers (advocates) per firm. Definition: "lawyer" (advocate) means a person who has the profession of providing legal services in and outside the court. International law means law established by international treaties and conventions as well as customary law. Architectural Services 1) None 1) None (CPC 8671) 2) None 2) None 3) None except: 3) None except: a) Joint operation by establishing a representative a) 1. License fee requirement; office in Indonesia with qualification big1. 2. Registered foreign company shall form a License for representative office shall be valid joint operation with local partner(s) which is for 3 years and can be extended. (are) registered by Construction Services

<sup>&</sup>lt;sup>1</sup> For the purposes of this Appendix "qualification big" means high risk, high technology, or high capital.

	b) Joint venture company with foreign equity participation up to 55%	Development Board and having big qualification.  b) Local partner(s) in joint venture shall be registered by Construction Services Development Board and having big qualification; and  (c) Foreign service suppliers shall only provide services with high risk, high technology, and/or high capital. The qualifier of high risk, high technology and high capital will be in accordance with prevailing laws and regulations at the time of supplying the services; and  (d) Highest management in a representative office shall be Indonesian.
	4) Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
Engineering Services (CPC 8672 except CPC 86721, 86725 and 86726)	<ol> <li>None</li> <li>None</li> <li>None except:         <ul> <li>a) Joint operation by establishing a representative office in Indonesia with qualification Big.</li></ul></li></ol>	<ol> <li>None</li> <li>None</li> <li>None except:         <ul> <li>1. License fee requirement;</li> <li>2. Registered foreign company shall form a joint operation with local partner(s) which is (are) registered by Construction Services</li> </ul> </li> </ol>
	b) Joint venture company with foreign equity participation up to 51%	Development Board and having big qualification.  b) Local partner(s) in joint venture shall be registered by Construction Services Development Board and having big qualification.  c) Foreign service suppliers shall only provide services with high risk, high technology, and/or high capital. The qualifier of high risk, high technology and high capital will be in accordance with prevailing laws and regulations at the time of supplying the services; and

		d) Highest management in a representative office shall be Indonesian.
	4) Unbound except as indicated in the horizontal section 4	Unbound except as indicated in the horizontal section
Advisory and Consultative Services Related to	1) None 1	) None
Engineering (CPC 86721)	2) None 2	2) None
	3) None except joint operation through a representative office in Indonesia	None except the Indonesian participant in joint operation must be member of Indonesian Consultant Association
	4) Unbound except for director and specialist 4	Unbound except as indicated in the horizontal section
Engineering Design Services for Industrial Processes and	1) None 1	) None
Production (CPC 86725)	2) None 2	2) None
(62 6 33/26)	None except joint operation through a representative office in Indonesia	8) None except the Indonesian participant in joint operation must be member of Indonesian Consultant Association
	4) Unbound except for director and specialist 4	Unbound except as indicated in the horizontal section
Integrated Engineering Services	1) None 1	) None
(CPC 8673)	2) None 2	2) None
	<ul> <li>3) None except:</li> <li>a) Joint operation by establishing a representative office in Indonesia.</li> <li>License for representative office shall be valid for 3 years and can be extended.</li> <li>b) Joint venture company</li> </ul>	a) None except: a) 1. License fee requirement; 2. Registered foreign company shall form a joint operation with local partner(s) which is (are) registered by Construction Services Development Board and having big qualification.

	Unbound except as indicated in the horizontal section	b) Local partner(s) in joint venture shall be registered by Construction Services Development Board and having big qualification.  4) Unbound except as indicated in the horizontal section
Urban Planning Services (CPC 86741)	1) None 2) None	1) None 2) None
	<ul> <li>3) None except:</li> <li>a) Joint operation by establishing a representative office in Indonesia. Licenses for representative offices shall be valid for 3 years and can be extended.</li> <li>b) Joint venture company</li> </ul>	<ul> <li>3) None except: <ul> <li>a) 1. License fee requirement;</li> <li>2. Registered foreign company shall form a joint operation with local partner(s) which is (are) registered by Construction Services</li> <li>Development Board and having big qualification.</li> <li>b) Local partner(s) in joint venture shall be registered by Construction Services</li> <li>Development Board and having big qualification.</li> </ul> </li> </ul>
	4) Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
C. Research and Development	Services	
Interdisciplinary R&D (CPC 853)	1) None	1) None
(Limited to Industrial Activities)	2) None	2) None
Ted vides)	None except joint operation through a representative office in Indonesia	None except the Indonesian participant in joint operation must be member of Indonesian Consultant Association
	4) Unbound except for director and specialist	4) Unbound except as indicated in the horizontal section

E. Other Business Services		
Project Management Services other than for	1) None	1) None
Construction (CPC 86601)	2) None	2) None
(61 6 66661)	3) None	None except the Indonesian participant in joint operation must be member of Indonesian Consultant Association
	4) Unbound except for director and specialist	4) Unbound except as indicated in the horizontal section
Technical Testing and Analysis Services	1) None	1) None
(CPC 8676)	2) None	2) None
	None except joint operation through a representative office in Indonesia	None except the Indonesian participant in joint operation must be member of Indonesian Consultant Association
	4) Unbound except for director and specialist	4) Unbound except as indicated in the horizontal section
Maintenance and Repair of Equipment (not including	1) None	1) None
maritime vessel, aircraft, or other transport equipment)	2) None	2) None
(CPC 633+ 8861+8866)	None except joint operation through a representative office in Indonesia	None except the Indonesian participant in joint operation must be member of Indonesian Consultant Association
	4) Unbound except for director and specialist	Unbound except as indicated in the horizontal section
Services Incidental to Manufacturing	1) None	1) None
(CPC 884 & 885)	2) None	2) None

	None except joint operation through a representative office in Indonesia      Unbound except for director and specialist	None except the Indonesian participant in joint operation must be member of Indonesian Consultant Association      Unbound except as indicated in the horizontal section	
Services Incidental to Energy Distribution (CPC 887)	1) Unbound 2) None	<ol> <li>Unbound</li> <li>None</li> </ol>	
(Covers only Consultancy Services Related to Operation of Power Plant and Network)	3) None except joint venture company subject to economic needs test, with foreign equity participation up to 51%	<ul> <li>3) None except:</li> <li>a) Foreign service suppliers shall only provide services with high risk, high technology, and/or high capital. The qualifier of high risk, high technology and high capital will be in accordance with prevailing laws and regulations at the time of supplying the services; and</li> <li>b) Highest management in a representative office shall be Indonesian</li> </ul>	
	Unbound except as indicated in the horizontal section	Unbound except as indicated in the horizontal section	
2. COMMUNICATION SER	VICES		
C. <u>Telecommunication</u> <u>Services</u> All Sub-sectors			<ul> <li>(i) The foreign service supplier must be a world class operator with extensive international experience.</li> <li>(ii) Type approval mechanism is in place.</li> <li>(iii) Basic telecommunication service tariff is decided by the government.</li> </ul>

T 1 .	1) 1	1) 11 1
Local service:	1) None	1) Unbound
- Public switched telephone	2) )	
service (CPC 7521)	2) None	2) Unbound
- Circuit Switched Public		
Data Network Services	3) None except commercial presence only permitted	3) None
(CPC 7523**)	in the form of:	
- Teleconferencing Services	a) Joint operation by establishing a representative	
(CPC 75292)	office;	
	b) Joint venture company with foreign equity	
	participation up to 35%; or	
	c) Contract management.	
	4) Unbound except for managers and specialists for a	4) Unbound except as indicated in the horizontal
	joint venture company is limited to 20 persons	section
I and Distance	1) N.	1) 11.1 1
Long Distance:	1) None	1) Unbound
- Public switched telephone	2) )	2) 11 1
service (CPC 7521)	2) None	2) Unbound
- Circuit Switched Public	2) N	2) N
Data Network Services	3) None except commercial presence only permitted	3) None
(CPC 7523**)	in the form of:	
- Teleconferencing Services	a) Joint operation by establishing a representative	
(CPC 75292)	office;	
	b) Joint venture company with foreign equity	
	participation up to 35%; or	
	c) Contract management.	
	4) Unbound except for managers and specialists for a	4) Unbound except as indicated in the horizontal
		,
	joint venture company limited to 20 persons	section
International:	Only through available networks	1) Unbound
- Public switched telephone	1) Only unough available fletworks	1) Onoound
service (CPC 7521)	2) None	2) Unbound
- Circuit Switched Public	2) NOIC	2) Onoound
Data Network Services	3) None except commercial presence only permitted	3) None
(CPC 7523**)	in the form of:	3) TOBE
- Teleconferencing Services	a) Joint operation by establishing a representative	
- refecomerencing services	a) Joint operation by establishing a representative	

(CPC 75292)	office;	
(010 132)2)	b) Joint venture company with foreign equity	
	participation up to 35%; or	
	c) Contract management.	
	4) Unbound except for managers and specialists for a joint venture company limited to 20 persons	Unbound except as indicated in the horizontal section
	Joint venture company infinited to 20 persons	section
Packet-switched public data	1) Only through available networks 1)	Unbound
network services		
(CPC 7523**)	2) None 2)	Unbound
- X. 25	2) N	
<ul><li>Frame relay</li><li>Local</li></ul>	3) None except commercial presence only permitted in the form of:	None
- Local distance	a) Joint operation by establishing a representative	None
- International	office; or	
	b) Joint venture company with foreign equity	
	participation up to 35%.	
	4) Unbound except for managers and specialists for a	
		Unbound except as indicated in the horizontal
	joint contains company minutes to 25 persons	section
Telex Services	1) Only through available networks 1)	Unbound
	2) None 2)	Unbound
	2) None 2)	Chooding
	3) None except commercial presence only permitted 3)	None except foreign service supplier should be a
	in the form of:	world class operator
	a) Joint operation by establishing a representative	
	office; or b) Joint venture company with foreign equity	
	participation up to 35%.	
	4) Unbound except for manager and specialist for a 4)	Unbound except as indicated in the horizontal
	joint venture company limited to 20 persons	section

Telegraph Services	Only through available networks	1) Unbound
	2) None	2) Unbound
	<ul> <li>3) None except commercial presence only permitted in the form of:</li> <li>a) Joint operation by establishing a representative office; or</li> <li>b) Joint venture company with foreign equity participation up to 35%.</li> </ul>	3) None except foreign service supplier should be a world class operator
	4) Unbound except for manager and specialist for a joint venture company limited to 20 persons	4) Unbound except as indicated in the horizontal section
Domestic: Mobile Cellular Telephone	1) None	1) Unbound
Services (CPC 75213)	2) None	2) Unbound
	3) None except joint venture company with foreign equity participation up to 67%	3) None
	4) Unbound except for manager and specialist for a joint venture company limited to 20 persons	4) Unbound except as indicated in the horizontal section
Domestic: Personal Mobile Cellular	1) None	1) Unbound
Communication Services	2) None	2) Unbound
	3) None except joint venture company with foreign equity participation up to 67%	3) None
	4) Unbound except for manager and specialist for a joint venture company limited to 20 persons	4) Unbound except as indicated in the horizontal section
Internet Access Services	1) None	1) Unbound
	2) None	2) Unbound
	3) None except commercial presence only permitted	3) None

	<ul> <li>in the form of:</li> <li>a) Joint operation by establishing a representative office; or</li> <li>b) Joint venture company with foreign equity participation up to 35%.</li> <li>4) Unbound except for manager and specialist for a joint venture company limited to 20 persons</li> </ul>	Unbound except as indicated in the horizontal section	
<u>Domestic:</u> Regional and National Paging Service	1) None 2) None	Unbound     Unbound	
(CPC 75291)	<ul> <li>3) None except commercial presence only permitted in the form of:</li> <li>a) Joint operation by establishing a representative office; or</li> <li>b) Joint venture company with foreign equity participation up to 35%.</li> </ul>	3) None	
	4) Unbound except for manager and specialist for a joint venture company limited to 20 persons	4) Unbound except as indicated in the horizontal section	
Domestic: Public Payphone Services	<ol> <li>None</li> <li>None</li> <li>None except commercial presence only permitted</li> </ol>	<ol> <li>Unbound</li> <li>Unbound</li> <li>None</li> </ol>	Division of revenue between the payphone operator and PT Telkom is determined by the government.
	in the form of:  a) Joint operation by establishing a representative office;  b) Joint venture company with foreign equity participation up to 35%; or  c) Contract management.		
	4) Unbound except for manager and specialist for a joint venture company limited to 20 persons	4) Unbound except as indicated in the horizontal section	

Voice mail services (CPC 7523)	1) None	1) None
	2) None	2) None
	None except access granted for five foreign service provider companies, in addition to existing companies	3) None except higher paid-up capital is required of foreign service suppliers than of domestic service suppliers
	4) Unbound except for directors and specialists	4) Unbound except as indicated in the horizontal section
Electronic mail services (CPC 75232)	1) None	1) None
(CFC 73232)	2) None	2) None
	None except access granted for five foreign service provider companies, in addition to existing companies	None except higher paid-up capital is required of foreign service suppliers than of domestic service suppliers
	4) Unbound except for directors and specialists	4) Unbound except as indicated in the horizontal section
Electronic mail box (CPC 75232)	1) None	1) None
(CI C 73232)	2) None	2) None
	None except access granted for five foreign service provider companies, in addition to existing companies	None except higher paid-up capital is required of foreign service suppliers than of domestic service suppliers
	4) Unbound except for directors and specialists	4) Unbound except as indicated in the horizontal section
Computer time sharing services	1) None	1) None
(CPC 84330)	2) None	2) None
	None except access granted for five foreign service provider companies, in addition to existing	3) None except higher paid-up capital is required of foreign service suppliers than of domestic service

	companies	suppliers
	4) Unbound except for director and specialist	4) Unbound except as indicated in the horizontal section
Video text services (CPC 75299)	1) None	1) None
(CI C 13277)	2) None	2) None
	None except access granted for five foreign service provider companies, in addition to existing companies	None except higher paid-up capital is required of foreign service suppliers than of domestic service suppliers
	4) Unbound except for director and specialist	4) Unbound except as indicated in the horizontal section
File transfer services (CPC 75299)	1) None	1) None
	2) None	2) None
	None except access granted for five foreign service provider companies, in addition to existing companies	None except higher paid-up capital is required of foreign service suppliers than of domestic service suppliers
	4) Unbound except for director and specialist	4) Unbound except as indicated in the horizontal section
Home telemetering alarm (CPC 75299)	1) None	1) None
(0.010277)	2) None	2) None
	None except access granted for five foreign service provider companies, in addition to existing companies	None except higher paid-up capital is required of foreign service suppliers than of domestic service suppliers
	4) Unbound except for director and specialist	4) Unbound except as indicated in the horizontal section

Entertainment services	1) None	1) None
(CPC 75299)	2) None	2) None
	None except access granted for five foreign service provider companies, in addition to existing companies	None except higher paid-up capital is required of foreign service suppliers than of domestic service suppliers
	4) Unbound except for director and specialist	4) Unbound except as indicated in the horizontal section
Management information services	1) None	1) None
(CPC 75299)	2) None	2) None
	None except access granted for five foreign service provider companies, in addition to existing companies	None except higher paid-up capital is required of foreign service suppliers than of domestic service suppliers
	4) Unbound except for director and specialist	4) Unbound except as indicated in the horizontal section
3. CONSTRUCTION AND F	RELATED ENGINEERING SERVICES	
A. Construction Work for Buildings	1) Unbound*	1) Unbound*
(CPC 512 except 51210)	2) None	2) Unbound
	<ul> <li>3) None except:</li> <li>a) Joint operation by establishing a representative office in Indonesia.</li> <li>License for representative office shall be valid for three years and can be extended.</li> <li>b) Joint venture company with foreign equity participation up to 51%.</li> </ul>	<ul> <li>3) None except: <ul> <li>a) 1. License fee is requirement;</li> <li>2. Registered foreign company shall form a joint operation with local partner(s) which is (are) registered by Construction Services <ul> <li>Development Board and having big qualification.</li> </ul> </li> <li>b) Local partner(s) in joint venture shall be registered by Construction Services <ul> <li>Development Board and having big qualification.</li> </ul> </li> </ul></li></ul>

	4) Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
B. Construction Work for Civil Engineering	1) Unbound*	1) Unbound*
(CPC 513)	2) None	2) Unbound
	<ul> <li>3) None except:</li> <li>a) Joint operation by establishing a representative office in Indonesia.</li> <li>License for representative office shall be valid for three years and can be extended.</li> <li>b) Joint venture company with foreign equity participation up to 51%.</li> </ul>	<ul> <li>3) None except: <ul> <li>a) 1. License fee is requirement;</li> <li>2. Registered foreign company shall form a joint operation with local partner(s) which is (are) registered by Construction Services <ul> <li>Development Board and having big qualification.</li> </ul> </li> <li>b) Local partner(s) in joint venture shall be registered by Construction Services <ul> <li>Development Board and having big qualification.</li> </ul> </li> </ul></li></ul>
	4) Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
C. Assembly and Erection of Prefabricated Constructions	1) Unbound*	1) Unbound*
(CPC 514)	2) None	2) Unbound
	<ul> <li>3) None except:</li> <li>a) Joint operation by establishing a representative office in Indonesia.</li> <li>License for representative office shall be valid for three years and can be extended.</li> <li>b) Joint venture company with foreign equity participation up to 51%.</li> </ul>	<ul> <li>3) None except:</li> <li>a) 1. License fee is requirement;</li> <li>2. Registered foreign company shall form a joint operation with local partner(s) which is (are) registered by Construction Services Development Board and having big qualification.</li> <li>b) Local partner(s) in joint venture shall be registered by Construction Services Development Board and having big qualification.</li> </ul>

		T T
	4) Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
Pre-erection Work at Construction Site	1) Unbound*	1) Unbound*
(CPC 511 except CPC 51110 and CPC 51113)	2) None	2) Unbound
	<ul> <li>3) None except:</li> <li>a) Joint operation by establishing a representative office in Indonesia.</li> <li>License for representative office shall be valid for three years and can be extended.</li> <li>b) joint venture company with foreign equity participation up to 51%.</li> </ul>	<ul> <li>3) None except: <ul> <li>a) 1. License fee is requirement;</li> <li>2. Registered foreign company shall form a joint operation with local partner(s) which is (are) registered by Construction Services <ul> <li>Development Board and having big qualification.</li> </ul> </li> <li>b) Local partner(s) in joint venture shall be registered by Construction Services <ul> <li>Development Board and having big qualification.</li> </ul> </li> </ul></li></ul>
	4) Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
Special Trade Construction (CPC 515-5155)	1) Unbound*	1) Unbound*
(61 6 616 6166)	2) None	2) Unbound
	<ul> <li>3) None except:</li> <li>a) Joint operation by establishing a representative office in Indonesia.</li> <li>License for representative office shall be valid for three years and can be extended.</li> <li>b) Joint venture company with foreign equity participation up to 51%.</li> </ul>	3) None except:  a) 1. License fee is requirement;  2. Registered foreign company shall form a joint operation with local partner(s) which is (are) registered by Construction Services  Development Board and having big qualification.  (b) Local partner(s) in joint venture shall be registered by Construction Services  Development Board and having big qualification.

	4) Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
Renting Services Related Equipment for Construction or Demolition of Building or Civil Engineering Works with Operator (CPC 518)	<ol> <li>Unbound*</li> <li>None</li> <li>None except:         <ul> <li>Joint operation by establishing a representative office in Indonesia.</li> <li>License for representative office shall be valid for three years and can be extended.</li> <li>Joint venture company with foreign equity participation up to 51%.</li> </ul> </li> </ol>	1) Unbound*  2) Unbound  3) None except: a) 1. License fee is requirement; 2. Registered foreign company shall form a joint operation with local partner(s) which is (are) registered by Construction Services Development Board and having big qualification. b) Local partner(s) in joint venture shall be registered by Construction Services Development Board and having big qualification.
	4) Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
4. DISTRIBUTION SERVICE	ES	
Direct Selling (Multi Level Marketing)	1) Unbound	1) Unbound
	2) None	2) None
	3) None except joint venture company with foreign equity participation up to 51%	3) Unbound
	4) Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
Wholesale Trade Services of	1) Unbound	1) Unbound
food, beverages, and tobacco with minimum space above 5,000 meter square	2) Unbound	2) Unbound
(CPC 6222)	3) None except joint venture company subject to	3) None except:

	economic needs test, with foreign equity participation up to 51%	<ul> <li>a) Subject to qualification and licensing requirement and procedure including registration;</li> <li>b) Required to appoint Indonesian trade companies as agent, single agent, distributor or single distributor;</li> <li>c) Have to obligation to cooperate with at least 100 Indonesian Small and Medium Enterprises yearly as a supplier and retailer, along with training and development with due regard to the principle of mutual need, mutually reinforcing and mutually beneficial;</li> <li>d) Only permitted to be located in the suburbs of the provincial capitals in the islands of Kalimantan, Sulawesi, Nusa Tenggara, Maluku</li> </ul>
	4) Unbound	and Papua.  4) Unbound except as indicated in the horizontal section
5 FDUCATIONAL SERVICE	<i>'</i>	

#### 5. EDUCATIONAL SERVICES

## General Conditions on Education Services

Supply of services by foreign service providers is permitted only through an education institution which is registered in Indonesia and must meet the following conditions:

- 1. Mutual recognition arrangement between relevant institutions on credits, programs, and certifications is required.
- 2. Foreign education institution providing services must establish partnership with local partner. Foreign language instructors must be native and Indonesian speakers.
- 3. Foreign education institution must be listed in the Ministry of Education and Culture List of Accredited Foreign Education and its local partner must be accredited.
- 4. Foreign education institution in cooperation with local partner may open education institution in the cities of Jakarta, Surabaya, Bandung, Yogyakarta, and Medan.
- 5. Temporary entry for natural persons engaged in education activities in Indonesia is subject to approval by the Ministry of Education and Culture. Approval is granted on case-by-case basis.

B. Secondary Education			
Services			
Technical and vocational	1) None	1) None	
secondary education services (electronic, automotive) (CPC 92230)	2) None	2) None	
,	None except as indicated in the-horizontal section and general conditions	3) Unbound	

	T	
	4) Unbound except as indicated in the horizontal section and general conditions	4) Unbound except as indicated in the horizontal section and general conditions
C. Higher Education		
Services		
Post secondary technical and	1) None	1) None
vocational education services		
(Polytechnique Machine and	2) None	2) None
Electrical)		
(CPC 92310)	3) Unbound	3) Unbound
	4) Unbound	4) Unbound
D. Adult Education Services		
(CPC 924)	A 37	
Language courses and training	1) None	1) None
(Tourism, Electrical, Cullinary	2) 1	
Art, and Automotive)	2) None	2) None
	None except as indicated in the-horizontal section and general conditions	3) Unbound
	Unbound except as indicated in the horizontal section and general conditions	4) Unbound
Job training (to provide, have	1) Unbound	1) Unbound
access to, increase, develop		
job competency, productivity,	2) Unbound	2) Unbound
discipline, manner and work		
ethics, inter alia, technics and	3) None except joint venture company subject to	3) None except:
engineering vocation,	economic needs test, with foreign equity	a) License requirements for foreign service
commerce, language, tourism,	participation up to 67%	suppliers may vary from that applicable to
management, information		Indonesian service suppliers;
technology, arts and		b) The ratio of trainers and administrative staff
agriculture directed to provide		from an EFTA State and from Indonesia will be
workforce with knowledge to enter the world of work)		agreed between the parties to the joint venture.
(ISIC 85499, 85492, 85493,	4) Unbound except as indicated in the horizontal	4) Unbound except as indicated in the horizontal
(151C 83499, 83492, 83493, 85494)	section	section
03+3+)	SCCUOII	section

E. Other Education Services		
(CPC 92900)		
Football and chess only	1) None	1) None
	2) None	2) None
	None except as indicated in the-horizontal section and general conditions	3) Unbound
	Unbound except as indicated in the horizontal section and general conditions	4) Unbound
6. ENVIRONMENTAL SER	VICES	
General condition: Commercial Presence of the for partner.	eign services provider(s) is (are) permitted only through en	nvironment institution which is registered in Indonesia and must establish partnership with local
A. Sewage Services (CPC 9401)	1) None	1) None
(Only for wastewater management)	None for training, technical consultation, sample testing	2) None
	3) None except joint venture company with foreign equity participation up to 51%	None except subject to qualification and registration requirement and procedure
	Unbound except as indicated in the horizontal section	Subject to qualification and registration requirement and procedure
Cleaning Services of Exhaust Gases	1) None	1) None
(CPC 9404) (Only for air pollution	2) None	2) None
Control)	3) None except joint venture company with foreign equity participation up to 51%	None except subject to qualification and registration requirement and procedure
	4) Unbound except as indicated in the horizontal section	4) Subject to qualification and registration requirement and procedure

Other Environmental	1) None	1) None	
Protection Services			
(CPC 9409)	2) None	2) None	
(Limited to Laboratory			
Services for Environment)	3) None except joint venture company with foreign	None except subject to qualification and	
	equity participation up to 51%	registration requirement and procedure	
	4) Unbound except as indicated in the horizontal	4) Subject to qualification and registration	
	section	requirement and procedure	
7. FINANCIAL SERVICES			

# Non Banking Financial Services Sub-sector

General conditions on Non Banking Financial Services Sub-sector:

- 1) Commercial presence of foreign service providers in a non-banking financial services sub-sector must be in the form of limited liability company (Perseroan Terbatas/PT). The share ownership of foreign service suppliers is bound at the prevailing laws and regulations at the date of entry into force of this Agreement. The conditions of ownership and the percentage share of ownership as stipulated in the respective shareholder agreement establishing the existing individual joint venture in non banking financial services shall be respected. No transfer of ownership shall take place without the consent of all parties in the joint venture concerned.
- 2) In addition to the Horizontal Section, temporary entry will be granted to specialist(s) for no longer than 3 (three) months per person for any given year.
- 3) Share of non-bank financial companies listed in the stock exchange may be 100% owned by foreign investors.
- 4) In relation to the presence of natural person, only directors, managers, and specialist can be assumed by expatriates with maximum stay of 3 (three) years and can be extended.
- 5) All joint venture companies shall provide training for their employees.

Non-Life Insurance Services (CPC 8129)	1) Unbound	1) Unbound	
	<ul> <li>2) Unbound except if: <ul> <li>(a) There is no insurance company in Indonesia, either individually or as a group, which could handle the insurance risks of the object in question.</li> <li>(b) There is no insurance company in Indonesia which wants to carry out an insurance coverage of the object in question.</li> <li>(c) The owners of insurance objects in question are not Indonesian citizens or Indonesian legal entities.</li> </ul> </li> </ul>	2) Unbound	
	3) As specified in the general conditions	3) As specified in the general conditions	
	4) Unbound except for director and specialist	4) As specified in the horizontal section	

Reinsurance Services	Reinsurance service suppliers from EFTA States must be rated minimum as BBB by Standard and Poor or equivalent	None
	Reinsurance service suppliers from EFTA States must be rated minimum as BBB by Standard and Poor or equivalent  2) U	Jnbound
	3) As specified in the horizontal section and general conditions 3) A	As specified in the general conditions
	4) Unbound except for director and specialist 4) A	As specified in the horizontal section
Life Insurance Services (CPC 8121)	1) Unbound 1) U	Inbound
(CFC 0121)	<ul> <li>2) Unbound except if: <ul> <li>(a) There is no insurance company in Indonesia, either individually or group, which could handle the insurance risks of the object in question.</li> <li>(b) There is no insurance company in Indonesia which wants to carry out an insurance coverage of the object in question.</li> <li>(c) The owners of insurance objects in question are not Indonesian citizens or Indonesian legal entities.</li> </ul> </li> </ul>	Unbound Control of the Control of th
	As specified in the horizontal section and general conditions	As specified in the general conditions
	4) Unbound except for director and specialist 4) A	As specified in the horizontal section

Insurance Brokerage Services (CPC 8140 & CPC 81401)	1) Unbound	1) None
	2) None	2) None
	3) As specified in the horizontal section and general conditions	3) As specified in the general conditions
	4) Unbound except for director and specialist	4) As specified in the horizontal section
Reinsurance Brokerage Services	1) Unbound	1) None
(CPC 8140)	2) None	2) None
	As specified in the horizontal section and general conditions	3) As specified in the general conditions
	4) Unbound except for director and specialist	4) As specified in the horizontal section
Financial Lease Services (CPC 81120)	1) None	1) None
(C1 C 01120)	2) None	2) None
	3) As specified in the horizontal section and general conditions	3) As specified in the general conditions
	4) Unbound except as indicated in the horizontal section	4) As specified in the horizontal section
Factoring Services (CPC 8113)	Unbound except for international factoring transaction	1) None
	2) None	2) None
	3) As specified in the horizontal section and general conditions	3) As specified in the general conditions
	4) Unbound except as indicated in the horizontal section	4) As specified in the horizontal section

Continuo I Professione (Inc.	1) N	1) N
Credit Card Business (Issuer and Agent of Credit Card)	1) None	1) None
(CPC 8113)	2) None	2) None
	As specified in the horizontal section and general conditions	3) As specified in the general conditions
	4) Unbound except as indicated in the horizontal section	4) As specified in the horizontal section
Consumers Finance Services (CPC 8113)	1) None	1) None
(CFC 0113)	2) None	2) None
	As specified in the horizontal section and general conditions	3) As specified in the general conditions
	4) Unbound except as indicated in the horizontal section	4) As specified in the horizontal section
Securities Business	1) Unbound	1) Unbound
- Trading for own account or for account of customer on an exchange or over-the-	2) None	2) None
counter market - Listed shares	3) Through establishment of a securities broker/dealer	3) As specified in the general conditions
- Bonds	4) Unbound except as indicated in the horizontal section	4) As specified in the horizontal section
Participation in issues of securities, including	1) Unbound	1) Unbound
underwriting and placement as agent (whether publicly or	2) None	2) None
privately), and provision of services related to such issues	Through establishment of a securities underwriter company	3) As specified in the general conditions
	4) Unbound except as indicated in the horizontal section	4) As specified in the horizontal section

Portfolio Management, all	1) Unbound	1) Unbound
forms of collective investment		
management	2) None	2) None
	Through establishment of a securities company as an investment manager	3) As specified in the general conditions
	4) Unbound except for directors	4) As specified in the horizontal section
Asset Management limited	1) Unbound	1) Unbound
only to fund management	2) None	2) None
	Through establishment of a securities company as an investment manager	3) As specified in the general conditions
	4) Unbound except for directors	4) As specified in the horizontal section

## **Banking Financial Services Sub-sector**

General Conditions on Banking Financial Services Sub-sector:

- 1) With the exception of the existing branches of foreign banks, foreign service providers shall be in the form of a joint venture bank locally incorporated in Indonesia with the following requirements:
  - (a) Unbound for new license
  - (b) Only financial institutions are permitted to establish joint venture banks.
- 2) The conditions of ownership and the percentage share of ownership as stipulated in the respective shareholder agreement establishing the existing individual joint venture bank shall be respected as the basis of ownership of the foreign service provider(s) and their respective Indonesian partner(s). No transfer of ownership shall take place without the consent of all parties in the joint venture bank.
- 3) Acquisition of local existing banks is allowed through the purchase of up to 51% of the shares of locally incorporated banks listed in the stock exchange.
- 4) Foreign banks and joint venture banks may open their offices in the cities of Jakarta, Surabaya, Semarang, Bandung, Medan, Makasar, Denpasar, Batam Island, Padang, Manado, and Ambon.
- 5) With respect to the presence of natural persons no economic needs test will apply. A non Indonesian employed as manager or as specialist shall have at least two Indonesian under studies during his/her term.
- 6) In addition to the horizontal measures, temporary entry will be granted to specialists of branch offices of foreign banks and joint venture banks for no longer than 3 (three) months per person for any given year.
- 7) A person shall be a "controlling shareholder" in only one bank.

#### Definition:

"controlling shareholder" means a person who beneficially owns 10% or more of the equity of interest of a bank or who beneficially owns less than 10% of the equity interest of a bank but has the power to control the bank. A person shall be deemed to have control of a bank if such person has the power to name the director and/or commissioner of such bank and/or has the power to direct its action.

Commercial Banking Business	1) None	1) None
(i) Acceptance of deposits		
and other repayable funds	2) None	2) None
from the public	3) a) Bound only 2 (two) sub-branches and 2 (two)	3) a) For foreign bank branches, only executive
	auxiliary offices for foreign bank's branch	positions can be assumed by expatriates with
	office.	the limitation that at least one of them shall be
	b) Bound only 2 (two) branches and 2 (two) sub-	an Indonesian national.
	branches for joint venture bank.	b) For joint venture banks, only director positions can be assumed by expatriates in proportion to
		the ownership sharing.
	4) Unbound except as indicated in the horizontal section and general conditions on Banking Sub-	4) Unbound except as indicated in the horizontal section and general conditions on Banking Sub-
	sector	sector
(ii) Lending of all types,	1) None	1) None
including consumer credit, mortgage, credit,	2) None	2) None
factoring, and financing of	2) 110110	2, 10.00
commercial transaction	3) a) Bound only 2 (two) sub-branches and 2 (two)	3) a) For foreign bank branches, only executive
	auxiliary offices for foreign bank's branch office.	positions can be assumed by expatriates with the limitation that at least one of them shall be
	b) Bound only 2 (two) branches and 2 (two) sub-	Indonesian national.
	branches for joint venture bank.	b) For joint venture banks, only director positions
		can be assumed by expatriates in proportion to
		the ownership sharing.
	4) Unbound except as indicated in the horizontal	4) Unbound except as indicated in the horizontal
	section and general conditions on Banking Sub-	section and general conditions on Banking Sub-
	sector	sector

	T	
(iii) All payment and money	1) None	1) None
transmission services	2) 17	
including credit, charge	2) None	2) None
and debit cards, travellers	2)	
cheques and bankers	3) a) Bound only 2 (two) sub-branches and 2 (two)	3) a) For foreign bank branches, only executive
drafts	auxiliary offices for foreign bank's branch office.	positions can be assumed by expatriates with the limitation that at least one of them shall be
	b) Bound only 2 (two) branches and 2 (two) sub-	Indonesian national.
	branches for joint venture bank.	b) For joint venture banks, only director positions
	branches for joint venture bank.	can be assumed by expatriates in proportion to
		the ownership sharing.
		the ownership sharing.
	4) Unbound except as indicated in the horizontal	4) Unbound except as indicated in the horizontal
	section and general conditions on Banking Sub-	section and general conditions on Banking Sub-
	sector	sector
(iv) Guarantees and	1) None	1) None
Commitments		
	2) None	2) None
	3) a) Bound only 2 (two) sub-branches and 2 (two)	3) a) For foreign bank branches, only executive
	auxiliary offices for foreign bank's branch office.	positions can be assumed by expatriates with the limitation that at least one of them shall be
	b) Bound only 2 (two) branches and 2 (two) sub-	Indonesian national.
	branches for joint venture bank.	b) For joint venture banks, only director positions
	branches for joint venture bank.	can be assumed by expatriates in proportion to
		the ownership sharing.
		, , , , , , , , , , , , , , , , , , ,
	4) Unbound except as indicated in the horizontal	4) Unbound except as indicated in the horizontal
	section and general conditions on Banking Sub-	section and general conditions on Banking Sub-
	sector	sector
(v) Trading for own account	1) None	1) None
or for account of	2) N	2) N
customers, whether on an	2) None	2) None
exchange, in an over-the-	2) a) Pound only 2 (two) sub-branches and 2 (true)	2) a) For foreign bank branches, only evecutive
counter market or otherwise, the following:	3) a) Bound only 2 (two) sub-branches and 2 (two) auxiliary offices for foreign bank's branch	3) a) For foreign bank branches, only executive positions can be assumed by expatriates with
- Money market instruments	office.	the limitation that at least one of them shall be
- Money market instruments	omce.	the minitation that at least one of them shall be

·		
(including cheques, bills, certificates of deposits)	b) Bound only 2 (two) branches and 2 (two) subbranches for joint venture bank.	Indonesian national. b) For joint venture banks, only director positions can be assumed by expatriates in proportion to the ownership sharing.
	4) Unbound except as indicated in the horizontal section and general conditions on Banking Subsector	4) Unbound except as indicated in the horizontal section and general conditions on Banking Subsector
- Foreign Exchange	1) None	1) None
	2) None	2) None
	<ul> <li>a) Bound only 2 (two) sub-branches and 2 (two) auxiliary offices for foreign bank's branch office.</li> <li>b) Bound only 2 (two) branches and 2 (two) sub-branches for joint venture bank.</li> </ul>	<ul> <li>3) a) For foreign bank branches, only executive positions can be assumed by expatriates with the limitation that at least one of them shall be Indonesian national.</li> <li>b) For joint venture banks, only director positions can be assumed by expatriates in proportion to the ownership sharing.</li> </ul>
	4) Unbound except as indicated in the horizontal section and general conditions on Banking Subsector	4) Unbound except as indicated in the horizontal section and general conditions on Banking Subsector
- Exchange rate and interest rate instruments, including	1) None	1) None
products such as swaps, forward rate agreements	2) None	2) None
	<ul> <li>a) Bound only 2 (two) sub-branches and 2 (two) auxiliary offices for foreign bank's branch office.</li> <li>b) Bound only 2 (two) branches and 2 (two) sub-branches for joint venture bank.</li> </ul>	<ul> <li>a) For foreign bank branches, only executive positions can be assumed by expatriates with the limitation that at least one of them shall be Indonesian national.</li> <li>b) For joint venture banks, only director positions can be assumed by expatriates in proportion to the ownership sharing.</li> </ul>
	4) Unbound except as indicated in the horizontal section and general conditions on Banking Subsector	4) Unbound except as indicated in the horizontal section and general conditions on Banking Subsector

- Transferable securities	1) None	1) None
issued in the money market	2) None	2) None
market	2) None	2) None
	<ul> <li>a) Bound only 2 (two) sub-branches and 2 (two) auxiliary offices for foreign bank's branch office.</li> <li>b) Bound only 2 (two) branches and 2 (two) sub-branches for joint venture bank.</li> </ul>	<ul> <li>a) For foreign bank branches, only executive positions can be assumed by expatriates with the limitation that at least one of them shall be Indonesian national.</li> <li>b) For joint venture banks, only director positions can be assumed by expatriates in proportion to the ownership sharing.</li> </ul>
	Unbound except as indicated in the horizontal section and general conditions on Banking Subsector	4) Unbound except as indicated in the horizontal section and general conditions on Banking Subsector
(vi) Cash management, custodial and depository	1) None	1) None
services	2) None	2) None
	<ul> <li>3) a) Bound only 2 (two) sub-branches and 2 (two) auxiliary offices for foreign bank's branch office.</li> <li>b) Bound only 2 (two) branches and 2 (two) sub-branches for joint venture bank.</li> </ul>	<ul> <li>a) For foreign bank branches, only executive positions can be assumed by expatriates with the limitation that at least one of them shall be Indonesian national.</li> <li>b) For joint venture banks, only director positions can be assumed by expatriates in proportion to the ownership sharing.</li> </ul>
	4) Unbound except as indicated in the horizontal section and general conditions on Banking Subsector	4) Unbound except as indicated in the horizontal section and general conditions on Banking Subsector

# 8. HEALTH RELATED AND SOCIAL SERVICES

General conditions on health related and social services:

Commercial presence of foreign service providers is permitted only through a health institution which is registered in Indonesia and must establish partnership with local partner. Establishment limited to the cities of Medan and Surabaya.

Hospital services	1) None	1) None
(only for specialist and super		
specialist medical care/more	2) None	2) None
specific than specialist		
medical care, provided by	3) None except as indicated in the horizontal section	3) Unbound
hospital of more than 300	and general conditions:	
beds)	- The hospital shall be managed by a Board of	
(CPC 9311)	Directors chaired by an Indonesian medical	
(61 6 7611)	doctor	
	- Approval subject to the social function of the	
	hospital services offered	
	- The medical services shall be provided by	
	persons with medical licenses issued by the	
	Ministry of Health and Health professional	
	organisation/council	
	- Foreign health professionals are obliged to	
	transfer medical knowledge and	
	professional capabilities to Indonesian health	
	professionals as consultant only	
	- A non Indonesian health professional employed	
	as manager or as specialist shall have at least two	
	Indonesians under studies during his/her term	
		4) Unbound
	4) Unbound	
9. TOURISM AND TRAVE	L RELATED SERVICES	
A. Hotel and Restaurant Service	es	
Hotels <sup>2</sup>	1) None	1) None
(CPC 64110)		
(Only for 3, 4, 5 star hotels)	2) None	2) None
(5.11) 101 5, 1, 5 5111 115(615)		
	3) None except joint venture company subject to	3) None except higher paid-up capital is required of
	economic needs test, with foreign equity	foreign service suppliers than of domestic service
	participation up to 100%	suppliers.
	participation up to 100%	suppliers.

<sup>&</sup>lt;sup>2</sup> "hotel" means a service business which provides accommodation and food and beverages facilities and other services, except casinos and other activities prohibited by law, for reasons of public moral, religion, security and public order.

	4) Unbound except for:  a) Top Management Level in Hotel Business comprised of:  - General Manager  - Food and Beverage Manager  - Resident Manager  - Comptroller  - Marketing Director  b) Highly Skilled Professionals comprised of:  - Executive Chef  - Sous Chef  - Specialty Cook	4) Unbound except as indicated in the horizontal section
Tourist Resorts including <sup>3</sup> :	1) None	1) None
- Hotel (3, 4 and 5 stars)		
- Marinas	2) None	2) None
- Golf courses and other sport facilities	3) None except joint venture company subject to economic needs test, with foreign equity participation up to 100%	3) None except higher paid-up capital is required of foreign service suppliers than of domestic service suppliers.
	4) Unbound except for resort manager	4) Unbound except as indicated in the horizontal section
Meal Serving Services with	1) None	1) None
full Restaurant Services (CPC 64210)	2) None	2) None
	3) None except joint venture company subject to economic needs test, with foreign equity participation up to 51%	None except establishment subject to economic needs test and prevailing local government's laws and regulations
	Unbound except for:     a) top management level in hotel business comprised of:	4) Unbound except foreign service supplier shall obtain recommendation from association of tourism professionals

<sup>&</sup>lt;sup>3</sup> Tourist Resort is an area built to accommodate the facilities needed for the tourists such as hotels, marinas, golf courses, cultural open stage and other facilities, except casinos and other activities prohibited by law for reasons of public moral, religion, security and public order.

	<ul> <li>general manager</li> <li>food and beverage manager</li> <li>resident manager</li> <li>comptroller</li> <li>marketing director</li> <li>b) highly skilled professionals comprised of:</li> <li>executive chef</li> <li>sous chef</li> <li>specialty cook</li> </ul>	
B. Travel Agencies and Tour		
Operators Tour Operator Services (CPC 7471**)	1) None	1) None
	2) None	2) None
	None except joint venture company with foreign equity participation up to 51%	None except tour operator must be inbound tour operator located in Jakarta and Bali
	4) Unbound except for specialist	4) Unbound except as indicated in the horizontal section
D. Other		
Tourism Consultancy Services (CPC 91136)	1) None	1) None
	2) None	2) None
	<ul> <li>3) None except commercial presence only permitted in the form of:</li> <li>a) Joint operation by establishing a representative office;</li> <li>b) Joint venture company; or</li> <li>c) Contract management.</li> <li>Must be registered with Indonesian Ministry of Justice and Human Rights as Indonesian company.</li> </ul>	3) Unbound
	4) Unbound	4) Unbound except as indicated in the horizontal section

International Hotel Operator	1) None	1) None	
(CPC 91135)	2) None	2) None	
	3) None except joint venture company subject to economic needs test, with foreign equity participation up to 100%	3) None	
	4) Unbound except for:  a) top management level in hotel business comprised of:  - general manager  - food and beverage manager  - resident manager  - comptroller  - marketing director  b) highly skilled professionals comprised of:  - executive chef  - sous chef  - specialty sook	4) Unbound except foreign service supplier shall obtain recommendation from association of tourism professionals	
11. TRANSPORT SERVICES			
	n of passengers or goods between a port located in Indone	sia and another port located in Indonesia, and between points nesia in accordance with prevailing domestic laws and regula	
International Passenger Transport Excluding Cabotage (CPC 7211)	1) None	None except foreign Shipping Companies are obliged to appoint an Indonesian Shipping Company or joint venture Shipping Company as their General Agent <sup>1</sup> )	Access to and use of port facilities in the port which is opened for international shipping, including but not limited to <sup>2</sup> ):
	2) None 3) None	2) None	Tanjung Priok, Tanjung Perak, Belawan, Makassar, Semarang, Dumai, Panjang, Batam, Balikpapan,
	Unbound except as indicated in the horizontal	3) None	Banjarmasin, Bitung, Pontianak, Ambon, and Sorong.
	section	1) Unbound except as indicated in the horizontal	

4) Unbound except as indicated in the horizontal section

section

Maritime Auxiliary Services Maritime cargo handling services (CPC 741)	Unbound* except for no limitation on transhipment (board to board or via the quay) and/or on the use of on-board cargo handling  None	Unbound* except for no limitation on transhipment (board to board or via the quay) and/or on the use of on-board cargo handling  None
	<ul> <li>3) None except:</li> <li>a) Only through joint venture corporation, with foreign equity share allowable up to maximum 51%; and</li> <li>b) Allowed to operate only in main ports, such as: Tanjung Priok, Tanjung Perak, Belawan, Semarang, and Makasar.</li> </ul>	3) None
	4) Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
Vessel Salvage and Refloating	1) None	1) None
Services Excluding Cabotage (CPC 7454)	2) None	2) None
	3) None	3) None
	Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
Air Transport Services Aircraft repair and maintenance services	1) None	1) None
	2) None	2) None
	3) None	3) None
	4) Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
Supporting and Auxiliary Trans		
Maritime Freight Forwarding Services	1) Unbound	1) Unbound

(CPC 74800)	2) None	2) None	
(Only for shipment and/or packaging of goods on large volume through maritime transport services)	<ul> <li>3) None except:</li> <li>a) Only allowed to establish within a provincial capital that has international seaport;</li> <li>b) Joint venture company with foreign equity participation up to 51%; and</li> <li>c) The number of service suppliers may be limited subject to economic needs test.</li> </ul>	<ul> <li>3) None except: <ul> <li>a) Subject to qualification and registration</li> <li>requirement and procedure; and</li> </ul> </li> <li>b) Minimun capital requirement subject to</li> <li>prevailing laws and regulations at the time of</li> <li>the establishment.</li> </ul>	
	4) Unbound	4) Unbound	
Storage and warehousing services Outside Port Area and	1) Unbound	1) Unbound	
1st Area for: - Storage services of frozen	2) None	2) None	
or refrigerated goods (CPC 7421)  Other storage or warehousing services (CPC 7429)	<ul> <li>3) None except:</li> <li>a) Only allowed to establish within a provincial capital that has an international seaport;</li> <li>b) Joint venture company with foreign equity participation up to 51%; and</li> <li>c) The number of service suppliers may be limited subject to economic needs test.</li> </ul>	<ul> <li>3) None except:</li> <li>a) Foreign service suppliers shall only provide services with high risk, high technology, and/or high capital. The qualifier of high risk, high technology and high capital will be in accordance with prevailing laws and regulations at the time of supplying the services; and</li> <li>b) Highest management in a representative office shall be Indonesian.</li> </ul>	
	4) Unbound	4) Unbound	
Notes (Maritime):	Notes (Maritime) :		

## Notes (Maritime) :

- : The tasks of General Agents in Indonesia inter alia are as follows:
  - a) to make arrangement in order to get all necessary port services as required by the foreign vessel concerned during their stay in Indonesia ports;
  - b) to appoint stevedoring company for cargo loading and unloading on behalf of its principal;
  - c) to arrange cargo booking and canvassing;
  - d) to collect freight on behalf of the principal;
  - e) to issue Bill of Lading on behalf of the principal;
  - f) to settle the disbursement and claim (if any);
  - g) to give information as required by its principal;
- 2) : These ports are currently opened for international trade and may be added to or reduced in the future.

## 12. OTHER SERVICES NOT INCLUDED ELSEWHERE

General Condition on Energy Services:

- 1) Indonesia's Schedule of Specific Commitments on energy services sector is based on the 2<sup>nd</sup> Revised Indonesia Proposal of Energy Services Classification in the WTO (WTO document reference: S/CSC/W/42/Rev.2).
- 2) For commercial presence, Indonesia reserves the right to adopt or maintain any measure relating to the privatisation, corporatisation, commercialisation or divestment of Government assets, entities or agencies including:
  - a) limitations on ownership of assets;
  - b) transfer or disposal of equity interests or their assets;
  - c) the right of foreign investors or their investments to control their assets; and nationality of the senior management or members of the board of directors.

For greater certainty:

- a) where Indonesia transfers an interest in an existing state company to another state company, such transfer shall not be considered to be an initial transfer or disposal of the interest for purposes of this entry; and
- b) where Indonesia transfers or disposes of an interest in an existing state company in multiple phases, subparagraph (a) shall apply separately to each such phase.

Energy Services Core analysis and other Lab	1) None	1) None
Test - only for Isotop Analysis	1) None	1) Ivolic
- According to Indonesia	2) None	2) None
Proposal of Energy Services	,	
Classification is under:	3) None	3) None
Isotop Analysis (1A.2.7.3)		
- According to W120 is	4) Unbound except for directors and specialists	4) Unbound except as indicated in the horizontal
under: Business Services on		section
Technical Testing and		
Analysis Services (CPC		
8676)		
Geological and Geophysical	1) None	1) None
Services - only for Geothermal		
- According to Indonesia	2) None	2) None
Proposal of Energy Services		
Classification is under:	3) None except joint venture company with foreign	3) None
Seismic Data Acquisition	equity participation up to 51%	
(1A.1.4.1.1)		
- According to W120 is	4) Unbound except for directors and specialists	4) Unbound except as indicated in the horizontal
under: Geological,		section

geophysical and other scientific prospecting services (CPC 86751**)		
Liquefaction and Gasification - only for Coal	1) None	1) None
- According to Indonesia	2) None	2) None
Proposal of Energy Services Classification is under:		3) None except requirement on licensing and
<ul><li>Coal Liquefaction (2.4.4.4)</li><li>Coal Gasification</li></ul>	special operation mining license (iup op khusus) through joint venture and representative office in Indonesia with foreign equity participation up to	procedure authorized by Central Government or Provincial Government
(2.4.4.5) - According to W120 is	51%	
under: Services Incidental to Manufacturing (CPC 884**)	4) Unbound except for directors and specialists	Unbound except as indicated in the horizontal section
Geothermal Survey Services	1) None	1) None
- According to Indonesia Proposal of Energy Services Classification is under:	2) None	2) None
Subsurface Surveying Services (1A.1.6) - According to W120 is under: Subsurface	3) None except that commercial presence shall be in the form of a joint venture company (not more than 51% owned by foreign partners) or through a representative office in Indonesia	3) None except requirement on licencing and procedure authorised by central government
Surveying Services (CPC 86752)	4) Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
Geothermal Operation and	1) Unbound	1) Unbound
Maintenance Services - According to Indonesia	2) Unbound	2) Unbound
Proposal of Energy Services Classification is under: Reinstallation, Upgrade and Refurbishment Activities for Facilities and Equipment (2.5.2)	3) None except that commercial presence shall be in the form of a joint venture company (not more than 51% owned by foreign partners) or through a representative office in Indonesia	3) None

- According to W120 is under: Repair services of machinery and equipment (CPC 8862)	Unbound except as indicated in the horizontal section	4) Unbound except as indicated in the horizontal section
Transportation of Petroleum	1) Unbound	1) Unbound
and Natural Gas, only in Downstream	2) None	2) None
<ul> <li>According to Indonesia         Proposal of Energy Services         Classification is under:         Transportation,         Transmission and         Distribution of Petroleum         Product and Gas (2.7.1)     </li> <li>According to W120 is under: Transportation of Petroleum and Natural Gas (CPC 7131)</li> </ul>	3) None except joint venture company subject to economic needs test, with foreign equity participation up to 51%	<ul> <li>3) None except:</li> <li>a) Foreign service suppliers shall only provide services with high risk, high technology, and/or high capital. The qualifier of high risk, high technology and high capital will be in accordance with prevailing laws and regulations at the time of supplying the services;</li> <li>b) Highest management in a representative office shall be Indonesian; and</li> <li>c) Obliged to acquire oil and gas downstream transportation license</li> </ul>
	4) Unbound except for directors and specialists	4) Unbound except as indicated in the horizontal section

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