ANNEX I

INTRODUCTORY NOTES

- 1. **Description** provides a general non-binding description of the measure for which the entry is made.
- 2. In accordance with Article 14.12 (Non-Conforming Measures) and Article 15.7 (Non-Conforming Measures), the articles of this Agreement specified in the **Obligations Concerned** element of an entry do not apply to the non-conforming aspects of the law, regulation, or other measure identified in the **Measures** element of that entry.
- 3. In the interpretation of an entry, all elements of the entry shall be considered. An entry shall be interpreted in the light of the relevant provisions of the Chapters against which the entry is taken. To the extent that:
 - (a) the **Measures** element is qualified by a liberalization commitment from the **Description** element, the **Measures** element as so qualified shall prevail over all other elements; and
 - (b) the **Measures** element is not so qualified, the **Measures** element shall prevail over all other elements, unless any discrepancy between the **Measures** element and the other elements considered in their totality is so substantial and material that it would be unreasonable to conclude that the **Measures** element should prevail, in which case the other elements shall prevail to the extent of that discrepancy.
- 4. For the purposes of this Annex:

CMAP means the Mexican Classification of Activities and Products 1994 (*Clasificación Mexicana de Actividades y Productos*) numbers as set out by the National Institute for Statistics and Geography (*Instituto Nacional de Estadística y Geografía*);

CNIE means the National Commission on Foreign Investments (*Comisión Nacional de Inversiones Extranjeras*);

Concession means an authorization granted by the Mexican State to a person to exploit a natural resource or supply a service, for which Mexican nationals and Mexican enterprises are granted priority over foreigners;

Foreigners' exclusion clause means the express provision in an enterprise's by-laws, stating that the enterprise shall not allow a foreigner, directly or indirectly, to become a partner or shareholder of the enterprise; and

SCT means the Ministry of Communications and Transportation (*Secretaría de Comunicaciones y Transportes*).

Sub-Sector:

Industry Classification:

Obligations Concerned: National Treatment (Article 14.4)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

(Constitución Política de los Estados Unidos Mexicanos),

Article 27.

Foreign Investment Law (Ley de Inversión Extranjera), Title II,

Chapters I and II.

Regulations to the Foreign Investment Law and the National Registry of Foreign Investments (*Reglamento de la Ley de Inversión Extranjera y del Registro Nacional de Inversiones*

Extranjeras), Title II, Chapters I and II.

Description: <u>Investment</u>

No foreign national or foreign enterprise may acquire property rights (*dominio directo*) over land and water in a 100-kilometer strip along the country's borders or in a 50-kilometer strip inland from its coasts (Restricted Zone).

A Mexican enterprise without a foreigners' exclusion clause may acquire property rights (*dominio directo*) over real estate located in the Restricted Zone, used for non-residential purposes. Notice of the acquisition must be given to the Ministry of Foreign Affairs (*Secretaría de Relaciones Exteriores* or *SRE*) within 60 business days from the date of acquisition.

No Mexican enterprise without a foreigners' exclusion clause may acquire property rights (*dominio directo*) over real estate located in the Restricted Zone, used for residential purposes.

Pursuant to the procedure described below, a Mexican enterprise without a foreigners' exclusion clause may acquire rights for the use and enjoyment over real estate in the Restricted Zone, used for residential purposes. This procedure shall also apply when a foreign national or a foreign enterprise seeks to acquire rights for the use and enjoyment over real estate in the Restricted Zone regardless of the purpose for which the real estate is used.

A permit from the SRE is required for a credit institution to acquire, as a trustee, rights to real estate located in the Restricted Zone, when the purpose of the trust is to allow the use and enjoyment of such real estate, without granting real property rights thereof, and

the trust beneficiary is a Mexican enterprise without a foreigners' exclusion clause, or the foreign national or foreign enterprise referred to above.

The terms "use" and "enjoyment" of the real estate located in the Restricted Zone mean the rights to use or enjoy such real estate, including, as applicable, obtaining benefits, products, and, in general, any yield resulting from lucrative operation and exploitation through third parties or through a credit institution acting as trustee.

The duration of the trust referred to in this entry shall be for a maximum period of 50 years, which may be renewed on request of the interested party.

The SRE can verify at any time the compliance with the conditions under which the permits referred to in this entry are granted, as well as the submission and veracity of the notices mentioned above.

The SRE shall decide on the permits, considering the economic and social benefits that these operations could have on the Nation.

A foreign national or a foreign enterprise seeking to acquire real estate outside the Restricted Zone, shall previously submit to the SRE a statement agreeing to consider themselves a Mexican national for the above mentioned purposes, and waiving its right to invoke the protection of its government with respect to such real estate.

Sub-Sector:

Industry Classification:

Obligations Concerned: National Treatment (Article 14.4)

Market Access (Article 15.5)

Level of Government: Central

Measures: Foreign Investment Law (*Ley de Inversión Extranjera*), Title

VI, Chapter III.

Description: <u>Investment and Cross-Border Trade in Services</u>

In order to evaluate an application submitted for its consideration (an acquisition or establishment of investments in restricted activities as set out in this Schedule), the *CNIE* shall take into account the following criteria:

(a) the effects on employment and training of workers;

(b) the technological contribution;

(c) the compliance with the environmental provisions contained in the environmental legislation; and

(d) in general, the contribution to increase the competitiveness of the Mexican productive system.

When deciding on an application, the CNIE may only impose requirements that do not distort international trade and that are not prohibited by Article 14.10 (Performance Requirements).

Sub-Sector:

Industry Classification:

Obligations Concerned: National Treatment (Article 14.4)

Level of Government: Central

Measures: Foreign Investment Law (*Ley de Inversión Extranjera*), Title I,

Chapter III.

As qualified by the **Description** element.

Description: <u>Investment</u>

A favorable resolution from the CNIE is required for an investor of another Party or its investments to participate, directly or indirectly, in more than 49 percent of the ownership interest of a Mexican enterprise in an unrestricted sector, if the total value of the assets of the Mexican enterprise exceeds the applicable threshold at the time the application for acquisition is submitted.

The applicable threshold for the review of an acquisition of a Mexican enterprise shall be the amount determined by the CNIE. The threshold at the date of entry into force of this Agreement for Mexico will be the equivalent in Mexican pesos to 955,835,000 US dollars, using the official exchange rate on August 31, 2018.

The threshold will be adjusted each year according to the nominal growth rate of the Mexican Gross Domestic Product, as published by the National Institute for Statistics and Geography (*Instituto Nacional de Estadística y Geografía*).

Sub-Sector:

Industry Classification:

Obligations Concerned: National Treatment (Article 14.4)

Senior Management and Boards of Directors (Article 14.11)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

(Constitución Política de los Estados Unidos Mexicanos),

Article 25.

General Law of Cooperative Companies (*Ley General de Sociedades Cooperativas*), Title I and Title II, Chapter II. Federal Labor Law (*Ley Federal del Trabajo*), Title I.

Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter III.

Description: <u>Investment</u>

No more than 10 percent of the persons participating in a Mexican cooperative production enterprise may be foreign

nationals.

An investor of another Party or its investments may only own, directly or indirectly, up to 10 percent of the ownership interest

in a Mexican cooperative production enterprise.

No foreign nationals may engage in general administrative functions or perform managerial activities in a Mexican

cooperative production enterprise.

A cooperative production enterprise is an enterprise the members of which combine their personal work, whether physical or intellectual, with the purpose of producing goods or

services.

Sub-Sector:

Industry Classification:

Obligations Concerned: National Treatment (Article 14.4)

Level of Government: Central

Measures: Federal Law to Foster the Microindustry and Handicraft

Activity (Ley Federal para el Fomento de la Microindustria y

la Actividad Artesanal), Chapters I, II, III and IV.

Description: <u>Investment</u>

Only Mexican nationals may apply for a license (cédula) to

qualify as a microindustry enterprise.

No Mexican microindustry enterprises may have a foreign

person as partner.

The Federal Law to Foster the Microindustry and Handicraft Activity (*Ley Federal para el Fomento de la Microindustria y Actividad Artesanal*) defines a "microindustry enterprise" as an enterprise integrated by up to 15 workers, that is engaged in the transformation of goods, and the annual sales of which do not exceed the amount determined periodically by the Ministry of

Economy (Secretaría de Economía).

Sector: Agriculture, Livestock, Forestry, and Lumber Activities

Sub-Sector: Agriculture, livestock or forestry

Industry Classification: CMAP 1111 Agriculture

CMAP 1112 Livestock and hunting (limited to livestock)

CMAP 1200 Forestry and felling Trees

Obligations Concerned: National Treatment (Article 14.4)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

(Constitución Política de los Estados Unidos Mexicanos),

Article 27.

Agrarian Law (Ley Agraria), Title VI.

Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter III.

Description: <u>Investment</u>

Only a Mexican national or a Mexican enterprise may own land for agriculture, livestock or forestry purposes. Such enterprise must issue a special type of share ("T" share) representing the

value of that land at the time of its acquisition.

An investor of another Party or its investments may only own,

directly or indirectly, up to 49 percent of "T" shares.

Sector: Retail Trade

Sub-Sector: Sale of non-food products in specialized establishments

Industry Classification: CMAP 623087 Retail Trade of Firearms, Cartridges and

Munitions

CMAP 612024 Wholesale Trade Not Elsewhere Classified

(limited to firearms, cartridges and munitions)

Obligations Concerned: National Treatment (Article 14.4)

Level of Government: Central

Measures: Foreign Investment Law (*Ley de Inversión Extranjera*), Title I,

Chapter III.

Description: <u>Investment</u>

An investor of another Party or its investments may only own, directly or indirectly, up to 49 percent of the ownership interest in an enterprise established or to be established in the territory of Mexico that is engaged in the sale of explosives, firearms,

cartridges, ammunition, and fireworks, excluding the

acquisition and use of explosives for industrial and extractive activities, and the preparation of explosive mixtures for such

activities.

Sector: Communications

Sub-Sector: Broadcasting (radio and free to air television)

Industry Classification: CMAP 941104 Private Production and Transmission of Radio

Programs (limited to production and transmission of sound

broadcasting (radio) programs)

CMAP 941105 Private Services of production, Transmission and Retransmission of Television Programming (limited to transmission and retransmission of free-to-air television

programming)

Obligations Concerned: National Treatment (Article 14.4 and Article 15.3)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

> (Constitución Política de los Estados Unidos Mexicanos), Articles 28 and 32 Federal Telecommunications and Broadcasting Law (Ley Federal de Telecomunicaciones y Radiodifusión), Title IV, Chapters I, III and IV, title XI,

Chapter II.

General Means of Communication Law (Ley de Vías Generales

de Comunicación), Book I, Chapter III.

Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapters II and III.

Regulations to the Foreign Investment Law and the National Registry for Foreign Investments (Reglamento de la Ley de *Inversión Extranjera y del Registro Nacional de Inversiones*

Extranjeras), Title VI.

General Guidelines for the granting of the concessions referred

to in Title Four of the Federal Telecommunications and Broadcasting Law (Lineamientos Generales para el otorgamiento de las concesiones a que se refiere el Título Cuarto de la Ley Federal de Telecomunicaciones y

Radiodifusión).

Description: <u>Investment and Cross-Border Trade in Services</u>

> According to their purposes, sole concessions and frequency band concessions will be granted only to Mexican nationals or enterprise constituted under Mexican Laws and regulations.

> An investor of a Party or its investments may participate up to

49 percent in a concessionaire enterprise supplying

broadcasting services. This cap shall apply according to the reciprocity existent with the country in which the investor or trader who ultimately controls it, directly or indirectly, is constituted.

For the purposes of the paragraph above, a favorable opinion of the CNIE is required before granting the sole concession for providing broadcasting services in which foreign investment participate.

No concession, the rights conferred therein, facilities, auxiliary services, offices, or accessories and properties affected thereto, may be assigned, encumbered, pledged, or given in trust, mortgaged, or transferred totally or partially to any foreign government or state.

Concessions for indigenous social use shall be granted to indigenous people and indigenous communities of Mexico, with the objective to promote, develop, and preserve language, culture, knowledge, tradition, identity and internal rules that, under principles of gender equality, allow the integration of indigenous women in the accomplishment of the purposes for which the concession is granted.

The State shall guarantee that broadcasting promotes the values of national identity. A broadcasting concessionaire shall use and stimulate local and national artistic values and expressions of Mexican culture, according to the characteristics of its programming. Daily programming with personal performances shall include more time covered by Mexicans.

Sector: Communications

Sub-Sector: Telecommunications (including resellers and restricted

television and audio service)

Industry Classification: CMAP 720006 Other Telecommunication Services

CMAP 720006 Other Telecommunications services (Not

including enhanced or Value Added Services) CMAP 502003 Telecommunications installation

CMAP 720006 Other Telecommunications Services (limited to

resellers)

CMAP 502004 Other special installations

Obligations Concerned: National Treatment (Article 14.4 and Article 15.3)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

(Constitución Política de los Estados Unidos Mexicanos),

Article 28 and 32.

Federal Telecommunications and Broadcasting Law (Lev Federal de Telecomunicaciones y Radiodifusión), Title IV. Chapters I, III and IV, Title V, Chapter VIII, and Title VI,

Unique Chapter.

General Means of Communication Law (Ley de Vías Generales

de Comunicación).

Foreign Investment Law (Ley de Inversión Extranjera) Title I,

Chapter II.

Regulations to the Foreign Investment Law and the National Registry of Foreign Investments (Reglamento de la Ley de Inversión Extranjera y del Registro Nacional de Inversiones

Extranjeras), Title VI.

General Guidelines for the granting of the concessions referred

to in Title Four of the Federal Telecommunications and Broadcasting Law (Lineamientos Generales para el otorgamiento de las concesiones a que se refiere el Título Cuarto de la Ley Federal de Telecomunicaciones y

Radiodifusion).

Rules of general character that establish the terms and

requisites for the granting of telecommunications authorizations

established in the Federal Telecommunications and

Broadcasting Law (Reglas de carácter general que establecen los plazos y requisitos para el otorgamiento de autorizaciones en materia de telecomunicaciones establecidas en la Ley

Federal de Telecomunicaciones y Radiodifusión).

General Guidelines on the Authorization to Lease Radio Spectrum (*Lineamientos Generales sobre la Autorización de Arrendamiento del Espectro Radioeléctrico*). Guidelines for the granting of the Authorization Registration, for the use and development of radio spectrum frequency bands for secondary use (*Lineamientos para el otorgamiento de la Constancia de Authorización, para el uso y aprovechamiento de bandas de frecuencias del espectro radioeléctrico para uso secundario*).

Description:

Investment and Cross-Border Trade in Services

According to their purposes, sole concessions and frequency band concessions will be granted only to a Mexican national or enterprise constituted under Mexican Laws and regulations.

Concessions for indigenous social use shall be granted to indigenous people and indigenous communities of Mexico, with the objective to promote, develop, and preserve their language, culture, knowledge, tradition, identity and internal rules that, under principles of gender equality, allow the integration of indigenous women in the accomplishment of the purposes for which the concession is granted.

Concessions for indigenous social use shall only be granted to indigenous people and indigenous communities in Mexico without any kind of foreign investment.

No concession, the rights conferred therein, facilities, auxiliary services, offices or accessories and properties affected thereto, shall be assigned encumbered, pledged, or given in trust, mortgaged, or transferred totally or partially to any foreign government or state.

Only a Mexican national or an enterprise established under Mexican laws may obtain authorization to provide telecommunication services as reseller without being a concessionaire.

Under the General Guidelines on the Authorization to Lease Radio Spectrum, a company interested in becoming a lessee of frequency bands must obtain a sole concession for commercial use or a sole concession for private use.

An applicant for an authorization for secondary use of radio spectrum frequency bands must appoint a legal address in Mexico City.

Sector: Communications

Sub-Sector: Transportation

Industry Classification: CMAP 7100 Transport

Obligations Concerned: National Treatment (Article 14.4)

Level of Government: Central

Measures: Ports Law (*Ley de Puertos*), Chapter IV.

Regulatory Law of the Railway Service (Ley Reglamentaria del

Servicio Ferroviario), Chapter II, Section III.

Civil Aviation Law (Ley de Aviación Civil), Chapter III,

Section III

Airports Law (Ley de Aeropuertos), Chapter IV.

Roads, Bridges and Federal Road Transport Law (*Ley de Caminos, Puentes y Autotransporte Federal*), Title I, Chapter

III.

General Means of Communication Law (Ley de Vías Generales

de Comunicación), Book I, Chapters III and V.

Description: <u>Investment</u>

No foreign government or foreign State may invest, directly or indirectly, in a Mexican enterprise engaged in transportation

and other general means of communications.

Sub-Sector: Land transportation and water transportation

Industry Classification: CMAP 501421 Construction of Maritime and River Works

CMAP 501422 Construction of Roadworks and Works for Land

Transport

Obligations Concerned: National Treatment (Article 14.4 and Article 15.3)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

(Constitución Política de los Estados Unidos Mexicanos),

Article 32.

Roads, Bridges and Federal Road Transport Law (Ley de Caminos, Puentes y Autotransporte Federal), Title I, Chapter III.

Ports Law (Ley de Puertos), Chapter IV.

Navigation and Maritime Commerce Law (Ley de Navegación y

Comercio Marítimos), Title I, Chapter II.

Description: <u>Investment and Cross-Border Trade in Services</u>

A concession granted by the SCT is required to build and

operate, or only operate, marine or river works.

A concession is also required to build, operate, exploit,

conserve, or maintain federal roads and bridges.

Only a Mexican national or a Mexican enterprise may obtain

these concessions.

Sector: Printing, Editing and Associated Industries

Sub-Sector: Newspaper publishing

Industry Classification: CMAP 342001 Publishing of Newspapers, Magazines and

Periodicals (limited to newspapers)

Obligations Concerned: National Treatment (Article 14.4)

Level of Government: Central

Measures: Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter III.

As qualified by the **Description** element.

Description: <u>Investment</u>

An investor of another Party or its investments may only own, directly or indirectly, up to 49 percent of the ownership interest in an enterprise established or to be established in the territory of Mexico engaged in the printing or publication of daily newspapers written primarily for a Mexican audience and

distributed in the territory of Mexico.

For the purposes of this entry, daily newspapers are those whose distribution is not free and that are published at least seven days

a week.

Sector: Manufacture of Goods

Sub-Sector: Explosives, fireworks, firearms and cartridges

Industry Classification: CMAP 352236 Manufacture of Explosives and Fireworks

CMAP 382208 Manufacture of Firearms and Cartridges

Obligations Concerned: National Treatment (Article 14.4)

Level of Government: Central

Measures: Foreign Investment Law (*Ley de Inversión Extranjera*), Title I,

Chapter III.

Description: <u>Investment</u>

An investors of another Party or its investments may only own, directly or indirectly, up to 49 percent of the ownership interest in an enterprise established or to be established in the territory of Mexico that manufactures explosives, fireworks, firearms, cartridges, and ammunition, excluding the preparation of

explosive mixtures for industrial and extractive activities.

Sector: Fishing

Sub-Sector: Fishing-related services

Industry Classification: CMAP 1300 Fishing

Obligations Concerned: National Treatment (Article 15.3)

Most-Favored-Nation Treatment (Article 15.4)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

(Constitución Política de los Estados Unidos Mexicanos),

Article 32.

General Law on Sustainable Fishing and Aquaculture (Ley General de Pesca y Acuacultura Sustentables), Title Six,

Chapter IV; Title Seven, Chapter II.

Navigation and Maritime Commerce Law (*Ley de Navegación y Comercio Marítimos*), Title I, Chapter I; Title II, Chapter IV,

Title Three, Chapter II.

Ports Law (Ley de Puertos), Chapters I, IV and VI.

Regulations to the Fishing Law (*Reglamento de la Ley de Pesca*),

Title Two, Chapter I; Chapter II, Sixth Section.

Description: Cross-Border Trade in Services

A permit issued by the Secretariat of Agriculture, Livestock, Rural Development, Fisheries, and Food (Secretaría de Agricultura, Ganadería, Desarrollo Rural, Pesca, y Alimentación, SAGARPA) through the National Commission of Aquaculture and Fishing (Comisión Nacional de Acuacultura y Pesca, CONAPESCA); or by the SCT, within the scope of their competence, is required to engage in fishing activities.

A permit issued by SAGARPA is required to carry out activities, such as fishing jobs needed to justify applications for a concession, and the installation of fixed fishing gear in federal waters. This permit shall be given preferentially to residents of local communities. In equal circumstances, an application from an indigenous community shall be preferred.

An authorization issued by the SCT is required for foreign-flagged vessels to provide dredging services.

A permit issued by the SCT is required to supply port services related to fishing, like loading operations and supply vessels, maintenance of communication equipment, electricity works, garbage or waste collection and sewage disposal. Only a Mexican national or a Mexican enterprise may obtain such permit.

Sector: **Fishing**

Sub-Sector: Fishing

Industry Classification: CMAP 130011 Fishing on the High Seas

> CMAP 130012 Coastal Fishing CMAP 130013 Fresh Water Fishing

Obligations Concerned: National Treatment (Article 14.4)

Level of Government: Central

Measures: General Law on Sustainable Fishing and Aquaculture (Lev

> General de Pesca y Acuacultura Sustentables), Title VI, Chapter IV; Title VII, Chapter I; Title XIII, Unique Chapter; Title XIV,

Chapters I, II and III.

Navigation and Maritime Commerce Law (Ley de Navegación y

Comercio Marítimos), Title II, Chapter I.

Sea Federal Law (Ley Federal del Mar), Title I, Chapters I and

National Waters Law (Ley de Aguas Nacionales), Title I, and

Title IV, Chapter I.

Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter III.

Regulations to the Fishing Law (*Reglamento de la Ley de Pesca*),

Title I, Chapter I; Title II, Chapters I, III, IV, V, and VI: Title III,

Chapters III and IV.

Description: Investment

> An investor of another Party or its investments may only own, directly or indirectly, up to 49 percent of the ownership interest in an enterprise established or to be established in the territory of Mexico performing coastal fishing, fresh water fishing, and fishing in the Exclusive Economic Zone, excluding aquaculture.

> A favorable resolution from the CNIE is required for an investor of another Party or its investments to own, directly or indirectly, more than 49 percent of the ownership interest in an enterprise established or to be established in the territory of Mexico performing fishing on the high seas.

Sector: Educational Services

Sub-Sector: Private schools

Industry Classification: CMAP 921101 Private Pre-school Educational Services

CMAP 921102 Private Primary Educational Services CMAP 921103 Private Secondary Educational Services CMAP 921104 Private High School Educational Services

CMAP 921105 Private Higher Education Services

CMAP 921106 Private Education Services that Combine Preschool, Primary, Secondary, High School and Higher Education

Levels

Obligations Concerned: National Treatment (Article 14.4)

Level of Government: Central

Measures: Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter III.

Law for the Coordination of Higher Education (Ley para la

Coordinación de la Educación Superior), Chapter II.

General Law of Education (Ley General de Educación), Chapter

III.

Description: <u>Investment</u>

A favorable resolution from the CNIE is required for an investor of another Party or its investments to own, directly or indirectly, more than 49 percent of the ownership interest in an enterprise established or to be established in the territory of Mexico that provides pre-school, primary, secondary, high school, higher,

and combined private educational services.

Sub-Sector: Medical services

Industry Classification: CMAP 9231 Medical, Dental and Veterinary Services provided

by the Private Sector (limited to medical services)

Obligations Concerned: National Treatment (Article 15.3)

Level of Government: Central

Measures: Federal Labor Law (Ley Federal del Trabajo), Chapter I.

Description: Cross-Border Trade in Services

Only a Mexican national licensed as doctor in the territory of Mexico may supply in-house medical services in Mexican

enterprises.

Sub-Sector: Specialized personnel

Industry Classification: CMAP 951012 Services of Customs and Representative

Agencies

Obligations Concerned: National Treatment (Article 14.4 and Article 15.3)

Level of Government: Central

Measures: Customs Law (*Ley Aduanera*), Title II, Chapters I and III, and

Title VII, Chapter I.

Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter II.

Description: <u>Investment and Cross-Border Trade in Services</u>

Only a Mexican national by birth may be a customs broker.

Only a custom broker acting as consignee or legal representative (mandatario) of an importer or exporter, as well as a customs broker's assignee, may carry out the formalities related to the customs clearance of the goods of such importer or exporter.

An investor of another Party or its investments may not participate, directly or indirectly, in a customs broker's agency.

Sub-Sector: Specialized services (Commercial Notary Public)

Industry Classification:

Obligations Concerned: National Treatment (Article 14.4 and Article 15.3)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Commercial Notary Public Federal Law (Ley Federal de

Correduría Pública), Articles 7, 8, 12 and 15.

Regulations to the Commercial Notary Public Federal Law (Reglamento de la Ley Federal de Correduría Pública), Chapter

I, and Chapter II, Sections I and II.

Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter II.

Description: <u>Investment and Cross-Border Trade in Services</u>

Only a Mexican national by birth may be licensed to be a

commercial notary public (corredor público).

A commercial notary public may not have a business affiliation

with any person for the supply of commercial notary public

services.

A commercial notary public shall establish an office in the place

where he has been authorized to practice.

Only a Mexican national or a Mexican enterprise with foreigners' exclusion clause may obtain such license. Foreign investment may not participate in commercial notary public activities and companies, directly or through trusts, agreements, social pacts, or statutory, pyramiding schemes, or other

mechanism that gives it some control or participation.

Sub-Sector: Professional services

Industry Classification: CMAP 951002 Legal Services (including foreign legal

consultancy)

Obligations Concerned: National Treatment (Article 14.4 and Article 15.3)

Most-Favored-Nation Treatment (Article 14.5 and Article 15.4)

Level of Government: Central

Measures: Regulatory Law of Constitutional Article 5th relating to the

Practice of Professions in Mexico City (Ley Reglamentaria del Artículo 5º Constitucional, relativo al Ejercicio de las Profesiones en la Ciudad de México), Chapter III, Section III,

and Chapter V.

Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter III.

Description: Investment and Cross-Border Trade in Services

A favorable resolution from the CNIE is required for an investor of another Party or its investments to own, directly or indirectly, more than 49 percent of the ownership interest in an enterprise established or to be established in the territory of Mexico to supply legal services.

In the absence of an international agreement on the matter, the professional practice by a foreigner will be subject to reciprocity in the place of residence of the applicant and to compliance with the rest of the requirements established in Mexican laws and regulations.

Except as provided for in this entry, only a lawyer licensed in Mexico may have an ownership interest in a law firm established in the territory of Mexico.

A lawyer licensed to practice in another Party will be permitted to form a partnership with lawyers licensed in Mexico.

The number of lawyers licensed to practice in another Party serving as partners in a firm in Mexico may not exceed the number of lawyers licensed in Mexico serving as partners of that firm. Lawyers licensed to practice in another Party may practice and provide legal consultations on Mexican law, whenever they comply with the requirements to practice as a lawyer in Mexico.

A law firm established by a partnership of lawyers licensed to practice in another Party and lawyers licensed to practice in Mexico may hire lawyers licensed in Mexico as employees.

For greater certainty, this entry does not apply to the supply, on a temporary fly-in, fly-out basis or through the use of web based or telecommunications technology, of legal advisory services in foreign law and international law and, in relation to foreign and international law only, legal arbitration and conciliation or mediation services by foreign lawyers.

Sub-Sector: Professional services

Industry Classification: CMAP 9510 Provision of Professional, Technical and

Specialized Services (limited to professional services)

Obligations Concerned: National Treatment (Article 15.3)

Most-Favored-Nation Treatment (Article 15.4)

Level of Government: Central

Measures: Regulatory Law of Constitutional Article 5th relating to the

Practice of Professions in Mexico City (Ley reglamentaria del Artículo 5º Constitucional, relativo al Ejercicio de las Profesiones en la Ciudad de México), Chapter III, Section III,

and Chapter V.

Regulations to the Regulatory Law of Constitutional Article 5th relating to the Practice of Professions in Mexico City (Reglamento de la Ley Reglamentaria del Artículo 5°Constitucional, relativo al Ejercicio de las Profesiones en la

Ciudad de México), Chapter III.

Population General Law (Ley General de Población), Chapter

III.

Description: <u>Cross-Border Trade in Services</u>

Pursuant to the relevant international treaties of which Mexico is a party, a foreigner may practice in Mexico City the professions set forth in the Regulatory Law of Constitutional Article 5th

relating to the Practice of Professions in Mexico City.

In the absence of an international treaty on the matter, the professional practice by foreigners will be subject to reciprocity in the place of residence of the applicant and to compliance with the rest of the requirements established in Mexican laws and

regulations.

Sector: Religious Services

Sub-Sector:

Industry Classification: CMAP 929001 Services of Religious Organizations

Obligations Concerned: Senior Management and Boards of Directors (Article 14.11)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Religious Associations and Public Worship Law (Ley de

Asociaciones Religiosas y Culto Público), Title II, Chapters I

and II.

Description: Investment and Cross-Border Trade in Services

Representatives of a religious association in Mexico must be

Mexican nationals.

A religious association must be an association constituted in accordance with the Religious Associations and Public Worship

Law (Ley de Asociaciones Religiosas y Culto Público).

A religious association must register with the Ministry of

Internal Affairs (Secretaría de Gobernación). To be registered,

the religious association must be established in Mexico.

Sector: Agriculture Services

Sub-Sector:

Industry Classification: CMAP 971010 Provision of Agricultural Services

Obligations Concerned: National Treatment (Article 15.3)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

(Constitución Política de los Estados Unidos Mexicanos),

Article 32.

Plant Health Federal Law (Ley Federal de Sanidad Vegetal),

Title II, Chapter IV.

Regulations to the Phytosanitary Law of the United Mexican States (Reglamento de la Ley de Sanidad Fitopecuaria de los

Estados Unidos Mexicanos), Chapter VII.

Description: <u>Cross-Border Trade in Services</u>

A concession granted by the Ministry of Agriculture,

Livestock, Rural Development, Fishing, and Food (Secretaría

de Agricultura, Ganadería, Desarrollo Rural, Pesca y Alimentación, SAGARPA) is required to spray pesticides.

Only a Mexican national or a Mexican enterprise may obtain

such a concession.

Sub-Sector: Air transportation

Industry Classification: CMAP 384205 Manufacture, Assembly and Repair of Aircraft

(limited to repair of aircrafts)

Obligations Concerned: Local Presence (Article 15.6)

Level of Government: Central

Measures: Civil Aviation Law (Ley de Aviación Civil), Chapter III, Section

II.

Civil Aviation Regulations (Reglamento de la Ley de Aviación

Civil), Chapter VII.

Description: <u>Cross-Border Trade in Services</u>

A permit issued by the SCT is required to establish and operate,

or operate and exploit, an aircraft repair facility and centers for

teaching and training of personnel.

To obtain that permission the interested party must prove that the aircraft repair facilities and centers for teaching and training

of personnel have their domicile in Mexico.

Sub-Sector: Air transportation

Industry Classification: CMAP 973302 Airport and Heliport Management Services

Obligations Concerned: National Treatment (Article 14.4)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

(Constitución Política de los Estados Unidos Mexicanos),

Article 32.

General Means of Communication Law (Ley de Vías Generales

de Comunicación), Book I, Chapters I, II and III.

Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter III.

Civil Aviation Law (Ley de Aviación Civil), Chapters I and IV.

Airports Law (Ley de Aeropuertos), Chapter III

Regulations to the Airports Law (Reglamento de la Ley de

Aeropuertos), Title II, Chapters I, II and III.

Description: <u>Investment and Cross-Border Trade in Services</u>

A concession granted by the *SCT* is required to construct and operate, or operate, airports and heliports. Only a Mexican

enterprise may obtain such a concession.

A favorable resolution from the CNIE is required for an investor of another Party or its investments to own, directly or indirectly, more than 49 percent of the ownership interest in an enterprise established or to be established in the territory of Mexico that is a concessionaire or permissionaire of airfields

for public service.

When deciding, the CNIE will consider that the national and technological development be favored, and that the sovereign

integrity of the Nation be protected.

Sub-Sector: Air transportation

Industry Classification: CMAP 713001 Scheduled Air Transport Services on

Domestically Registered Aircraft

CMAP 713002 Non-Scheduled Air Transport (Air Taxis)

Specialty air services

Obligations Concerned: National Treatment (Article 14.4)

Senior Management and Boards of Directors (Article 14.11)

Level of Government: Central

Measures: Civil Aviation Law (*Ley de Aviación Civil*), Chapters IX and X

Regulations to the Civil Aviation Law (Reglamento de la Ley de

Aviación Civil), Title II, Chapter I.

Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter III.

As qualified by the **Description** element.

Description: <u>Investment</u>

An investor of another Party or its investments may only own, directly or indirectly, up to 49 percent of the voting interests in an enterprise established or to be established in the territory of Mexico that supplies a scheduled and non-scheduled domestic air transport service, a non-scheduled international air transport service in the modality of air taxi, or a specialty air service. The chairman and at least two-thirds of the boards of directors and two-thirds of the managing officers of such an enterprise must be Mexican nationals.

Only a Mexican national or a Mexican enterprise in which 51 percent of the voting interest is owned or controlled by Mexican nationals and of which the chairman and at least two-thirds of the managing officers are Mexican nationals, may register an aircraft in Mexico.

Sub-Sector: Specialty air services

Industry Classification:

Obligations Concerned: Local Presence (Article 15.6)

Level of Government: Central

Measures: General Means of Communications Law (Ley de Vías Generales

de Comunicación), Book I, Chapter III.

Civil Aviation Law (Ley de Aviación Civil), Chapters I, II, IV

and IX.

As qualified by the **Description** element

Description: <u>Cross Border Trade in Services</u>

A permit issued by the SCT is required to provide all specialty air services in the territory of Mexico. Such a permit may only be granted when the person interested in the supply of these

services has a domicile in the territory of Mexico.

Sub-Sector: Water transportation

Industry Classification: CMAP 973203 Maritime Port Administration, Lake and Rivers

Obligations Concerned: National Treatment (Article 14.4)

Level of Government: Central

Measures: Ports Law (Ley de Puertos), Chapters IV and V

Regulations to the Ports Law (Reglamento de la Ley de Puertos)

Title I, Chapters I and VI

Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter III

Description: <u>Investment</u>

An investor of another Party or its investments may only own, directly or indirectly, up to 49 percent of the ownership interest of a Mexican enterprise authorized to act as an integral port

administrator.

Sub-Sector: Water transportation

Industry Classification: CMAP 384201 Manufacture and Repair of Vessels

Obligations Concerned: National Treatment (Article 15.3)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

(Constitución Política de los Estados Unidos Mexicanos),

Article 32.

General Means of Communication Law (Ley de Vías Generales

de Comunicación), Book I, Chapters I, II and III.

Navigation and Maritime Commerce Law (Ley de Navegación y

Comercio Marítimos), Title I, Chapter II. Ports Law (Ley de Puertos), Chapter IV.

Description: <u>Cross-Border Trade in Services</u>

A concession granted by the SCT is required to establish and operate, or operate, a shipyard. Only a Mexican national or a

Mexican enterprise may obtain such a concession.

Sub-Sector: Water transportation

Industry Classification: CMAP 973201 Water Transport Loading and Unloading

Services (includes operation and maintenance of docks; loading and unloading of vessels at shore-side; marine cargo handling; operation and maintenance of piers; ship and boat cleaning; stevedoring; transfer of cargo between ships and trucks, trains,

pipelines and wharves; waterfront terminal operations)

Obligations Concerned: National Treatment (Article 14.4 and Article 15.3)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

(Constitución Política de los Estados Unidos Mexicanos),

Article 32.

Navigation and Maritime Commerce Law (*Ley de Navegación y Comercio Marítimos*), Title I, Chapter II, and Title II, Chapters

IV and V.

Ports Law (Ley de Puertos), Chapters II, IV and VI.

General Means of Communication Law (Ley de Vías Generales

de Comunicación), Book I, Chapters I, II and III.

Regulations to the Use and Enjoyment of the Territorial Sea, Water Ways, Beaches, Relevant Federal Coastal Zone and Lands Gained to the Sea (Reglamento para el Uso y Aprovechamiento del Mar Territorial, Vías Navegables, Playas, Zona Federal Marítimo Terrestre y Terrenos Ganados al Mar), Chapter II,

Section II.

As qualified by the **Description** element.

Description: Investment and Cross-Border Trade in Services

A favorable resolution from the CNIE is required for an investor of another Party or its investments to own, directly or indirectly, more than 49 percent of the ownership interest in an enterprise, established or to be established in the territory of Mexico supplying port services to vessels for inland navigation

such as towing, mooring, and tendering.

A concession granted by the SCT is required to build and operate, or operate, maritime and inland port terminals, including docks, cranes, and related facilities. Only a Mexican

national and a Mexican enterprise may obtain such a

concession.

A permit issued by the SCT is required to supply stevedoring and warehousing services. Only a Mexican national or a Mexican enterprise may obtain such a permit.

Sub-Sector: Water transportation

Industry Classification: CMAP 973203 Maritime and Inland (Lake and Rivers Ports

Administration)

Obligations Concerned: National Treatment (Article 14.4)

Level of Government: Central

Measures: Navigation and Maritime Commerce Law (*Ley de Navegación y*

Comercio Marítimos), Title III, Chapter III.

Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter III.

Ports Law (Ley de Puertos), Chapters IV and VI.

Description: <u>Investment</u>

An investor of another Party or its investments may only participate, directly or indirectly, up to 49 percent in Mexican enterprises engaged in the supply of piloting port services to

vessels operating in inland navigation.

Sub-Sector: Water transportation

Industry Classification: CMAP 712011 International Maritime Transportation Services

CMAP 712012 Cabotage Maritime Services

CMAP 712013 International and Cabotage Towing Services CMAP 712021 River and Lake Transportation Services CMAP 712022 Internal Port Water Transportation Services

Obligations Concerned: National Treatment (Article 14.4 and Article 15.3)

Most-Favored-Nation Treatment (Article 14.5 and Article 15.4)

Level of Government: Central

Measures: Navigation and Maritime Commerce Law (*Ley de Navegación y*

Comercio Marítimos), Title III, Chapter I.

Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter III.

Economic Competition Federal Law (Ley Federal de

Competencia Económica), Chapter IV. As qualified by the **Description** element.

Description: Investment and Cross-Border Trade in Services

The operation or exploitation of high-seas navigation vessels, including transport and international towing services, is open to ship-owners and vessels of all countries, on the basis of reciprocity according to international treaties. With the prior opinion of the Federal Competition Commission (*Comisión Federal de Competencia Económica, COFECE*), SCT may reserve, totally or partially, certain international high-seas freight transportation services, which could only be carried out by Mexican shipping enterprises with Mexican-flagged vessels or vessels reputed as such when the principles of free competition are not respected or the national economy is affected. For greater certainty the previous sentence does not apply to Canada.

The operation and exploitation of cabotage and inland navigation is reserved for Mexican ship-owners with Mexican vessels. When Mexican vessels are not appropriate and available with the same technical conditions, or it is required by the public interest, the SCT may provide temporary navigation permits to operate and exploit to Mexican ship-owners with a foreign vessel in accordance with the following priorities:

- (a) Mexican ship-owner with a foreign vessel under a bareboat charter party; and
- (b) Mexican ship-owner with a foreign vessel under any type of charter party.

The operation and exploitation in inland navigation and cabotage of tourist cruises as well as dredges and maritime devices for the construction, preservation, and operation of ports may be carried out by Mexican or foreign shipping enterprises using Mexican or foreign vessels or maritime devices, on the basis of reciprocity with a Party, endeavoring to give priority to Mexican enterprises and complying with applicable laws.

With the prior opinion of the COFECE, the SCT may resolve that totally or partially, certain cabotage or high-seas navigation could only be carried by Mexican shipping enterprises with Mexican vessels or reputed as such in the absence of conditions of effective competition on the relevant market as per the terms of the Economic Competition Federal Law.

An investor of another Party or its investments may only own, directly or indirectly, up to 49 percent of the ownership interest in a Mexican shipping enterprise or Mexican vessels, established or to be established in the territory of Mexico, which is engaged in the commercial exploitation of vessels for inland and cabotage navigation, excluding tourism cruises and exploitation of dredges and maritime devices for the construction, preservation, and operation of ports.

A favorable resolution from the CNIE is required for an investor of another Party or its investments to own, directly or indirectly, more than 49 percent of the ownership interest in an enterprise established or to be established in the territory of Mexico engaged in high-seas navigation services and port towing services.

Sub-Sector: Non-energy pipelines

Industry Classification:

Obligations Concerned: National Treatment (Article 15.3)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

(Constitución Política de los Estados Unidos Mexicanos),

Article 32.

General Means of Communication Law (Ley de Vías Generales

de Comunicación), Book I, Chapters I, II and III.

National Waters Law (Ley de Aguas Nacionales), Title I,

Chapter II, and Title IV, Chapter II.

Description: <u>Cross-Border Trade in Services</u>

A concession granted by the SCT is required to construct and operate, or operate, pipelines carrying goods other than energy

or basic petrochemicals.

Only a Mexican national or a Mexican enterprise may obtain

such a concession.

Sub-Sector: Railway transportation services

Industry Classification: CMAP 711101 Railway Transport Services

Obligations Concerned: National Treatment (Article 14.4 and Article 15.3)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter III.

Regulatory Law of the Railway Service (Ley Reglamentaria del

Servicio Ferroviario) Chapters I and II, Section III.

Regulations to the Railway Service (*Reglamento del Servicio Ferroviario*), Title I, Chapters I, II and III, Title II, Chapters I

and IV, and Title III, Chapter I, Sections I and II.

Description: <u>Investment and Cross-Border Trade in Services</u>

A favorable resolution from the CNIE is required for an investor of another Party or its investments to participate, directly or indirectly, in more than 49 percent of the ownership interest of an enterprise established or to be established in the territory of Mexico engaged in the construction, operation, and

exploitation of railroads deemed general means of

communication, or in the supply of railway transportation

public service.

When deciding, the CNIE will consider that the national and technological development be favored, and that the sovereign integrity of the Nation be protected.

A concession granted by the SCT is required to build, operate and exploit railway transportation services and to provide railway transportation public service. Only a Mexican enterprise may obtain such a concession.

A permit issued by the SCT is required to provide auxiliary services; the construction of entry and exit facilities, crossings, and marginal facilities in the right of way; the installation of advertisements and publicity signs in the right of way; and the construction and operation of bridges over railway lines. Only a Mexican national or a Mexican enterprise may obtain such a permit.

ANNEX I - MEXICO - 42

Sub-Sector: Land transportation

Industry Classification: CMAP 973101 Management Services of Passenger Bus

Terminals and Auxiliary Services (limited to main bus and truck

terminals and bus and truck stations)

Obligations Concerned: National Treatment (Article 15.3)

Most-Favored-Nation Treatment (Article 15.4)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Roads, Bridges and Federal Road Transport Law (Ley de

Caminos, Puentes y Autotransporte Federal), Title I, Chapter III. Regulations to the Enjoyment of the Right of Way of the Federal Roads and Surrounding Zones (Reglamento para el Aprovechamiento del Derecho de Vía de las Carreteras

Federales y Zonas Aledañas), Chapters II and IV.

Regulations to the Federal Road Transport and Auxiliary Services (Reglamento de Autotransporte Federal y Servicios

Auxiliares), Chapter I.

Description: <u>Cross-Border Trade in Services</u>

A permit issued by the SCT is required to establish, or operate, a bus or truck station or terminal. Only a Mexican national or a

Mexican enterprise may obtain such a permit.

To obtain such permit the interested party must prove that it has

its domicile in Mexico.

ANNEX I - MEXICO - 43

Sub-Sector: Land transportation

Industry Classification: CMAP 973102 Management Services of Roads, Bridges and

Auxiliary Services

Obligations Concerned: National Treatment (Article 15.3)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Political Constitution of the United Mexican States

(Constitución Política de los Estados Unidos Mexicanos),

Article 32.

Roads, Bridges and Federal Road Transport Law (*Ley de Caminos, Puentes y Autotransporte Federal*), Title I, Chapter III. Regulations to the Federal Road Transport and Auxiliary Services (*Reglamento de Autotransporte Federal y Servicios*

Auxiliares), Chapters I and V.

Description: <u>Cross-Border Trade in Services</u>

A permit granted by the SCT is required to provide auxiliary services to federal road transportation. Only a Mexican national

or a Mexican enterprise may obtain such a permit.

For greater certainty, auxiliary services are not part of federal road transportation of passengers, tourism, or cargo, but they

complement their operation and exploitation.

Sub-Sector: Land transportation

Industry Classification: CMAP 711201 Construction Materials Transport Services

CMAP 711202 Moving Services

CMAP 711203 Other Specialized Freight Transport Services

CMAP 711204 General Freight Transport Services

CMAP 711311 Long-Distance Passenger Bus and Coach

Transport Services

CMAP 711318 School and Tourist Transport Services (limited

to tourist transport services) CMAP 720002 Courier services

Obligations Concerned: National Treatment (Article 14.4 and Article 15.3)

Local Presence (Article 15.6)

Level of Government: Central

Measures: Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter II.

Roads, Bridges and Federal Road Transport Law (Ley de Caminos, Puentes y Autotransporte Federal), Title I, Chapter I

and III.

Regulations to the Federal Road Transport and Auxiliary Services (Reglamento de Autotransporte Federal y Servicios

Auxiliares), Chapter I.

As qualified by the **Description** element.

Description: <u>Investment and Cross-Border Trade in Services</u>

An investor of another Party or its investments may not own, directly or indirectly, an ownership interest in an enterprise established or to be established in the territory of Mexico, engaged in transportation services of domestic cargo between points in the territory of Mexico, except for parcel and courier

services.

A permit issued by the SCT is required to supply a road transportation service of cargo, passengers, or tourism.

An investor of another Party or its investments may own up to 100 percent of the ownership interest in an enterprise established or to be established in the territory of Mexico to supply an inter-city bus service, a tourist transportation service or a road transportation service of international cargo between points in the territory of Mexico.

Only a Mexican national or a Mexican enterprise with a foreigners' exclusion clause, using Mexican registered equipment that is Mexican-built or legally imported, and drivers who are Mexican nationals, may supply a road transportation service of domestic cargo services between points in the territory of Mexico.

A permit issued by the SCT is required to supply parcel and courier services. Only a Mexican national and a Mexican enterprise may supply such services.

ANNEX I – MEXICO – 46

Sub-Sector: Railway transportation services

Industry Classification: CMAP 711101 Transport Services Via Railway (limited to

railway crew)

Obligations Concerned: National Treatment (Article 15.3)

Level of Government: Central

Measures: Federal Labor Law (Ley Federal del Trabajo), Title VI, Chapter

V.

Description: <u>Cross-Border Trade in Services</u>

Railway crew members must be Mexican nationals.

ANNEX I – MEXICO – 47

Sub-Sector: Land transportation

Industry Classification: CMAP 711312 Urban and Suburban Passenger Bus and Coach

Transport Services

CMAP 711315 Motor Vehicle Taxi Transport Services

CMAP 711316 Motor Vehicle Fixed Route Transport Services CMAP 711317 Transport Services in Motor Vehicles from Taxi-

Ranks

CMAP 711318 School and Tourist Transport Services (limited

to school transport services)

Obligations Concerned: National Treatment (Article 14.4 and Article 15.3)

Level of Government: Central

Measures: Foreign Investment Law (Ley de Inversión Extranjera), Title I,

Chapter II.

General Means of Communication Law (Ley de Vías Generales

de Comunicación), Book I, Chapters I and II.

Roads, Bridges and Federal Road Transport Law (Ley de Caminos, Puentes y Autotransporte Federal), Title I, Chapter III. Regulations to the Federal Road Transport and Auxiliary Services (Reglamento de Autotransporte Federal y Servicios

Auxiliares), Chapter I.

Description: Investment and Cross-Border Trade in Services

Only a Mexican national or a Mexican enterprise with a foreigners' exclusion clause may supply local urban and suburban passenger bus services, school bus services, and taxi

and other collective transportation services.

ANNEX I - MEXICO - 48

Sector: Communications

Sub-Sector: Entertainment services (Cinema)

Industry Classification: CMAP 941103 Private Exhibition of Films

Obligations Concerned: Most-Favored-Nation Treatment (Article 14.5 and Article 15.4)

National Treatment (Article 15.3)

Level of Government: Central

Measures: Federal Cinematography Law (Ley Federal de Cinematografía),

Chapter III.

Regulations to the Federal Cinematography Law (Reglamento

de la Ley Federal de Cinematografía), Chapter V.

Description: <u>Investment and Cross-Border Trade in Services</u>

Exhibitors shall reserve 10 percent of the total screen time to the

projection of national films.

Sector: All

Industry Classification:

Sub-Sector:

Obligations Concerned: National Treatment (Article 14.4 and Article 15.3)

Most-Favored-Nation Treatment (Article 14.5 and Article 15.4)

Performance Requirements (Article 14.10)

Senior Management and Boards of Directors (Article 14.11)

Local Presence (Article 15.6)

Level of Government: Regional

Measures: All existing non-conforming measures of all states of the United

Mexican States.

Description: Investment and Cross-Border Trade in Services