

**MULTILATERAL TRADE  
NEGOTIATIONS  
THE URUGUAY ROUND**

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**COMMUNICATION FROM ICELAND**

**Draft Final Schedule of Iceland concerning  
Initial Commitments on Trade in Services**

The following communication is circulated at the request of Iceland to the members of the Group of Negotiations on Services.

**General Conditions**

1. This draft final schedule presented by Iceland is based on the draft text for a General Agreement on Trade in Services (GATS), dated 6 December 1993. Iceland reserves the right to review its draft final schedule in the light of the complete GATS-package.
2. The method used for sectoral classification is based on the document MTN.GNS/W/120, with some limited variations. In addition, reference has as far as possible been made to the UN Provisional Central Product Classification (Statistical Papers Series M No. 77).
3. Iceland's commitments remain conditional upon the final outcome of the negotiations on the Agreement, in particular an effective application of the MFN-obligation in Article II of the Agreement and with respect to Article XIV(d) on taxation measures. Iceland further reserves the right to make technical changes to this offer and correct possible errors, omissions or inaccuracies. Iceland also reserves the right to revert to the issue of social security measures if a collective understanding, providing legal certainty, is not achieved.
4. Iceland reserves the right to revise its offer in relation to the sectoral coverage, the scope and the assessed trade value of commitments offered by other participants, including any MFN-exemptions sought. Iceland expects that its negotiating partners will, in common with its own approach, be prepared to undertake commitments which represent a step towards liberalization and exclude in any case any potential de-liberalization.
5. The commitments are based on the Secretariat's note to all participants "Scheduling of Initial Commitments in Trade in Services: Explanatory Note" (document MTN.GNS/W/164, dated 3 September 1993). According to this scheduling manual (paragraph 10), there is no obligation in the GATS which requires a Member to take measures outside its territorial jurisdiction. Consequently, Iceland's commitments are made on the assumption that subsidies are not to be listed in case of cross-border supply or consumption abroad. Furthermore, the following reservations apply:

- In the area of movement of personnel, no offer is made to bind regulations constituting Icelandic immigration laws. The horizontal offer of movement of personnel is made on the condition that there is full compliance with Icelandic labour laws and labour practices, including the observance of wage levels, terms and conditions for work, etc. practised on the local market, whether based on law or through collective agreements.
- Investment by non-residents in Icelandic companies of all sorts is subject to a reciprocity requirement. Iceland has not requested any MFN-exemption for these activities, but a final decision on this matter will depend on the outcome of the overall commitments by all participants.
- Iceland reserves its right to modify the offer on audiovisual services to be able to take into account the overall result in the sector.

6. In the light of uncertainties in the present status of the negotiations on commitments in financial services, as well as MFN-derogations affecting such commitments, Iceland is still unable to present an unconditional Draft Final Schedule in this sector. Iceland consequently presents a Draft Final Schedule on commitments in financial services that may be reduced in substance or affected by an MFN-derogation regarding reciprocity requirements or otherwise, depending on the outcome of the negotiations.

1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	<u>Limitations on market access</u> <u>(art. XVI)</u>	<u>Limitations on national treatment</u> <u>(art. XVII)</u>
<b>Sector/sub-services</b>					
<b>ALL SECTORS</b>					
	All foreign investment and currency transfers must be reported to the Central Bank of Iceland.				
	Investment by non-residents in the manufacturing industry, other than power-intensive industry, trade services, communications and fish farming may not exceed 25% of the total investment of the relevant sector without special permission. Total investment by a non-resident or the joint investment of financially related non-residents in enterprises in the abovementioned sectors may not exceed 250 mill. ISK within a year unless a special concession is given.				
	All foreign investment of a Foreign State or companies/organizations owned by a Foreign State requires a special concession of the Ministry of Commerce.				
	Non-residents can not conclude an agreement on real-estate lease without the permission of the Ministry of Justice if the lease is for a period exceeding three years and not for use in conducting its normal business activities.				
	Non-residents may only acquire real estate in conjunction to their business activities and can only obtain ordinary proprietary rights linked to the real estate.				
	Non-residents are thus excluded from obtaining full property rights of real estate if unusual rights are linked to it, such as exploitation rights as regards waterfalls, geothermal energy, etc.				
	Contracts concerning ownership and longterm use of real-estate by non-residents are not valid until the Ministry of Justice has endorsed it in writing.				
	Non-residents, natural as well as legal persons, involved in trade in goods or rental of videos, need a trade permit but such regulated trade licences are required for both Icelandic and non-resident providers of service.				
	All provision of services by natural persons, as self-employed or				

1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons
Sector/sub-services	Limitations on market access <u>(art. XVII)</u>		
Limitations on national treatment <u>(art. XVIII)</u>			
		taking part in a business enterprise with unlimited liability, needs a concession by the Ministry of Commerce, if the persons involved are non-residents.	
		Managers, and majority of the members of the board of directors in all domestic enterprises must be domiciled in Iceland unless exempted from this requirement by the Ministry of Commerce. At least one of the auditors of an Icelandic limited liability company must be a resident in Iceland or a competent resident CPA company.	
		Temporary restraints remain on foreign exchange for short-term capital movement if it is not related to the import of goods and services or specially authorized by law. The Central Bank may grant exemptions. This restriction will cease to apply as of January 1, 1995 the latest.	
<u>Capital Movement</u>			
		Entry into and residence in the national territory are regulated by the Icelandic Immigration Act. Unbound.	
		(Remark: Iceland does not contemplate any changes in these regulations as a result of this offer.)	
	<u>Movement of Personnel</u>		
	Entry into and residence in the national territory		
		Work permit is required for non-resident natural persons if the purpose of entry into Icelandic territory is to undertake work as a self-employed provider of services or an employee. Permit will be issued according to the Icelandic labour market tests and practices. Work permit requirement is applicable to all holders of non-Nordic passports. Unbound.	
	Authorization to work within the national territory		

1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
Sector/sub-services	Limitations on market access <u>(art. XVI)</u>			Limitations on national treatment <u>(art. XVII)</u>
<b>Temporary entry of service providers</b>				
	Iceland shall permit, without requiring compliance with labour market tests, the temporary entry of following service providers as intra-corporate transferees:			
A.	Executives - persons who primarily direct the management of the organization, covered by the agreement and establish its goals and generally have a wide decision making authority. Executives would not necessarily perform tasks related to the actual provision of the service.			
B.	Managers - persons who direct the organization covered by the agreement or it's department and are in a senior level responsible of the service providing functions of the organization by supervising and controlling and having also authority to hire and fire personnel or recommend such and other personnel actions.			
C.	Specialists - persons within the organization, who possess knowledge at an advanced level of expertise or otherwise essential or proprietary to the organization service, research equipment, techniques or management.			
D.	Service sellers - persons who as representatives of a service provider covered by the agreement are seeking temporary entry in purposes of negotiation for the sale of services or entering into agreements to sell services for that service provider, where this selling activity is not directed to the general public.			
				1)Unbound 2)Unbound 3)Eligibility for subsidies may be limited to juridical persons established within the territory of Iceland. Subsidies related to research and development are unbound. 4)Subsidies available only to natural persons may be limited to Icelandic citizens.
<b>Subsidy-type measures</b>				

1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
Sector/sub-services	Limitations on market access <u>(art. XVI)</u>			Limitations on national treatment <u>(art. XVII)</u>
<p><b>1. BUSINESS SERVICES</b></p> <p>A. Professional Services</p> <p>a. Legal Services (861)</p> <p>Legal advice activities on home country law</p> <p>Legal advice on international law and foreign legal consultancy</p> <p>b. Accounting, auditing and book-keeping services (862)</p> <p>c. Taxation Services (863)</p>	<p>1) None 2) None 3) None 4) Limitations on legal services for persons without an Icelandic licence to practise.</p> <p>1) None 2) None 3) None 4) None</p> <p>1) None 2) None 3) None 4) Requirement of residence. Icelandic exam for certified accountants required subject to exemption by the Minister of Finance</p> <p>1) None 2) None 3) None</p>	<p>1) None 2) None 3) None 4) Icelandic law exam or an equivalent thereto, conditions of nationality, or previous residency of at least one year when practising legal services as a member of the General Bar Association in Iceland.</p>	<p>1) None 2) None 3) None 4) Icelandic law exam or an equivalent thereto, conditions of nationality, or previous residency of at least one year when practising legal services as a member of the General Bar Association in Iceland.</p>	<p>1) None 2) None 3) None 4) Procedures to establish whether exams and competence requirements are equivalent to Icelandic requirements.</p>

<u>Sector/sub-services</u>	<u>Limitations on market access (art. XVII)</u>	<u>Limitations on national treatment (art. XVIII)</u>
1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons
4) Presence of natural persons		
<b>i. A Professional Services (cont.)</b>		
d. Architectural services (8671)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) Procedures to establish whether exams and competence requirements are equivalent to Icelandic requirements.
e. Engineering services (8672)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) Procedures to establish whether exams and competence requirements are equivalent to Icelandic requirements.
f. Integrated Engineering services (8673)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) Procedures to establish whether exams and competence requirements are equivalent to Icelandic requirements.
g. Urban planning and landscape architectural services (8674)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) Procedures to establish whether exams and competence requirements are equivalent to Icelandic requirements.

1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
Sector/sub-services	Limitations on market access <u>(art. XVII)</u>			Limitations on national treatment <u>(art. XVIII)</u>
h. Medical and dental services	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) Procedures to establish whether exams and competence requirements are equivalent to Icelandic requirements. Ability in the Icelandic language required.		1) None 2) None 3) None 4) Procedures to establish whether exams and competence requirements are equivalent to Icelandic requirements. Ability in speaking Icelandic required.
i. Veterinary services	1) None 2) None 3) None 4) Number of veterinarians in rural districts is limited.			1) None 2) None 3) None 4) Procedures to establish whether exams and competence requirements are equivalent to Icelandic requirements.
1. BUSINESS SERVICES (cont.)				
j. Services provided by midwives, nurses, physiotherapists and para-medical personnel (9319)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) Ability in speaking and writing the Icelandic language required for nurses. Procedures to establish whether exams and competence requirement are equivalent to Icelandic requirements.		1) None 2) None 3) None 4) Procedures to establish whether exams and competence requirements are equivalent to Icelandic requirements.
k. Other	1) None 2) None 3) None 4) None			

	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	<u>Limitations on market access</u> <u>(art. XVI)</u>	<u>Limitations on national treatment</u> <u>(art. XVII)</u>
<u>Sector/sub-services</u>						
<b>B. Computer and related Services</b>						
a. Consultancy services related to the installation of computer hardware (841)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) Concession needed if personal-data is to be processed outside Icelandic jurisdiction. 2) None 3) None 4) None	1) Concession needed if personal-data is to be processed outside Icelandic jurisdiction. 2) None 3) None 4) None	1) Concession needed if personal-data is to be processed outside Icelandic jurisdiction.
b. Software development (including software implementation) (842)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) Concession needed if personal-data is to be processed outside Icelandic jurisdiction. 2) None 3) None 4) None	1) Concession needed if personal-data is to be processed outside Icelandic jurisdiction. 2) None 3) None 4) None	1) Concession needed if personal-data is to be processed outside Icelandic jurisdiction.
c. Data processing services (843)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) Concession needed if personal-data is to be processed outside Icelandic jurisdiction. 2) None 3) None 4) None	1) Concession needed if personal-data is to be processed outside Icelandic jurisdiction. 2) None 3) None 4) None	1) Concession needed if personal-data is to be processed outside Icelandic jurisdiction.
d. Data base services (844)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None	1) Concession needed if personal-data is to be processed outside Icelandic jurisdiction. 2) None 3) None 4) None	1) Concession needed if personal-data is to be processed outside Icelandic jurisdiction. 2) None	
e. Other	1) None 2) None					

Sector/sub-services	Limitations on market access (art. XVI)	Limitations on national treatment (art. XVII)			
		1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons
C. Research and Development Services					
a. R&D services on Natural Sciences (851)		1) None 2) None 3) None 4) None		1) and 2) A license is needed for the importation of research equipment. Natural history specimen must not be exported from the country unless permitted by the Icelandic Museum of Natural History. 3) and 4) No foreigners are permitted to undertake scientific research work in the field of natural sciences without having first obtained a research permit issued by the Icelandic Council of Science.	
b. R&D services on social sciences and humanities		1) None 2) None 3) None 4) None		1) and 2) Archaeological finds must not be exported from the country unless permitted by "þjóðminjarð." 3) and 4) All archaeological research whether by Icelandic or foreign researchers is subject to a permission granted by the "Fornleifafund." Procedures to establish whether exams are equivalent to Icelandic requirements.	
c. Interdisciplinary R&D services (852)		1) None 2) None 3) None 4) None			



	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons
Sector/sub-services	Limitations on market access <u>(art. XVI)</u>			
	Limitations on national treatment <u>(art. XVII)</u>			

**D. REAL ESTATE SERVICES**

- a. Real estate services involving own or leased property (821)
    - 1) None
    - 2) None
    - 3) and 4) Deposits or liability insurance to cover loss caused to clients.
    - All licences to provide services on sales of real-estate are personal authorizations
  - b. On a Fee or Contract basis. (822)
    - 1) None
    - 2) None
    - 3) and 4) Deposits or liability insurance to cover loss caused to clients.
    - All licences to provide services on sales of real-estate are personal authorization.
- E. Rental/Leasing Services without Operators
- a. Relating to ships (83103)
    - 1) None
    - 2) None
    - 3) To be registered in the ship register the ship must be owned by Icelandic natural or juridical persons who are resident in Iceland. Further nationality restrictions on fishing vessels.
    - 4) None

Sector/sub-services	Limitations on market access <u>(art. XVI)</u>				Limitations on national treatment <u>(art. XVII)</u>
	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
b. Relating to aircraft (83104)	1) None 2) None 3) To be registered in the aircraft register the aircraft must be owned by Icelandic natural or juridical persons resident in Iceland. 4) None	1) None 2) None 3) None 4) None			
c. Relating to other transport equipment (83101+83102+83105)	1) None 2) None 3) and 4) Residency requirement for car rental services.	1) None 2) None 3) None 4) None			
d. Relating to other machinery and equipment (832)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
e. Other.					
a. Advertising services. (871)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
<b>F. OTHER BUSINESS SERVICES</b>					

	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
Sector/sub-services	Limitations on market access <u>(art. XVII)</u>				Limitations on national treatment <u>(art. XVIII)</u>
b. Market research and public opinion polling services (864)	1) None 2) None 3) None 4) None	1) None 2) None 3) and 4) Concession needed if personal data is to be processed outside Icelandic jurisdiction.			
c. Management consulting services (865)	1) None 2) None 3) None 4) None				
d. Services related to man consulting (866)	1) None 2) None 3) None 4) None				
e. Technical testing and analysis services. (8676)	1) None 2) None 3) None 4) None				
f. Services incidental to agriculture, hunting and Forestry (881)	1) None 2) None 3) None 4) None				
i. Services incidental to manufacturing (884+885)/except for 88442)	1) None 2) None 3) None				

<u>Sector/sub-services</u>	<u>Limitations on market access</u> <u>(art. XVII)</u>				<u>Limitations on national treatment</u> <u>(art. XVIII)</u>
	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
k. Placement and supply services of Personnel (872)	4) None	4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
m. Related scientific and technical consulting services (875)	4) None	4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
n. Maintenance and repair of equipment (63+8861-8866; not including maritime vessels, aircraft or other transport equipment)	4) None	4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) Procedures to establish if foreign exams give equivalent competence.	1) None 2) None 3) None 4) None
o. Building- Cleaning services (874)	4) None	4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
p. Photographic Services (875)	4) None	4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None
q. Packaging services	1) None				

Sector/sub-services	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	<u>Limitations on national treatment (art. XVII)</u>
	<u>Limitations on market access (art. XVI)</u>				
(876)	2) None 3) None 4) None	2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	
r. Printing, publishing, (83442)					
s. Convention services (87909)					

	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	<u>Limitations on market access</u> <u>(art. XVI)</u>	<u>Limitations on national treatment</u> <u>(art. XVII)</u>
<b>Section/sub-services</b>						
<b>B. Courier Services</b> <u>(7512)</u>	1) None 2) None 3) None 4) None				1) None 2) None 3) None 4) None	
<b>C. Telecommunications Services</b> <u>(752)</u>		1) Exclusive rights on voice telephony. 2) None 3) Exclusive rights on voice telephony. 4) Exclusive rights on voice telephony.			1) None 2) None 3) None 4) None	
<b>e. Telegraph Services</b> <u>(7522)</u>	1) None 2) None 3) None 4) None				1) None 2) None 3) None 4) None	
<b>f. Facsimile services</b> <u>(7521+7329)</u>	1) None 2) None 3) None 4) None				1) None 2) None 3) None 4) None	
<b>h. Electronic mail</b> <u>(7523)</u>	1) None 2) None 3) None 4) None				1) None 2) None 3) None 4) None	

1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
<u>Sector/sub-services</u>		<u>Limitations on market access</u> <u>(art. XVI)</u>		<u>Limitations on national treatment</u> <u>(art. XVII)</u>
i. Voice mail		1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	
j. On-line information and data base retrieval (7523)		1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	
k. Electronic data interchange (EDI)* (7523)		1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	
l. Enhanced value added facsimile services, incl. store and forward, store and retrieve. (7523)		1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	
m. Code and protocol conversion n.a.		1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	
n. On-line information		1) None		

	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
<u>Sector/sub-services</u>	<u>Limitations on market access</u> <u>(art. XVI)</u>			<u>Limitations on national treatment</u> <u>(art. XVII)</u>	
and/or data processing (incl. transaction processing) (843)	2) None 3) None 4) None			2) None 3) None 4) None	
D. <u>Audiovisual Services *</u>				1) Subject to further consideration 2) Subject to further consideration 3) Subject to further consideration 4) Subject to further consideration	

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\*) These commitments are subject to the overall result of the negotiations in the audiovisual sector.

	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	<u>Limitations on national treatment</u> <u>(art. XVII)</u>
Sector/sub-services	Limitations on market access <u>(art. XVI)</u>				
<b>3. CONSTRUCTION AND RELATED ENGINEERING SERVICES</b>					
A. General construction <u>work for buildings.</u> (512)	1) None 2) None 3) Economical tests 4) None	1) None 2) None 3) Procedures to establish whether the contractor meet requirements equivalent to Icelandic conditions for contractors and certified professional competence. 4) Rules concerning entry into and residence of personnel in the national territory.	1) None 2) None 3) Procedures to establish whether the contractor meet requirements equivalent to Icelandic conditions for contractors and certified professional competence. 4) Rules concerning entry into and residence of personnel in the national territory.	1) None 2) None 3) Procedures to establish whether the contractor meet requirements equivalent to Icelandic conditions for contractors and certified professional competence. 4) Rules concerning entry into and residence of personnel in the national territory.	1) None 2) None 3) Procedures to establish whether the contractor meet requirements equivalent to Icelandic conditions for contractors and certified professional competence. 4) Rules concerning entry into and residence of personnel in the national territory.
B. General construction <u>work for civil engineering</u> (513)	1) None 2) None 3) Economical tests 4) None	1) None 2) None 3) Economical tests 4) None	1) None 2) None 3) Economical tests 4) None	1) None 2) None 3) Economical tests 4) None	1) None 2) None 3) Economical tests 4) None
C. Installation and assembly work (514+516)					

1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	<u>Limitations on national treatment</u> <u>(art. XVII)</u>
<u>Sector/sub-services</u>	<u>Limitations on market access</u> <u>(art. XVI)</u>			
D. Building completion and Finishing work (517)	1) None	1) None	2) None	3) Procedures to establish whether the contractor meet requirements equivalent to Icelandic conditions for contractors and certified professional competence.
	2) None	2) None	3) None	4) Rules concerning entry into and residence of personnel in the national territory.
	3) None	3) None	4) None	
	4) None	4) None		

	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
Sector/sub-services	Limitations on market access <u>(art. XVI)</u>				Limitations on national treatment <u>(art. XVII)</u>
<b>4. DISTRIBUTION SERVICES</b> (excluding trade in arms, alcoholic beverages, tobacco and pharmaceutical products)	A. Commissions agents' services (621)	1) None 2) None 3) None 4) None			
	B. Wholesale trade services (622)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None
	C. Retailing services (631+632 6111+6113+6121)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	
	D. Franchising (8929)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	
	E. Other	1) None	1) None	1) None	

	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
Sector/sub-services	Limitations on market access <u>(art. XVI)</u>			Limitations on national treatment <u>(art. XVII)</u>	
	2) None 3) None 4) None	2) None 3) None 4) None	1) None 2) None 3) None 4) Icelandic teachers exams or equivalent there of and procedures to establish the equivalence.	1) None 2) None 3) None 4) Icelandic teachers exams or equivalent there of and procedures to establish the equivalence.	
A. Primary education services <u>(921)</u>	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None		1) None 2) None 3) None 4) Icelandic teachers exams or equivalent there of and procedures to establish the equivalence.	
B. Secondary education services <u>(922)</u>	1) None 2) None 3) None 4) None			1) None 2) None 3) None 4) Icelandic teachers exams or equivalent there of and procedures to establish the equivalence.	
C. Higher education services <u>(923)</u>	1) None 2) None 3) None 4) None			1) None 2) None 3) None 4) Icelandic teachers exams or equivalent there of and procedures to establish the equivalence.	
D. Adult education <u>(924)</u>	1) None 2) None 3) None 4) None			1), 2) and 3) None 4) Procedures to establish competence requirements if provider of services is established within the national territory.	
E. Other education	1) None				

	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
Sector/sub-services					<u>Limitations on market access</u> <u>(art. XVI)</u>
services (929)					<u>Limitations on national treatment</u> <u>(art. XVII)</u>
	2) None	2) None	2) None	2) None	1) None 2) None 3) None 4) None
	3) None	3) None	3) None	3) None	1) None 2) None 3) None 4) None
	4) None	4) None	4) None	4) None	1) None 2) None 3) None 4) None
<b>6. ENVIRONMENTAL SERVICES</b>					
A. Sewage services (9401)	1) None	1) None	1) None	1) None	1) None 2) None 3) None 4) None
	2) None	2) None	2) None	2) None	1) None 2) None 3) None 4) None
	3) and 4) Environmental operation license required				1) None 2) None 3) None 4) None
B. Refuse disposal waste (9402)	1) None	1) None	1) None	1) None	1) None 2) None 3) None 4) None
	2) None	2) None	2) None	2) None	1) None 2) None 3) None 4) None
	3) and 4) Environmental operating licence required				1) None 2) None 3) None 4) None
C. Sanitarian and similar services (9403)	1) None	1) None	1) None	1) None	1) None 2) None 3) None 4) None
	2) None	2) None	2) None	2) None	1) None 2) None 3) None 4) None
	3) None	3) None	3) None	3) None	1) None 2) None 3) None 4) None
D. Other	1) None	1) None	1) None	1) None	1) None 2) None 3) None 4) None
					3) and 4) Environmental operating license required

1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons
<u>Sector/sub-services</u>			
<u>Limitations on market access</u> (art. XVI)		<u>Limitations on national treatment</u> (art. XVIII)	

## 7. FINANCIAL SERVICES

Iceland is undertaking commitments in financial services in accordance with the Understanding on Commitments in Financial Services, subject to the conditions and qualifications set out below.

For the purposes of scheduling commitments according to the Understanding the following is applied:

It is understood that a commitment to the obligations set out in paragraph 3 of the Understanding implies a right for a non-resident supplier to, in the territory of Iceland, actively promote a service, approach a resident purchaser, and to deliver the service. However, a commitment to an obligation under that paragraph does not imply that the supplier has any right to have a permanent physical representation in Iceland. In addition, it is understood that a commitment to the obligations set out in paragraph 4 implies that a purchaser in the territory of Iceland has the right to approach a non-resident service supplier, to conclude an agreement and to have the service, including any remedies connected to the service, delivered in the territory of Iceland, without any physical movement of the purchaser. It is also understood that limitations on the commitments to the obligations under paragraph 3 do not affect the rights of a service supplier to deliver a service, and the rights of a purchaser to have a service delivered, whenever a commitment to an obligation under paragraph 4 is applicable.

Moreover, it is understood that non-discriminatory limitations on juridical form for incorporation in Iceland of financial service suppliers do not constitute a restriction on commercial presence, nor do non-discriminatory residency requirements.

Furthermore, it is understood that non-discriminatory authorisation requirements, based on prudential concerns, do not constitute limitations on the supply of financial services by non-residents suppliers.

### A. All Insurance and insurance related Services (812)

- Remark:  
Law on Insurance activity is under revision and therefore the following limit on nat. treatment may be abolished or revised.
- 1) Residence requirements of agencies and branches of foreign insurance companies is a condition for broking and agency services Cross-Border.
  - 2) None
  - 3) Icelandic registered companies are subject to requirements of Icelandic citizenship of the Founders. Foreign insurance companies are entitled to offer insurance services through branch if it has held an authorization for practising insurance activities in its home country for a period of 5 years previous to authorization. Insurance undertakings not incorporated in Iceland are required to deposit assets for agencies established in Iceland.
  - 4) None

1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
				<u>Limitations on national treatment</u> <u>(art. XVII)</u>
<u>Sector/sub-services</u>				
<b>B. Banking and other financial services</b> (excluding insurance)				
1) and 2) Restrictions (in domestic and foreign currency) remain on the operation of accounts by residents with non-resident institutions. Full liberalization by January 1, 1995, the latest. Transborder payments must be channelled through an authorized established financial institution and also transactions in securities.				1) and 2) Restrictions remain on deposits by residents with overseas banks until January 1, 1995. Registration of accounts overseas with the Central Bank of Iceland is required.
3) General authorization is required from the Ministry of Commerce. With the authorization of the Ministry of Commerce foreign banks or other foreign credit institutions may establish a branch or a representative office.				3) A founder of a commercial bank or a savings bank shall be a natural or legal person resident in Iceland. The Ministry of Commerce can grant exemptions. Foreign ownership of equity shares of a commercial bank must not exceed 25%. Members of the board of commercial banks and savings banks shall be resident in Iceland unless an exemption has been granted by the Ministry of Commerce. Managing directors shall be resident in Iceland. Residency requirement is a condition for a licence as a securities broker. Members of the board of a securities company, a management company and UCITS shall be resident in Iceland unless waived by the Ministry of Commerce. The executive director of these companies shall be resident. Procedures to establish whether competence requirements are equal to Icelandic requirements. Deposits by non-residents in Icelandic currency must be in connection with activities in Iceland. The Central Bank of Iceland can grant an exemption from this requirement. Full liberalization by January 1, 1995. Majority of the board of a leasing company shall be resident in Iceland. The manager shall be resident in Iceland and a citizen of a Nordic Country. Concession is needed if personal data is to be processed outside Icelandic jurisdiction.
Commercial banks, securities companies and leasing companies can only be established as companies with a limited liability (joint-stock companies).				Auditing must be made by a resident certified accountant or a resident CPA company.
				Authorization and establishment requirement to operate as an intermediary for transactions in transferable securities and shares.
				Commercial banks and savings banks have exclusive license to accept deposits and other repayable funds from the public.
				Some restrictions remain on short term financial credit, that is not connected with international trade in goods or services. Full liberalization by January 1, 1995, at the latest. Restrictions on purchase and sale of short term instruments, and import and export of bullion and other precious metals. Full liberalization by January 1, 1995, the latest.
				Public offer of transferable securities must be handled by a certified securities company.

<u>Sector/sub-services</u>	<u>Limitations on market access (art. XVII)</u>	<u>Limitations on national treatment (art. XVII)</u>
<p>1) Cross-border supply      2) Consumption abroad      3) Presence of juridical persons      4) Presence of natural persons</p> <p>4) Residency requirement for licensing as a broker.</p> <p>4) None</p>		

**9. TOURISM AND TRAVEL RELATED SERVICES**

A. Hotels and Restaurants (including catering)  
(641-643)

B. Travel Agencies and tour operators  
(7471)

C. Tourist Guides services  
(7472)

1) None  
2) None  
3) and 4) Deposits or liability insurance to cover loss caused to clients.

1) None  
2) None  
3) None  
4) The right to exercise the profession is reserved for resident authorized tourist guides. Foreign resident guides may be granted temporary licence on ad hoc basis.

1) None  
2) None  
3) None  
4) Condition of licences is one year previous residency of the manager.

1) None  
2) None  
3) None  
4) Condition of licences is one year previous residency of the manager.

Sector/sub-services	Limitations on market access (art. XVI)				Limitations on national treatment (art. XVII)
	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
A. <u>Entertainment services</u> (including theater, live bands and circus services) (9619)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1), 2), 3) and 4) None 4) Condition of nationality and residency for the editor of a paper or magazine.	
B. <u>News agency services</u> (962)	1), 2), 3) and 4) None other than access to management functions is subject to discretionary authorizations by competent authorities.				
C. <u>Libraries, archives, museums and other cultural service</u> (963)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None		
D. <u>Sporting and other recreational services</u> (964)	1) None 2) None 3) and 4) Gambling, coin machines and like activities, are subject to licensing. Boxing is illegal in Iceland.	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None		
E. <u>Other</u>	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None		

Sector/sub-services	Limitations on market access <u>(art. XVI)</u>				Limitations on national treatment <u>(art. XVII)</u>
	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
A. Maritime transport services					
General Requirements:					
	1) None	2) None	3) None	4) None	1) None 2) None 3) Conditions of nationality Registration of Fish vessels is limited to Icelandic citizens and companies fully owned by Icelandic citizens. 4) None
Cabotage:					1) None 2) None 3) None 4) None
a. Passenger transportation (7211)					1) None 2) None 3) None 4) None
b. Freight transportation (7212)					1) None 2) None 3) None 4) None
c. Rental vessels with crew (7213)					1) None 2) None 3) None 4) None

1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	
Sector/sub-services	Limitations on market access <u>(art. XVI)</u>			Limitations on national treatment <u>(art. XVII)</u>
d. Maintenance and repair of vessels (8868)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
e. Pushing and towing services (7214)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
f. Supporting services for maritime transport (745)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
B. Internal Waterways Transport	Not applicable Unbound			Not applicable Unbound
C. AIR TRANSPORT SERVICES				
a. Passenger Transportation (731)	1) None 2) None 3) and 4) Authorization requirement	1) None 2) None 3) and 4) Authorization requirement	1) None 2) None 3) Foreign ownership of equity shares of Icelandic airline companies must not exceed 49% 4) None	1) None 2) None 3) Foreign ownership of equity shares of Icelandic airline companies must not exceed 49% 4) None
b. Freight Transportation (732)	1) None 2) None 3) and 4) Authorization requirement	1) None 2) None 3) and 4) Authorization requirement	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
c. Rental of aircraft with crew (734)	1) None 2) None	1) None 2) None	1) None 2) None	1) None 2) None

	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	<u>Limitations on market access</u> <u>(art. XVII)</u>	<u>Limitations on national treatment</u> <u>(art. XVIII)</u>
	<u>Sector/sub-services</u>					
d.	Maintenance and repair of aircraft (8888)					
e.	Supporting services for air transport (746)					
E.	Rail Transport					
F.	Road Transport Services					
a.	Passenger transportation (7121+7122)					
b.	Freight Transportation (7123)					
c.	Rental of Commercial vehicles with operator (7124)					
					1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
					1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
					1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
					Numerical quotas may be imposed as well as exclusive licenses for certain areas or routes.	

	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	<u>Limitations on market access</u> <u>(art. XVII)</u>	<u>Limitations on national treatment</u> <u>(art. XVIII)</u>
	<u>Sector/sub-services</u>					
d.	Maintenance and repair of road transport equipment (6112+8867)	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) Procedures to establish professional competence requirements.	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
e.	Supporting services for road transport services (744)	1) None 2) None 3) None 4) None		1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
H.	<u>Services auxiliary to all modes of transport</u>					
a.	Cargo-handling services (741)	1) None 2) None 3) None 4) None		1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
b.	Storage and warehouses services (742)	1) None 2) None 3) None 4) None		1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None
c.	Freight transport agency services (748)	1) None 2) None 3) None 4) None		1) None 2) None 3) None 4) None	1) None 2) None 3) None 4) None	1) None 2) None 3) None
d.	Other (749)	1) None 2) None 3) None		1) None 2) None 3) None	1) None 2) None 3) None	

	1) Cross-border supply	2) Consumption abroad	3) Presence of juridical persons	4) Presence of natural persons	<u>Limitations on market access</u> <u>(art. XVI)</u>	<u>Limitations on national treatment</u> <u>(art. XVII)</u>
<u>Sector/sub-services</u>						

I. Other Transport Services

- 4) None
- 4) None
- 1) None
  - 1) None
  - 2) None
  - 3) None
  - 4) None