

## ANNEX III

### SCHEDULE OF THE UNITED KINGDOM

#### HEADNOTES

1. Commitments under Chapter 11 (Financial Services) are undertaken subject to the limitations and conditions set forth in these headnotes and the Schedule below.
2. To clarify the United Kingdom's commitment with respect to Article 11.5 (Market Access for Financial Institutions), enterprises supplying financial services are subject to non-discriminatory limitations on juridical form.
3. For greater certainty, the United Kingdom shall not be prevented from applying regulatory and supervisory measures for prudential reasons to branches established in the United Kingdom by enterprises incorporated in another Party pursuant to Article 11.11.1 (Exceptions), provided that such measures meet the requirements of that Article.
4. In the interpretation of an entry in Section A:
  - (a) **Description** provides a general non-binding description of the measure for which the entry is made;
  - (b) **Obligations Concerned** specifies the obligations referred to in paragraph 1(b) of the Explanatory Notes that do not apply to the listed measures; and
  - (c) all elements of the entry shall be considered. An entry shall be interpreted in light of the relevant provisions against which the entry is taken. The **Measures** element shall prevail over all other elements.
5. In the interpretation of a reservation in Section B, all elements of the reservation shall be considered. The **Description** element shall prevail over all other elements.

## **Section A**

<b>Sector:</b>	Financial Services
<b>Sub-Sector:</b>	Banking and other financial services (excluding insurance)
<b>Obligations Concerned:</b>	Market Access for Financial Institutions (Article 11.5)
<b>Level of Government:</b>	Central
<b>Measures:</b>	<i>Financial Services and Markets Act 2000</i>
<b>Description:</b>	Only firms incorporated in the United Kingdom and having a place of business in the United Kingdom can act as depositories of the assets of investment funds. The establishment of a specialised management company, incorporated in the United Kingdom and having a place of business in the United Kingdom, is required to perform the activities of management of common funds, including unit trusts, and investment companies.

## **Section B**

**Sector:** Financial Services

**Obligations Concerned:** Most-Favoured-Nation Treatment (Article 11.4)

**Level of Government:** Central

**Description:** The United Kingdom reserves the right to accord differential treatment to a cross-border financial service supplier of a Party or a non-Party supplying a financial service from the territory of that Party or non-Party into the territory of the United Kingdom pursuant to any bilateral or multilateral international investment treaty or other trade agreement signed or in force after the date of entry into force of this Agreement for the United Kingdom.

This reservation shall not apply in respect of:

- (a) treatment accorded by the United Kingdom to a cross-border financial service supplier of a Party, if that Party accords to a cross-border financial service supplier of the United Kingdom treatment no less favourable, in like circumstances, than the treatment accorded by the United Kingdom pursuant to any bilateral or multilateral international investment treaty or other trade agreement referred to in the previous paragraph; or
- (b) the financial services specified in Annex 11-A (Cross Border Trade) which are committed to by the United Kingdom under Article 11.6 (Cross-Border Trade), or the specific commitments made by the United Kingdom in Section A or Section D of Annex 11-B (Specific Commitments).

**Existing Measures:**