

ANNEX I

(1) In accordance with Article IV, paragraph (3), Canada reserves the right to make and maintain exceptions in the sectors or matters listed below:

- social services (i.e. public law enforcement; correctional services; income security or insurance; social security or insurance; social welfare; public education; public training; health and child care);
- government securities - as described in SIC 8152;
- residency requirements for ownership of oceanfront land;
- measures implementing the Northwest Territories and the Yukon Oil and Gas Accords.

(2) In accordance with Article IV, paragraph (3), the Kingdom of Thailand reserves the right to make and maintain exceptions in the sectors or matters listed below:

- business in agriculture, i.e. rice farming, salt farming including manufacture of efflorescent salt but excluding rock salt mining, farming, gardening, livestock farming including cocoon raising, forestry, fishery;
- business in commerce, i.e., internal trade concerning local agricultural products, trade in real property;
- business in services, i.e., accountancy, attorneyship, architecture, advertisement, brokerage or agency, auction, haircutting, hair dressing, and beauty treatment;
- building construction;
- business in industry and handicrafts, i.e., rice mill, manufacture of flour from rice field crops, manufacture of sugar, manufacture of beverage, with and without alcoholic blending, manufacture of rice, manufacture of drugs, cold storage, wood processing, manufacture of products from gold, silver, niello or bronze, manufacture of casting of images of Buddha and manufacture of alms bowls, manufacture of wood carvings, manufacture of lacquerware, manufacture of all types of matches, manufacture of lime, cement or cement by-products, stone blasting or crushing.

(3) For the purpose of this Annex, "SIC" means, with respect to Canada, Standard Industrial Classification numbers as set out in Statistics Canada, Standard Industrial Classification, fourth edition, 1980.

(4) With regard to the definition of "investment" contained in Article I paragraph (f): in respect to the investment of an investor that is related to economic activities covered by the General Agreement on Trade in Services contained in the Final Act Embodying the Results of the Uruguay Round of Multilateral Trade Negotiations done at Marrakesh on 15th April 1994, a contracting party may decide to apply this Agreement only to an investment of an investor of the other Contracting Party in which more than fifty percent of the equity interest of such investment is beneficially owned by that investor, or in which that investor has the power to name a majority of its directors or otherwise legally direct its action. On request of either contracting party this matter will be reconsidered five years after the entry into force of this Agreement.

(5) Notwithstanding any other provision of this Agreement, The Contracting Parties agree that in respect of services, nothing in this Agreement shall oblige either Contracting Party to accord to investors, prospective investors, or to investments of investors of the other Contracting Party any treatment or right under Articles (3) (a) of Article II, paragraph (1) above, or paragraphs (1) or (2) of Article VI more favourable than that which the first Contracting Party is required to accord to such investor, prospective investor or investment pursuant to the General Agreement on Trade in Services ("GATS") Final List of Article II (MFN) Exemption, as it may from time to time be amended or replaced.