

11. Paragraphs (1) and (2) of Article IV, paragraph (1) of Article V, and paragraph 6 of Part II of this Annex do not apply to:
- (a) (i) any existing non-conforming measures maintained within the territory of a Contracting Party; and
  - (ii) any measure maintained or adopted after the date of entry into force of this Agreement that, at the time of sale or other disposition of a government's equity interests in, or the assets of, an existing state enterprise or an existing governmental entity, prohibits or imposes limitations on the ownership of equity interests or assets or imposes nationality requirements relating to senior management or members of the board of directors;
  - (b) the continuation or prompt renewal of any non-conforming measure referred to in subparagraph (a);
  - (c) an amendment to any non-conforming measure referred to in subparagraph (a), to the extent that the amendment does not decrease the conformity of the measure, as it existed immediately before the amendment, with those obligations;
  - (d) the right of each Contracting Party to make or maintain exceptions within the sectors or matters listed below:
    - (i) 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);
      - services in any other sector;
      - 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.

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.]

- (ii) Venezuela 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.)
  - Services in any other sector.
  - Ownership of vessels or airplanes registered in Venezuela; transportation by water or air within its territory; fishing in waters under its jurisdiction.