

SECTION B – SUBSTANTIVE OBLIGATIONS

ARTICLE 2

Scope

1. This Agreement applies to measures adopted or maintained by a Party relating to:
 - (a) investors of the other Party; and
 - (b) covered investments.
2. The obligations in Section B (Substantive Obligations) apply to any person of a Party when it exercises a regulatory, administrative, or other governmental authority delegated to it by that Party.

ARTICLE 3

Promotion of Investment

Each Party shall encourage the creation of favourable conditions for investment in its territory by investors of the other Party. Each Party admits investments in conformity with its laws and regulations otherwise consistent with this Agreement.

ARTICLE 4

National Treatment

1. Each Party shall accord to investors of the other Party treatment no less favourable than that it accords, in like circumstances, to its own investors with respect to the establishment, acquisition, expansion, management, conduct, operation and sale or other disposition of investments in its territory.
2. Each Party shall accord to covered investments treatment no less favourable than that it accords, in like circumstances, to investments of its own investors with respect to the establishment, acquisition, expansion, management, conduct, operation and sale or other disposition of investments in its territory.
3. The treatment accorded by a Party under paragraphs 1 and 2 means, with respect to a sub-national government, treatment no less favourable than the treatment accorded, in like circumstances, by that sub-national government to investors, and to investments of investors, of the Party of which it forms a part.