ANNEX III

NON-CONFORMING MEASURES OF BAHRAIN WITH RESPECT TO FINANCIAL SERVICES

INTRODUCTORY NOTE FOR THE SCHEDULE OF BAHRAIN

1. The Schedule of Bahrain to Annex III sets out:

(a) headnotes that limit or clarify the commitments of Bahrain with respect to the obligations described in clauses (i) – (v) of subparagraph (b), and

(b) pursuant to Article 11.9 (1) (Non-Conforming Measures), the existing measures of Bahrain that are not subject to some or all of the obligations imposed by:

(i) Article 11.2 (National Treatment);

(ii) Article 11.3 (Most-Favored-Nation Treatment);

(iii) Article 11.4 (Market Access for Financial Institutions);

(iv) Article 11.5 (Cross-Border Trade); or

(v) Article 11.8 (Senior Management and Boards of Directors).

2. Each entry as described in subparagraph 1(b) sets out the following elements:

(a) **Sector** refers to the general sector for which the entry is made;

(b) **Sub-Sector** refers to the specific sector for which the entry is made;

(c) **Obligations Concerned** specifies the obligations referred to in subparagraph 1(b) that, pursuant to Article 11.9, do not apply to the non-conforming aspects of the law, regulation, or other measure that are set out in the **Description** element of the entry;

(d) **Level of Government** indicates the level of government maintaining the scheduled measure(s);

(e) **Measures** identifies the laws, regulations, or other measures for which the entry is made. A measure cited in the **Measures** element:

(i) means the measure as amended, continued, or renewed as of the date of entry into force of this Agreement; and
(ii) includes any subordinate measure adopted or maintained under the
authority of and consistent with the measure; and

(f) Description sets out the non-conforming aspects of the measure for which
the entry is made.

3. In accordance with Article 11.9.1(a), the articles of this Agreement specified in
the Obligations Concerned element of an entry do not apply to the non-conforming
aspects of the law, regulation, or other measure that are set out in the Description
element of that entry, except to the extent the measure identified in the Description
element has been modified by a Specific Commitment in an Annex to Chapter Eleven
(Financial Services).