Eilat Foreshore Development Company Ltd.
Old Acre Development Company Ltd.
Israel Railways Ltd.
Israel Postal Company Ltd.
The Israel Electric Corp. Ltd.
Mekorot Water Co. Ltd.
All entities operating in the field of urban transport, except those operating in the field of bus services

(e) Starting from the eleventh year after coming into force for Israel of the revised GPA, for procurement above the threshold of 3 million SDR, offsets shall no longer be applied by entities covered under Annexes 1, 2 and 3, excluding the following entities which will continue requiring offsets up to 18 per cent of the contract:

Annex 1

Ministry of National Infrastructures excluding Fuel Authority
Ministry of Finance
Ministry of Health
Ministry of Transport

Annex 2

Local Government Economic Services Ltd.

Annex 3

Israel Airports Authority
Israel Ports Development and Assets Company Ltd.
Ashod Port Company Ltd.
Haifa Port Company Ltd.
Eilat Port Company Ltd.
Israel Railways Ltd.
Israel Postal Company Ltd.
The Israel Electric Corp. Ltd.
Mekorot Water Co. Ltd.

(f) Starting from the 16th year after coming into force of the revised GPA, the requirement for offsets will not be applied with regard to covered procurement.

FINAL APPENDIX I OFFER OF JAPAN

(Authentic in the English Language only)

ANNEX 1

Central Government Entities

Thresholds:

100 thousand SDRs	*Goods*
4,500 thousand SDRs	*Construction services*
450 thousand SDRs	*Architectural, engineering and other technical services covered by this Agreement*
100 thousand SDRs	*Other services*

List of Entities:

All entities covered by the Accounts Law as follows:

- House of Representatives
- House of Councillors
- Supreme Court
- Board of Audit
- Cabinet
- National Personnel Authority
- Cabinet Office
- Reconstruction Agency
- Imperial Household Agency
- National Public Safety Commission (National Police Agency)
- Financial Services Agency
- Consumer Affairs Agency
- Ministry of Internal Affairs and Communications
- Ministry of Justice
- Ministry of Foreign Affairs
- Ministry of Finance
- Ministry of Education, Culture, Sports, Science and Technology
- Ministry of Health, Labour and Welfare
- Ministry of Agriculture, Forestry and Fisheries
- Ministry of Economy, Trade and Industry
- Ministry of Land, Infrastructure, Transport and Tourism
- Ministry of the Environment
- Ministry of Defense

Notes to Annex 1

1. Entities covered by the Accounts Law include all their internal subdivisions, independent organs, attached organizations and other organizations and local branch offices provided for in the National Government Organization Law and the Law establishing the Cabinet Office.

2. This Agreement does not cover contracts to be awarded to co-operatives or associations in accordance with laws and regulations existing at the time of the entry into force of this Agreement for Japan.