LIST B

EXPLANATORY NOTES

1. This List sets out, pursuant to Article 8.8 (Non-Conforming Measures), the specific sectors, subsectors or activities for which that Indonesia may maintain existing, or adopt new or more restrictive, measures that do not conform with obligations imposed by:

   (a) Article 8.4 (National Treatment);

   (b) Article 8.5 (Market Access);

   (c) Article 8.6 (Most-Favoured-Nation Treatment); or

   (d) Article 8.11 (Local Presence).

2. Each List entry sets out the following elements, where applicable:

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

   (b) **Subsector**, where referenced, refers to the specific subsector for which the entry is made;

   (c) **Industry Classification**, where referenced in sector or subsector row, refers to the activity covered by the entry, according to:

      (i) the provisional CPC codes as used in the Provisional Central Product Classification (Statistical Papers Series M No. 77, Department of International Economic and Social Affairs, Statistical Office of the United Nations, New York, 1991). The appearance of ** against individual CPC listings indicates that the service specified constitutes only a part of the total range of activities covered by the CPC concordance;

      (ii) Indonesian Standard of Industrial Classification (Klasifikasi Baku Lapangan Usaha Indonesia/KBLI) 2015; or

      (iii) W 120 refers to Services Sectoral Classification List (MTN.GNS/W/120 of 10 July 1991);

   (d) **Type of Obligation** specifies the obligations referred to in paragraph 1 that, pursuant to Article 8.8 (Schedules of Non-Conforming Measures), do not apply to the sectors, subsectors or activities listed in the entry; and

   (e) **Description** sets out the scope or nature of the sectors, subsectors, or activities covered by the entry to which the reservation applies.

3. An entry that reserves against Article 8.11 (Local Presence) need not be reserved against Article 8.4 (National Treatment), however it shall also be considered as a reservation against Article 8.4 (National Treatment).

4. In accordance with Article 8.8 (Schedules of Non-Conforming Measures), the Articles of this Agreement specified in the Type of Obligation element of an entry do not apply to the sectors, subsectors, and activities identified in the Description element of that entry.

5. In the interpretation of an entry, all elements of the entry shall be considered in their totality.

6. For greater certainty, in the case an entry prescribed for all sectors, and that “All sectors” is used in that entry, such entry applies to all sectors including those scheduled in List A and the Appendix to this List (Specific Commitments for Financial Services).

7. Commitments with respect to or relating to trade in financial services are undertaken in accordance with Chapter 8 (Trade in Services), Annex 8A (Financial Services) and subject to the limitations, conditions and qualification set out in the Appendix to this List (Specific Commitments for Financial Services).

8. For greater certainty, in accordance with paragraph 3(d) of Article 8.2 (Scope), cabotage in maritime transport services shall not be subject to commitments made in this Schedule.