

WORLD TRADE ORGANIZATION

RESTRICTED

GATS/SC/40/Suppl.1

28 July 1995

(95-2238)

Trade in Services

HUNGARY

Schedule of Specific Commitments

Supplement 1

(This is authentic in English only)

This text replaces the Financial Services section contained in pages 21 to 26 of document GATS/SC/40.

Modes of supply:

1)	Cross-border supply	2)	Consumption abroad	3)	Commercial presence	4)	Presence of natural persons
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HUNGARY (continued)

Modes of supply:		1) Cross-border supply	2) Consumption abroad	3) Commercial presence	4) Presence of natural persons
Sector or subsector	Limitations on market access	Limitations on national treatment		Additional commitments	
(b) Reinsurance and retrocession	<p>(1) None</p> <p>(2) Unbound</p> <p>(3) Establishment of wholly or partly foreign-owned insurance companies is subject to Government approval.</p> <p>With the exception of representative offices, commercial presence must take the form of a joint-stock company, insurance co-operative or insurance association.</p> <p>(4) Unbound except as indicated in Part I</p>	<p>(1) None</p> <p>(2) None</p> <p>(3) None</p>			
(c) Insurance intermediation, such as brokerage and agency	<p>(1) Unbound</p> <p>(2) Unbound</p> <p>(3) None other than for brokerage commercial presence should take the form of a joint-stock company or a limited liability company.</p> <p>(4) Unbound except as indicated in Part I</p>	<p>(4) Unbound except as indicated in Part I</p> <p>(1) None</p> <p>(2) None</p> <p>(3) None</p>			
(d) Services auxiliary to insurance, such as consultancy, actuarial, risk assessment and claim settlement services	<p>(1) None</p> <p>(2) None</p> <p>(3) None</p> <p>(4) Unbound except as indicated in Part I</p>	<p>(4) Unbound except as indicated in Part I</p> <p>(1) None</p> <p>(2) None</p> <p>(3) None</p> <p>(4) Unbound except as indicated in Part I</p>			

HUNGARY (continued)

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or subsector	Limitations on market access	Limitations on national treatment	Additional commitments
(B) Banking and other financial services (excluding insurance)	<p>(3) (a) The establishment of, or the acquisition of shares in, a financial institution by foreigners is subject to the preliminary approval by the Government, except when the total foreign participation does not exceed 10 per cent in the registered capital.</p> <p>(b) With the exception of representative offices, financial institutions should be established in the form of joint-stock company, or, in the case of savings banks, joint-stock company, savings co-operative or credit co-operative.</p>		
(e) Acceptance of deposits and other repayable funds from the public	<p>(1) Unbound</p> <p>(2) Unbound</p> <p>(3) Services may only be provided by financial institutions</p> <p>(4) Unbound except as indicated in Part I</p>	<p>(1) None</p> <p>(2) None</p> <p>(3) None</p> <p>(4) Unbound except as indicated in Part I</p>	
(f) Lending of all types, including consumer credit, mortgage, credit, factoring and financing of commercial transaction	<p>(1) Unbound</p> <p>(2) Unbound</p> <p>(3) Factoring: None Other services: services may only be provided by financial institutions</p> <p>(4) Unbound except as indicated in Part I</p>	<p>(1) None</p> <p>(2) None</p> <p>(3) None</p> <p>(4) Unbound except as indicated in Part I</p>	

HUNGARY (continued)

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or subsector	Limitations on market access	Limitations on national treatment	Additional commitments
(g) Financial leasing	(1) Leasing operations are subject to authorization from the National Bank (2) None (3) None (4) Unbound except as indicated in Part I	(1) None (2) None (3) None (4) Unbound except as indicated in Part I	
(h) All payment and money transmission services, including credit, charge and debit cards, travellers cheques and bankers drafts	(1) Unbound (2) Unbound (3) None (4) Unbound except as indicated in Part I	(1) None (2) None (3) None (4) Unbound except as indicated in Part I	
(i) Guarantees and commitments	(1) Purchasing of such services is subject to licensing (2) Purchasing of such services is subject to licensing (3) Services may only be provided by financial institutions (4) Unbound except as indicated in Part I	(1) None (2) None (3) None (4) Unbound except as indicated in Part I	

HUNGARY (continued)

Modes of supply: 1) Cross-border supply 2) Consumption abroad 3) Commercial presence 4) Presence of natural persons

Sector or subsector	Limitations on market access	Limitations on national treatment	Additional commitments
<p>(j) Trading for own account or for account of customers, whether on an exchange, in an over-the-counter market or otherwise, the following:</p> <p>(i) money market instruments (including cheques, bills, certificates of deposits);</p> <p>(ii) foreign exchange;</p> <p>(iii) derivative products including, but not limited to, futures and options;</p> <p>(iv) exchange rate and interest rate instruments, including products such as swaps, forward rate agreements;</p> <p>(v) transferable securities.</p>	<p>(1) Unbound</p> <p>(2) Unbound</p> <p>(3) None other than: If traded for own account, services may only be provided by financial institutions</p> <p>(4) Unbound except as indicated in Part I</p>	<p>(1) None</p> <p>(2) None</p> <p>(3) None</p> <p>(4) Unbound except as indicated in Part I</p>	

HUNGARY (continued)

Modes of supply:		1) Cross-border supply	2) Consumption abroad	3) Commercial presence	4) Presence of natural persons
Sector or subsector		Limitations on market access		Limitations on national treatment	Additional commitments
(k) Participation in issues of all kinds of securities, including underwriting and placement as agent (whether publicly or privately) and provision of services related to such issues	(l) Money broking	(1) Unbound	(1) None	(1) None	
		(2) Unbound	(2) None	(2) None	
		(3) None	(3) None	(3) None	
		(4) Unbound except as indicated in Part I	(4) Unbound except as indicated in Part I	(4) Unbound except as indicated in Part I	
		(1) Unbound	(1) None	(1) None	
		(2) Unbound	(2) None	(2) None	
		(3) Services may only be provided by financial institutions	(3) None	(3) None	
		(4) Unbound except as indicated in Part I	(4) Unbound except as indicated in Part I	(4) Unbound except as indicated in Part I	
(m) Asset management, such as cash of portfolio management, all forms of collective investment management, pension fund management, custodial, depository and trust services;		(1) Unbound	(1) None	(1) None	
		(2) Unbound	(2) None	(2) None	
		(3) None other than: custodial services may only be provided by financial institutions	(3) None	(3) None	
		(4) Unbound except as indicated in Part I	(4) Unbound except as indicated in Part I	(4) Unbound except as indicated in Part I	
(n) Settlement and clearing services for financial assets, including securities, derivative products, and other negotiable instruments;		(1) Unbound	(1) None	(1) None	
		(2) Unbound	(2) None	(2) None	
		(3) None	(3) None	(3) None	
		(4) Unbound except as indicated in Part I	(4) Unbound except as indicated in Part I	(4) Unbound except as indicated in Part I	

HUNGARY (continued)

Modes of supply:		1) Cross-border supply	2) Consumption abroad	3) Commercial presence	4) Presence of natural persons
Sector or subsector	Limitations on market access		Limitations on national treatment		Additional commitments
(o) Provision and transfer of financial information, and financial data processing and related software by suppliers of other financial services;	(1) None (2) None (3) None (4) Unbound except as indicated in Part I	(1) None (2) None (3) None (4) Unbound except as indicated in Part I	(1) None (2) None (3) None (4) Unbound except as indicated in Part I		
(p) Advisory, intermediation and other auxiliary financial services on all the activities listed in sub-paragraphs (e) to (o), including credit reference and analysis, investment and portfolio research and advice, advice on acquisitions and on corporate restructuring and strategy	(1) None (2) None (3) None (4) Unbound except as indicated in Part I	(1) None (2) None (3) None (4) Unbound except as indicated in Part I	(1) None (2) None (3) None (4) Unbound except as indicated in Part I		