

COUNCIL

Council

DECISION OF THE COUNCIL

**AMENDING ANNEX A TO THE THIRD REVISED DECISION OF THE COUNCIL
ON NATIONAL TREATMENT**

(adopted by the Council at its 872nd Session, 28-29 March 1996 [C/M(96)7/PROV])

40245

THE COUNCIL,

Having regard to Article 5 a) of the Convention on the Organisation for Economic Co-operation and Development of 14 December 1960;

Having regard to the Decision of the Council of 28 March 1996 inviting Hungary to accede to the Convention on the Organisation for Economic Co-operation and Development [C(96)73/FINAL];

Having regard to Article 1 of the Third Revised Decision of the Council on National Treatment of 12, 13, 17 and 19 December 1991;

Having regard to the Report by the Committee on Capital Movements and Invisible Transactions and the Committee on International Investment and Multinational Enterprises on Hungary's position under the Codes of Liberalisation and the Declaration and Decisions on International Investment and Multinational Enterprises [C(96)19];

DECIDES:

The following entry for Hungary into Annex A to the Third Revised Decision on National Treatment shall be modified as follows:

"HUNGARY

A. Exceptions at the national level

I. Investment by established foreign-controlled enterprises

Air transport

Licenses for the domestic transport of persons or goods may be granted only to companies with Hungarian majority both in terms of capital and management control (Law on commercial aviation).

International waterways

Shipping licenses may be granted only to Hungarian nationals or enterprises with majority Hungarian ownership (Decree 17/1992. Minister of Transport).

II. Official aids and subsidies

Preferential credit facilities and credit guarantees for promoting small enterprises may be reserved for Hungarian nationals and companies with majority Hungarian ownership (Government decree No. 59/1992; Act XI of 1993).

III. Tax obligations

None

IV. Government purchasing

None

V. Access to local finance

None

B. Exceptions by territorial subdivisions

None.”