

CONSTRUCTION AND  
RELATED ENGINEERING  
SERVICES

Construction Work for  
Civil Engineering

- |   |   |    |
|---|---|----|
| - Bridges, elevated highways, tunnels and subways                 | 1) Unbound*   | 1) |
|   | 2) Unbound*   | 2) |
| - Waterways, harbours, dams and other water work                  | 3) - Commercial presence is only allowed for joint-venture companies                                | 3) |
| - Long distance pipelines, communication and power lines (cables) | - Foreign capital equity shall not exceed 49 per cent of the total capital required for the project |    |
| - Construction for mining and manufacturing                       | 4) None   | 4) |

Special Trade Construction  
Work:

- Steel bending and erection (including welding)
- Other special trade construction work

Installation Work:

- Gas fitting construction work

Electrical Work:

- Fire alarm construction work
- Other electrical construction work
- Other installation work
- Lift and escalator construction work
- Renting services related to equipment for construction or demolition of buildings or civil engineering works, with

operator

## TOURISM AND TRAVEL RELATED SERVICES

### 1. Hotels and Restaurants

A. Hotels and Other Commercial Accommodations	1) Unbound*	1)
	2) None	2)
a) Hotels and motels	3) A licence will be given according to the requirement of economic needs test (main criteria: market needs and locating different categories of hotels).	3)
b) Resort hotels and accommodation facilities		
c) Casino hotels	- Casino services can be provided only through 5 stars hotels (gambling allowed only for foreigners)	
B. Restaurants, Bars and Canteens		
a) Full service restaurants	- Limitations on the total number of services operations depend on the requirement of economic needs test (geographical location, increase in the number and categories of tourists)	
b) Fast food restaurants and cafeteria		
	- Foreign capital equity should not exceed 49 per cent in projects to be established in Sinai	
	4) None	4)

### 2. Travel Agencies and Tour Operators

a) Tour operators, packagers and wholesalers	1) Unbound	1)
	2) None	2)
b) Travel agencies	3) Limitations on the total number of services operations depend on the requirement of economic needs test	3)
	4) None	4)

### 3. Other Tourism Services

#### A. Tourism Management Services

a) Tourism property management	1) None	1)
	2) None	2)

b) RentalLease tourism property 3) Bound only for representative offices. Limitations on the total number of services operations depend on the requirement of economic needs test. 3)

4) None 4)

B. Tourism Transport Services

a) Land transport services 1) Unbound 1)

1. Long distance tour buses 2) None 2)

2. Short Distance tour buses 3) None 3)

4) Unbound 4)

b) Inland Water Ways 1) Unbound 1)

1. Inland Water Passenger transport 2) None 2)

2. Inland Water local tours 3) The addition to the inland water passenger and/or local tours is subject to the physical capacity of the Nile river. 3)

4) None 4)

C. Tourism Training Institutions 1) None 1)

2) None 2)

3) None 3)

4) None 4)

D. Tourism Related Conventions 1) None 1)

2) None 2)

3) None 3)

4) None 4)

E. Institutional Food Service€1) None 1)

Caterers (with the exception of Airport Catering Facilities which are confined only to the national air carriers) 2) None 2)

3) None 3)

4) None 4)

FINANCIAL SERVICES

Measures of specific application:

A. Insurance Services, the main criteria which the economic needs to

1. Surplus demand to traditional classes of insurance gives new com policy holders.
2. Exhausting of 50 per cent of the capacity of the existing companie company to achieve its purposes.
3. Setting up of a new company leads to an increase of total retentic
4. The new companies shall introduce new insurance covers.

B. Other Financial Services:

Commercial presence for conducting the activities of other Financial S partnership limited by shares.

#### BANKING SERVICES

- |  |   |    |
|--|---|----|
| A. Joint-Venture Banks (JVBS):   | 1) Unbound  | 1) |
|  | 2) Unbound  | 2) |
| - Acceptance of deposits and other forms of repayable funds  | 3) The share of non-Egyptians in the capital of JVBS and private banks may exceed 49 per cent of the issued capital of any bank, without ceiling. On a non-discriminatory basis, ownership of more than 10 per cent of the issued capital of any bank, except through inheritance, requires the approval of the CBE Board of Directors. | 3) |
| - All types of lending, including consumer credit, and financing of commercial transactions                                    |   |    |
| - All payment and money transmission services, including credit, charge and debit cards, traveller's cheques and bankers draft | 4) The General Manager should have banking experience in Egypt of no less than ten years for banks established in Egypt other than branches of foreign banks.   | 4) |
| - Guarantees and Commitments   |   |    |
| - Trading for own account or for account of customers in:  |   |    |
| a) Money market instruments (cheques, bills and certificates of deposits);   |   |    |
| b) foreign exchange;   |   |    |

c) securities.

- Participation in share issues and the provision of services related to such issues through subsidiaries
- Money broking
- Safekeeping of securities
- Credit reference services
- Safe custody services

B. Foreign Bank Branches	1) Unbound	1)
Same activities specified under A. above	2) Unbound	2)
	3) Economic needs test shall be applied.	3)

4) None 4)

C. Representative Offices of Foreign Banks (R.O.'s)	1) Unbound	1)
	2) Unbound	2)
	3) Foreign banks which desire to set up representative offices should not have branches in Egypt.	3)

- Activities of R.O.'s should be confined to conducting studies on potential investments, acting as liaison with their head offices and contributing to solving problems and difficulties that may confront their head offices' correspondents in Egypt.

4) None 4)

A. All Insurance and Insurance-related Services

1. Life, health, personal	1) None	1)
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accident

- 2) None 2)
- 3) Foreign and joint venture companies are allowed only to carry on business in free zones, provided that their activities shall be confined to the transactions carried out in convertible currencies. 3)
- No maximum limits required on the foreign shareholding in free zones.
  - Economic needs test shall apply to the inland commercial presence (other than in free zones) according to the criteria as stipulated in the horizontal section.
- Relaxation of economic needs test shall be in 2000 for life, health & personal accident business.
- Foreign insurance companies' branches and agencies are not allowed.
  - Foreign capital equity shall not exceed 49 per cent of the total capital required for the company (other than in free zones) up to 31 December 1999.
  - As of 1 January 2000, foreign capital equity shall be up to 51 per cent of the total capital required for the company (other than in free zones).
  - Legal cessions of the total transactions must be ceded to Egyptian Reinsurance Co. according to the percentages to be decided by the supervisory authority and 5 per cent of the Company's treaties to African Reinsurance Co.
- 4) Qualified non-Egyptian directors are allowed for a five-year term and may be renewed. Their appointment and renewal is subject to the approval of the Supervisory Authority. 4)

2. Non-life insurance

- 1) Unbound 1)
- 2) None 2)
- 3) Foreign and joint venture companies are allowed only to carry on business in free 3)

zones, provided that their activities shall be confined to the transactions carried out in convertible currencies.

- No maximum limits required on the foreign shareholding in free zones.
- Economic needs test shall apply to the inland commercial presence (other than in free zones) according to the criteria as stipulated in the horizontal section.
- Relaxation of economic needs test shall be in 2002 for non-life business.
- Foreign capital equity shall not exceed 49 per cent of the total capital required for the company (other than in free zones) up to 31 December 2002.
- As of 1 January 2003, foreign capital equity shall be up to 51 per cent of the total capital required for the company (other than in free zones).
- Foreign insurance companies' branches and agencies are not allowed.
- Legal cessions of the total transactions must be ceded to Egyptian Reinsurance Co. according to the percentages to be decided by the supervisory authority and 5 per cent of the Company's treaties to African Reinsurance Co.

4) Qualified non-Egyptian directors are allowed for a five year term and may be renewed. Their appointment and renewal is subject to the approval of the Supervisory Authority. 4)

3. Reinsurance and retrocession

1) None 1)

2) None 2)

3) Foreign and joint venture companies are allowed only to carry on business in free zones and inland, and in the case of carrying on their activities in free zones, their transactions shall be confined to be carried out in convertible currencies. 3)

- No maximum limits required on the

foreign shareholding in free zones or inland.

- Foreign reinsurance companies' branches and agencies are not allowed.

- Insurance and reinsurance companies are not allowed to deal with reinsurers not listed in the supervisory authority list.

- Five per cent of the company's treaties must be ceded to African Reinsurance Co.

4) None 4)

4. Auxiliary services other than intermediation:

a) Actuarial services 1) Unbound 1)

2) Unbound 2)

3) Foreign service supplier must be authorized to perform this profession from a competent authority in his home country and registered at the Egyptian register for that purpose. 3)

4) None 4)

b) Consultancy (risk assessment and risk management only) 1) None 1)

2) None 2)

3) Foreign service supplier must be authorized to perform this profession from a competent authority in his home country and registered at the Egyptian register for that purpose. 3)

4) None 4)

c) Loss assessment 1) Unbound 1)

2) Unbound 2)

3) Foreign service supplier must be authorized to perform this profession from a competent authority in his home country and registered at the Egyptian register for that purpose. 3)

4) None 4)



d) Liaison offices	1) None	1)
	2) None	2)
	3) Commercial presence is bound only for public relations and market research.	3)
	4) None	4)
5. Intermediation	1) Bound only for life insurance and reinsurance services.	1)
	2) Bound only for life insurance and reinsurance services.	2)
	3) Unbound	3)
	4) Unbound	4)

B. Banking and Other Financial Services (excl. insurance)

OTHER FINANCIAL SERVICES

A. SECURITIES

1. Underwriting	1) None	1)
	2) None	2)
	3) None	3)
	4) None	4)
2. Brokerage	1) None	1)
	2) None	2)
	3) None	3)
	4) None	4)
3. Trading in securities	1) None	1)
(Buy and Sell by individual or institution on the stock exchange)	2) None	2)
	3) None	3)
	4) None	4)

4. Clearing and settlement	1) None	1)
	2) None	2)
	3) None	3)
	4) None	4)
5. Marketing and market promotion	1) None	1)
	2) None	2)
	3) None	3)
	4) None	4)
B. Banking and Other Financial Services (excl. insurance)		
6. Portfolio and investment management	1) None	1)
	2) None	2)
	3) None	3)
	4) None	4)
7. Establishment of collective investment funds	1) None	1)
	2) None	2)
	3) None	3)
	4) None	4)
8. Venture capital	1) None	1)
	2) None	2)
	3) None	3)
	4) None	4)
B. FINANCIAL LEASING	1) None	1)
	2) None	2)
	3) None	3)
	4) None	4)

## Transport

A) Passenger Transportation	1) Unbound	1)
	2) Unbound	2)
B) Freight Transportation	3) Commercial Presence is only allowed for joint-venture companies.	3)
	- Foreign capital equity should not exceed 49 per cent;	
	- All ships owned by the established companies should be registered at the Egyptian ship register as a pre-requisite to fly the Egyptian flag	
	4) - 95 per cent of the crew should be national and their wages and salaries should not be less than 90 per cent of the total paid up wages and salaries	4)
	- The Chairman and majority of the Board of Directors must be Nationals	
Supporting services for Maritime Transport:	1) Unbound*	1)
Port dredging	2) Unbound	2)
	3) Commercial Presence is only allowed for joint-venture companies.	3)
	- Foreign capital equity should not exceed 75 per cent	
	4) At least 25 per cent of both the personnel and members of the Board of Directors must be Nationals	4)

Unbound\*

Unbound\*

None

\* Unbound due to lack of technical feasibility.

None

Unbound\*

\* Unbound due to lack of technical feasibility.

None

Training of Egyptian employees should be performed by the foreign natural persons within the terms of the contract

None

Unbound

None

Training of Egyptian employees should be performed by the foreign natural persons within the terms of the contract

None

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None

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None

measures apply are as follows:

Companies are given an opportunity of working without harmful competition to the market or financial positions of existing companies, which is calculated on the basis of solvency margin, and there is a surplus demand in excess of capacity in the market; taking into account the technical considerations.

Capital Market Services (Capital Market Services excluding trading in securities) should be incorporated in Egypt to

Unbound

Unbound

Foreign service suppliers, in the context of JVBs are required to offer on-the-job training for national employees.

None

Unbound

Unbound

Branches of foreign banks existing on 5 June 1992 (the date of enforcement of Law No. 37 of 1992) may be licensed to deal in local currency in addition to foreign currency subject to the satisfaction of minimum capital requirement, adequacy of provisions and other prudential measures (Art. 13 of the executive regulations of the said Law).

None

Unbound

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None

None



None

None

A non-Egyptian director must have at least two Egyptian understudies.

Unbound

None

None

A non-Egyptian director must have at least two Egyptian understudies.

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None

\* Unbound due to lack of technical feasibility.









existing companies and consequently

the capacity which enables a new

take the form of a joint-stock company or a















