

3. The selective financial assistance to be provided by each Party, calculated in proportion to the production budgets to be financed by the co-producer within the jurisdiction of this Party is set as follows:

- In the case of a project for which the majority co-producer is Canadian: a maximum of CDN\$200,000 by Canada.
- In the case of a project for which the majority co-producer is French: a maximum of 1,200,000 FF by France.

The selective financial assistance granted by each of the countries shall represent a percentage identical to the production budgets of their respective co-producers, and this proportion shall be the same for the country of the minority co-producer as for the country of the majority co-producer. This percentage shall not be greater than 20%.

4. These above mentioned amounts shall be revised by the competent authorities (indicated below) in terms of the rates of exchange in effect at the time of each project's acceptance.

5. This assistance is refundable exclusively on receipts of any kind resulting from any form of exploitation of the film and video production.

6. The maximum number of film and video production projects which may benefit from selective financial assistance from the two countries is therefore limited to four.

ARTICLE IV

1. A group of experts shall be formed to consider the film and video production projects eligible for selective financial assistance under Article III of this Agreement. It shall be composed of two groups, each comprising three members, appointed respectively by each of the following competent authorities:

- For the Canadian Party: The Minister of Communications, or if he so authorizes, the Canadian Film Development Corporation ("Telefilm Canada");
- For the French Party: The Minister of Culture or his representative.

2. The Group of Experts tasked with examining film and video production projects shall meet alternatively in Canada and France whenever such meetings are deemed necessary by the competent authorities in the two countries. The Group of Experts shall make recommendations to these authorities on the selective financial assistance to be given to the said projects.