

ARTICLE II

1. In order to qualify for the benefits of the assistance to the film industry, films to be co-produced shall be undertaken by Canadian and Belgian producers who have good technical organization and sound financial backing.

2. Shooting shall be carried out in one or the other co-producing country. Location shooting, exterior or interior, in a country not participating in the co-production but having a co-production agreement with one of the two co-producing countries may be authorized, if the scenario or the subject of the film so requires.

ARTICLE III

1. The films shall be made by Canadian or Belgian directors, or nationals of a member state of the European Economic Community, with the participation of technicians and performers of Canadian or Belgian nationality or permanent residents in Canada as defined in the Canada Income Tax Regulations, or nationals of a member state of the European Economic Community in Belgium.

2. Should the film so require, the participation of the performers and trained technicians who are not nationals of one of the co-producing countries may be permitted, subject to agreement between the competent Authorities of both countries.

ARTICLE IV

1. The proportion of the respective contributions of the co-producers of the two countries may vary from thirty to seventy per cent for each film (30 to 70 % for each film).

2. The human and technical participation (studios and laboratories) of each of the countries shall be in the same proportion as the financial resources of both countries.

3. The contribution of the minority co-production shall include an effective technical and artistic participation in creative staff, technicians and actors and be in proportion to his investment. In all cases such contribution shall include the participation of one technician, one performer in a leading role and one performer in a supporting role.

In exceptional circumstances, departures herefrom may be made jointly by the competent Authorities of both countries.

4. In exceptional cases, minority participation may be reduced to 20 % with the agreement of the competent Authorities of both countries.