

ARTICLE I

Article 1 of the Agreement shall be amended to read as follows:

"For the purposes of this Agreement:

(1) "film" means a work which is, or is treated as, a film both for the purposes of the relevant legislation in the United Kingdom and for the purposes of the relevant Canadian legislation, rules and regulations in force and effect in Canada;

(2) "co-production film" means a film made in accordance with the terms of an approval given under Article 3 of this Agreement by the competent authorities of each Contracting Party acting jointly; and in the case of a twinned co-production film means both films;

(3) (a) a "two-party co-production film" means a film which has been co-produced by a United Kingdom co-producer in conjunction with a Canadian co-producer;

(b) a "three-party co-production film" means a film which has been co-produced by a United Kingdom co-producer in conjunction with a Canadian co-producer and a third co-producer;

(c) "twinned co-production films" means two films, which together satisfy the following criteria:

(i) the production costs of both films have been borne jointly; and

(ii) in the case of one of the films the United Kingdom co-producer has predominantly exercised creative control and, in the case of the other film, the Canadian co-producer has predominantly exercised creative control;

(4) "United Kingdom co-producer" means:

(a) one or more persons concerned in the production of a co-production film who fulfil all the conditions relating to status which would be required to be fulfilled, if such co-producer were the only maker, in order to satisfy the provisions of paragraph 4(2) (a) of Schedule 1 to the Films Act of 1985, as amended from time to time; and