

ANNEX

Agreement between the Government of Canada and the Government of the Republic of France concerning Cinematographic Relations, done in Ottawa on May 30, 1983, as amended by Exchanges of Notes done in Ottawa on February 8, 1989, on April 11, 1991, on September 8, 1992 and on October 25, 1997

Article V shall be modified in the following manner:

- 1) Paragraph 3 of Article V shall be modified in the following manner:

"In the framework of productions developed in the French language, the percentage for minority participation can be reduced, without being less than (10) percent of the total cost of the production, when that production is more than 3.5 million dollars Canadian, or the equivalent in French francs."

- 2) Paragraph 4, which follows, shall be added to Article V:

"The minority co-producer shall be required to make an effective technical and creative contribution."

- 3) Paragraph 5, which follows, shall be added to Article V:

"In order to benefit from these provisions, it is agreed that the production should benefit from a distribution agreement or be assured television broadcasting in both countries."

- 4) Paragraph 6, which follows, shall be added to Article V:

"If it is determined that a general equilibrium as agreed to in Article 6.1 in the Agreement is not fulfilled, the competent authorities can decide, of a common accord, to take the necessary measures to remedy the disequilibrium."

This Annex forms an integral part of the Agreement and enters into force in the manner described in article XVIII of the Agreement.