

for Satellite Services, and to the extent that these services enhance public interest objectives, and reciprocity is afforded to Mexican Satellite Operators in Canada.

2. The conditions for the transmission and reception of signals from Satellites licensed by each Party or Administration shall be as agreed in the Protocols which shall comply with national laws and regulations as amended from time to time, and shall be annexed as an integral part of this Agreement.
3. For the objectives of this Agreement, the Parties agree that the Mexican or Canadian entities that operate commercial Satellites and Earth Stations may be established with either public or private participation in conformity with the legal and regulatory provisions of each country. A Party shall not require a Satellite Operator licensed by the other Party to obtain an additional licence for either the construction or the operation of the Satellite. Licences for Earth Stations and Satellite Services must comply with national laws and regulations, as amended from time to time.

## ARTICLE V

### ITU Frequency Coordination

1. The ITU Radio Regulations are the basis for the frequency coordination of Satellite Networks and Systems.
2. In any case, after a Party has initiated the required coordination procedures pursuant to the ITU Radio Regulations, the Parties will, in good faith, undertake to effect the coordination of the concerned Satellites in a timely, cooperative and mutually acceptable manner.
3. The Parties agree that the technical coordination procedures shall be carried out for purposes of effectuating the most efficient use of the satellite orbits and the associated frequencies for satellite use, and agree to cooperate in the technical coordination of new satellites to accommodate the growing national and international communications needs of the satellite industry of each country.

## ARTICLE VI

### Foreign Ownership

Foreign ownership restrictions on Earth Stations and Satellite Service Providers operating within the territory of a Party are defined by the laws and regulations of each Party. For Canada, foreign ownership restrictions and provisions are contained in the Telecommunications Act, the Radiocommunication Act, the Broadcasting Act, the Investment Canada Act and their subordinate Regulations, as amended from time to time. For the United Mexican States, foreign ownership restrictions are at present contained in Article 12 of the Ley Federal de Telecomunicaciones published in 1995, and the Ley de Inversión Extranjera published in 1993.