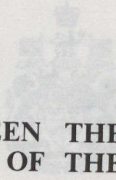


CANADA



**AGREEMENT ON FILM AND VIDEO RELATIONS BETWEEN THE
GOVERNMENT OF CANADA AND THE GOVERNMENT OF THE
HUNGARIAN PEOPLE'S REPUBLIC**

The Government of Canada and the Government of the Hungarian People's Republic,

CONSIDERING that it is desirable to establish a framework for audiovisual relations and particularly for film and video co-productions;

CONSCIOUS that co-productions can contribute to further expansion of the film and video production industries of both countries as well as to the development of their cultural and economic exchanges;

CONVINCED that this cultural and economic cooperation will contribute to the enhancement of the relations between the two countries;

HAVE AGREED AS FOLLOWS:

ARTICLE I

For the purposes of this Agreement, the word "co-production" refers to projects irrespective of length or format including animation and documentaries, produced either on film, videotape or videodisc, for distribution in theatres, on television, videocassette, videodisc or any other form known or yet to be invented or used.

ARTICLE II

Co-productions undertaken under the present Agreement must be approved by the following competent authorities:

In Canada: the Minister of Communications.

In Hungary: the Director General of Central Board of Hungarian Cinematography.

ARTICLE III

These co-productions are considered to be national productions by and in the two countries. They are by right fully entitled to the benefits resulting from the legislation and regulations concerning the film and video industries which are in