

Privacy Act Statement. Every registration statement, short form registration statement, supplemental statement, exhibit, amendment, copy of informational materials or other document or information filed with the Attorney General under this Act is a public record open to public examination, inspection and copying during the posted business hours of the Registration Unit in Washington, D.C. One copy of every such document, other than informational materials, is automatically provided to the Secretary of State pursuant to Section 6(b) of the Act, and copies of any and all documents are routinely made available to other agencies, departments and Congress pursuant to Section 6(c) of the Act. The Attorney General also transmits a semi-annual report to Congress on the Administration of the Act which lists the names of all agents registered under the Act and the foreign principals they represent. This report is available to the public. Finally, the Attorney General intends, at the earliest possible opportunity, to make these public documents available on the Internet on the Department of Justice World Wide Web site.

Public Reporting Burden. Public reporting burden for this collection of information is estimated to average .49 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden to Chief, Registration Unit, Criminal Division, U.S. Department of Justice, Washington, DC 20530; and to the Office of Information and Regulatory Affairs, Office of Management and Budget, Washington, DC 20503.

Furnish this exhibit for EACH foreign principal listed in an initial statement and for EACH additional foreign principal acquired subsequently.

1. Name and address of registrant Karol Media, Inc. 350 N. Pennsylvania Ave. P.O. Box 7600 Wilkes-Barre, PA 18773-7600	2. Registration No. 5228
3. Name of foreign principal European Community	4. Principal address of foreign principal C/O Commission for European Communities 2300 "M" Street NW Washington, D.C. 20037

5. Indicate whether your foreign principal is one of the following:

- Foreign government
- Foreign political party
- Foreign or domestic organization: If either, check one of the following:
 - Partnership
 - Committee
 - Corporation
 - Voluntary group
 - Association
 - Other (specify) _____
- Individual-State nationality _____

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6. If the foreign principal is a foreign government, state:

- a) Branch or agency represented by the registrant.
- b) Name and title of official with whom registrant deals.

7. If the foreign principal is a foreign political party, state:

- a) Principal address.
- b) Name and title of official with whom registrant deals.
- c) Principal aim

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8. If the foreign principal is not a foreign government or a foreign political party,

a) State the nature of the business or activity of this foreign principal
Communicating the existence and purpose of the European Union.

b) Is this foreign principal

Supervised by a foreign government, foreign political party, or other foreign principal Yes No

Owned by a foreign government, foreign political party, or other foreign principal Yes No

Directed by a foreign government, foreign political party, or other foreign principal Yes No

Controlled by a foreign government, foreign political party, or other foreign principal Yes No


Financed by a foreign government, foreign political party, or other foreign principal Yes No

Subsidized in part by a foreign government, foreign political party, or other foreign principal Yes No

9. Explain fully all items answered "Yes" in Item 8(b). *(If additional space is needed, a full insert page must be used.)*

10. If the foreign principal is an organization and is not owned or controlled by a foreign government, foreign political party or other foreign principal, state who owns and controls it.

Commission of European Communities

Date of Exhibit A 1/9/98	Name and Title Mark Kincheloe President	Signature 
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INSTRUCTIONS: A registrant must furnish as an Exhibit B copies of each written agreement and the terms and conditions of each oral agreement with his foreign principal, including all modifications of such agreements, or, where no contract exists, a full statement of all the circumstances by reason of which the registrant is acting as an agent of a foreign principal. One original and two legible photocopies of this form shall be filed for each foreign principal named in the registration statement and must be signed by or on behalf of the registrant.

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Public Reporting Burden. Public reporting burden for this collection of information is estimated to average .33 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden to Chief, Registration Unit, Criminal Division, U.S. Department of Justice, Washington, DC 20530; and to the Office of Information and Regulatory Affairs, Office of Management and Budget, Washington, DC 20503.

1. Name of Registrant Karol Media, Inc.	2. Registration No. 5228
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3. Name of Foreign Principal Commission for European Communities
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Check Appropriate Boxes:

4. The agreement between the registrant and the above-named foreign principal is a formal written contract. If this box is checked, attach a copy of the contract to this exhibit.

5. There is no formal written contract between the registrant and the foreign principal. The agreement with the above-named foreign principal has resulted from an exchange of correspondence. If this box is checked, attach a copy of all pertinent correspondence, including a copy of any initial proposal which has been adopted by reference in such correspondence.

6. The agreement or understanding between the registrant and the foreign principal is the result of neither a formal written contract nor an exchange of correspondence between the parties. If this box is checked, give a complete description below of the terms and conditions of the oral agreement or understanding, its duration, the fees and expenses, if any, to be received.

7. Describe fully the nature and method of performance of the above indicated agreement or understanding.

Karol Media is contracted to select an appropriate selection(s) of names in U.S. institutions and businesses to receive a copy of the video "Building Bridges Across the Atlantic" in addition to a selection of PBS stations - all to air at their discretion.

Note: Our client has changed the title of the video to:
"Ties & Tensions: EU-US Relations."


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8. Describe fully the activities the registrant engages in or proposes to engage in on behalf of the above foreign principal.

Karol offers it video distribution services (institutions and public T.V.) that specifically include: video duplication, print collateral items, package and mail via standard U.S.P.S. bulk rates the video produced by the Commission of the European Communities. These copies, approximately 10,695, are designated for recipients who are current professors (colleges) or teachers (secondary schools) giving instruction for business, economics of international affairs. The names are either rented through a list company or Karol Media's database of video using instructors from those subject areas. Any recipient who shows the video is asked to complete a survey card that's returned via Business Reply Mail. PBS satellite uplink allows any PBS station to air - if desired.

9. Will the activities on behalf of the above foreign principal include political activities as defined in Section 1(o) of the Act and in the footnote below? Yes No

If yes, describe all such political activities indicating, among other things, the relations, interests or policies to be influenced together with the means to be employed to achieve this purpose.

Date of Exhibit B	Name and Title	Signature
1/9/98	MARK KINCHELOE PRESIDENT	

Footnote: Political activity as defined in Section 1(o) of the Act means any activity which the person engaging in believes will, or that the person intends to, in any way influence any agency or official of the Government of the United States or any section of the public within the United States with reference to formulating, adopting, or changing the domestic or foreign policies of the United States or with reference to the political interests, policies, or relations of a government of a foreign country or a foreign political party.

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CONTRACT

11/97

BETWEEN

The European Community, represented by the Commission of the European Communities ("the Commission"), which for the purposes of the signature of this contract is represented by Mr. Spyros Pappas, Director-General of Information, Communication, Culture, Audiovisual,

of the one part,

AND

Karol Media

residing at (or with its registered office at) 350 North Pennsylvania Avenue, Box 7600 , Wilkes-Barre, PA 18773-7600

("the Contractor"),

of the other part,

represented by Gene Dodge, Vice President,

HAVE AGREED AS FOLLOWS :

02332914

Article 1

Within the framework of the Information of the European Community, the Contractor undertakes, in accordance with the conditions laid down in this contract to carry out the following work: US distribution of the video "Building Bridges Across the Atlantic".

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1.1 The Washington office of Press and Public Affairs shall provide the contractor with the master tape for duplication. The master tape will remain the property of the Commission.

1.2 The Contractor shall be responsible for the development and implementation of a distribution plan for the video for public television which includes:

- airing the video by the Public Broadcasting System (PBS) satellite;
- placing a promotional spot on the video for PBS broadcasts;
- providing a press kit in advance to PBS stations.
- telemarketing to the top 50 markets;
- reporting carriage information after the satellite feed is complete.

1.3. The Contractor shall be responsible for the development and implementation of a distribution plan for the video to the business and academic communities.

1.4 The Contractor shall be responsible for creating a video package which includes producing three Discussion Guides, a cover letter and response card to be sent with the videotape.

1.5 The Contractor will be responsible for reporting on the placements of the video once the distribution is complete.

Article 2

The tasks assigned to the Contractor shall be completed on request. This contract is awarded for a period of one year with effect from the date on which it is signed.

Article 3

3.1 The European Community undertakes to pay the Contractor, in consideration of services rendered under this contract a total amount of USD 45,756.36. It is agreed that the said amount shall cover all expenditure incurred by the Contractor in performance of this contract.

3.2 Payment shall be made to the Contractor within sixty (60) days upon submission by the Contractor of an invoice made out in U.S. dollars.

3.3 Requests for payments relating to performance of the contract shall be addressed to Washington Office, Press and Public Affairs, for the attention of Administrative Assistant.

Article 4

Where the Contractor fails to perform the tasks assigned to him the contract may be terminated at any time, provided notice of three months is given by registered letter.

Article 5

The law of the District of Columbia shall apply in relation to this contract.

Article 6

Any dispute between the European Community and the Contractor or any claim by one party against the other under this contract which cannot be settled by the contracting parties out of court shall be brought before the Courts of the District of Columbia.

Article 7

7.1 Any amendment to this contract, shall be the subject of a supplementary written agreement concluded on the same terms as the contract.

7.2 A verbal agreement shall not be binding on the contracting parties.

Article 8

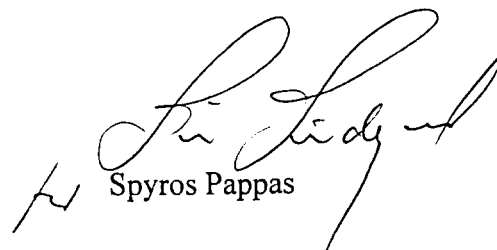
This contract is governed by the general terms and conditions applicable to service contracts awarded by the Commission of the European Communities, which are annexed to this contract and which the Contractor hereby declares to have read and accepted.

Done at Washington DC in duplicate in English on November 1st, 1997 and initialled on each page by all the parties.

For the Contractor

For the European Community


Gene Dodge


Spyros Pappas