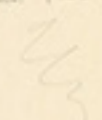


VOLCANO PROJECT AGREEMENT
 PROFIT & LOSS AND INVESTORS RECUPERATION

SALE OF NOVEL RIGHTS	\$ 195,000.00
COST AND EXPENSES (ANNEX)	227,523.85
NET LOSS	(32,523.85)
PARTNERSHIP INVESTMENT	<u>130,000.00</u>
RECUPERATION FOR INVESTORS	\$ 97,476.15

DISTRIBUTION	ORIGINAL INVESTMENT	RECUPERATION
BERTHA NAVARRO	\$ 6,000.00	4,498.90
ANITA PANDOLFI	25,000.00	18,745.41
ALFONSO MADRIGAL	32,000.00	23,994.13
LUIS BARRANCO	32,000.00	23,994.13
SERGE PAY	35,000.00	26,243.58
	<u>\$ 130,000.00</u>	<u>97,476.15</u>

Payment Record


VOLCAN - ALLOCATION OF EXPENSES

ITEM	NOVEL RIGHTS	FEES	TRAVEL	TELEPHONE & OFFICE	INTEREST	ADMINIST FEES	TOTAL
PURCHASE OF RIGHTS	\$ 130,000.00						130,000.00
SPANISH SCREENPLAY		30,720.00	1,867.16				32,587.66
ENGLISH REVISION		10,000.00					10,000.00
MRS. LOWRY OPINION		750.00					750.00
N. YORK LAWYERS		26,837.44					26,837.44
C. C. C.			8,062.00	1,807.98	4,483.51	1,842.11	16,195.60
OLLIN		414.00	3,657.60	1,816.87	142.02	1,177.57	7,208.06
L. BARRANCO		2,900.00	966.56	78.53			3,945.09
TOTAL	\$ 130,000.00	71,621.44	14,553.82	3,703.38	4,625.53	3,019.68	227,523.85
PURCHASE OF RIGHTS	\$ 130,000.00	5,716.39	1,211.60	262.95			137,190.94
SPANISH SCREENPLAY		31,470.00	5,463.62	458.45			37,392.07
ENGLISH REVISION		11,739.21					11,739.21
PROJECT DEVELOPMENT		635.40	5,205.24	1,807.98			7,648.62
SALE OF RIGHTS		21,646.44	2,673.36	1,174.00			25,493.80
ADMINISTRATION		414.00			4,625.53	3,019.68	8,059.21
TOTAL	\$ 130,000.00	71,621.44	14,553.82	3,703.38	4,625.53	3,019.68	227,523.85

VOLCANO PROJECT AGREEMENT

Profit & Loss and Investment Recuperation

PROFIT & LOSS

Novel rights purchase		\$ 130,000.00
Spanish screenplay	32,587.66	
English revision	10,000.00	
Mrs. Lowry's opinion	750.00	
N. York lawyer's fees	26,837.44	
Travel, telephone, office, etc.:		
Corp. Cinemat. Coyoacan, S. A.	16,195.60	
Ollin, S. A. (estimated)	7,629.30	
L. Barranco expenditures	4,000.00	
		<u>98,000.00</u>
Total cost and expenses		228,000.00
Novel rights sale		<u>195,000.00</u>
Net loss		(33,000.00)
Partnership investment		<u>130,000.00</u>

INVESTORS RECUPERATION

	Original Investment	Recuperation
Anita Pandolfi	\$ 25,000	18,654
Bertha Navarro	6,000	4,477
Alfonso Madrigal	32,000	23,877
Luis Barranco	32,000	23,877
Gerge Fay	35,000	26,115
	<u>\$ 130,000</u>	<u>\$ 97,000</u>