

Coproducing

with Québec
and SODEC

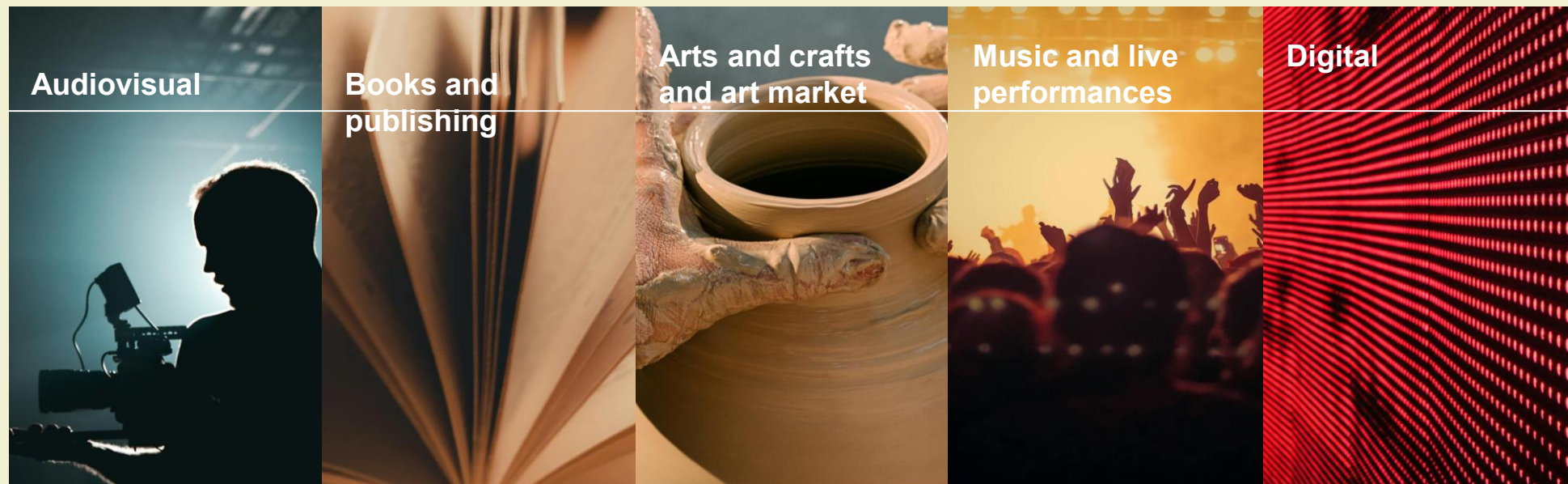


QUÈBECRÉATIF

SODEC
Québec  

Société de développement des entreprises culturelles (SODEC)

- State-owned corporation reporting to the Québec Minister of Culture and Communications
- Provides financial support to cultural enterprises and fosters cultural entrepreneurship and innovation
- Mission: Develop cultural enterprises and enhance Québec cultural IP
- **Total budget of the audiovisual sector : Approx : 42M€**



Allah is Not Obligated



Québec offers its expertise

- Vast experience in international coproduction
- Stable financial tools
- Cutting-edge infrastructure (studios) and resources
- Montréal, one of the world's largest postproduction hubs
- More than 40 special effects and animation studios

Types of assistance

Selective support

Subsidy | Investments | Repayable aid

Tax incentive

- Refundable tax credit for Québec film and television productions
- Refundable tax credit for film and television production services

Banking services and financial tools

- Bridge financing
- Revolving credit
- Term loans
- GAP financing
- Equity

Death Does Not Exist

Coproducing with Québec

Three types of coproductions:

- **Official international coproductions**
(certified by Canadian Heritage)
- **Interprovincial coproductions**
(approved for provincial tax incentives)
- **Coproductions that are both international and interprovincial**

Applications may be submitted at any time until funds are exhausted.

Funding must be confirmed at 50% according to the program's rules.

An illustration of Frida Kahlo in a pink dress standing on a wooden ladder, painting a large tree. A young girl in a red dress is in the foreground, holding a green apple. The scene is set in a lush garden with various plants and a blue door in the background. A red paper banner hangs from the tree.

Hola Frida

Production support

SELECTIVE SUPPORT FOR FEATURE-LENGTH FICTION FILMS (QUÉBEC MAJORITY COPRODUCTIONS)

Contribution

Cumulative investment of up to **65% of the total Québec-based budget**

Max. approx. €2,500,000

Probability of selection: +/- 20%

Production Support (cont.)

SELECTIVE SUPPORT FOR FEATURE-LENGTH FICTION FILMS (QUÉBEC MINORITY COPRODUCTIONS)

Program-specific criteria

- Funding status (50%+)
- Economic impact on Québec
- Promotes Québec's talent abroad
- Reciprocity and business partnership
- Distributor agreement

Contribution

Investment: usually capped at **€217,000 / €248,000** for animation

Max. 49% of the Québec portion of the budget

Probability of selection

About **8 projects** per year (**1,2M€** annual envelope)

When to apply?

Anytime

Tax measures administered by SODEC

1. Refundable tax credit for Québec film and television productions

Who can apply for this tax credit?

The production company **must operate a business in Québec that is under Québec control**. It must oversee the film's production..

Official coproduction agreement with Canada

It must **hold the rights to production** and have entered into a **coproduction agreement** with Telefilm Canada.

Must be intended for distribution, broadcast or streaming in Québec.

The base rate for an original Québec production is, pending bonuses, **32% of eligible labour expenses** that are capped at 65% of the eligible production costs.

At least 75% of capital and labour expenses must be paid to businesses or individuals residing in Québec.

Tax measures administered by SODEC (cont.)

2. Refundable tax credit for film and television production services

Who can apply for this tax credit?

Companies physically **located in Québec**, but without any obligation to be under Québec control. If the eligible company is not the copyright owner, it must have signed a contract with the owner covering the delivery of production services.

Based on directly related production costs, including eligible goods and labour expenditures incurred in relation to an eligible production, and which are delivered in Québec.

The production can be partially shot in Québec.

There is no obligation to obtain approved coproduction status. No distribution or broadcasting obligation.

The minimum budget is **€154,675**

25% of expenses incurred and paid in Québec.

Bonus of 16% of labour expenses for computer-aided special effects and animation, and for shooting of chroma-key scenes in Québec.

Only 65% of the cost of a contract with a service provider for special effects or computerized animations will be taken into account when calculating the basic tax credit and the rate enhancement for special effects.

Let's create together

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