

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 The Bancroft Group, Limited Partnership 1110 Vermont Avenue, N.W., Suite 1200, Washington, D.C. 20005	2. Registration No. Applied For 4326
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3. Name of foreign principal Foundation for a European Hungary	4. Principal address of foreign principal 1450 Budapest PF 50 Hungary 4
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5. Indicate whether your foreign principal is one of the following type:

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

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

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

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

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

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

Foundation for a European Hungary is a group of individuals who have voluntarily associated for the purpose of promoting democratic reforms in Hungary.

b) Is this foreign principal

- 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 whole 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 may be used.)

Foundation for a European Hungary is a voluntary association of individuals who seek to promote democratic reforms in Hungary. The Board of the Foundation was appointed by Szabad Demokratak Szovetsege, a Hungarian political party. Funding is currently provided by two Hungarian nationals, Janos Brodi and Mihaly Korniss. It is anticipated that the Foundation may receive additional funding from other foreign principals.

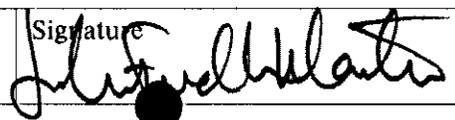
10. If the foreign principal is an organization and is not owned or controlled by a foreign government, foreign political party or other foreign principal, state who owns and controls it.

See question 9.

Date of Exhibit A
12/21/89

Name and Title
John Frederick Martin
President

Signature



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. This form shall be filed in duplicate for each foreign principal named in the registration statement and must be signed by or on behalf of the registrant.

Name of Registrant	Name of Foreign Principal
The Bancroft Group	Foundation for a European Hungary 4326

Check Appropriate Boxes:

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

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

The foreign principal identified above is an organization involved in promoting democratic reforms in Hungary. In connection with its efforts, the registrant may provide the following services:

- Lobbying - representation of client interests before federal government, including the legislative and executive branches;
- Monitoring and analysis of public policy and political environment in the United States as it affects client interests;
- General political consulting services, including issue development and campaign strategies;
- Fundraising on behalf of the foreign principal.

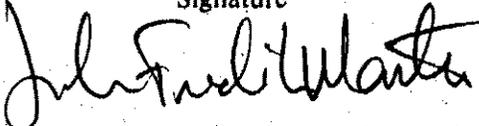
5. Describe fully the activities the registrant engages in or proposes to engage in on behalf of the above foreign principal.

See response to Question 4.

6. Will the activities on behalf of the above foreign principal include political activities as defined in Section 1(o) of the Act?¹
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.

Registrant may produce proposed articles for publication in magazines and/or newspapers designed to promote support for the goals of the foreign principal in promoting democratic reforms in Hungary. Registrant may also meet with Members of Congress or the Executive Branch regarding these same goals.

Date of Exhibit B	Name and Title	Signature
12/21/89	John Frederick Martin, The Bancroft Group, Limited Partnership President	

¹Political activity as defined in Section 1(o) of the Act means the dissemination of political propaganda and any other activity which the person engaging therein believes will, or which he intends to, prevail upon, indoctrinate, convert, induce, persuade, or in any other 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 or public interests, policies, or relations of a government of a foreign country or a foreign political party.

20th november 1989

To whom it may concern

The Board of the Foundation for a European Hungary has authorized Mr Fred Martin to act as our agent in Washington and the United States of America. He is empowered to negotiate and sign all contracts, request and accept funds authorized under a grant agreement.

The Board may designate other persons at a later date, and we will so notify you. The Board of the Foundation assumes and accepts all responsibility for providing all necessary receipts and reports regarding the disposition of the funds.

On behalf of the board

Kis János
Janos Kis

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