

USA VIDEO INTERACTIVE CORP.

September 20, 2005

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OFFICE OF INTERNATIONAL
CORPORATE FINANCE



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Securities and Exchange Commission

Office of International Finance

450 - 5th Street NW

Washington, D.C. 20549

FILE #82-1601

SUPPL

Dear Sir/Madam:

Re: **USA Video Interactive Corp. (the "Company")**
News Release

Enclosed for your reference is a copy of the Company's recent News Release, which was delivered to an acceptable dissemination service with instructions for "Immediate Release".

Yours truly,

USA VIDEO INTERACTIVE CORP.

"Anton (Tony) J. Drescher"

Per:
Anton (Tony) J. Drescher
Director

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Encl.



For release September 20, 2005

For Investor Relations Contact:
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PRIVATE PLACEMENT INCREASED TO \$260,000

(Vancouver, BC – September 20, 2005) - **USA Video Interactive Corp.** (OTCBB: USVO; TSX: US; BSE/Frankfurt: USF; <http://www.usvo.com>), announces that further to its News Release dated September 15th, 2005, whereby USVO announced that it had arranged a private placement of an aggregate of 3,000,000 units in the capital stock of **USA Video** at a price of \$0.065 US (\$0.075 Cdn.) per unit, the private placement has now been increased to 4,000,000 units, for an aggregate of \$260,000. All other terms of the private placement are unchanged.

About USVO:

USVO is a developer and supplier of Internet media delivery services, systems, and innovative end-to-end solutions. USVO developed its MediaSentinel digital watermarking technology and its StreamHQ architecture to provide a wide range of business customers with value-added media delivery services. USVO holds the pioneering patent for store-and-forward video, filed in 1990 and issued by the United States Patent and Trademark Office on July 14, 1992; it has been cited by at least 165 other patents. USVO holds similar patents in Germany, Canada, England, France, Spain, Italy and Japan. For more information, visit www.usvo.com.

On behalf of the Board of Directors
of **USA Video Interactive Corp.**

"Anton J. Drescher",
Corporate Secretary

USA Video Interactive Corporate Headquarters Office: 83 Halls Road, Old Lyme, Connecticut, 06371 Telephone (860) 434 - 5535
Facsimile (860) 434 - 5782; Canada Office: 507 - 837 West Hastings Street, Vancouver, BC V6C 3N6. Trading symbol on the OTCBB: USVO; Trading symbol on the TSX Venture Exchange US; Trading symbol on the Berlin and Frankfurt Stock Exchanges: USF. CUSIP 902924208. For more information contact (860) 434 - 5535, Extension 125; contact@usvo.com

The press release may contain forward-looking statements. Actual results may differ materially from those projected in any forward-looking statements. Investors are cautioned that such forward-looking statements involve risk and uncertainties, which may cause actual results to differ from those described.

The TSX Venture Exchange (TSX) has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.

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