

12<sup>th</sup> July 2018**License Agreement with Cabalen Management Co., Inc.**

Fujio Food System CO., Ltd. is pleased to announce a License Agreement with Cabalen Management Co., Inc. (“CMCI”) to expand Tsurumaru Udon Honpo in the Philippines was acknowledged in the BOD Meeting on 28<sup>th</sup> June 2018 and signed on 12<sup>th</sup> July 2018. The details are listed below.

**1. Purpose**

In order to expand Tsurumaru Udon Honpo to the Philippines, Fujio and CMCI initiated a license agreement. CMCI is a company that develops restaurant businesses. Since 1986, CMCI has owned 9 brands comprised of Filipino, Thai and Spanish cuisine, and has developed 60 restaurants throughout the Philippines. CMCI has a strong reputation in its proven expertise in developing overseas restaurant brands. CMCI can leverage the growing popularity of Japanese cuisine in the Philippines. Fujio believes CMCI is the best business partner in the market and is pleased to start a full-scale expansion of Tsurumaru Udon Honpo in the Philippines with the cooperation of CMCI.

**2. Content**

Fujio grants the license to CMCI for the expansion of Tsurumaru Udon Honpo in the Philippines under its trademark and know-how.

**3. About Cabalen Management Co., Inc.**

Company name	Cabalen Management Co., Inc.
Address	No.54 J.P Rizal Street, Comer Aguado, Project 4, Quezon City 1106 Philippines
Representative	Maritel O. Nievera, President & CEO
Founded in	1986
Business	Operating Restaurants and Franchising Businesses
Ties with Fujio Food System Co., Ltd.	No capital, personnel relations nor business ties exist between Fujio Food System Co., Ltd. and the company concerned.

#### 4. Schedule

12<sup>th</sup> July 2018

License agreement signed

October 2018

The 1<sup>st</sup> Tsurumaru Udon Honpo in the Philippines is expected to open

#### 5. Prospect

Working together with CMCI, Fujio is pleased to expand Tsurumaru Udon Honpo throughout the Philippines, especially in the main cities. Besides Tsurumaru Udon Honpo, CMCI has expressed interest in carrying the exclusive right in the Philippines for Fujio's other restaurant brands. We may consider offering the master license for other suitable brands after Tsurumaru Udon Honpo shows success in the Philippines.

The 1<sup>st</sup> Tsurumaru Udon Honpo is expected to open in October of this year. At this time, we envisage the impact on our business earnings to be minimal.