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Department of
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FRANCHISE DISCLOSURE DOCUMENT

COFFEE NEWS USA, Inc.
A Maine Corporation
One Cumberland Place, Ste. 102,
Bangor, Maine 04401
(207) 941-0860
www.coffeenewsusa.com

You will publish within an exclusive territory a free weekly restaurant publication called **Coffee News** for the patrons of restaurants, coffee shops, and other food related businesses.

The total investment necessary to begin operation of a Coffee News franchise is \$10,750.00 – \$11,750.00. This includes \$9500.00 – 10,500.00 that must be paid to the franchisor, COFFEE NEWS USA, INC. ("we or us). \$7,000.00 must be paid to us for each additional franchise up to a maximum of 20 franchises per individual or company.

This disclosure document summarizes certain provisions of your franchise agreement and other information in plain English. Read this disclosure document and all accompanying agreements carefully. You must receive this disclosure document at least 14 calendar days before you sign a binding agreement with, or make any payment to, the franchisor or an affiliate in connection with the proposed franchise sale. **Note, however, that no governmental agency has verified the information contained in this document.**

The terms of your contract will govern your franchise relationship. Don't rely on the disclosure document alone to understand your contract. Read all of your contract carefully. Show your contract and this disclosure document to an advisor, like a lawyer or an accountant.

Buying a franchise is a complex investment. The information in this disclosure document can help you make up your mind. More information on franchising, such as "A Consumer's Guide to Buying a Franchise," which can help you understand how to use this disclosure document, is available from the Federal Trade Commission. You can contact the FTC at 1-877-FTC-HELP or by writing to the FTC at 600 Pennsylvania Avenue, NW, Washington, D.C. 20580. You can also visit the FTC's home page at www.ftc.gov for additional information. Call your state agency or visit your public library for other sources of information on franchising. There may also be laws on franchising in your state. Ask your state agencies about them.

The Issuance Date: March 21, 2018

STATE COVER PAGE

Your state may have a franchise law that requires a franchisor to register or file with a state franchise administrator before offering or selling in your state. REGISTRATION OF A FRANCHISE BY A STATE DOES NOT MEAN THAT THE STATE RECOMMENDS THE FRANCHISE OR HAS VERIFIED THE INFORMATION IN THIS DISCLOSURE DOCUMENT.

Call the state franchise administrator listed in Attachment A for information about the franchisor, or about franchising in your state.

MANY FRANCHISE AGREEMENTS DO NOT ALLOW YOU TO RENEW UNCONDITIONALLY AFTER THE INITIAL TERM EXPIRES. YOU MAY HAVE TO SIGN A NEW AGREEMENT WITH DIFFERENT TERMS AND CONDITIONS IN ORDER TO CONTINUE TO OPERATE YOUR BUSINESS. BEFORE YOU BUY, CONSIDER WHAT RIGHTS YOU HAVE TO RENEW YOUR FRANCHISE, IF ANY, AND WHAT TERMS YOU MIGHT HAVE TO ACCEPT IN ORDER TO RENEW.

Please consider the following RISK FACTORS before you buy this franchise:

1. THE FRANCHISE AGREEMENT PERMITS THE FRANCHISEE TO SUE FRANCHISOR ONLY IN PENOBSCOT COUNTY, MAINE. OUT-OF-STATE LITIGATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST MORE TO LITIGATE WITH THE FRANCHISOR IN PENOBSCOT COUNTY, MAINE THAN IN YOUR HOME STATE.
2. THE FRANCHISE AGREEMENT PERMITS THE FRANCHISEE TO ARBITRATE WITH THE FRANCHISOR ONLY IN PENOBSCOT COUNTY, MAINE. OUT-OF-STATE ARBITRATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST MORE TO ARBITRATE WITH THE FRANCHISOR IN PENOBSCOT COUNTY, MAINE THAN IN YOUR HOME STATE.
3. THE FRANCHISE AGREEMENT STATES THAT MAINE LAW GOVERNS THE AGREEMENT, AND THE LAW MAY NOT PROVIDE THE SAME PROTECTIONS AND BENEFITS AS LOCAL LAW. YOU MAY WANT TO COMPARE THESE LAWS.
4. THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE.

We do not use the services of any franchise broker or referral sources to assist us in selling our franchise. You should be sure to do your own investigation of the franchise.

Effective Date: _____

TABLE OF CONTENTS

ITEM		PAGE
1	THE FRANCHISOR AND ANY PARENTS, PREDECESSORS, AND AFFILIATES	1
2	BUSINESS EXPERIENCE	3
3	LITIGATION	3
4	BANKRUPTCY	3
5	INITIAL FEES	3
6	OTHER FEES	4
7	ESTIMATED INITIAL INVESTMENT	5
8	RESTRICTIONS ON SOURCES OF PRODUCTS AND SERVICES	7
9	FRANCHISEE'S OBLIGATIONS	8
10	FINANCING	10
11	FRANCHISOR'S ASSISTANCE, ADVERTISING, COMPUTER SYSTEM, AND TRAINING	11
12	TERRITORY	15
13	TRADEMARKS	16
14	PATENTS, COPYRIGHTS, AND PROPRIETARY INFORMATION	18

ITEM		PAGE
15	OBLIGATIONS TO PARTICIPATE IN THE ACTUAL OPERATION OF THE FRANCHISE BUSINESS	18
16	RESTRICTIONS ON WHAT THE FRANCHISE MAY SELL	18
17	RENEWAL, TERMINATION, TRANSFER, AND DISPUTE RESOLUTION	19
18	PUBLIC FIGURES	21
19	FINANCIAL PERFORMANCE REPRESENTATIONS	21
20	OUTLETS AND FRANCHISEE INFORMATION	28
21	FINANCIAL STATEMENTS	38
22	CONTRACTS	38
23	RECEIPTS	Last two pages

EXHIBITS:

- A. Franchise Agreement
- B. Sample Coffee News
- C. Financial Statements
- D. Coffee News Publishers List
- E. Former Coffee News Publishers List
- F. State Regulatory Authorities
- G. Agents for Service of Process
- H. State Addendum
- I. Notice of Exemption for Internet Advertisement

ITEM 1

THE FRANCHISOR, AND ANY PARENT, PREDECESSORS, AND AFFILIATES

The Company

COFFEE NEWS USA, Inc. ("we" or "us") was incorporated in Maine on January 27, 1994, and maintains its principal business at One Cumberland Place, Suite 102, Bangor, Maine 04401. We conduct business under our corporate name and the mark "Coffee News USA" only. Our agents for service of process are listed in Attachment B.

The Franchise Offered

We sell to you the right to publish **Coffee News** (the Periodical) and to distribute the Periodical to restaurants and other local establishments within a specified geographic area which is your exclusive territory. "You" or "Publisher" represents the franchisee, or in the event of a corporation, limited partnership, or other entity, "you" represents the owners of the franchisee or the Publisher. You will generate revenue through sales of advertising space on weekly editions of the Periodical. Food-related businesses such as restaurants distribute **Coffee News** as a service to their clientele and do not pay or receive any fee for this service. There are no limits as to where you may sell advertising.

On July 3, 1995, we acquired and operated 4 franchises in the Greater Bangor, Maine area until October 1, 2003 when they were sold. On August 1, 2012, we reacquired the 4 franchises in the Greater Bangor Area in Maine and have added a 5th franchise for Waldo County, Maine. On June 1, 2017, we assumed control of five (5) franchises in Maine due to the sudden death of the franchisee. Two (2) have been sold to new franchisees and three (3) are now owned by us, bringing our company owned franchises to eight (8). Since February 5, 1996, we have offered franchises for sale.

We do not operate any other line of businesses in this corporation.

The Periodical will compete for readership, display space, and advertising revenue with other print media. The publication is designed and intended for readership in restaurants, coffee shops, and other public places where patrons sit and eat. We know of no other periodical that has this specific focus.

You will compete for advertising revenue with all other media forms in the territory and there is no reason to believe you will be insulated in any way from the competition. The following strategies employed by us are new to the United States market, but these strategies have been used extensively in Canada since 1988:

- 1) The Periodical is designed specifically for use in foodservice establishments.
- 2) Only one advertisement is allowed from each industry per edition.
- 3) Restaurants are not allowed to advertise except in seasonal editions during the high season.
- 4) All advertisements are the same size and are arranged to ensure maximum readership.
- 5) A new issue is published and distributed each week and placed in holders uniquely designed to display the Periodical.

Our Parents, Predecessors and Affiliates

On February 5, 1996, we purchased the exclusive rights to franchise Coffee News in the continental United States, Alaska, Puerto Rico, Hawaii, Central America, and the Caribbean from 2703203 Manitoba, Inc. d/b/a Coffee News, 54 Harlow Bay, Winnipeg, Manitoba R2C 5N5, a corporation of the Province of Manitoba, Canada. Since 1988, 2703203, Manitoba, Inc. has licensed the distribution of **Coffee News** in most of the prime population areas of Canada and is seeking to establish a worldwide network in a variety of languages. We are the first to acquire the rights outside of Canada. Recently, other parties either have or are in the process of acquiring franchise rights in other countries.

2703203, Manitoba, Inc. provides us weekly copy for **Coffee News** which we distribute to our United States publishers every 8 weeks. The weekly copy provided to you contains all material to be published except advertising copy and local events listed under the "What's Happening" section, which you will provide. Due to language differences and local customs, we are authorized to edit the copy for the United States market. You are not authorized to edit the copy without our written permission to do so.

We purchased a printing company, July 1, 2008, that primarily prints Coffee News editions for our publishers primarily in North America called Coffee News Printing, LLC and located in Houlton, Maine. The printing company is offering commercial printing services to local communities and has added a FedEx service center to the location.

On October 21, 2008, William Buckley purchased 2703203 Manitoba, Inc. located in Winnipeg, Manitoba. This company holds all the rights and marks for Coffee News worldwide and holds all agreements with publishers of Coffee News in Canada and 16 other countries.

The shares of 2703203 Manitoba, Inc. are 100% owned by William A. Buckley. Coffee News USA, Inc shares are 45% owned by William A. Buckley, 45% owned by Sue-Ann Buckley and 10% owned by John B. Buckley. The shares of Coffee News Printing, LLC are 51% owned by William A. Buckley and 49% owned by Garrett Guernsey, the Chief Financial Officer of Coffee News USA, Inc.

On January 1, 2015, Coffee News USA, Inc. entered into a marketing agreement with Darter Specialties, Inc. P.O. Box 188, Cheshire, CT 06410 to provide exclusive rights within the geographic boundaries of the United States, to produce, inventory, promote, sell and ship Products using the Coffee News Marks, in exchange for a percentage of the sale proceeds to publishers. Certain amounts of unsold existing inventory from Coffee News USA will be sold by Darter Specialties and the proceeds remitted to Coffee News USA, Inc. on a monthly basis.

On or about March 1, 2017, we entered into a joint promotion agreement with KVH Media Group, a division of KVH, Inc. to promote the sale of a daily digital publication in 34 different languages to hotels and leisure companies through our franchisees in North America in exchange for assisting Coffee News in the sale of Coffee News franchises worldwide. This arrangement gives Coffee News USA, Inc. the exclusive rights to market a daily publication called, "Good Morning News" primarily in North America, but also in any international countries where we currently have franchises. KVH, Inc. is headquartered in 50 Enterprise Center, Middletown, RI 02842 USA.

We have no parents or affiliates. Neither we nor 2703203 Manitoba, Inc. have ever offered franchise in any other line of business. Our company was incorporated under the name

of Ergonomic Consulting Services, Inc. on January 27, 1994 and operated under a d/b/a of Coffee News. Effective on May 25, 2004, our name was changed to Coffee News USA, Inc. d/b/a Coffee News. This was a simple name change and all other aspects of our company remain unchanged.

Other than laws or regulations that apply to businesses generally, we know of no regulations specific to this industry which may affect the operation of your franchise.

ITEM 2

BUSINESS EXPERIENCE

President: William A. Buckley

William A. Buckley, the President and Director of Coffee News USA, Inc., has over 50 years of experience in the finance and marketing businesses. He has served in this position with Coffee News USA, Inc. since the company was formed in 1993 and began offering franchise for sale in 1996. In 2008, Mr. Buckley purchased 2703203 Manitoba, Inc. in Winnipeg, Manitoba and serves as President of that company. The International Franchise Association (IFA) has awarded Mr. Buckley a certificate of achievement as a Certified Franchise Executive (CFE).

ITEM 3

LITIGATION

No litigation is required to be disclosed in this Item.

ITEM 4

BANKRUPTCY

No bankruptcies are required to be disclosed in this Item.

ITEM 5

INITIAL FRANCHISE FEE

You must pay an initial franchise fee of \$9,500.00 for the first franchise that is due upon signing the initial franchise agreement, \$500.00 of which must be paid to us for document preparation including without limitation draft of the franchise agreement. The \$500.00 shall be deducted from \$9,500.00 upon signing the initial franchise agreement. For this, you will receive weekly copy within 14 days of signing the agreement with additional copy mailed in 8-week increments (no later than 5 business days prior to the end of the following 8-week period) which effectively represents reimbursement for weekly copy during the initial 3 month period of the agreement. Agreements may include up to the maximum 20 franchises permitted per publisher. A fee of \$7,000.00 for each additional franchise is due at the time of signing the agreement for additional

franchise(s). Upon our sole discretion, we may offer short term sales promotions to existing Publishers who wish to purchase additional franchise unit(s) from time to time. In the event that you notify us that you wish to revise the start date of business and postpone it by one month or more subsequent to your receipt of the initially executed franchise agreement, you need to pay for additional \$1,000.00 to us to obtain such extension and hold your proposed licensed area for such one or more months before you pay the full amount due under the agreement. All fees are non-refundable.

There are no other initial fees or payments required for services or goods before the date of the agreement. The date of the agreement is considered your date of opening your franchise business. Three months after your opening you will pay a required weekly fee for the continued receipt of copy or content for your periodical. The weekly fee is more fully explained in Item 6.

Initial fees and payments will be due in full upon our completion of all pre-opening obligations.

ITEM 6

OTHER FEES

Name of Fee	Amount	Due Date	Remarks
Weekly - Initial Franchise (See note 1)	\$80	fee begins on the first day of the third month following the month the initial franchise agreement was signed ("the fourth month of the agreement") and continues monthly	paid to us by credit / debit cards, check, or by PayPal
Weekly - Additional Franchises (agreed to upon signing the initial franchise agreement)	\$40 / additional franchise	the fee on the first 5 additional franchises is due to us on the first day of the tenth month following the month the initial franchise agreement was signed (i.e., the tenth month of the agreement) and every 6 months thereafter for each additional group of 5 or less franchises .	paid to us by credit / debit cards, check, or by PayPal
Initial - Additional Franchises (agreed to after signing the initial franchise agreement)	\$7,000.00/ additional franchises	the fee on the additional franchises is due at the signing of the agreement.	paid to us directly when due

This schedule is designed to allow you ample time to put your entire territory into operation before you reach the maximum weekly fee requirement.¹

After every 6 months, you have the option to return the remainder of your franchise if you are unable to put the franchises into operation. If your franchises are not in operation but you desire to maintain possession of the franchises, you may pay the next level of weekly fees. There are no other fees, including no additional initial or renewal fees and no fees for transfer of ownership or interest in your franchise(s).

All fees are imposed and collated by us.

All fees mentioned above are non-refundable.

All fees are uniformly imposed.

No franchisor-owned outlets have controlling voting power to disclose the maximum and minimum fees that may be imposed.

Note:

1. For example, (a) if the agreement is signed 3/1/18 for 6 franchises, \$9,500.00 is paid immediately for the initial franchise and \$35,000.00 is paid immediately for the five additional franchises. The weekly fee of \$80 begins on 6/1/18 and the weekly fee of \$40 additional franchise begins 12/1/18.

ITEM 7

ESTIMATED INITIAL INVESTMENT

None of the following costs are refundable.

YOUR ESTIMATED INITIAL INVESTMENT¹

TYPE OF EXPENDITURE	AMOUNT	METHOD OF PAYMENT	WHEN DUE	TO WHOM PAYMENT IS TO BE MADE
INITIAL FRANCHISE FEE	\$9,500.00	LUMP SUM	\$500.00 FOR US TO PREPARE THE AGREEMENT; AND BALANCE AT SIGNING OF AGREEMENT	US
POSTPONEMENT OF OPENING DATE	\$1,000.00	LUMP SUM	UPON REQUEST TO POSTPONE THE START DATE FOR ONE MONTH OR MORE	US

¹ We accept Visa/MasterCard.

TYPE OF EXPENDITURE	AMOUNT	METHOD OF PAYMENT	WHEN DUE	TO WHOM PAYMENT IS TO BE MADE
TRAVEL AND LIVING EXPENSES IN TRAINING	\$500.00	N/A	N/A	N/A
REAL ESTATE AND IMPROVEMENTS	N/A	N/A	N/A	N/A
EQUIPMENT	N/A	N/A	N/A	N/A
STANDS ²	\$500.00	AS INCURRED	BY FIRST PRINTING	LOCAL VENDOR
SECURITY DEPOSITS, UTILITY DEPOSITS, BUSINESS LICENSES	N/A	N/A	N/A	N/A
MISCELLANEOUS OPENING COSTS ³	\$250.00	AS INCURRED	BY FIRST PRINTING	LOCAL VENDOR
OPENING INVENTORY	N/A	N/A	N/A	N/A
ADVERTISING ⁴	N/A	N/A	N/A	N/A

² The current suggested stand for **Coffee News** can be purchased for \$5.25 each plus shipping from Coffee News USA (total approx. \$5.75 each). You have the option to purchase the stands locally if they can be purchased at a lower cost. The number of stands required will directly depend on the number of restaurants/businesses that distribute the Periodical. The above price is based on a distribution network of 50 restaurants/businesses.

³ This includes business cards, invoices, rate sheets, and other miscellaneous office supplies.

⁴ Advertising for the Periodical is sold through direct solicitation. You do not need nor do we require you to advertise the Periodical.

TYPE OF EXPENDITURE	AMOUNT	METHOD OF PAYMENT	WHEN DUE	TO WHOM PAYMENT IS TO BE MADE
ADDITIONAL FUNDS ⁵ — [initial period]	N/A	N/A	N/A	N/A
TOTAL	\$10,750.00 - \$11,750.00 ⁶			

All fees mentioned above are non-refundable. We offer direct and indirect financing to your purchase of the franchised territories. Please see Item 10 of this Disclosure Document for detailed information.

ITEM 8

RESTRICTIONS ON SOURCES OF PRODUCTS AND SERVICES

Periodical Copy

You must purchase weekly copy, also known as content, from us as the U.S. Franchisor. The weekly copy shall be used for the Periodical which contains the format and information to be included in all sections except the "What's Happening" section, which you shall provide. Weekly fees are not a part of the initial acquisition of your franchises as explained in Item 7. Weekly fees paid by you cover the cost of the copy or content we supply to you on an ongoing basis. Please see Item 6 for the amount of Weekly fees paid by you. Copy or content shall be incorporated in each edition of Coffee News you publish according to the guidelines in the franchise agreement. Additionally, you must purchase the printing service from Coffee News Printing, LLC in Houlton, Maine for a minimum period of one (1) year from the date of the franchise agreement. Upon expiration of such one (1) year, you may voluntarily stay with Coffee News Printing, LLC or have the option to purchase printing service from another print shop.

⁵ Normal start-up of the first franchise requires about 30 – 45 days on average from the start of advertising sales to the publication of your first issue. During this period, most clients will pay for the advertising in advance. For this reason the costs for getting started are considered to be self-funded.

⁶ We relied on our 23 years of experience in the Coffee News publication business to compile these estimates. You should review these figures carefully with a business advisor before making any decision to purchase the franchise.

Other than the initial franchise fees, the weekly Royalty fees for copy represents all of our revenue from required purchases or leases in North America. In 2017, revenue from all sources was \$1,448,231.00 with \$1,163,520.00, representing all required purchases and leases for 80.34% of total revenues. In 2017, the affiliate Coffee News Printing LLC's total revenue was \$931,902.00 and the required revenue derived from Coffee News publishers for the fiscal year 2017 was \$81,151.00 representing 8.71% of its total revenue. However, the required purchase from Coffee News Printing LLC will not occur until after you open for business.

We are the sole U.S. distributor of weekly copy of the Periodical and may edit weekly copy as provided by 2703203, Manitoba, Inc. You may not edit weekly copy without our prior written permission and we shall have final authority regarding the content of the Periodical. (See Section 5 of the franchise agreement.)

There are no other required purchases or leases. There exist no purchase or distribution cooperatives. We are the sole provider of copy or content for your periodical. All other products or services including stands may be purchased from a third-party supplier. You are not required to purchase any computer hardware or software.

The shares of Coffee News Printing, LLC are 51% owned by William A. Buckley. We have negotiated an agreement with Intuit, Inc. for a reduced cost copy of Quickbooks accounting software for you when you join our franchise system that includes a merchants service agreement to accept credit card charges from your advertisers. This software is offered to all publishers whether you purchase from designated or approved suppliers or not. Only one initial copy of the software will be provided, and you will be required to pay for any future upgrades to the software if you wish to acquire them. The merchants service agreement provides a stated discount on each charge which can vary in the future and by type of charge you accept. Use of the charge card system is optional.

ITEM 9

FRANCHISEE'S OBLIGATIONS

This table lists your principal obligations under the franchise and other agreements. It will help you find more detailed information about your obligations in these agreements and in other items of this disclosure document.

OBLIGATION	SECTION IN FRANCHISE AGREEMENT	ITEM IN DISCLOSURE DOCUMENT
a. Site selection and acquisition / lease	Section 1.2	Items 6, 11
b. Preopening purchases / leases	Section 2.1	Items 6, 8, 11
c. Site development and other pre-opening requirements	Not Applicable	Not Applicable

OBLIGATION	SECTION IN FRANCHISE AGREEMENT	ITEM IN DISCLOSURE DOCUMENT
d. Initial and ongoing training	Section 10	Item 11
e. Opening	Not Applicable	Not Applicable
f. Fees	Sections 2, 10, 12	Items 5, 6
g. Compliance with standards and policies / operating manual	Sections 7.1, 8, 13	Item 11
h. Trademarks and proprietary information	Sections 6, 7.1, 7.2, 8.11, 8.12, 8.15	Items 13, 14
i. Restrictions on products/ services offered	Sections 5, 9	Item 16
j. Warranty and customer service requirements	Section 8.6	Items 11, 15
k. Territorial development and sales quotas	Section 8.1	Item 15
l. Ongoing product / service	Sections 2, 4	Item 8
m. Maintenance, appearance, and remodeling requirements	Not Applicable	Not Applicable
n. Insurance	Not Applicable	Not Applicable
o. Advertising	Section 8.15	Not Applicable
p. Indemnification	Sections 8.1, 8.13	Item 13
q. Owner's participation / management / staffing	Section 8.1	Items 11, 15
r. Records / reports	Sections 8.7, 8.8, 14.3	Item 6
s. Inspections / audits	Sections 8.7, 8.8	Item 6
t. Transfer	Sections 11, 16.4	Item 17
u. Renewal	Section 3.2	Item 17

OBLIGATION	SECTION IN FRANCHISE AGREEMENT	ITEM IN DISCLOSURE DOCUMENT
v. Post-termination obligations	Sections 13, 14	Item 17
w. Non-competition covenants	Section 8.5	Item 17
x. Dispute resolution	Section 16	Item 17
y. Other (describe)	Not Applicable	Not Applicable

ITEM 10

FINANCING

After one year under your agreement, we may finance additional purchases of franchise territories through Coffee News USA, Inc. at competitive rates and terms pursuant to a Promissory Note. If you want to buy more than one franchise, we may finance for up to three more franchises initially as long as you have good credit and net worth of at least \$100,000.00. We also accept all major charge cards in payment. Interest will be at 5% APR (Annual Percentage Rate). The term will vary based on the number of franchises purchased and the financing options that you may select.

There is no prepayment penalty. We will hold any such licensed rights to the licensed territories granted under the Coffee News License Agreement as security until you have paid your Promissory Note in full. There are no waivers of your legal rights and you are not barred from asserting a defense against us. We have no current practice or interest to sell, assign or discount to a third party all or part of the financing arrangement. If you do not pay on time, you hereby agree that Coffee News can call the loan and demand immediate payment of the full outstanding balance and obtain court costs and attorney's fees if a collection action is necessary. If Publisher / Debtor is a corporation, professional corporation, partnership, limited liability partnership, or a limited liability company, a Guarantee of Performance by the Principal stockholder(s), general partner(s), or member(s), as the case may be, must be executed.

For those with excellent credit, as evidenced by a credit report from Equifax, Experian or Transunion or similar credit rating agencies in other countries, and with verifiable extensive advertising or similar sales experience including entrepreneurial management experience of at least 2 years, you may be eligible for full funding for the purchase of a minimum of four or more franchises, subject to the initial payment of the training fee as more fully explained in Item 11. You will be required to attend the next Coffee News College at the time of purchase, and you will be required to use the printing services of Coffee News Printing, Inc. during the term of the loan. The interest rate will be 5% simple interest with weekly payments for principal and interest for up to 48 months and the weekly fees beginning at the start of the fourth month under the agreement by credit or debit card or electronic funds transfer in accordance with Item 6. (Other Fees).

Although we offer direct and indirect financing, we do not guarantee your note, lease, or obligation associated with any financing plan. See Item 22, Coffee News License Agreement as Exhibit A for a specimen copy of the Promissory Note.⁷

ITEM 11

FRANCHISOR'S ASSISTANCE, ADVERTISING, COMPUTER SYSTEMS, AND TRAINING

Except as disclosed below, we are not required to provide you with any assistance.

Before you publish your first edition of **Coffee News**,

1) We will provide you upon your initial franchise fee payments an operations manual describing how to arrange the distribution of the Periodical within your geographic area, how to sell advertising, how advertising in the Periodical operates, how to design such advertisements, how to determine the suggested pricing of advertising, and how to determine coverage areas as well as including sample filler advertisements, office supply samples of insertion orders, business cards, envelopes, and monthly sales envelopes for your use in producing your own supplies of such materials (Franchise Agreement Section 7.1). Responsibility for the sale of advertisements rests solely with you.

2) Prior to purchasing any territories and to signing an agreement with us and to paying the Initial franchise fees, you and we will agree on the boundaries of your exclusive distribution territory that will optimally have a population of 25,000 to 50,000 total and 25 to 40 active restaurants (Franchise Agreement Section 1.1). Since no territory may overlap another, we will research the territory that you wish to service to determine if all or part of it is currently serviced by us or any of our franchises. We usually approve an area where you wish to publish if it does not overlap another where an existing publisher operates. We will also research population and commerce figures to determine the number of people and the number of restaurants that are contained within the proposed territory. This population/restaurant guideline is based on discussions with existing franchises in the U.S. and Canada and considers information from our 5 company-owned franchises. Upon signing the franchise agreement, you will have exclusive rights to distribute your editions of **Coffee News** within the agreed territory. It is important to note that you may solicit and accept advertisements from any source inside or outside your territory since the agreement limits only your distribution rights.

We will not sign an agreement with you or require the payment of the Initial fees until we have agreed on the specific territories you wish to purchase.

When you request the areas where you wish to publish, we will determine the number of franchises that the area would represent based on the guidelines in Item 11.2 and Item 12. There is no time limit for an acceptance since all site locations are resolved before you sign an agreement with us.

3) We shall disclose to you the unique marketing and sales techniques employed in the design and format of the Periodical, described in detail in the operations manual (Franchise Agreement Section 7.2).

⁷ A sample Promissory Note is attached to Coffee News License Agreement as Schedule B.

4) The design of the periodical stand is disclosed in the operations manual. You may purchase periodical stands with labels attached from Darter Specialties, Inc. for \$5.25 each plus shipping and handling for a total of approximately \$5.75 each (Franchise Agreement Section 7.3). If you opt to purchase stands elsewhere, we will provide labels for each stand at a nominal charge.

After you publish your first edition of **Coffee News**,

- 1) We shall provide you support services as deemed reasonable and advisable by us (Franchise Agreement Section 7.4).

You are not required to purchase a computer or any associated systems from us or any other vendor. We do not have any advertising council composed of publishers. You are not required to participate in a local or regional advertising cooperative.

Marketing materials

In addition to the marketing materials we provide, you may create any additional marketing materials you deem important or necessary to launching or maintaining market awareness to grow your business.

Startup Time Period

Once the agreement is signed, you will spend approximately 4-6 weeks preparing to publish your first edition of **Coffee News**. Your timing is affected by the rate of sales of advertisements, the state of preparations with printers, and your selection of restaurants as distribution locations. We shall provide you with 8 weekly editions of copy within 14 calendar days of signing the agreement. Future editions will be mailed no later than 5 business days prior to the end of the previous 8-week period (Franchise Agreement Section 4.2).

TRAINING PROGRAM

We have no obligations to provide any training classes before or after you begin publishing or to set up an advertising program or fund.

We offer a three-day **Coffee News College** every 8-13 weeks for all North American publishers/franchisees which all costs including without limitation mentoring and startup services are covered by the one - time training fee of \$2,500.00, which is included in and will be deducted from the \$8,500.00 initial franchise fees. Said onetime fee only applies to new publishers coming into our system. All signatories to the agreement are required to attend the next available **Coffee News College**. Travel expenses are not included.

The 3-day classroom style program utilizes both veteran publishers and corporate staff to provide a combination of lectures and hands on involvement. There is time allowed for networking between you and veteran publishers during this period.

The training is at no additional cost to you except for your own travel expenses to and from the training program. We pay for your meals and lodging while at the initial training program. The training is normally offered in Bangor, Maine every 8-13 weeks and at other random locations around North America one (1) additional occasion, depending on the volume of new publishers. The topics covered in the 3-day training program include but are not limited to sales, ad design, billing, collections, distribution, marketing, and startup.

In the previous 12 month period, approximately 100% of all new publishers attended the training program. There are no other additional training programs we offer. All existing publishers may attend future initial training programs voluntarily at their own expense.

TRAINING PROGRAM

Subject	Hours of classroom training	Hours of on the job training	Location	Instructor
Profitability	1.5 hours	8 wk Mentor program	Bangor, ME	Mr. Ron Vellucci
Start up	2.0 hours	8 wk Mentor program	Bangor, ME	Mrs. Karen Newton Ms. Deborah Jackson
Sales DISC	3.0 hours	8 wk Mentor program	Bangor, ME	Mr. John Buckley
Distribution and Systems	1.0 hours	8 wk Mentor program	Bangor, ME	Mr. Ron Vellucci Mr. Peter Philbrick
Ad design	3.0 hours	8 wk Mentor program	Bangor, ME	Mrs. Karen Newton Mr. Ron Vellucci Ms. Deborah Jackson
Art work	1.0 hours	8 wk Mentor program	Bangor, ME	Mr. Ron Vellucci
Printing	.5 hours	6 wk Mentor program	Bangor, ME	Mr. Garrett Guernsey
Branding	1.5 hours	8 wk Mentor program	Bangor, ME	Mr. Ron Vellucci Mrs. Karen Newton Ms. Deborah Jackson
Networking	1.0 hours	8 wk Mentor program	Bangor, ME	Mr. William Buckley
Billing and Collections	1.5 hours	8 wk Mentor program	Bangor, ME	Mr. Garrett Guernsey
Responsibility to advertisers	.5 hours	8 wk Mentor program	Bangor, ME	Mr. William Buckley
Motivational Videos	.5 hours	8 wk Mentor program	Bangor, ME	Mr. John Buckley
Support Services	2.5 hours	8 wk Mentor program	Bangor, ME	Mr. John Buckley Mrs. Melissa Coombs
Media review and Social Media	3 hours	8 wk Mentor program	Bangor, ME	Mrs. Melissa Coombs
Business Plan	2.5 hours	8 wk Mentor program	Bangor, ME	Ms. Martha Muldoon Mr. Kevin Stevenson Mr. Steven Hiltz
Total hours	25 hours			

*** Note:**

Mr. William Buckley is in charge of all training. In addition to an undergraduate degree in Marketing and Finance and a master's degree in business administration from the University of

Maine in 1965 and 1984 respectively, Mr. Buckley was employed for over 25 years in Banking in various sales, human resource and administrative positions. He established the first bank teller training school in the state of Maine in 1970. He is a graduate of the Williams College School of Banking in 1971 and the Stonier Graduate School of Banking at Rutgers in 1977. Mr. Buckley is a Certified Franchise Executive (CFE). Prior to Purchasing Coffee News USA, Inc, he was a management consultant for four years with an injury prevention consulting firm, a workers compensation insurance company and later at a sales trainer for medical professionals seeking industrial clients. Instructors for the training program may change due to the availability and location convenience from time to time. Instructors are selected based on years of experience in publishing Coffee News, compliance with franchise standards, and strong communication skills as demonstrated by their presentations in Conferences. We require a minimum of 2 years of publishing experience with Coffee News.

Operations Manual Table of Contents

SUBJECT	# OF PAGES
Section One: Introduction	9-15
Section Two: Profitability	16-24
Section three: Advertising Rates	25-36
Section four: Distribution	37-49
Section Five: Area Development	49-58
Section Seven: Coffee News Advertising	71-84
Section Eight: Coffee News Sales Process	85-114
Section Nine: Networking	115-124
Section Ten: Building The Brand	125-134
Section Eleven: Billing and Collections	135-144

SUBJECT	# OF PAGES
Section Twelve: Managing Your Advertisers	145-150
Section Thirteen: Ad Design	151-170
Section Fourteen: Format And Compliance	171-192
Section Fifteen: Printing	193-200
Section Sixteen: Using The Internet	201-206
Section Seventeen: Support Services	207-214
Section Eighteen: Survival Tips	215-222
Section Nineteen: Testimonials	223-228
Section Twenty: Suggested Resources	229- 241
TOTAL NUMBER OF PAGES	241

ITEM 12

TERRITORY

The exclusive territory of each franchise is based on the 2010 census data (www.census.gov) for resident population within the selected area. Generally, each franchise territory should have a population of 25,000 - 50,000 and we are flexible on how many franchise territories may be available in any geographic area. You do not have the right of first refusal or similar rights to acquire additional outlets. The operations manual provides a chart for your use in determining the number of franchises that may be available within any geographic area under consideration by you. We will review and approve your proposed territory in a timely manner.

At the signing of the franchise agreement, we will grant you exclusive rights to distribute your publication of **Coffee News** within the agreed boundaries. Your exclusive territory is a specific

geographic area where you may distribute the Periodical. Although you are allowed to distribute **Coffee News** only within this territory, you may solicit and accept advertisements from sources both inside and outside your territory. You may solicit advertising clients both from within your territory and outside your territory by any means that you deem appropriate. We place no restriction on outside territory solicitation. We do suggest, however, as a matter of courtesy and to maintain harmonious relations with mutual clients and fellow publishers, that you communicate with your neighboring publishers before you enter such a publishers' territory to solicit and/or sell advertising. You may acquire additional franchise territories by proposing territories to us and we will research and tailor the boundaries of the proposed territory.

We will not establish or allow another publisher to establish distribution locations within your territory but all franchises are allowed to solicit and accept advertisements from within and outside their respective territory. We do not conduct business using another mark in your territory. We do not do any business solicitation in your exclusive territories in competition with you either directly or indirectly through the internet or by any other means. We do not reserve the right to use alternative distribution, including the internet, within your territory, under our principal trademarks or different trademarks.

There is no minimum advertising sales quota. You maintain the exclusive rights to your area even if the population should increase.

There exists no obligation on the part of the franchisor to provide promotional support for your franchise(s) since advertisements in **Coffee News** are sold by direct solicitation.

In the event that you decide to relocate to any other part of the country, we encourage you to sell your franchises as an ongoing business to a third party to maximize your return on your investment.

ITEM 13

TRADEMARKS

You may use the Coffee News principal trademarks in the promotion and publication of your editions of **Coffee News**. See Exhibit B for an example of the Coffee News logo, format, and content categories. Listed here are the specifics regarding these principal trademarks:

Coffee News Format

Size:	11" by 17" page size.
Coloring:	Light brown coloring of paper.
Format:	2-sided printing with each page divided into 3 columns, with the 2 border columns each allowing for 8 advertisements arranged vertically and a center column allowing for the publication of information.
Ad proportions:	Equal sized, approximately 2 7/8" by 2" inches in a rectangular rounded corner box with 1 open corner.

Coffee News Content Categories

Everybody's Talking!
 Quotable Quotes
 What's Happening
 Trivia
 Your Weekly Horoscope
 Did You Know...
 On the Lighter Side

Trademarks are registered for the "Coffee News" logo, format, content categories, and associated artwork with the Principal Register of the United States Patent and Trademark Office, as of November 18, 1997, trademark registration number 2,113,507.

Nothing in the franchise agreement shall be construed as a grant to you of any right, or interest in the "Coffee News" name or format, since all rights are reserved by 2703203, Manitoba, Inc. and us except for this license to the "Coffee News" name and format only as expressly provided in the franchise agreement. Furthermore, nothing in the agreement shall be construed as an assignment or license to you of any right or interest in any trade names or symbols, service marks, signs, slogans, or insignia not designated by the agreement as licensed to you, which may be developed by us for use with other publishers. In signing the agreement, you recognize the great value of the goodwill associated with our name and format and you acknowledge that the goodwill belongs to us and 2703203, Manitoba, Inc. You also will agree that you will not, at any time attack the title or any rights of us or 2703203, Manitoba, Inc. to the "Coffee News" name or format or attack the validity of the license to use the name or format or do anything which would jeopardize or diminish our rights or the value or the name.

You will have the right to use trademarks during any dispute between us and 2703203, Manitoba, Inc.

In addition, you shall immediately notify us of any apparent infringements of or challenges to the use of the "Coffee News" name or format or your licensed business in the geographic area covered by the agreement. You shall not communicate with any person other than us, 2703203, Manitoba, Inc. and its counsel in connection with any such infringement or challenge. You will agree that 2703203, Manitoba, Inc. shall have sole discretion to take the action it deems appropriate and the right to exclusively control any litigation or other administrative claim or action relating to the infringement, challenge, or claim. Any money, damages, or other benefits arising from the infringement or challenge shall benefit 2703203, Manitoba, Inc. You must execute all instruments and documents, give all assistance and perform those acts to protect and maintain our interests as required by counsel of 2703203, Manitoba, Inc., us and its publishers in any litigation or administrative proceeding.

We do not know of any infringing uses that could materially affect your use of the Coffee News trademarks.

We have filed all required Affidavits and renewals. There are no effective determinations of the Patent and Trademark Office, the Trademark Trial and Appeal Board or any state trademark administrator or court; and any pending infringement, opposition, or cancellation proceeding involving proprietary marks that are material to Coffee News. There are no agreements

currently in effect that significantly limit our rights to use or license the use of such proprietary marks that are material to the Coffee News franchise.

ITEM 14

PATENTS, COPYRIGHTS, AND PROPRIETARY INFORMATION

We do not own rights in, or licenses to, patents or copyrights that are materials to the franchise. We have no pending patent applications that are material to the franchise. We do not know of any patent or copyright infringement that could materially affect the franchisee.

ITEM 15

OBLIGATION TO PARTICIPATE IN THE ACTUAL OPERATION OF THE FRANCHISE BUSINESS

You or a designated person must use your best efforts in the sale of advertisements and in distributing your editions of Coffee News. You personally are not required to perform the duties necessary to accomplish these goals, but it is recommended.

As the owner of the franchise(s), you are responsible for the compliance of all employees with the terms and conditions of the Franchise Agreement including your manager, on- premises supervisor or minority stockholder, if a company.

We place no other limitations or restrictions on your staff other than those contained in the Item 17. We do not require a personal guaranty of the performance.

ITEM 16

RESTRICTIONS ON WHAT THE FRANCHISEE MAY SELL

The only thing that you will sell is advertising space in the Periodical and we do not restrict the advertisements you may accept for publication.

We reserve the right to sell all Coffee News products and promotional items to our publishers and do not require that you purchase any of these items from us. We do restrict you from reselling any of the Coffee News products or promotional items you purchase, either from us or other vendors, to other publishers or the public. You are free to purchase any Coffee News products or promotional items and provide them free of charge to other publishers or the public, if you wish. You do not have the right to make any modification to the items from us.

We reserve the right to change the Coffee News products and promotional items we offer you for your use and not for resale.

ITEM 17**RENEWAL, TERMINATION, TRANSFER, AND DISPUTE RESOLUTION**

This table lists certain important provisions of the franchise and related agreements. You should read these provisions in the agreements attached to this disclosure document.

THE FRANCHISE RELATIONSHIP

PROVISION	SECTION IN FRANCHISE AGREEMENT	SUMMARY
a. Term of the franchise.	Section 3.1	4 year term.
b. Renewal or extension of the term.	Section 3.2 Exhibit A.	Right to renew agreement for another 4 years if provisions are met.
c. Requirements for you to renew or extend. See Note 7(c) for details.	Section 3.2 Exhibit A	Comply with terms in franchise agreement. You may be required to sign a franchise agreement containing terms and conditions that could be materially different from the original franchise agreement.
d. Termination by you.	Sections 13.3, 14.1, 14.3 Exhibits A	120 days notice required. Deposit is nonrefundable.
e. Termination by Coffee News USA without cause.	None Exhibit A	We will not terminate without cause.
f. Termination by Coffee News USA with cause.	Section 12.1 Exhibit A	We can terminate if you breach or default under any provision of the franchise agreement.
g. "Cause" defined defaults which can be cured.	None Exhibit A	There exists no provisions for defaults which may be cured.
h. "Cause" defined defaults that cannot be cured.	Sections 13.1, 13.2, Exhibit A	Waivers for prior breaches or defaults are not binding against same or different breaches or defaults.
i. Your obligations on termination / nonrenewal.	Section 14.3 Exhibit A	You shall return all materials and information relevant to sales and production of Coffee News .
j. Assignment of contract by Coffee News USA.	Section 11.1 Exhibit A	Franchise agreement does not specifically restrict or permit us to assign our rights but this section does suggest that it is permitted.

PROVISION	SECTION IN FRANCHISE AGREEMENT	SUMMARY
k. "Transfer" by you definition.	Sections 11.2, 16.4 Exhibit A	Transfers are prohibited unless we consent.
l. Coffee News USA's approval of transfer by you.	Sections 11.2, 16.4, Exhibit A	We must approve all transfers.
m. Conditions for Coffee News USA's approval of transfers.	Not Applicable	We do not provide conditions for approval of transfers.
n. Coffee News USA's right of first refusal to acquire your business.	Not Applicable	Not applicable.
o. Coffee News USA's option to purchase your business.	Not Applicable	Not applicable.
p. Your death or disability.	Not Applicable	There are no specific provisions that address what happens when you die or become disabled.
q. Non-competition covenants during the term of the franchise.	Section 8.5 (see Exhibits A:e)	No involvement in competing business in your state.
r. Non-competition covenants after the franchise is terminated or expires.	Section 8.5 (see Exhibits A:e)	No involvement in competing business in your state for 2 years following termination.
s. Modification of agreement.	Section 16.1, Exhibit A	Agreement may not be changed except by the mutual consent of both parties.
t. Integration / merger clause.	Section 11.3, Exhibit A	Only the terms of the franchise agreement are enforceable, subject to state law. Any representations or promises outside of the disclosure document and franchise agreement may not be enforceable.
u. Dispute resolution by arbitration or mediation.	Section 16.8 Exhibit A	Arbitration must be held at a location within Maine, unless the parties mutually agree to an alternative location.
v. Choice of law.	Section 16.2 Exhibit A	Maine Laws apply.
w. Choice of forum.	Section 16.2 Exhibits A	Litigation must be in U.S. District Court for the District of Maine.

ITEM 18**PUBLIC FIGURES**

We do not use any public figure to promote its franchise.

ITEM 19**Financial Performance Representation and Projection**

The FTC's Franchise Rule permits a franchisor to provide information about the actual or potential financial performance of its franchised and/or franchisor-owned outlets, if there is a reasonable basis for the information, and if the information is included in the disclosure document. Financial performance information that differs from that included in Item 19 may be given only if: (1) a franchisor provides that actual records of an existing outlet you are considering buying; or (2) a franchisor supplements that information provided in this Item 19, for example, by providing information about possible performance at a particular location or under particular circumstances.

Coffee News is a home-based business, so there is generally no need to rent or lease space for an office. Some basic weekly costs include without limitation printing, delivery, and weekly fees payable to us. Given the fixed amount of weekly fees, the Publisher's revenue is dependent upon how many editions you are operating, and your ability to effectively sell ads and the network in the local community. Factors that may affect your individual performance include without limitation: (1) the variable costs (i.e., stands, vehicle and fuel, office equipment and supplies, networking dues, phone, internet, software, business cards, marketing materials, apparel, ad design & layout, promotional products, etc.); (2) your skill set and previous business experiences; (3) length of your operation of the franchised outlets; (4) local economy; (5) readership that may vary in different seasons; (6) number of paying ads sold each week; (7) Ad rates; and (8) degree of local competition. Written substantiation for the financial performance representation and/or projection contained in this Item will be made available to the prospective publishers upon reasonable request.

The following model provides a profit/ cost projection for one (1) edition of Coffee News. **Please note:** The figures in this example will vary depending upon how efficiently you structure your business, printing costs, ad production costs, deliveries, etc.

[Document continues on the next page]

TABLE I*
Cost and Revenue Analysis -- Single Editions

<u>Costs per week</u>	<u>One Coffee News® Edition</u>	<u>Dollar Amount</u>
Printing:	\$0.08 per copy x 2000 copies	\$160.00
Deliveries:	60 locations at \$1.25 per stop	\$ 75.00
Weekly fees:	\$80 per week (on your first franchise)	\$ 80.00
	Total Costs:	\$315.00
<u>Ad Revenue</u>		
\$35 per ad/week x 32 ads	Total Ad Revenue:	\$1,120.00
<u>Revenue per week:</u>		
	<u>100% ads sold</u>	<u>80% ads sold</u>
Ad rev.:	\$1,120.00	\$ 896.00
Cost/wk:	\$ -315.00	\$ -315.00
Rev./wk:	\$ 805.00	\$ 581.00
	<u>x 52 weeks</u>	<u>x 52 weeks</u>
Rev./yr:	\$41,860.00	\$30,212.00
		<u>\$18,564.00</u>

*Note: This table does not include variable costs including without limitation the costs for:

Coffee News® Stands
 Vehicle/Fuel
 Office Equipment
 Software
 Networking Organization Dues
 Phone/Cell Phone
 Business Cards/Rate Cards/Insertion Orders
 Ad Design & Layout⁸
 Coffee News® Apparel, Promotional Items, etc.

* **Bases:** the projections in the above table are derived from the actual historical average performance, as of 2014, of five (5) outlets located in Bangor, Maine based on their approximately 20 years of experience. Said five (5) outlets used to be company-owned and were sold to franchisee publishers over the years. The average ads sold by the five (5) outlets are above 80% over the years. Because of the fixed amount of weekly fees, publishers are not required to provide us with their financials and we do not collect their financial information. We are familiar with the above-mentioned five (5) outlets and consider the data relating to their performance reliable over the years. There is no assurance you will do as well.

* **Assumptions:** our study measured 5 company-owned and operated outlets in Bangor, which is the principal city of the Bangor Metropolitan Statistical Areas with a population of approximately 153,923. Among the 280 metropolitan statistical areas defined by the U.S. Bureau of the Census, Bangor was ranked 192 by median household income and 152 by per capita income⁹. March 4, 2015. The market where your franchised unit is located, however, may be in a smaller urban or suburban area. As such, the results achieved by these outlets

⁸ When advertisers need ad design & layout services, the Publishers usually charge an upfront ad design & layout fee to the advertisers to offset the costs that Publishers are normally charged for such services.

⁹ See Highest-income metropolitan statistical areas in the United States, http://en.wikipedia.org/wiki/Highest-income_metropolitan_statistical_areas_in_the_United_States

may not be typical for those in your area. Further, as the franchisor, the company has approximately 20 years of experience in the business and has assistance from sales personnel to sell the ads. When the five (5) outlets are owned and operated by us, there are no weekly fees charged to ourselves. The above figures also assume a stable local economy and retail price increases of no more than 3% in the next year.

The following model provides a profit/ cost projection for five (5) edition of Coffee News. **Please note:** The figures in this example will vary depending upon how efficiently you structure your business, printing costs, ad production costs, deliveries, etc.

TABLE II**
Comparison Analysis of the cost/revenue projection for 3 Coffee News editions

<u>Cost and Revenue Analysis – Three (3) Editions</u>			
<u>Costs Per Week</u>	<u>Three (3) Coffee News® Editions</u>	<u>Dollar Amount</u>	
Printing:	\$.08 per copy x 6,000 copies	\$480.00	
Deliveries:	180 locations at \$1.25 per stop	\$225.00	
Weekly Fees:	\$80 /wk + (\$40/wk x 2)	<u>\$160.00</u>	
	Total Costs:	<u>\$865.00</u>	
 <u>Ad Revenue</u>			
\$35 per ad/week x 96 ads		Total Ad Revenue: \$3,360.00	
 <u>Revenue Per Week</u>			
	<u>100% ads sold</u>	<u>80% ads sold</u>	<u>60% ad sold</u>
Ad Rev:	\$3,360.00	\$2,688.00	\$2,016.00
Cost/wk:	\$ -865.00	\$ -865.00	\$ -865.00
Rev./wk:	\$ 2,495.00	\$ 1,823.00	\$ 1,151.00
	<u>x 52 weeks</u>	<u>x 52 weeks</u>	<u>x 52 weeks</u>
Rev./yr:	\$129,740.00	\$94,796.00	\$59,852.00

**** Note:** the above analysis does not include variable costs including without limitation the costs for:

- Coffee News® Stands
- Vehicle/Fuel
- Office Equipment
- Software
- Networking Organization Dues
- Phone/Cell Phone
- Business Cards/Rate Cards/Insertion Orders
- Ad Design & Layout (see footnote 8)
- Coffee News® Apparel, Promotional Items, etc.

**** Bases:** the projections in the above table are derived from the actual historical average performance, as of 2014, of five (5) outlets located in Bangor, Maine based on their approximately 20 years of experience. Said five (5) outlets used to be company-owned and were sold to franchisee publishers over the years. The average ads sold by the five (5) outlets

are above 80% over the years. Because of the fixed amount of weekly fees, publishers are not required to provide us with their financials and we do not collect their financial information. We are familiar with the above-mentioned five (5) outlets and consider the data relating to their performance reliable over the years. There is no assurance you will do as well.

**** Assumptions:** our study measured 5 company-owned and operated outlets in Bangor, which is the principal city of the Bangor Metropolitan Statistical Areas with a population of 153,923. Among the 280 metropolitan statistical areas defined by the U.S. Bureau of the Census, Bangor was ranked 192 by median household income and 152 by per capita income. See footnote 9. The market where your franchised unit is located, however, may be in a smaller urban or suburban area. As such, the results achieved by these outlets may not be typical for those in your area. Further, as the franchisor, the company has approximately 20 years of experience in the business and has assistance from sales personnel to sell the ads. When the five (5) outlets are owned and operated by us, there are no weekly fees charged to ourselves. The above figures also assume a stable local economy and retail price increases of no more than 3% in the next year.

TABLE III***

Comparison Analysis of the cost/revenue projection for 5 Coffee News editions

<u>Costs per week</u>	<u>Five (5) Coffee News® Edition</u>	<u>Dollar Amount</u>
Printing	\$.08 per copy x 10,000 copies	\$ 800.00
Deliveries	300 locations at \$1.25 per stop	\$ 375.00
Weekly fees	<u>\$80/wk + (\$40/wk x 4)</u>	<u>\$ 240.00</u>
	Total Costs:	<u>\$ 1,415.00</u>
<u>Ad Revenue:</u>		
\$35 per ad/week x 160 ads	Total Ad Revenue:	\$5,600.00
<u>Revenue per week:</u>		
	<u>100% ads sold</u>	<u>80% ads sold</u>
Ad rev.:	\$ 5,600.00	\$ 4,480.00
Cost/wk:	<u>\$-1,415.00</u>	<u>\$-1,415.00</u>
Rev./wk:	<u>\$ 4,185.00</u>	<u>\$ 4,185.00</u>
	<u>x 52 weeks</u>	<u>x 52 weeks</u>
Rev./yr:	<u>\$217,620.00</u>	<u>\$217,620.00</u>

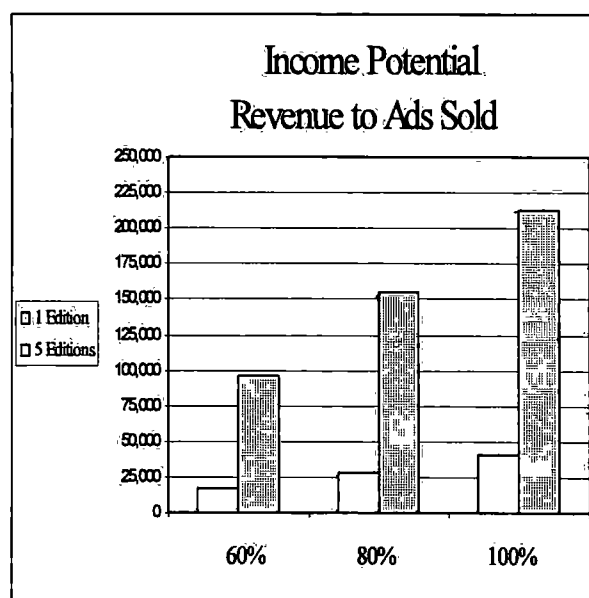
***** Note:** the above analysis does not include variable costs including without limitation the costs for:

Coffee News® Stands
 Vehicle/Fuel
 Office Equipment
 Software
 Networking Organization Dues
 Phone/Cell Phone
 Business Cards/Rate Cards/Insertion Orders
 Ad Design & Layout (see footnote 8)
 Coffee News® Apparel, Promotional Items, etc.

*** **Bases:** the projections in the above table are derived from the actual historical average performance of five (5) outlets located in Bangor, Maine based on their approximately 20 years of experience. Said five (5) outlets used to be company-owned and were sold to franchisee publishers over the years. The average ads sold by the five (5) outlets are above 80% over the years. Because of the fixed amount of weekly fees, publishers are not required to provide us with their financials and we do not collect their financial information. We are familiar with the above-mentioned five (5) outlets and consider the data relating to their performance reliable over the years. There is no assurance you will do as well.

*** **Assumptions:** our study measured 5 company-owned and operated outlets in Bangor, which is the principal city of the Bangor Metropolitan Statistical Areas with a population of 153,923. Among the 280 metropolitan statistical areas defined by the U.S. Bureau of the Census, Bangor was ranked 192 by median household income and 152 by per capita income. See footnote 9. The market where your franchised unit is located, however, may be in a smaller urban or suburban area. As such, the results achieved by these outlets may not be typical for those in your area. Further, as the franchisor, the company has approximately 20 years of experience in the business and has assistance from sales personnel to sell the ads. When the five (5) outlets are owned and operated by us, there are no weekly fees charged to ourselves. The above figures also assume a stable local economy and retail price increases of no more than 3% in the next year.

TABLE IV****
Comparison Analysis of Potential Gross Revenue to Ads Sold



*** **Note:** The graph above provides a snapshot comparison of potential revenue to ad sales for a single edition of Coffee News versus 5 editions of Coffee News.

*** **Bases:** the projections in the above table are derived from the actual historical average performance, as of 2014, of five (5) outlets located in Bangor, Maine based on their

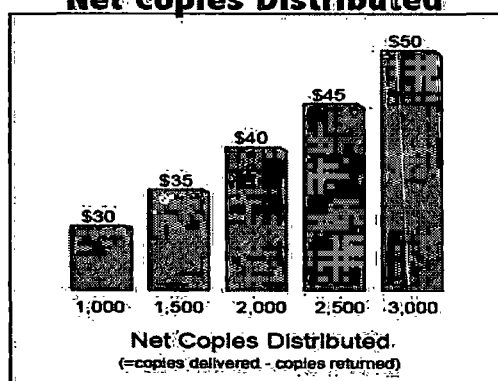
approximately 20 years of experience. Said five (5) outlets used to be company-owned and were sold to franchisee publishers over the years. The average ads sold by the five (5) outlets are above 80% over the years. Because of the fixed amount of weekly fees, publishers are not required to provide us with their financials and we do not collect their financial information. We are familiar with the above-mentioned five (5) outlets and consider the data relating to their performance reliable over the years. There is no assurance you will do as well.

***** Assumptions:** our study measured 5 company-owned and operated outlets in Bangor, which is the principal city of the Bangor Metropolitan Statistical Areas with a population of 153,923. Among the 280 metropolitan statistical areas defined by the U.S. Bureau of the Census, Bangor was ranked 192 by median household income and 152 by per capita income. See footnote 9. The market where your franchised unit is located, however, may be in a smaller urban or suburban area. As such, the results achieved by these outlets may not be typical for those in your area. Further, as the franchisor, the company has approximately 20 years of experience in the business and has assistance from sales personnel to sell the ads. When the five (5) outlets are owned and operated by us, there are no weekly fees charged to ourselves. The above figures also assume a stable local economy and retail price increases of no more than 3% in the next year.

The advertising rates are determined by you based on the readership of the Coffee News in your area. Our past experience shows that the more locations you distribute to, the greater the readership. The following table may assist you in determining an appropriate advertising rate based upon the number of distribution locations:

TABLE V*****

**Typical Ad Rates Vs.
Net Copies Distributed**



****** Bases:** the projections in the above table are derived from the actual historical average performance, as of 2014, of five (5) outlets located in Bangor, Maine based on their approximately 20 years of experience. Said five (5) outlets used to be company-owned and were sold to franchisee publishers over the years. The average ads sold by the five (5) outlets are above 80% over the years. Because of the fixed amount of weekly fees, publishers are not required to provide us with their financials and we do not collect their financial information. We are familiar with the above-mentioned five (5) outlets and consider the data relating to their performance reliable over the years. There is no assurance you will do as well.

**** **Assumptions:** our study measured 5 company-owned and operated outlets in Bangor, which is the principal city of the Bangor Metropolitan Statistical Areas with a population of 153,923. Among the 280 metropolitan statistical areas defined by the U.S. Bureau of the Census, Bangor was ranked 192 by median household income and 152 by per capita income. See footnote 9. The market where your franchised unit is located, however, may be in a smaller urban or suburban area. As such, the results achieved by these outlets may not be typical for those in your area. Further, as the franchisor, the company has approximately 20 years of experience in the business and has assistance from sales personnel to sell the ads. When the five (5) outlets are owned and operated by us, there are no weekly fees charged to ourselves. The above figures also assume a stable local economy and retail price increases of no more than 3% in the next year.

Coffee News Publishers usually offer advertisers a 13, 26 or 52 week commitment for advertising. You may also offer the advertiser an open-ended agreement option. In general, the longer a business continues to advertise with Coffee News®, the greater the response is over time. You may provide some incentive to the advertisers for a longer term.

TABLE VI***
Ad Cost Breakdown**

<u>26 week average</u>	<u>13 week</u>	<u>26 week</u>	<u>52 week</u>
\$55 per ad ¹	\$59.95/wk	\$54.95/wk	\$49.95/wk
\$50 per ad	\$54.95/wk	\$49.95/wk	\$44.95/wk
\$45 per ad	\$49.95/wk	\$44.95/wk	\$39.95/wk
\$40 per ad	\$44.95/wk	\$39.95/wk	\$34.95/wk
\$35 per ad	\$39.95/wk	\$34.95/wk	\$29.95/wk
\$30 per ad	\$34.95/wk	\$29.95/wk	\$24.95/wk

***** **Bases:** the projections in the above table are derived from the actual historical average performance, as of 2014, of five (5) outlets located in Bangor, Maine based on their approximately 20 years of experience. Said five (5) outlets used to be company-owned and were sold to franchisee publishers over the years. The average ads sold by the five (5) outlets are above 80% over the years. Because of the fixed amount of weekly fees, publishers are not required to provide us with their financials and we do not collect their financial information. We are familiar with the above-mentioned five (5) outlets and consider the data relating to their performance reliable over the years. There is no assurance you will do as well.

***** **Assumptions:** our study measured 5 company-owned and operated outlets in Bangor, which is the principal city of the Bangor Metropolitan Statistical Areas with a population of 153,923. Among the 280 metropolitan statistical areas defined by the U.S. Bureau of the Census, Bangor was ranked 192 by median household income and 152 by per capita income. See footnote 9. The market where your franchised unit is located, however, may be in a smaller urban or suburban area. As such, the results achieved by these outlets may not be typical for those in your area. Further, as the franchisor, the company has approximately 20 years of

experience in the business and has assistance from sales personnel to sell the ads. When the five (5) outlets are owned and operated by us, there are no weekly fees charged to ourselves. The above figures also assume a stable local economy and retail price increases of no more than 3% in the next year.

As of December 31, 2014, there were 473 franchisees in the system. Given the flat weekly fees structure adopted by Coffee News franchise system, the above disclosure does not include franchisees' performance because Coffee News does not collect financial data from the franchisees. The results of the franchisees may differ from the above stated results. Other than the preceding financial performance representation, Coffee News does not make any financial performance representations. We also do not authorize our employees or representatives to make any such representations either orally or in writing.

If you are purchasing an existing outlet, however, we may provide you with the actual records of that outlet. If you receive any other financial performance information or projections of your future income, you should report it to the franchisor's management by contacting Mr. William A. Buckley, at One Cumberland Place, Suite 102, Bangor, ME 04401, (207) 941-0860, the Federal Trade Commission, and the appropriate state regulatory agencies.

ITEM 20

Item 20 Table No. 1

**Table No. 1-A United States and Central American Outlet Summary
For years 2015 to 2017**

Outlet Type	Year	Outlets at the Start of the Year	Outlets at the End of the Year	Net Changes
Franchised	2015	466	500	+34
	2016	500	471	-29
	2017	471	434	-37
Company-Owned	2015	5	5	0
	2016	5	5	0
	2017	5	8	+3
Total Outlets	2015	471	505	+34
	2016	505	476	-29
	2017	476	442	-34

[Document continues on the next page]

**Table No. 1-B Canada Outlet Summary
For years 2015 to 2017**

Outlet Type	Year	Outlets at the Start of the Year	Outlets at the End of the Year	Net Changes
Franchised	2015	207	211	+4
	2016	211	209	-2
	2017	209	203	-6
Company-Owned	2015	0	0	0
	2016	0	0	0
	2017	0	0	0
Total Outlets	2015	207	211	+4
	2016	211	209	-2
	2017	209	203	-6

**Item 20 Table No. 2
Transfers of Outlets from Franchisees to new Owners (other than the Franchisor)
For years 2015 to 2017**

Table No. 2-A United States

State	Year	Number of Transfers
Arizona	2015	8
	2016	11
	2017	6
California	2015	0
	2016	2
	2017	0
Florida	2015	3
	2016	14
	2017	14
Illinois	2015	0
	2016	3
	2017	0
Indiana	2015	0
	2016	6
	2017	5
Kansas	2015	7
	2016	7
	2017	6
Kentucky	2015	0
	2016	1
	2017	0
Maine	2015	0
	2016	0
	2017	9
Maryland	2015	1
	2016	0
	2017	0

State	Year	Number of Transfers
Michigan	2015	0
	2016	5
	2017	1
New Jersey	2015	0
	2016	0
	2017	2
New York	2015	0
	2016	2
	2017	0
North Carolina	2015	0
	2016	2
	2017	1
Oklahoma	2015	0
	2016	0
	2017	2
South Carolina	2015	0
	2016	7
	2017	4
South Dakota	2014	0
	2015	3
	2016	0
Texas	2015	7
	2016	3
	2017	5
Washington	2015	2
	2016	0
	2017	0
Total Transfers in the United States	2015	25
	2016	63
	2017	51

Table No. 2-B Canada
Transfers of Outlets from Franchisees to new Owners (other than the Franchisor)
For years 2015 to 2017

State	Year	Number of Transfers
Alberta	2015	0
	2016	13
	2017	0
British Columbia	2015	0
	2016	3
	2017	0
Newfoundland & Labrador	2015	0
	2016	6
	2017	0
Nova Scotia	2015	0
	2016	0
	2017	2

State	Year	Number of Transfers
Ontario	2015	1
	2016	4
	2017	1
PEI	2015	2
	2016	2
	2017	0
Total Transfers in Canada	2015	3
	2016	28
	2017	3

Table No. 2-C Grand Total Transfers of Outlets in the United States, Central America, and Canada

State	Year	Number of Transfers
Grand Total	2015	28
	2016	91
	2017	54

**Item 20 Table No. 3
Status of Franchised Outlets
For years 2015 to 2017**

Table No. 3-A The United States

State	Year	Outlets at Start of Year	Outlets Opened	Terminations	Non-Renewals	Reacquired by Franchisor	Ceased Operations - Other reasons	Outlets at End of the Year
Alaska	2015	1	0	0	0	0	0	1
	2016	1	0	0	0	0	0	1
	2017	1	0	1	0	0	0	0
Arizona	2015	22	2	1	0	0	0	23
	2016	23	2	4	0	0	0	21
	2017	21	4	5	0	0	0	20
California	2015	21	4	3	0	0	0	22
	2016	20	0	5	0	0	0	15
	2017	15	0	2	0	0	0	13
Colorado	2015	2	0	0	0	0	0	2
	2016	2	0	0	0	0	0	2
	2017	2	0	2	0	0	0	0
Florida	2015	51	6	2	0	0	0	55
	2016	55	0	6	0	0	0	49
	2017	49	0	3	0	0	0	46
Georgia	2015	5	8	0	0	0	0	13
	2016	13	0	0	0	0	0	13
	2017	13	0	9	0	0	0	4

State	Year	Outlets at Start of Year	Outlets Opened	Terminations	Non-Renewals	Reacquired by Franchisor	Ceased Operations - Other reasons	Outlets at End of the Year
Illinois	2015	15	2	6	0	0	0	11
	2016	11	1	0	0	0	0	12
	2017	12	0	1	0	0	0	11
Indiana	2015	13	1	0	0	0	0	14
	2016	14	3	0	0	0	0	17
	2017	17	2	2	0	0	0	17
Iowa	2015	6	0	0	0	0	0	6
	2016	6	0	0	0	0	0	6
	2017	6	0	0	0	0	0	6
Kansas	2015	15	6	0	0	0	0	21
	2016	21	0	1	0	0	0	20
	2017	20	0	7	0	0	0	13
Kentucky	2015	11	0	0	0	0	0	11
	2016	11	4	2	0	0	0	13
	2017	13	0	0	0	0	0	13
Louisiana	2015	12	0	0	0	0	0	12
	2016	12	0	0	0	0	0	12
	2017	12	0	9	0	0	0	3
Maine	2015	10	3	0	0	0	0	13
	2016	13	0	2	0	0	0	11
	2017	11	6	0	0	3	0	14
Maryland	2015	13	0	4	0	0	0	9
	2016	9	0	0	0	0	0	9
	2017	9	0	0	0	0	0	9
Massachusetts	2015	2	0	0	0	0	0	2
	2016	2	3	0	0	0	0	5
	2017	5	0	0	0	0	0	5
Michigan	2015	7	4	0	0	0	0	11
	2016	12	5	0	0	0	0	17
	2017	17	3	1	0	0	0	19
Minnesota	2015	5	1	0	0	0	0	6
	2016	6	0	0	0	0	0	6
	2017	6	0	0	0	0	0	6
Mississippi	2015	13	0	0	0	0	0	13
	2016	13	0	0	0	0	0	13
	2017	13	0	0	0	0	0	13
Missouri	2015	7	1	0	0	0	0	8
	2016	8	0	0	0	0	0	8
	2017	8	0	0	0	0	0	8
Nebraska	2015	6	0	0	0	0	0	6
	2016	6	0	0	0	0	0	6
	2017	6	0	0	0	0	0	6
Nevada	2015	1	0	0	0	0	0	1
	2016	1	0	1	0	0	0	0
	2017	0	0	0	0	0	0	0

State	Year	Outlets at Start of Year	Outlets Opened	Terminations	Non-Renewals	Reacquired by Franchisor	Ceased Operations - Other reasons	Outlets at End of the Year
New Hampshire	2015	8	0	0	0	0	0	8
	2016	8	0	4	0	0	0	4
	2017	4	0	0	0	0	0	4
New Jersey	2015	16	3	0	0	0	0	19
	2016	19	0	1	0	0	0	18
	2017	18	0	0	0	0	0	18
New York	2015	2	1	0	0	0	0	3
	2016	3	0	0	0	0	0	3
	2017	3	0	2	0	0	0	1
North Carolina	2015	30	6	2	0	0	0	34
	2016	34	0	5	0	0	0	29
	2017	29	2	5	0	0	0	26
North Dakota	2015	4	0	0	0	0	0	4
	2016	4	0	0	0	0	0	4
	2017	4	0	0	0	0	0	4
Ohio	2015	18	3	0	0	0	0	21
	2016	22	0	6	0	0	0	16
	2017	16	0	0	0	0	0	16
Oklahoma	2015	4	0	0	0	0	0	4
	2016	4	0	0	0	0	0	4
	2017	4	0	0	0	0	0	4
Oregon	2015	4	0	0	0	0	0	4
	2016	4	0	2	0	0	0	2
	2017	2	0	0	0	0	0	2
Pennsylvania	2015	4	0	0	0	0	0	4
	2016	4	0	0	0	0	0	4
	2017	4	0	0	0	0	0	4
South Carolina	2015	21	2	1	0	0	0	22
	2016	22	3	0	0	0	0	25
	2017	25	0	4	0	0	0	21
South Dakota	2015	7	1	0	0	0	0	8
	2016	8	0	0	0	0	0	8
	2017	8	0	0	0	0	0	8
Tennessee	2015	8	4	1	0	0	0	11
	2016	12	0	0	0	0	0	12
	2017	12	0	0	0	0	0	12
Texas	2015	61	8	15	0	0	0	54
	2016	55	0	3	0	0	0	52
	2017	52	8	2	0	0	0	58
Utah	2015	4	0	0	0	0	0	4
	2016	4	0	4	0	0	0	0
	2017	0	0	0	0	0	0	0
Virginia	2015	8	0	1	0	0	0	7
	2016	7	0	2	0	0	0	5
	2017	5	0	2	0	0	0	3

State	Year	Outlets at Start of Year	Outlets Opened	Terminations	Non-Renewals	Reacquired by Franchisor	Ceased Operations – Other reasons	Outlets at End of the Year
Washington	2015	20	2	3	0	0	0	19
	2016	19	0	0	0	0	0	19
	2017	19	0	0	0	0	0	19
West Virginia	2015	1	1	0	0	0	0	2
	2016	3	0	0	0	0	0	3
	2017	3	0	0	0	0	0	3
Wisconsin	2015	7	0	0	0	0	0	7
	2016	7	0	0	0	0	0	7
	2017	7	0	2	0	0	0	5
Wyoming	2015	0	2	0	0	0	0	2
	2016	2	0	2	0	0	0	0
	2017	0	0	0	0	0	0	0
TOTAL in the U.S.	2015	466	74	40	0	0	0	500
	2016	500	21	50	0	0	0	471
	2017	471	25	59	0	3	0	434

Table No. 3-B Status of Franchised Outlets in Central America

State	Year	Outlets at Start of Year	Outlets Opened	Terminations	Non-Renewals	Reacquired By Franchisor	Ceased Operations – Other reasons	Outlets at End of the Year
Panama	2015	1	0	1	0	0	0	0
	2016	0	1	0	0	0	0	1
	2017	1	0	1	0	0	0	0
Honduras	2015	0	1	0	0	0	0	1
	2016	1	0	0	0	0	0	1
	2017	1	0	1	0	0	0	0
Mexico	2015	1	0	0	0	0	0	1
	2016	1	0	1	0	0	0	0
	2017	0	0	0	0	0	0	0
Total in Central America	2015	2	1	1	0	0	0	2
	2016	2	1	1	0	0	0	2
	2017	2	0	2	0	0	0	0

Table No. 3-C Totals for United States and Central America

State	Year	Outlets at Start of Year	Outlets Opened	Terminations	Non-Renewals	Reacquired By Franchisor	Ceased Operations – Other reasons	Outlets at End of the Year
Total in United States and Central America	2015	468	75	41	0	0	0	502
	2016	502	22	51	0	0	0	473
	2017	473	25	61	0	3	0	434

Table No. 3-D Status of Franchised Outlets in Canada

State	Year	Outlets at Start of Year	Outlets Opened	Terminations	Non-Renewals	Reacquired By Franchisor	Ceased Operations - Other reasons	Outlets at End of the Year
Alberta	2015	66	1	0	0	0	0	67
	2016	67	1	0	0	0	2	66
	2017	66	0	1	0	0	1 + 1*	63
British Columbia	2015	47	3	0	0	0	3*	47
	2016	47	2	0	0	0	6	43
	2017	43	3	0	0	0	2	44
Manitoba	2015	15	1	0	0	0	0	16
	2016	16	1	0	0	0	0	17
	2017	17	0	0	0	0	4*	13
New Brunswick	2015	9	0	0	0	0	0	9
	2016	9	0	0	0	0	0	9
	2017	9	0	0	0	0	3	6
Newfoundland & Labrador	2015	6	0	0	0	0	0	6
	2016	6	0	0	0	0	0	6
	2017	6	0	0	0	0	0	6
Nova Scotia	2015	3	0	0	0	0	0	3
	2016	3	0	0	0	0	0	3
	2017	3	0	0	0	0	0	3
Ontario	2015	53	6	0	0	0	4	55
	2016	55	4	0	0	0	2	57
	2017	57	7	0	0	0	5	59
PEI	2015	2	0	0	0	0	0	2
	2016	2	0	0	0	0	0	2
	2017	2	0	0	0	0	0	2
Saskatchewan	2015	6	0	0	0	0	0	6
	2016	6	0	0	0	0	0	6
	2017	6	0	0	0	0	0	6
Total in Canada	2015	207	11	0	0	0	7*	211
	2016	211	8	0	0	0	10	209
	2017	209	10	0	0	0	11 + 5*	203

* Area adjustment in franchise unit number

Table No. 3-E Grand Total of the United States, Central America, and Canada

State	Year	Outlets at Start of Year	Outlets Opened	Terminations	Non-Renewals	Reacquired by Franchisor	Ceased Operations - Other reasons	Outlets at End of the Year
Grand Total	2015	675	86	41	0	0	7	713
	2016	713	30	51	0	0	10	682
	2017	682	35	61	0	3	16	637

Item 20 Table No. 4
Status of Company-Owned Outlets in the United States¹⁰
For years 2015 to 2017

State	Year	Outlets at Start of the Year	Outlets Opened	Outlets Reacquired from Franchisee	Outlets Closed	Outlets Sold to Franchisee	Outlets at End of the Year
Maine	2015	5	0	0	0	0	5
	2016	5	0	0	0	0	5
	2017	5	0	3	0	0	8
Totals	2015	5	0	0	0	0	5
	2016	5	0	0	0	0	5
	2017	5	0	3	0	0	8

Item 20 Table No. 5
Table No. 5-A Projected Openings For the United States As Of December 31, 2018

The United States

State	Franchise Agreements Signed But Franchise Not Operating	Projected New Franchises in the Next Fiscal Year	Projected Company-owned Openings in the Next Fiscal Year
Alabama	0	2	0
Arizona	0	2	0
Florida	0	5	0
Louisiana	0	1	0
Maine	0	2	0
Missouri	0	1	0
North Carolina	0	5	0
New Jersey	0	2	0
New York	0	1	0
South Carolina	0	5	0

¹⁰ This lists the franchises owned by us as a franchisee of 2703203.

State	Franchise Agreements Signed But Franchise Not Operating	Projected New Franchises in the Next Fiscal Year	Projected Company-owned Openings in the Next Fiscal Year
Tennessee	0	1	0
Texas	0	10	0
Virginia	0	3	0
TOTALS	0	40	0

Item 20 Table No. 5
Projected Openings For Canada only As Of December 31, 2018

Province	Franchise Agreements Signed But Franchise Not Operating	Projected New Franchises in the Next Fiscal Year	Projected Company owned Openings in the Next Fiscal Year
Alberta	0	0	0
British Columbia	0	1	0
Canada North (Yukon, NWT, Nunavut)	0	1	0
Manitoba	0	1	0
New Brunswick	0	0	0
Newfoundland & Labrador	0	0	0
Nova Scotia	0	1	0
Ontario	0	3	0
PEI	0	0	0
Quebec	0	0	0
Saskatchewan	0	1	0
Total	0	8	0

Table No. 5-C Grand Total of the United States and Canada

State	Franchise Agreements Signed But Franchise Not Operating	Projected New Franchises in the Next Fiscal Year	Projected Company owned Openings in the Next Fiscal Year
GRAND TOTAL	0	48	0

Coffee News publishers' information is disclosed in Exhibit D, a listing of Coffee News publishers, which is attached to this disclosure document.

The information of former Coffee News publishers who had an outlet terminated, canceled, not Renewed, or otherwise voluntarily or involuntarily ceased to do business under the Franchise agreement during the period January 1, 2017 and December 31, 2017 or who has not communicated with the us within ten weeks of the application date is disclosed in **Exhibit E**, a listing of former Coffee News publishers, which is attached to this disclosure document.

If you buy this franchise, your contact information may be disclosed to other buyers when you leave the franchise system. During the last three years, publishers have signed the License Agreements containing the confidentiality clauses to protect our intellectual properties. In some instances, current and former publishers sign provisions restricting their ability to speak openly about their experience with Coffee News. You may wish to speak with current and former publishers but be aware that not all of those publishers will be able to communicate with you.

ITEM 21

FINANCIAL STATEMENTS

See Exhibit C for:

1. Audited Coffee News USA, Inc. and 2703203, Manitoba, Inc. Financial Statements for FYE, 12/31/2015, 12/31/2016, and 12/31/2017.
2. All financial statements are in U.S. Dollar. No exchange rate between the Canadian dollars and the U.S. dollars was calculated as Coffee News USA was potentially at par and there was no need.

ITEM 22

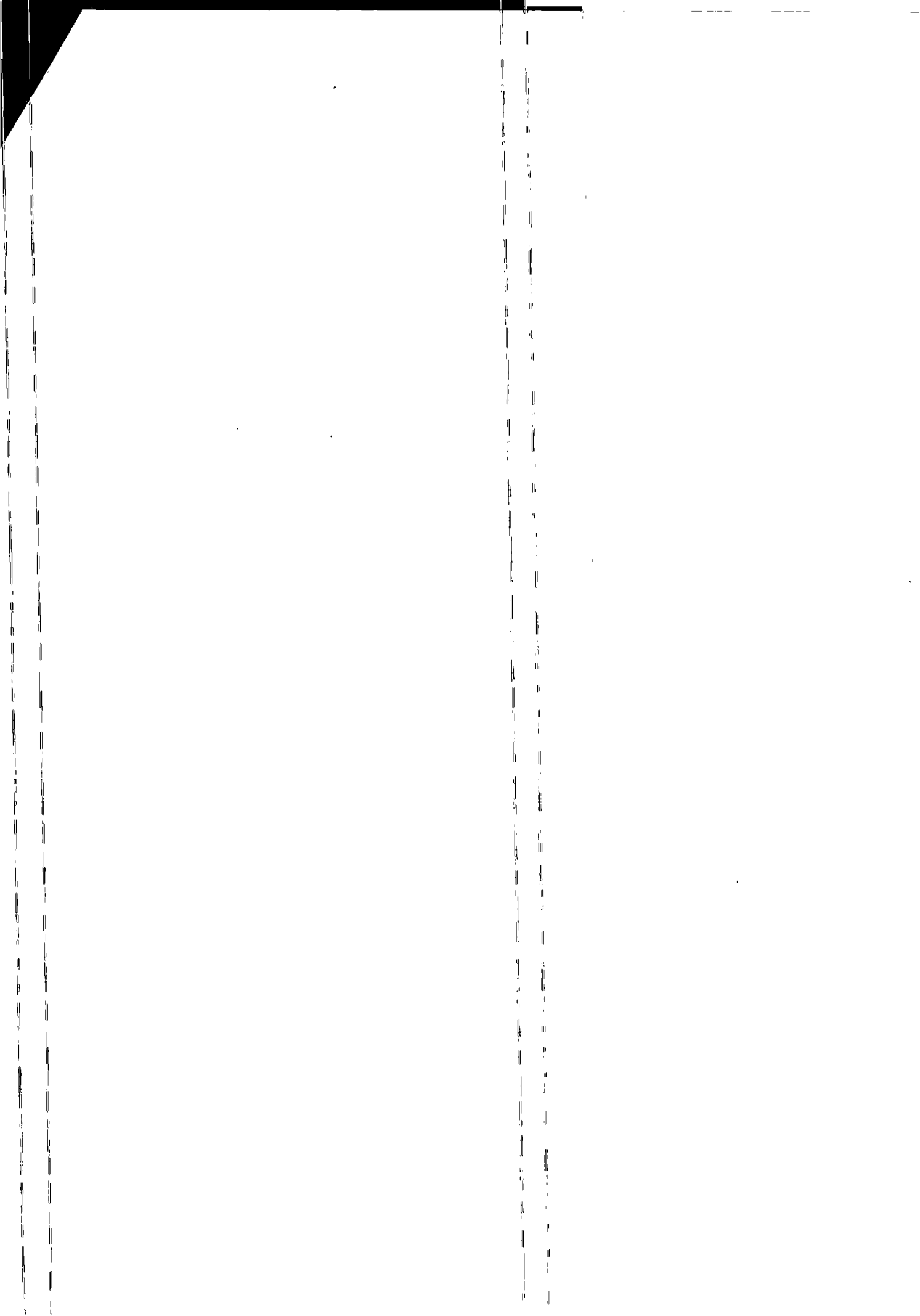
CONTRACTS

See Exhibit A for a copy of the franchise agreement.

ITEM 23

RECEIPT

THE LAST TWO PAGES OF THE DISCLOSURE DOCUMENT ARE DETACHABLE DOCUMENT ACKNOWLEDGING RECEIPTS OF THE DISCLOSURE DOCUMENT BY THE PROSPECTIVE FRANCHISEE



EXHIBIT

A

COFFEE NEWS LICENSE AGREEMENT

COFFEE NEWS LICENSE AGREEMENT

This COFFEE NEWS LICENSE AGREEMENT ("Agreement") entered into between Coffee News USA, Inc. referred to as "Licensor", and _____ referred to as "Publisher" or "Licensee" on this 1st day of _____, 2018.

Whereas Licensor holds an exclusive license for the distribution of a weekly periodical called "Coffee News" (the "Periodical") in the United States, authorizing Licensor to grant licenses which provide nonexclusive rights to use the system, names and marks of the Periodical and to distribute the Periodical to restaurants and other local establishments within a specified geographic area, and seeks to enter into licensing agreements with any such qualified candidates to be Licensor's prospective publishers throughout the United States; and

Whereas Publisher recognizes the benefits to be derived from being identified with and licensed by Licensor, and being able to utilize the system, names and marks which Licensor makes available, and is desirous of obtaining from Licensor a license to receive, print and distribute the Periodical and to employ Licensor's sales methods and techniques; and

Whereas Publisher proposes to establish a sales organization which adequately covers the region subject to this Agreement and promote the goodwill of the Periodical;

Now, therefore, in consideration of the mutual covenants herein contained, Licensor and Publisher hereby agree as follows:

1. GRANT OF LICENSE.

1.1 Grant and Acceptance. Subject to the terms and conditions contained herein, Licensor hereby grants to Publisher, and Publisher hereby accepts, the exclusive rights to receive, print and distribute the Periodical within the municipal or geographic boundaries of _____ and /or such territories defined in the attached Schedule A of this Agreement, for use solely as indicated herein and for the period beginning on the date hereof and continuing until the Agreement shall terminate as hereinafter provided. Publisher may not purchase more than twenty (20) such licenses in the aggregate under this Agreement and other separate licensing agreements.

1.2 Nonexclusivity. Licensor and Publisher agree that this Agreement shall be nonexclusive in that Licensor is free to license other Publishers, provided that such Publishers do not operate within the municipal or geographic boundaries of _____, the region covered by this Agreement.

2. LICENSE FEE PAYMENTS.

2.1 Fee Payments. In consideration of the license granted by Licensor to Publisher and the services to be rendered hereunder, Publisher shall pay to Licensor as follows:

(a) Deposit. A non-refundable deposit of \$9,500.00 to secure exclusivity and compensate Licensor for the provision of thirteen (13) weekly editions of the Periodical over the course of the initial three (3) months of this Agreement concluding on _____, 20____ (the "Initial Period"), or, in the case of multiple licensing agreements entered into between Licensor and Publisher, as set forth in Schedule A attached hereto and incorporated herein. The payment of \$9,500.00 must be made in the following manner:

\$ 500.00	is to be paid before draft of the license agreement
\$9,000.00	is to be paid upon signing of the license agreement
\$9,500.00	TOTAL

(b) Postponement Fees. In the event that Publisher wishes to postpone the start date of Publisher's business by one month or more, Publisher needs to pay for additional \$1,000.00 to us to obtain such extension and hold Publisher's area for such one or more months before Publisher pays the full amount due under the Agreement.

(c) Weekly Fees. For the first license granted to Publisher, weekly payments of \$80 per week beginning upon the conclusion of the Initial Period. In the case of multiple licenses granted to Publisher under separate licensing agreements, weekly payments of \$40 per week for each additional license purchased, to be charged for each week beginning after the first nine (9) months of Publisher's operation in accordance with Schedule A.

(d) Additional Licenses. For any additional licenses granted to Publisher under a separate licensing agreement, a non-refundable deposit of \$7,000.00 to be paid in accordance with Schedule A. However, following the end of the initial term of this Agreement, Publisher shall pay a non-refundable deposit equal to the then prevailing rate for new Publishers to purchase an additional license.

(e) Method of Payment. Except as provided in Schedule A, payment by Publishers of weekly fees beginning with the fourth month term of this Agreement shall be made by credit card or check or optionally, by preauthorized automatic debit to the Publishers demand deposit account, when available.

(f) Adjustment of Weekly Fees. Commencing on March 1 of each year of the term of this Agreement, the weekly fees may be adjusted upward or downward by Licensor, subject to a maximum increase equal to the increase in the "Consumer Price Index of Urban Wage Earners and Clerical Workers- (CPI-W, 1982-1984 - 100)" published by the Bureau of Labor Statistics U.S. Department of Labor. This percentage increase in the cost of living shall be calculated from the percentage of change in the CPI-W from the first day of the term year immediately prior to the instant term year to the first day of the instant term year.

(g) There are no other initial fees or payments required for services or goods before the date of the agreement. The date of the agreement is considered Publisher's date of opening Publisher's franchise business. Three months after Publisher's opening Publisher will pay a required Weekly fee for the continued support and services from Licensor including receipt of copy or content for Publisher's periodical as indicated in Section 2.1 (c) above. The Weekly fee is more fully explained in Item 5 of the Franchise

Disclosure Document. Initial fees and payments will be due upon Licensors completion of all pre-opening obligation.

2.2 Failure to Make Payment. Unless otherwise prohibited by law, failure to make payment of either the deposit for additional or weekly fees in accordance with Schedule A for a period of sixty (60) days from the due date will result in the loss of all licenses and termination of receipt of the Periodical by Publisher, at the option of Licensors.

3. TERM AND RENEWAL.

3.1 Term. The term of this Agreement shall commence upon execution hereof by all parties hereto and shall expire on _____ 31, 20____, subject to earlier termination pursuant to the terms of this Agreement.

3.2 Renewal. Publisher shall have the right to automatically renew this agreement for subsequent four (4) year periods provided that:

(a) Performance of Obligations. Publisher has duly performed its obligations hereunder to the satisfaction of Licensors;

(b) Agreement In Force. This Agreement is in full force at the end of the term provided for in paragraph 3.1 and Publisher is not then in breach of any terms hereof;

(c) Renewal Terms. The Publisher hereby agrees that upon renewal, the Publisher shall comply with the then current Coffee News License Agreement, except that there shall be no additional deposit from the Publisher. Licensors shall furnish the Publisher with a copy of Licensors then current License Agreement (and related agreements), which Agreement the Publisher must execute no later than 3 months prior to the expiration of this Agreement.

(d) Notice. Publisher must give written notice to Licensors of its exercise of its option to renew at least six (6) months prior to the end of the first term, or at least six (6) months prior to the end of the first term of any renewal thereof.

4. SUPPLY OF PERIODICAL.

4.1 Form of Periodical. Licensors shall supply to Publisher a copy of the Periodical in a good quality photocopied state (the "Copy"). The Copy shall contain the format and information to be included under all sections of the Periodical except the "What's Happening" section. Publisher shall provide the local information of interest to its customers in the "What's Happening" section including a schedule of events occurring in the region such as sports events, concerts and festivals.

4.2 Frequency of Supply. Licensors shall post the Copy on the company web page for download by Publisher in eight-week increments, with each download containing eight (8) weekly editions of the Copy. The Copy shall be posted on line no later than five (5) business days prior to the end of the previous eight (8) week period. Licensors may deliver the Copy to Publisher by electronic transfer, provided that Licensors

and Publisher mutually agree upon the method and technology to be used for such transfer.

4.3 Responsibility For Supply. Publisher acknowledges that Licensors is a mere Publisher of 2703203 Manitoba, Inc. The delivery of Copy to Publisher is dependent upon the continued production by 2703203 Manitoba Inc. of such Copy according to the terms of a licensing agreement entered into between 2703203 Manitoba Inc. and Licensors and, to the extent that 2703203 Manitoba Inc. does not deliver Copy to Licensors, Publisher's sole recourse shall be to 2703203 Manitoba Inc. In the event that 2703203 Manitoba Inc. does not deliver copy to Licensors, Licensors is authorized but is not obligated to supply archival Copy until supply by 2703203 Manitoba Inc. is resumed. If 2703203 Manitoba Inc. should for any reason be permanently unable to supply Copy, Licensors shall have the right to produce and supply Copy to Publisher under the terms of a separate agreement entered into between Licensors and 2703203 Manitoba Inc.

4.4 Printing Service. Publisher acknowledges and agrees that it will purchase the printing services from Coffee News Printing, LLC in Houlton, Maine for a minimum period of one (1) year from the date of this Agreement. Upon expiration of such one (1) year, Publisher may continue using the printing service of Coffee News Printing, LLC, but has the option to purchase printing service from another print shop. If Licensors provides Publisher with financing to purchase minimum of four or more franchised units, subject to the initial payment of the training fees referenced in Paragraph 10 hereof, Publisher agrees that it shall use the printing services of Coffee News Printing, LLC during the term of the loan.

5. CONTENT OF PERIODICAL.

5.1 MAINTENANCE OF CONTENT. Except as provided for herein, Publisher shall not edit, change, add to, eliminate from, or alter in any way the contents or format of the Periodical without the prior written consent of Licensors. For clarity, Publisher agrees that the unalterable characteristics of the Periodical (the "Format") include, but are not limited to, the following:

(a) Size. Eleven inches by seventeen inches (11" x 17") page size format.

(b) Coloring. Light brown coloring of paper.

(c) Format. Two-sided printing with each page divided into three (3) columns, with the two (2) border columns each allowing for eight (8) advertisements arranged vertically and a center column allowing for the publication of information.

(d) Sections. On the cover page, the center column shall be divided into 5 sections entitled as the "Coffee News" heading, "Everybody's Talking", "Quoteable Quotes", "What's Happening" and "Trivia". On the reverse side, the center column shall be divided into 4 sections referred to as "Your Weekly Horoscope", "Did You Know", "On the Lighter Side" and "Answers" (to "Trivia" section on the cover page).

(e) Proportions of Advertisements. The proportions of all advertisements are of equal size, approximately two and seven-eighths inches by two inches (2 7/8" x 2"), in a rectangular rounded corner box with one open corner.

(f) Advertisement Borders. The borders of advertisements are in a series of backwards and forwards "S" shapes.

5.2 General Editorial Control. Licensors shall exercise editorial supervision over the Periodical and may make such changes as it may deem necessary and advisable. Licensors shall have final authority regarding the content of the Periodical.

6. NAMES, MARKS AND TRADE SECRETS.

6.1 License of "Coffee News" Name and Format. Nothing in this Agreement shall be construed as an assignment or grant to Publisher of any right, title or interest in or to the "Coffee News" name or Format, it being understood that all rights relating hereto are reserved by 2703203 Manitoba Inc., a corporation of the Province of Manitoba, Canada and Licensors except for this license to use the "Coffee News" name and Format only as specifically and expressly provided in this Agreement. Furthermore, nothing in this Agreement shall be construed as an assignment, grant or license to Publisher of any right, title or interest in any trade names, service marks, trade symbols, emblems, signs, slogans or insignia not designated by this Agreement as licensed to Publisher, which may be developed by Licensors for use with other Publishers. Publisher recognizes the great value of the goodwill associated with the "Coffee News" name and Format and acknowledges that the name and rights therein and goodwill pertaining thereto belong to Licensors and 2703203 Manitoba Inc. Publisher hereby agrees that every use of the "Coffee News" name and Format shall inure to the benefit of Licensors and 2703203 Manitoba Inc. and that Publisher shall not at any time acquire any rights in such name. Publisher agrees that it will not, while this Agreement is in effect or thereafter, attack the title or any rights of Licensors or 2703203 Manitoba Inc. in and to the "Coffee News" name or Format or attack the validity of this license of the use of such name or Format or do anything which would jeopardize or diminish Licensors' rights to or the value of such name.

6.2 Use of Trade Secrets. Publisher shall not directly or indirectly furnish to any other party any confidential information as to the "Coffee News" Format, methods of operation, advertising, promotion, ideas or any other information relating to Licensors' business of "Coffee News" without the written consent of Licensors. The provisions contained herein shall survive the termination, expiration, transfer, assignment, of this Agreement. Publisher shall execute a non-disclosure or confidentiality agreement with its employees, officers, key personnel, agents, or stockholders, as the case may be, that such employees, officers, key personnel, agents, or stockholders, as the case may be, shall be bound by the contractual provisions contained in this paragraph, and will be liable for damages, reasonable attorney fees and court cost if the Licensors and/or Publisher has to enforce their contractual rights by legal actions.

7. OBLIGATIONS OF LICENSORS.

In addition to the other obligations in this Agreement, Licensors has the following obligations:

7.1 Operations Manual. Licensors shall provide to Publisher an operations manual describing how to arrange the distribution of the Periodical within the region covered by this Agreement, how to sell advertising, how advertising in the Periodical

operates and how to design such advertisements, how to determine the suggested pricing of advertising, and how to determine coverage areas. This manual also will include sample Filler ad Advertisements, office supply samples such as sample insertion orders, sample business cards, envelopes and monthly sales envelopes for use by Publisher in producing its own supplies of such materials (The "Operations Manual").

7.2 Trade Information. Licensor shall disclose to Publisher the unique marketing and sales techniques employed in the design and format of the Periodical.

7.3 Periodical Holders and Other Products. Licensor shall disclose the design of the Periodical holder if Publisher desires to have such holders made locally and to allow the purchase of either Periodical holder labels or Periodical holders with labels attached from Licensor preferred vendor, Darter Specialties, 514 Cornwall Avenue, P.O. Box 188, Cheshire, CT 06410 or other vendors to be named in the future.

7.4 Support Services. Licensor shall provide Publisher support services as deemed reasonable and advisable by Licensor. This could include but not be limited to telephone conferencing, a newsletter, business and marketing ideas, form and display rack samples, and other networking concepts as they develop in the future.

8. OBLIGATIONS OF PUBLISHER.

In addition to the other obligations in this Agreement, Publisher has the following obligations:

8.1 Best Efforts. Publisher shall use its best efforts to promote the Periodical by obtaining advertisers for the Periodical in the Publisher's region. Publisher shall distribute the Periodical to as many restaurants, hotels, coffee shops and other outlets directed by Licensor as possible and to otherwise distribute the Periodical in such other ways as Licensor may deem to be in the best interest of both parties.

8.2 Payment of Debts: Adverse Action. Publisher shall pay promptly when due all taxes, accounts, and indebtedness of any kind incurred by Publisher in the conduct of its business unless being contested actively in good faith. Publisher shall pay any tax assessed by any State or other taxing authority in Publisher's designated region on fee payments to or other revenue received by Licensor from Publisher. Publisher agrees to notify Licensor in writing within five days of the commencement of any action, suit, or proceeding which, if decided adversely to Publisher, would materially and adversely affect Publisher's financial condition and to notify Licensor within five days of the issuance of any order, writ, injunction, award, or decree of any court, agency or other governmental instrumentality which adversely affects Publisher's financial condition.

8.3 Spendthrift Provision. This license will be and remain personal and exclusive to Publisher to the fullest extent authorized or permitted by law. No part of any interest of Publisher under the provisions of this instrument will be subject to garnishment, levy, or seizure by any creditor or any other person claiming against or in the right of Publisher under any proceeding or writ at law or in equity. Publisher agrees not to pledge or encumber this Agreement, without the express written consent of the licensor.

8.4 Laws and Licenses. Publisher shall comply with all applicable

federal, state and local laws and regulations. Publisher and its employees shall obtain and at all times maintain any and all permits, certificates or licenses necessary for the full and proper operation under the license granted herein.

8.5 Non competition During and After Term of Agreement. During the term of this Agreement and for a period of two (2) Years after the termination, expiration, transfer, or assignment of this Agreement, Publisher or the Licensee, either as individuals or a business entity, their family members or the officers, directors, other key personnel, employees or stockholders, as the case may be, shall not directly or indirectly, through corporations, partnerships, trusts, associations, joint ventures, or unincorporated businesses, perform any services for, engage in or acquire, be an employee of, have any financial, beneficial, or equitable interest in, or have any interest whatsoever in any publication of a type similar to the Periodical that operates within the region covered by this agreement. Publisher shall execute a non-competition agreement with its employees, officers, key personnel, agents, or stockholders, as the case may be, that such employees, officers, key personnel, agents, or stockholders, as the case may be, shall be bound by the contractual provisions contained in this paragraph, and will be liable for damages caused by violation of the provision contained herein plus reasonable attorney fees and court cost if the Licensor and/or Publisher has to enforce their contractual rights by legal actions.

8.6 Guarantee to Advertisers. Publisher shall guarantee to advertisers that advertisements run in the Periodical shall be "either error-free or free of charge".

8.7 Continuing Archive. Publisher shall provide Licensor with a continuing archive of two (2) complete copies of every issue of the Periodical printed and distributed in Publisher's geographic area. Publisher shall mail such copies to Licensor on a monthly basis, with mailing to occur on the first business day of every month.

8.8 Outlet List. Publisher shall provide to Licensor every six (6) months an updated list of outlets distributed through and the number of copies of the Periodical distributed in Publisher's region.

8.9 Supply to Outlets. Publisher shall ensure that each outlet has a sufficient number of copies to cover each weekly seven (7) day period.

8.10 Periodical Holders. Publisher shall ensure that each outlet has a Periodical holder in use and shall replace any lost, broken or stolen holder promptly.

8.11 Notification of Violations. Publisher shall immediately notify Licensor of any apparent infringements of or challenges to the use of the "Coffee News" name or Format or Publisher's licensed business in the region covered by this Agreement. Publisher shall not communicate with any person other than Licensor, 2703203 Manitoba Inc., and its counsel in connection with any such infringement, challenge or claim. Publisher agrees that 2703203 Manitoba Inc. shall have sole discretion to take such action as it deems appropriate and the right to exclusively control any litigation or other administrative claim or action relating to any such infringement, challenge or claim. Any money, damages or other benefits arising out of such infringement, challenge or claim shall accrue to 2703203 Manitoba Inc. Publisher agrees to execute any and all instruments and documents, render such assistance and perform such acts as may, in the opinion of the counsel of 2703203 Manitoba Inc., be necessary or advisable, to

protect and maintain the interests of 2703203 Manitoba Inc., Licensors and its Publishers in any litigation or administrative proceeding or to otherwise protect and maintain the interest of 2703203 Manitoba Inc. and Licensors in the "Coffee News" name and Format or their businesses.

8.12 Independent Contractor Status and Indemnification. Publisher is an independent contractor or licensee of the Licensors, and is not an agent, legal representative, joint venturer, partner, employee, servant or agent of Licensors, for any purpose whatsoever. Publisher is not authorized to make any contract, lease, warranty, or representation on behalf of Licensors, or to create any obligation, express or implied, on behalf of Licensors. Publisher shall be responsible for, and shall promptly pay when due, all expenses of Publisher's licensed business, including, but not limited to all taxes and levies connected with the said licensed business and any income arising therefrom. Licensors shall not be liable for any such expenses, taxes, levies or disbursements otherwise paid or incurred in connection with the establishment and maintenance of the aforesaid business.

8.13 Indemnity. Publisher will indemnify Licensors and its employees and hold them harmless from and against all losses, claims, actions, damages, liabilities and expenses, including attorneys fees, arising from loss of life, personal injury, damage to property or any other loss or injury suffered by Publisher's agents, employees or third parties, arising directly or indirectly from, or as a result of, or in connection with Publisher's operation of the Periodical business in the licensed area or by reason of Publisher's use of the system, names or marks of the Periodical. Publisher shall indemnify Licensors and its employees and hold them harmless from and against all copyright or trademark challenges of Publisher's right, title or interest in any trade names, service marks, trade symbols, emblems, signs, slogans or insignia used in Publisher's licensed business. Further, Publisher shall indemnify Licensors and its employees and hold them harmless from and against all claims arising out of Publisher's use of any such social media network.

8.14 The sale of License by Publisher. Publisher agrees not to pledge or encumber this Agreement except with the express written approval of Licensors, to be granted in the Licensors' sole discretion, which Publisher may request in the event that Publisher seeks to sell the license granted hereunder to a third party who desires to use said license as collateral for purchase financing. Licensors shall have the authority to extend the term of this Agreement beyond the term set forth in paragraph 3 to enable a purchaser of the license to obtain financing of said purchase if Licensors, in his sole discretion, determines such extension to be necessary. Publisher may request approval of the use of the license granted hereunder as collateral and/or the extension of the term of this Agreement by written request sent to address provided under paragraph 14.

8.15 Compliance with Coffee News Social Media Policies. Publisher acknowledges and agrees to comply with Coffee News Social Media Policies that Coffee News adopted that may be amended from time to time. It is acknowledged that the Publishers are responsible for their own content posted or published through the social media and are responsible for complying with all laws and regulations and third-party site terms and conditions. Coffee News will not have any liability for the Publisher's use of social-media sites. Additionally, Coffee News does not have responsibility or obligation for monitoring Publisher's compliance with such laws, regulations, and third-party terms and conditions. Any approval by Coffee News of the use of social media

sites or monitoring thereof does not constitute a representation that the Publishers are in compliance with these laws, regulations or terms and conditions. The Publishers are responsible for monitoring their own employees, representatives, agents, etc. to ensure compliance with these requirements set forth in the Policies. A copy of the Coffee News Social Media Policy is attached hereto as Schedule D to this Agreement and all content of the Policy is incorporated as part of the Agreement.

9. RESERVATION OF RIGHTS.

9.1 Reservation of Rights. All rights in the Periodical other than those specifically granted herein by Licensor to Publisher are reserved by Licensor for full use by it or its assignees, transferees or Publishers.

10. TRAINING

10.1 Training Program. Licensor offers a three day Coffee News College every 8-13 weeks for all North American publishers / franchisees. All signatories to this License Agreement are required to attend the next available Coffee News College. All existing publishers may attend future initial training programs voluntarily.

10.2. Training Program. Such training consists of 3 day classroom program utilizing both veteran publishers and corporate staff to provide a combination of lectures and hands on involvement. There is also time allowed for networking between you and veteran publishers during this period. The training is normally offered in Bangor, Maine and at other random locations around North America on at least one (1) additional occasion, depending upon the volume of new publishers. The topics covered in the 3 day training program include without limitation sales, advertisement design, billing, collections, distribution, marketing, and startup.

10.3. Expenses. The initial training program is at no additional cost to you. The one-time training fee of \$2,500.00 is included in the \$9,500.00 initial franchise fees. However, you are responsible for your own travel and hotel stay expenses. Your attendance of subsequent training program will be at your own expenses.

10.4 When Publisher obtains finance for full funding to purchase minimum of four franchises subject to Paragraph 4.4 hereof, Publisher shall attend the next Coffee News College at the time of purchase.

11. SUCCESSORS AND ASSIGNMENT.

11.1 Successors and Assigns of Licensor. All rights of Licensor in this Agreement shall inure to the benefit of Licensor's successors and assigns.

11.2 Nontransferability of Publisher's Interest. Publisher agrees that its interest in this Agreement is not transferable and shall not be sold, pledged, hypothecated, assigned or transferred without the express written consent of Licensor, provided that Licensor's consent shall not be unreasonably withheld. When a transfer is granted by Licensor, the transferee publisher shall execute Coffee News' then current License Agreement and related documents to govern the remaining term of this Agreement.

11.3 Ownership Changes. If Publisher is a corporation or partnership, Publisher agrees to notify Licensor of any change in stock ownership or partnership interest in Publisher while this Agreement is in effect. Any such change which, together with all prior changes, results in a change of the person or persons having control of the entity shall be a transfer subject to the provisions of this paragraph 10 and its subparagraphs.

12. LEGAL FEES ASSOCIATED WITH LICENSE.

12.1 Legal Fees Associated With License. Publisher shall bear the expense of all legal fees, costs and expenses associated with the operation of the license granted herein. Such fees shall include, but not be limited to, the costs associated with the determination of the legal requirements of and compliance with the statutes, ordinances and regulations regarding arrangements of this type in the State of _____. Publisher shall supply Licensor with a letter of opinion, drafted by an attorney qualified and licensed to practice law in the State of _____, stating that this Agreement and Publisher's operation of its licensed business hereunder are in full compliance with the statutes, ordinances and regulations of the State of _____.

13. BREACH, DEFAULT AND TERMINATION.

13.1 Breach by Publisher. If Publisher breaches or defaults under any provision of this Agreement, Licensor shall have all rights and remedies permitted by law or equity, including, but not limited to, the right of termination. Any termination by Licensor shall have no effect upon Publisher's obligation to pay the non-refundable deposit due in accordance with subparagraph 2.1 (a) and/or Schedule A. The forfeiture by Publisher of such non-refundable deposit in the case of termination shall be liquidated damages and not a penalty. For the purposes of this paragraph, a default or breach shall include, but not be limited to, the following:

(a) Unlicensed Distribution. The printing or distribution of unlicensed or unauthorized issues of the Periodical.

(b) Similar Publication. The printing, distribution or participation in, directly or indirectly, any publication of a similar type to the Periodical.

(c) Insolvency. The insolvency, bankruptcy or placement in receivership of Publisher.

(d) Criminal Offenses. The conviction of Publisher or its principal shareholder with a major criminal offense which, by its nature and by the potential long-term imprisonment threatened, would result in serious damage to the reputation of the Periodical or the effective business operation of Licensor.

(e) Attachment or Seizure. Attachment or seizure of any of Publisher's assets, provided Licensor is certain that such seizure or attachment is an extreme threat to the continued successful operation of the exclusive license.

(f) Nonpayment. Failure to pay when due the deposit payments, due in accordance with subparagraph 2.1 (a) and/or Schedule A, or weekly fees, due in

accordance with subparagraph 2.1(b) and/or Schedule A, for sixty (60) consecutive days whether or not Licensor has advised Publisher in writing of such failure.

(g) Mental Incompetency. The mental incompetency of Publisher, its operator or principal shareholder.

(h) Breach or Default. The Breach or default by Publisher under any other contract or agreement between Publisher and Licensor.

(i) Others. Failure to comply with any requirements of this Agreement.

13.2 NON Waiver by Licensor. Neither Licensor's waiver of a breach or default by Publisher, nor delay or failure to exercise any right upon breach or default, nor acceptance of any payment, shall be deemed a waiver nor shall the same impair rights for other breaches or defaults of the same or a different kind. The description of any breach or default in any notice shall not preclude the later assertion of other additional defaults or breaches.

13.3 Termination By Publisher. Publisher shall have the right to terminate this Agreement by providing Licensor with written notice to Licensor one hundred twenty (120) days prior to the effective date of such termination. Publisher shall have the right to terminate this Agreement within the Initial Period covered by the non-refundable deposit, in which case the non-refundable deposit shall be forfeited to Licensor as liquidated damages and not as a penalty. Any termination by Publisher shall have no effect upon Publisher's obligation to pay the non-refundable deposit due in accordance with subparagraph 2.1(a) and/or Schedule A.

14. EFFECT OF TERMINATION.

14.1 Effect Upon Publisher's Rights. Upon termination of this Agreement for any reason, all of Publisher's rights hereunder shall forthwith cease and Publisher shall not thereafter publish or use the Periodical or any part thereof or the system, names and marks associated with the Periodical in any manner whatsoever.

14.2 Continuation of Licensor's Rights. Upon termination of this Agreement for any cause whatsoever, all rights, title and interest in and to the Periodical shall remain with Licensor as holder of an exclusive license covering the United States.

14.3 Return of Materials. Upon termination of this Agreement for any reason, Publisher shall return the Operations Manual, all printed and working copies of the Periodical then in existence plus all advertiser lists, present advertiser identities, telephone numbers and addresses, together with all files and records pertinent to such customers in the licensed area, monthly sales records up to the date of termination, all camera-ready artwork in connection with the Periodical, holders and all printed back issues.

15. NOTICES.

15.1 Notices. All notices, requests, payments, demands and reports to be given under this Agreement are to be in writing, delivered by hand, telegram, certified or

registered mail, or courier service guaranteeing overnight delivery, except that regular 6 month reports from Publisher and shipments of Copy by Licensor may be sent by regular mail, to the following address (which may be changed by written notice):

LICENSOR:

Coffee News USA, Inc.
One Cumberland Place, Suite 102
Bangor, ME 04401

Phone: 207-941-0860

PUBLISHER:

Email Address:
Phone:

Notice by mail shall be deemed received on the third business day after mailing or upon actual receipt, whichever is earlier.

16. INTERPRETATION.

16.1 Amendments. This Agreement constitutes the entire agreement between the parties and may not be changed except with a written document signed by both parties with the exception of the amendments. Nevertheless, nothing in this Agreement or in any related agreement is intended to disclaim the representations that Licensor has made in the franchise disclosure document.

16.2 Choice of Law and Consent To Jurisdiction. This Agreement shall be governed by the laws of the State of Maine. Licensor and Publisher agree that any legal or equitable action for claims, debts or obligations arising out of, or to enforce the terms of, this Agreement may be brought by either party in the United States District Court for the District of Maine, or in any courts of the State of Maine, and that such court shall have personal jurisdiction over the parties and the venue of the action shall be appropriate in such court.

16.3 Construction of Language. The language of this Agreement shall be construed according to its fair meaning and not strictly for or against either party. All words in this Agreement refer to whatever number or gender the context requires; if more than one party or person is referred to as Publisher, their obligations and liabilities shall be joint and several. Headings are for reference purposes only and do not control interpretation. All the terms and words used in this Agreement, regardless of the number or gender in which they are used, shall be deemed and construed to include any other number (singular or plural) or any other gender as the context or sense of this Agreement, or any section or clause hereof, may require.

16.4 Successors. References to Licensor or Publisher include such successors, assigns, or transferees as are permitted in accordance herewith.

16.5 Severability. If any provision of this Agreement is deemed invalid or inoperative for any reason, that part shall be deemed modified to the extent necessary to make it valid and operative, or if it cannot be so modified, then severed, and the remainder of the Agreement shall continue in full force or effect as if the Agreement had been signed with the invalid portion so modified or eliminated.

16.6 Exhibits and Schedules. All exhibits and schedules attached hereto are incorporated by reference in the appropriate paragraph and form a part of the Agreement.

16.7 Enforceability. The parties to this Agreement understand and agree that, if any portion of the restrictive covenants set forth in this Agreement is held to be unreasonable, arbitrary, or against public policy, then that portion of those covenants shall be considered divisible as to time and region. The parties to this Agreement agree that if any court or competent jurisdiction determines that the specified time period or the specified region of application of any covenant is unreasonable, arbitrary, or against public policy, then a lesser time period, geographical area or both, that is determined to be reasonable, non-arbitrary, and not against public policy, may be enforced against the parties hereto. The parties to this Agreement agree and acknowledge that they are familiar with the present and proposed operations of "Coffee News" Publishers and believe that the restrictive covenants in this Agreement are reasonable with respect to their subject matter, duration, and geographical application. Notwithstanding that the parties agree that any court of competent jurisdiction may modify the time period or specify geographical area of applicability in this agreement, the parties do not intend that a court be able to modify the payment terms set forth herein.

16.8 Arbitration. Except for obtaining injunctive relief by either party against actual or threatened conduct that would cause irreparable harm to that party, all controversies, disputes or claims arising under this Agreement between Licensor and Publisher shall be submitted for arbitration to the Office of the American Arbitration Association nearest to Licensor on demand of either Licensor or Publisher. Such arbitration proceedings shall be conducted in Bangor, Maine. Except as otherwise provided in this Agreement, such claims shall be heard by one arbitrator in accordance with the then Current Commercial Arbitration Rules of the American Arbitration Association. The administrative cost of the arbitration, including the cost of the arbitrator, shall be borne equally by the parties. Each party shall be responsible for the payment of its own attorneys' fees and expenses. At Licensor's request, the arbitrator shall require Publisher to produce all books and records of the Publisher's business for Licensor's examination and use as evidence in the arbitration. The arbitrator shall have the authority to award all relief at law or equity but shall not have the authority to award exemplary or punitive damages. The award and decision of the arbitrator shall be conclusive and binding upon the parties and judgment upon the award may be entered in any court of competent jurisdiction identified in paragraph 15.2 above, including an order pursuant to an opinion of the arbitrator for specific performance of any of the requirements of this Agreement. Licensor and Publisher agree that any contest of such award shall be in the courts specified in Paragraph 15.2 above. The arbitrator shall not add, delete, modify or amend any of the terms of this Agreement. This Agreement to arbitrate shall continue in full force and effect subsequent to and notwithstanding the expiration or termination of this Agreement. During the period of any dispute or arbitration, the terms of this Agreement will remain in full force and effect on all parties.

including the payment of all fees due in accordance with Schedule A and including the use of the trademark by the Publisher.

17. SIGNATURES.

_____IN WITNESS THEREOF the parties have signed this Agreement on the day and year first above written.

LICENSOR:

WITNESS:

Coffee News USA, Inc.
One Cumberland Place, Ste. 102
BANGOR, ME 04401

WITNESS:

By _____
William A. Buckley, Its President

PUBLISHER:

WITNESS:

By _____

WITNESS:

By _____

SCHEDULE A - Option

1. REGION

_____, including seasonal licenses:

Projected Coffee News Licenses =

2. DEPOSIT PAYMENT

Deposit: \$ __,000.00 due on or about _____ 1, 2018.

3. RETURN OF LICENSES

After every six months, Publisher has the option to return the remainder of Publisher's license if Publisher is unable to put such licenses into operation. If Publisher's licenses are not in operation but Publisher desires to maintain possession of such licenses, Publisher may pay the next level of licensing fees.

4. WEEKLY LICENSING FEES

Feb 1/____ - and on . . . \$ 80.00/wk (1 CN's)

Please note: Timing of the weekly licensing fees is over-generous on purpose- to allow Publisher more than enough time to get the entire region in operation well before Publisher reaches his/her maximum licensing fees.

Also, if Publishers are able to put more Coffee News publications in operation than Publisher's licensing fees expect, that is to Publisher's benefit only. Publisher's licensing fees do not increase. In the event that Publisher decide to sell Publisher's licenses, the new buyer will pay to Licensor a transfer fee of \$ 2,500.00 and will pay licensing fees based on the number of Coffee News publications in operation at the time of the sale.

**SCHEDULE B
PROMISSORY NOTE**

\$ _____, 2018

I, _____ [name and address of the Publisher] doing business as _____ [trade name of his business] (the "Debtor") promise to pay to the order of **Coffee News USA, Inc.** at One Cumberland Place, Bangor, Maine 04401 (the "Holder"), the sum of _____ Dollars (\$ _____) (the amount is called "principal") plus interest accruing at the Annual Percentage Rate (APR) of _____ percent (_____ %) and such other finance charges, if any.

1. The payments shall be made as follows:

Principal Amount Financed:	\$ _____
Annual Interest:	_____ %
Duration of Loan:	_____ (months)
Start Date of Loan:	_____
Monthly Payment:	\$ _____
Total Number of Payments:	_____
Principal Amount to be paid:	\$ _____
Finance Charges to be paid:	\$ _____
Total Cost of the loan:	\$ _____

2. Each monthly payment shall be made on the _____ day of each calendar month beginning on _____, 20____. Debtor will make these payments every month until he/she have paid all of the principal and interest and any other charges described above that he/she may owe under this Note. In no event shall any monies continue to be owed after _____, 20____, which is called the "maturity date." Any unpaid balance may be pre-paid at any time without penalty.

3. The Debtor acknowledges and hereby agrees to grant Holder, with any and all the licensed rights to the territory that was granted to Debtor in the foregoing Coffee News License Agreement, to secure the payment set forth in this Promissory Note and to secure the performance of all covenants and agreements contained herein. In the event of a failure to pay interest, principal or any other amount due on this Promissory Note in accordance with its terms, or of a breach of any other covenant, condition or agreement contained herein, remaining uncured for a period in excess of five (5) days (except that no grace period shall be permitted for a default under this Note or the foregoing Coffee News License Agreement), or any breach in the covenants, conditions or agreements in any instrument given in connection with the Promissory Note and debt secured hereby, or if a proceeding in bankruptcy, receivership or insolvency shall be instituted by or against the undersigned, or if the foregoing Coffee News License Agreement for which the parties have entered into this Promissory Note is terminated for any reason, then the entire debt secured hereby, together with all charges to which Holder would be entitled under the Promissory Note or by law if the Promissory Note were prepaid in full, shall be due and payable, Holder shall have the right to realize upon the security granted herein, and the payment and acceptance of any sum on account of this note shall not be considered a waiver of such right of election. The failure at any time of Holder to exercise this option shall not constitute a waiver of the right to exercise

the right at any other time. Upon realizing the security granted herein, Holder has the right and power to sell the license that was granted to Debtor in the foregoing Coffee News License Agreement.

4. If the Promissory Note is not paid when due and shall be placed by the Holder in the hands of any agent or attorney for collection through legal proceedings or otherwise, the undersigned shall pay to the Holder the costs and reasonable expenses of collection, including without limitation, reasonable attorney's fees.

5. This Schedule B and the Promissory Note contained herein shall be governed by and construed according to the laws of the State of Maine.

6. Nonperformance of either party shall be excused to the extent that performance is rendered impossible by strike, fire, flood, governmental acts, orders or restrictions, or any other reason where failure to perform is beyond the control and not caused by the negligence of the non-conforming party.

7. The parties agree that neither party may assign or transfer any rights and obligations under this Schedule B, directly or indirectly except upon the prior written consent of the other party. Subject to the foregoing, this Schedule B shall be binding upon and inure to the benefit of the parties hereto, their successors and assigns.

8. If any provision of this Schedule B is held to be invalid by a court of competent jurisdiction, then the remaining provisions shall nevertheless remain in full force and effect.

The undersigned hereby acknowledges receipt of a filled-in copy of this Schedule B, the Promissory Note, and Exhibit A to this Promissory Note (the Guaranty of Performance), which is incorporated as party of this Schedule B by reference. The undersigned acknowledges and agrees that he/she has read and understand the entire Schedule B and that he/she has been offered an opportunity to obtain legal consultation in connection with the Schedule B and the Promissory Note contained herein before his/her signature.

IN WITNESS WHEREOF, the parties hereto have executed this Promissory Note contained herein on this ____ day of _____, 20____.

Holder:

Debtor:

Coffee News USA, Inc
By: William A. Buckley
Title: President

[Publisher's name]
By:
Title:

[witness]

[witness]

STATE OF MAINE)
) SS.
COUNTY OF PENOBSCOT)

Personally appeared before me on this _____ day _____, 20____, the above named William A. Buckley to me known to be the person who executed the foregoing Schedule B as President of the above named Holder and, being duly sworn, stated upon that the Schedule B is true and correct.

Notary Public

My Commission expires: _____

STATE OF _____)
) SS.
COUNTY OF _____)

Personally appeared before me on this _____ day _____, 20____, the above named _____ (the "Debtor") to me known to be the person who executed the foregoing Schedule B as _____ of the above named Debtor and, being duly sworn, stated upon that the Schedule B is true and correct.

Notary Public

My Commission expires: _____

**SCHEDULE C
PROMISSORY NOTE
(An alternative option to SDHCEDULE B)**

\$ _____, 2018

I, _____ [name and address of the Publisher] doing business as _____ [trade name of his business] (the "Debtor") promise to pay to the order of Coffee News USA, Inc. at One Cumberland Place, Bangor, Maine 04401 (the "Holder"), the sum of _____ Dollars (\$ _____) (the amount is called "principal") and such other finance charges, if any.

1. The payments shall be made as follows:

Principal Amount Financed: \$ _____
Duration of Loan: _____ (months)
Start Date of Loan: _____

Monthly Payment (\$25.00/week for each franchised unit): \$ _____

Total Number of Payments: _____
Principal Amount to be paid: \$ _____
Finance Charges to be paid: \$ _____
Total Cost of the loan: \$ _____

2. Each monthly payment shall be made on the ____ day of each calendar month beginning on _____, 20____. Debtor will make these payments every month until he/she have paid all of the principal and interest and any other charges described above that he/she may owe under this Note. In no event shall any monies continue to be owed after _____, 20____, which is called the "maturity date." Any unpaid balance may be pre-paid at any time without penalty.

3. The Debtor acknowledges and hereby agrees to grant Holder, with any and all the licensed rights to the territory that was granted to Debtor in the foregoing Coffee News License Agreement, to secure the payment set forth in this Promissory Note and to secure the performance of all covenants and agreements contained herein. In the event of a failure to pay interest, principal or any other amount due on this Promissory Note in accordance with its terms, or of a breach of any other covenant, condition or agreement contained herein, remaining uncured for a period in excess of five (5) days (except that no grace period shall be permitted for a default under this Note or the foregoing Coffee News License Agreement), or any breach in the covenants, conditions or agreements in any instrument given in connection with the Promissory Note and debt secured hereby, or if a proceeding in bankruptcy, receivership or insolvency shall be instituted by or against the undersigned, or if the foregoing Coffee News License Agreement for which the parties have entered into this Promissory Note is terminated for any reason, then the entire debt secured hereby, together with all charges to which Holder would be entitled under the Promissory Note or by law if the Promissory Note were prepaid in full, shall be due and payable, Holder shall have the right to realize upon

the security granted herein, and the payment and acceptance of any sum on account of this note shall not be considered a waiver of such right of election. The failure at any time of Holder to exercise this option shall not constitute a waiver of the right to exercise the right at any other time. Upon realizing the security granted herein, Holder has the right and power to sell the license that was granted to Debtor in the foregoing Coffee News License Agreement.

4. If the Promissory Note is not paid when due and shall be placed by the Holder in the hands of any agent or attorney for collection through legal proceedings or otherwise, the undersigned shall pay to the Holder the costs and reasonable expenses of collection, including without limitation, reasonable attorney's fees.

5. This Schedule C and the Promissory Note contained herein shall be governed by and construed according to the laws of the State of Maine.

6. Nonperformance of either party shall be excused to the extent that performance is rendered impossible by strike, fire, flood, governmental acts, orders or restrictions, or any other reason where failure to perform is beyond the control and not caused by the negligence of the non-conforming party.

7. The parties agree that neither party may assign or transfer any rights and obligations under this Schedule C, directly or indirectly except upon the prior written consent of the other party. Subject to the foregoing, this Schedule C shall be binding upon and inure to the benefit of the parties hereto, their successors and assigns.

8. If any provision of this Schedule C is held to be invalid by a court of competent jurisdiction, then the remaining provisions shall nevertheless remain in full force and effect.

The undersigned hereby acknowledges receipt of a filled-in copy of this Schedule C, the Promissory Note, and Exhibit A to this Promissory Note (the Guaranty of Performance), which is incorporated as party of this Schedule C by reference. The undersigned acknowledges and agrees that he/she has read and understand the entire Schedule C and that he/she has been offered an opportunity to obtain legal consultation in connection with the Schedule C and the Promissory Note contained herein before his/her signature.

IN WITNESS WHEREOF, the parties hereto have executed this Promissory Note contained herein on this ____ day of _____, 20____.

Holder:

Debtor:

Coffee News USA, Inc
By: William A. Buckley
Title: President

[Publisher's name]
By:
Title:

[witness]

[witness]

STATE OF MAINE)
) SS.
COUNTY OF PENOBSCOT)

Personally appeared before me on this _____ day _____ of _____, 20____, the above named William A. Buckley to me known to be the person who executed the foregoing Schedule C as President of the above named Holder and, being duly sworn, stated upon that the Schedule C is true and correct.

Notary Public

My Commission expires: _____

STATE OF _____)
) SS.
COUNTY OF _____)

Personally appeared before me on this _____ day _____ of _____, 20____, the above named _____ (the "Debtor") to me known to be the person who executed the foregoing Schedule C as _____ of the above named Debtor and, being duly sworn, stated upon that the Schedule C is true and correct.

Notary Public

My Commission expires: _____

EXHIBIT A TO SCHEDULE B and/or SCHEDULE C

GUARANTY OF PERFORMANCE

(To Be Executed by Principal Stockholder(s) If Publisher/Debtor is a Corporation, professional corporation, partnership, limited liability partnership, limited liability company.)

FOR VALUE RECEIVED, and in consideration for, and as in inducement to Coffee News USA, Inc. as the Holder to make the foregoing Schedule B / C to Coffee News License Agreement with _____ [name of the Publisher/Debtor], as the Debtor (the "Schedule B"), the undersigned, who each own 5% or more of the Debtor, unconditionally guarantee the full performance of all the covenants, conditions and agreements therein provided to be performed and observed by the Debtor and the Debtor's successors and assigns pursuant to the Schedule B / C and the Promissory Note contained therein, and expressly agrees that the validity of this Guaranty of Performance and the obligations of the guarantor(s) hereunder shall not be terminated, affected or impaired by reason of the granting by Holder of any indulgences to Debtor or by reason of the assertion by Holder against Debtor of any of the rights or remedies reserved to Holder pursuant to the provisions of the Schedule B / C or by the relief of Debtor from any of Debtor's obligations under said Schedule B / C by operation of law or otherwise (including without implied limitation, the rejection or assignment of the Schedule B / C and/or the Promissory Note) in connection with proceedings under bankruptcy laws now or hereafter enacted), irrespective of Holder's consent or other action or inaction with respect to such relief, the undersigned hereby waiving notice, protest, demand of the acceptance of this Guaranty all suretyship defenses and all defenses in the nature thereof.

The undersigned further covenants and agrees that this Guaranty shall continue in full force and effect as to any modification or extension of the Schedule B / C, whether or not the undersigned shall have received any notice of or consented to such modification or extension. The undersigned further agrees that the undersigned's liability under this Guaranty shall be primary, and that in any right of action which shall accrue to Holder under said Schedule B / C, Holder may, at Holder's option, proceed against the undersigned and Debtor, jointly and severally, and may proceed against any or all of the undersigned without having commenced any action against or having obtained any judgment against Debtor. In addition to any other remedies Holder may have against the undersigned and the obligations of the undersigned to Holder, the undersigned shall reimburse Holder for all costs and liabilities incurred by Holder in connection with the enforcement of this Guaranty of the Schedule B / C or a default under either including, without limitation, all costs of collection and reasonable attorney's fees. No party liable under this Guaranty shall be entitled to rights of subrogation against any party or interest in the Schedule B / C before the full performance and observance of all covenants, conditions and agreements of the Schedule B / C.

It is agreed that the failure of Holder to insist in any one or more instances upon a strict performance or observance of any of the terms, provisions or covenants of the Schedule B / C or to exercise any right therein contained shall not be construed or deemed to be a waiver or relinquishment for any subsequent performance or observance of such term, provision, covenant or right, but the same shall continue and remain in full force and effect. Receipt by Holder of payment with knowledge of the breach of any provision of the Schedule B / C and the Promissory Note contained therein shall not be deemed a

waiver of such breach.

No assignment or other transfer of the Schedule B / C or any interest therein shall operate to extinguish or diminish the liability of the undersigned guarantor(s) under this Guaranty. Wherever reference is made to the liability of Debtor named in the Schedule B, such reference shall be deemed likewise to refer to the undersigned guarantor(s).

It is further agreed that all of the terms and provisions hereof shall inure to the benefit of the respective successors and assigns of Holder, and shall be binding upon the respective heirs, executors, administrators and assigns of the undersigned.

If any provision of the Schedule B / C and/or Exhibit A to Schedule B / C is held to be invalid by a court of competent jurisdiction, then the remaining provisions shall nevertheless remain in full force and effect.

WITNESS THE EXECUTION UNDER SEAL, WHEREOF, this ____ day of _____, 20__.

Guarantor(s):

By: _____

Date: _____

By: _____

Date: _____

By: _____

Date: _____

SCHEDULE D

Coffee News Social Media Policy For Coffee News Publishers

As the franchisor of the Coffee News franchise, Coffee News USA, Inc. ("Coffee News" or "We") acknowledge that various technology and social media platforms such as Facebook, YouTube, Twitter, blogs, message boards, wikis, social networking services, video and photo sharing websites, etc., are changing the way people interact. The use of the social media to promote businesses is getting more popular than ever. We respect and support Coffee News Publishers' (or "your") rights to interact with others through social media in a responsible and knowledgeable manner.

In the meantime, Coffee News, as it has always been, is committed to protect its interest including without limitation its Intellectual property rights, the goodwill associated with the Coffee News brand, contractual rights under the Coffee News License Agreement, and the rights not to be harmed by conduct of others whose activities that Coffee News is not legally responsible. Coffee News Social Media Policy (the "Policy") will help the Coffee News Publishers make respectful and appropriate decisions about their interactions with others concerning Coffee News on the Internet. It is acknowledged that both Coffee News Agreement and Coffee News Franchise Disclosure Document contain the governing provisions relating to advertising which cover the use of social media. This Policy provides you with certain guidelines under the advertising provisions.

It is acknowledged that the Publishers are responsible for their own content posted or published through the social media and are responsible for complying with all laws and regulations and third-party site terms and conditions. Coffee News will not have any liability for the Publisher's use of social-media sites. Additionally, Coffee News does not have responsibility or obligation for monitoring Publisher's compliance with such laws, regulations, and third-party terms and conditions. Any approval by Coffee News of the use of social media sites or monitoring thereof does not constitute a representation that the Publishers are in compliance with these laws, regulations or terms and conditions. The Publishers are responsible for monitoring their own employees, representatives, agents, etc. to ensure compliance with these requirements set forth in the Policies. Given the constant change and development of the technology, this Policy is subject to change and modification at any time.

WHEREFORE, Coffee News adopts the following Social Media Policies that all Coffee News Publishers shall follow:

1. General Guidelines:

Coffee News suggests that all Publishers, comply with the following general guidelines:

- a. Be professional and remember that you are part of the Coffee News brand. Wherever possible or appropriate, disclose your licensee relationship with Coffee News.
- b. Keep your post and comments about your business.
- c. Be responsible and honest at all times.
- d. Be credible, accurate, fair and thorough.
- e. Post meaningful, respectful comments. No spam and no language that is offensive to others. When disagreeing with other's opinions, be objective and respectful.
- f. Keep in mind that your online post and comments are permanent.
- g. Whenever you post Coffee News trademark and/or logo online, make sure that you use the trademark and logo correctly in consistent with the Coffee News brand. We take great care to protect the brand and our web efforts and so should you.
- h. Do not post or link to any materials that are defamatory, harassing or indecent.
- i. Do not give a personal opinion that can be construed as judgmental. Do not talk about politics or religion. Stay away from causes.
- j. If you are unsure of whether you should post something or not, do not post it.
- k. Be aware of praise and criticisms posted by other people, competitors, customers, vendors about Coffee News and share those posts with Coffee News.

2. Username format

Due to the importance of brand consistency and the risk of customer confusion, Coffee News suggests that a Publisher use a username including the wording "Coffee News," a space, and then end with the city in which the publisher is located. (e.g. "Coffee News_ Maine.")

3. Compliance with laws, regulations and third-party terms

The Publishers are obligated to comply with all laws and regulations that are applicable to the use of social media. The Publishers are prohibited from actions including without limitation defaming or disparaging competitors, customers, employees, suppliers, subcontractors, or Coffee News; harassing employees, customers, or any other individuals or entities; using copyrighted materials, trademarks or other proprietary materials in an infringing manner; discriminating against employment applicants, violating privacy laws and policies or otherwise misusing the proprietary information of others; or violating laws or other ethical standards, such as fraud or misrepresentation. All posts by the Publishers on the site must be truthful and not misleading. The Publishers are not encouraged to mention their competitors on the site, but if they do, the Publishers must follow the guidelines contained in this Policy.

4. Confidential information

The Publishers may not use or post the confidential and/or proprietary information of Coffee News pursuant to the Coffee News License Agreement, or breach any other restrictions on confidentiality or disclosure. Additionally, the Publishers may not comment on legal matters, or private matters internal to the Coffee News franchise system. Further, the Publishers need to carefully review the content of the site before publishing or posting and may not disclose proprietary information of their clients, customers or suppliers, or use the names of clients, customers or suppliers without permission.

5. Endorsements and testimonials

The Publishers shall comply with all rules and regulations concerning the endorsement of products pursuant to the 2012 FTC Endorsement Guidelines, as it may be amended from time to time. If the Publisher is in any way compensated relating to promote and post about a product, then any post by the Publisher on that topic must disclose such relationship.

6. Ownership of domain names, accounts and content

In consistent with the Coffee News License Agreement, any goodwill generated from Coffee News Publishers' social media account belongs to Coffee News. Coffee News reserves the right of ownership to its Publishers' social-media accounts, the content therein, and the domain names associated with these accounts.

7. Franchisor-generated content

From time to time, to keep the brand image consistent, the Publishers may be required to post or use content provided by Coffee News.

8. Exclusion of incendiary topics and the right to remove content

To protect its brand, Coffee News reserves the right to monitor the use of social media and social networking by the Publishers. Subject to Coffee News' sole discretion, Coffee News has the right to remove, or require a Publisher to remove, any content posted by the Publisher that violates this Social Media Policy, violates any laws or regulations, or that Coffee News feels is not consistent with an appropriate use of its trademarks and/or logo.

9. Disclaimers

Publishers shall post or publish Disclaimers stating that the views and content of the site are those of the Publishers, and do not necessarily reflect the position of Coffee News.

The Issuance date: _____, 20____

EXHIBIT

B

COFFEE NEWS Newsletter Sample

Massage Therapy Clinic
Edits for You, then Candles
Last Longer than Roses
Give A Gift from the Heart
Relax and Rejuvenate with Massage & Body
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Everybody's Talking
Who will come? It's a subject most people don't talk about openly, but everyone probably spends some time thinking about who would attend their funeral and what might be said about them. Amir Vehabovic, of Gradiška, Bosnia, decided to take his musings further by faking his death to see who would come to mourn him. He ordered a false death certificate and he bribed undertakers to provide an empty coffin, then sent invitations to 45 people to attend his funeral. Spying from the nearby bushes, he was dismayed that only his elderly mother showed up. "I really thought more of you would turn up," he wrote in an angry letter to his friends.
Long time to wait: Alan Brogan and Irene Kinnair met and fell in love when they were youngsters in an orphanage together. At the ripe age of 9, Alan told Irene he was going to marry her someday. It finally happened - 50 years later! Soon after his declaration of love, Alan was moved to another orphanage and the friends lost touch with one another. Forty years later they met again, but Alan was in a relationship. But a decade after that, fate reunited them in Sunderland, England. They were both single, and the romantic attraction was still there. Four months later, they married. "Fifty years was a long time to wait," says Alan.

Cool lady: Sandy Gimpel may be 67 years old, but she's still flying high, jumping and falling, and taking life and limb. Gimpel is a stunt woman in Hollywood. She's done some high flying, been trampled, and had a heyday doubling for such actresses as Cloris Leachman, Jodie Foster, Sally Field and Sarah Jessica Parker. "I don't want to ever quit," Gimpel says of her career choice. The five-foot wonder woman stays in shape by working out every day, and she has even produced her own workout video. "I want people who are getting older to beat the aging process," says Gimpel.
Quite an inheritance: An American rock star, Isaac Slade, the lead singer of The Fray, and Baronet Sir Benjamin Slade, a British aristocrat with a \$15-million historic estate, have discovered they have something in common - family bloodties. And for Isaac, 29, that means he's in line to inherit Benjamin's 13th century English estate in Somerset. Slade, senior, had no heirs, so he set about to search for some, and found Isaac, believed to be his only living relative. Slade junior is thrilled at the prospect of taking over the estate. Sir Ben is happy, too. "I am just over the moon to have found him," he says.

Quoteable Quotes
 Where beams of imagination play, the memory's soft figures melt away.
 Alexander Pope
 The highest purpose of intellectual culture is to give a man perfect knowledge and mastery of his own inner self.
 Novalis

What's Happening
Wild Pursuit: The Leukemia & Lymphoma Society's Annual Gala, Wild Pursuit, For The Cure will be held Sat., Feb. 16 at The Country Club of Jackson, 7pm til midnight. The evening will include wild game, cuisine, cash bar, live & silent auctions and entertainment by Aquanet. For ticket or further info call (601) 956-7447.
Victorian Valentines: Children ages 5 to 12 are invited to create a Victorian Valentine craft at the Mansion House Museum, 420 E. Fortification St., Jackson, on Tuesday, Feb. 12, 3:30-4:30pm. Free, reservations required. Info: call (601) 961-4724.
 To include your community event in What's Happening, fax (601) 898-9857, or email to: coffee.news.lady@bellsouth.net.

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 Coffee News Contest • 107 Rockwood Dr. • Madison, MS 39110
 Name _____ Phone _____ Age _____
 Address _____
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 *Two \$25.00 winners drawn each month. Winners will be announced in future issues of Coffee News. One entry per household weekly. Thank you!

Trivia
 1. The world's largest spider is named after which biblical character?
 2. How many karats is pure gold?
 3. The practice of decorating a Christmas tree originated in which European country?
 4. Which Alexander discovered the first antibiotic?
 5. Back, Blanket, and Buttonhole are all types of what?
 (Flip bottom of page for answers)
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Your Weekly Horoscope

ARIES (March 21 - April 20)
You may decide to change the decor of your home, or you may attend a musical or artistic event that exposes you to new styles that are different. Lucky numbers: 4, 8, 13, 14, 32, 42.

TAURUS (April 21 - May 21)
Your perception of people gets rather hazy; you tend to see them through rose-colored glasses. It is best not to make firm commitments at this time. Lucky numbers: 2, 4, 29, 30, 31, 45.

GEMINI (May 22 - June 21)
If you have creative or artistic inclinations, your work will blossom. You can come up with some really lovely, inspiring images. Lucky numbers: 6, 8, 10, 12, 47, 48.

CANCER (June 22 - July 23)
It's a good time to get a new perspective on your life; but don't force yourself to make important decisions while you are not comfortable with any alternatives. Lucky numbers: 4, 14, 19, 32, 45, 46.

LEO (July 24 - Aug. 23)
Physical thrills and excitement have a strong appeal for you now, and you want to do something new and out of the ordinary. Try a new sport. Lucky numbers: 8, 10, 13, 42, 43, 49.

VIRGO (Aug. 24 - Sept. 23)
Your needs for love, companionship, friendship, and sharing are very strong now, and you won't want to be alone or go off to do solitary work. Lucky numbers: 14, 18, 29, 33, 34, 38.

LIBRA (Sept. 24 - Oct. 23)
Practical concerns dominate. It's a good time to learn practical skills, do your taxes, organize your files, and take care of business. Lucky numbers: 5, 12, 15, 21, 40, 48.

SCORPIO (Oct. 24 - Nov. 23)
A significant development in a close relationship or strong feelings of attraction to someone you encounter are very likely at this time. Lucky numbers: 3, 13, 24, 26, 36, 47.

SAGITTARIUS (Nov. 24 - Dec. 23)
A trip or a lot of activity is very likely. A significant conversation, learning from another, and getting ideas and perceptions across to others is also likely. Lucky numbers: 11, 12, 15, 28, 44, 45.

CAPRICORN (Dec. 22 - Jan. 20)
You may hear from someone who has important information for you or feel a pressing need to write or call someone else in order to bring some matter to the open. Lucky numbers: 2, 6, 11, 25, 29, 37, 41.

AQUARIUS (Jan. 21 - Feb. 19)
Your desire for love and affection, as well as beauty and pleasure, is strong now, and you act on feelings and creative impulses more readily than usual. Lucky numbers: 3, 15, 19, 24, 25, 31.

PISCES (Feb. 20 - March 20)
You have a very realistic and no-nonsense attitude at this time, and are rather critical, skeptical, or cautious about new ideas. Deep, quiet study and solitary meditation is favored. Lucky numbers: 4, 8, 26, 28, 29, 33.

Lucky numbers this week: This week's odds favor Aries, Cancer, and Pisces winners, with the luckiest numbers being 4 and 32.

Did You Know...

Quirky: In the 1960s, physicist Murray Gell-Mann needed a word for subatomic particles. He chose "quark," a word he first read in the book *Finnegans Wake*, which was written by James Joyce.

Hissy fit: The deadly king cobra, the huge, hooded snake of southeast Asia, will try to avoid contact with humans if possible. However, if startled, it will stick its head up, spread its hood and hiss. As well, it sways from side to side. These are the cues that tell the human visitor to back away.

First toothpaste: Getting your teeth clean about 4,000 years ago involved using a paste devised by Egyptian physicians who mixed pumice stone and strong wine vinegar together. It was brushed on using a chew stick.

Clean face: Ancient Egyptian males were proud of a nice, hairless face. A clean-shaven mug was a status symbol, and members of the royal family were buried with their collection of bronze shaving razors.

On the Lighter Side

Did you ever notice when you blow in a dog's face he gets mad at you? But when you take him in a car he sticks his head out the window?

Children are natural mimics. They act like their parents in spite of every attempt to teach them good manners.

Heat causes things to expand. Thus, in summer the days are longer.

Mathematics is 10% inspiration, and 99% perspiration.

When people run around and around in circles we say they are crazy. When planets do it we say they are orbiting.

You can't tell which way the train went by looking at the track. There is absolutely no substitute for a genuine lack of preparation.

Someone who thinks logically is a nice contrast to the real world.

Answers

Answers to the crossword puzzle from the previous page:

(Over)

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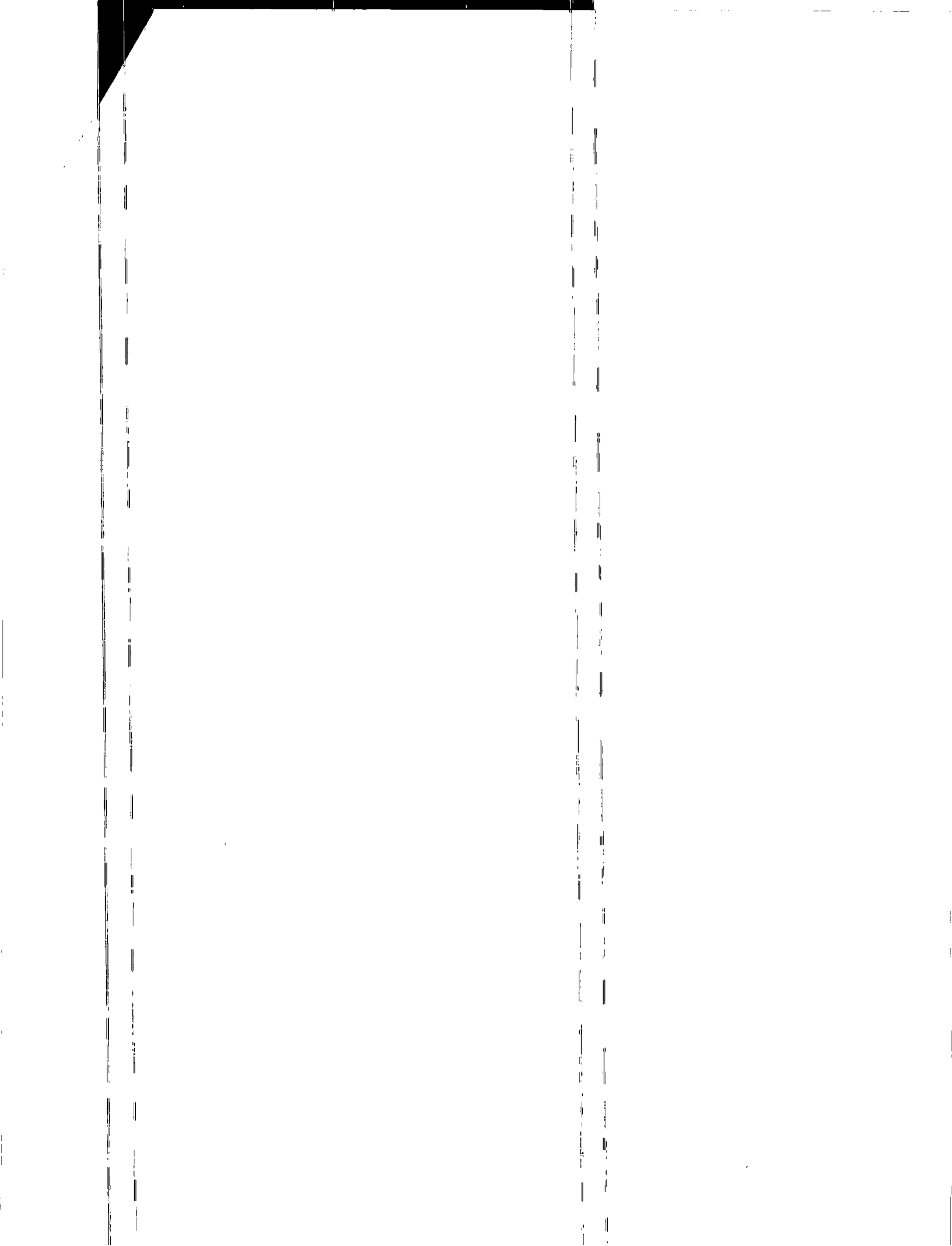
Next winner announced in Feb. 22nd edition!

Congrats to our Feb. 18th \$25.00 Winner:
Corrie Hollingsworth of Jackson
She gets her **Coffee News** at Cabot Lodge Killisnash!

Pick up a new issue of **Coffee News** each week at any of the following Byram area locations:

A Landing Spa	Turney Clinic
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Byram Farmer's Market	Pg Shak BBQ
Car Trust	Pizza Hut
Chimneyville Smokehouse	Police Drug Store
China Super Buffet	Portabella's
Concho	Road Pizzeria
Courthouse Requet & Fitness	Stamp & Rebound
Curves	Star's Superettes
David Tur & Auto	Swinging Bikes Fish House
Day's Inn	Wynnton Steakhouse
Decker McAllister Nissan	Wynnton Road Concert
Donut Factory	
Dragon Garden Restaurant	
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Exotic Super Store	
Exotic The Filling Station	
Fernando's	
Friend's & Co. Hair	
Studio 1	
Heart & Soul Massage	

and many more in Clinton, North Jackson, Rankin County, Madison & Ridgeland



EXHIBIT

D

COFFEE NEWS Publishers List

EXHIBIT D
COFFEE NEWS PUBLISHERS LIST (as of 12/31/2017)

International Coffee News Franchises

AUSTRALIA

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Laurie & Pam Hook	Seaford VIC AU 3198 0422 939 179	4
Rita Petruccelli	35 Hutchinson Drive Lynbrook VIC 3975 0401 272 702	1
Sue Mazur	Thomeside, AU 4158 07 3036 6275	1
Steve and Donelle Rous	Carina, QLD 4157 0448 869 575	2
Lee Lim	McDowall QLD 4053 0421 838 212	2
Denise Maloney	Arundel QLD 4214 0488 797 901	2
Greg Board	Shoal Point, Mackay QLD 4751 0419 796 785	1
Suzi Manley and Troy Colley	Victoria Point QLD 0478 806 261	3
Total		16

BAHRAIN

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Hamad Al Khalifa	PO Box 115 Manama, Bahrain 011-973-39447117	2
TOTAL		2

CANADA

NAME OF FRANCHISEE	ADDRESS/TELEPHONE	# OF FRANCHISES
Alberta - 64		
Patrick Arisman	151 Country Village Rd. NE Unit 1320, Calgary, AB T3K 5X5 403-831-4358	1
Mike & Melynda Crampton	1333 25 Street, Box 2773 Didsbury, AB T0M 0W0 403-518-1281	2
Kerry Crapo	23 Fairview Close Brooks, AB T1R 0N7 403-793-0507	1
Lori & Cody Cunningham	39159 Range Rd. 10 Red Deer County T4S 2E3 403-314-0870	1
Wes Huffman	16 Willowsprings Cres. Sylvan lake, AB T4S 1G1 403-887-0077	25
Bryon Farguson	RR 2, Site 15, Box 8 Red Deer, AB T4N 5E2 403-346-4141	4
Walter Heuvingh Capital Marketing	Suite 331, 9768 170 th Street Edmonton, AB T5T 5L4 780-220-6390	25
Veronica Peterson	37 Forest Drive Sylvan Lake, AB T4S 1H4 403-864-4459	1
Duane & Carma Thomson	78 South 1st Street South McGrath, AB T0K 1J0 403-759-1002	3
Dorothy Quaife	128 Westview Drive Sylvan Lake, AB T4S 1H5 403-887-3950	1
British Columbia - 44		
Kalvin Bradshaw	6515 Willoughby Way Langley, BC V2Y 1K3 604-328-0155	2
Shar Dubas	24266 48 th Avenue Langley, BC V2Z 2M4 604-312-8487	2
Carrie Foss	P.O. Box 1422 Oliver, BC V0H 1T0 250-535-0455	3

NAME OF FRANCHISEE	ADDRESS/TELEPHONE	# OF FRANCHISES
Ben Hechter	3818 Garden Grove Dr. Burnaby, BC V5G 4A7 604-725-7385	1
Brian Kaardal Bite Me Marketing	101 - 901 Island Way Campbell River, BC V9W 2C2 250-287-2510	2
Marco Oscarson	6122 Brickyard Road Nanaimo, BC V7L 3J4 250-751-7611	10
Davood & Eileen Khatami	12-8311 Steveston Hwy. Richmond, BC V7A 1M4 604-649-0629	3
Leander Sauer	304-1561 Vidal St. White Rock, BC V4B 5A7 604-306 - 5766	9
Sharon Newbery	57-5301 204 th Street Langley, BC V3A 6S7 604-614-4977	3
Andrew Scott	2312 Wakefield Dr. Langley, BC V2Y 1B4 604-783-4192	4
Dennis Tarr	180 52A Street Delta, BC V4M 3P6 604-839-0921	4
Andrew Zurrin	Box 355 Cranbrook, BC V1C 4H8 250-489-6112	1
Manitoba - 13		
Murray Cunningham	(32045 Rd. 25N Grunthal, MB) P.O. Box 98 Sarto, MB R0A 1X0 Ph: 204-295-0555	1
Leslie Daum	367 McMeans Avenue East Winnipeg, Manitoba R2C OW9 204-510-1540	2
Alastair Gillespie	182 Baltimore Road Winnipeg, Manitoba R2C OW9 204-793-1418	10
New Brunswick - 6		
Sherry Arsenault	90 Vincent Road Quispamis, NB E2E 1T5 506-849-1446	3

NAME OF FRANCHISEE	ADDRESS/TELEPHONE	# OF FRANCHISES
Paul & Anne Babineau	49 Winter Ave. Moncton, NB E1C 5x2 506-855-3776	2
Jack Dow	527 Beaverbrook Court Fredericton, NB E3B 1X6 506-453-9802	1
Newfoundland - 6		
Tom Williamson	42 Ocean View Rd. Conception Bay South, NL A1X 0E7 709-682-8028	6
Nova Scotia - 3		
Glenn & Barbara Ash	74 Lynne Dr. Sydney, NS B1P 2Z8 902-539-8290	1
Jeff Dunham	7 D'Aubin Lane Kentville, NS B4N 2X6 902-365-4123	2
Ontario - 59		
Tony Brooks	372 Larry Street Port Stanley, ON N5L 1H5 519-672-6397	8
Bonnie Craig	79 Ollikkala Road RR1 Kaministiquia, ON P0T 1X0 807-767-2179	1
Derek Cross	2733 Los Palmas Crt. Mississauga, ON L5N 2G6	7
Kathy Eller	320 Robinson St. Woodstock, ON N4S 3B9 519-532-0762	2
Craig Gilles	3 Landsend Street Sudbury, ON P3C 1B9 705-525-7073	2
Mike Bell	99 Badgley Rd. RR1 Carrying Place, ON K0K 1L0 613-438-5953	6
Gayle & Chris Hanlon	43 Chaplin Ave. St. Catharines, ON L2R 2E4 519-878-9781	3
Karen Halstead & Greg Davies	29 White Water Dr. Port Dover, ON N0A 1N9 519-583-2994	4
John Janisse	1613 Greenwood Cres. SS6 Belle River, ON N0R 1A0	4

NAME OF FRANCHISEE	ADDRESS/TELEPHONE	# OF FRANCHISES
Christine Larabee	724 Denise St. Timmins, ON P4H 5K1 705-262-7127	1
Karen Newton	25 Alfred Street West. Thornbury, ON 509-599-7099	4
John Toomey	61 Dakin Dr. Ajax, ON L1T 2S2 905-683-4675	2
Gerry Trembley & Bob Laliberte	319 Stonebridge Way Belle River, ON N0R 1A0	3
Betty van Riel	3642 Charlotte Ave. Long Sault, ON K0C 1P0 613-938-6967	1
Bonnie Wiatr	19 South Parkwood Blvd. Elmira, ON N3B 3L1	9
Theresa Yzerman	1170 Broad Street E. Dunnville, ON N1A 3A2 289-377-9849	2
Prince Edward Island - 2		
Brad Curran	15 old Bedford Rd. Mount Stewart, PE 902-388-6777	2
Saskatchewan - 6		
Sheri Wotypka	Box 1174 Swift Current, SK S9H 3X3 306-741-2408	1
Walter Heuvingh Capital Marketing (Regina & Lloydminster)	Suite 331, 9768 170th Street Edmonton, AB T5T 5L4 780-220-6390	5
Total		203

NEW ZEALAND

FRANCHISEE	ADDRESS & PHONE	# OF FRANCHISES
Helen Fisher	P O Box 394 Pukekohe NZ 2120 09 239 1702	1
Gary Holmes	5A Beresford Street Pukekohe NZ2120 0274 966 283	1

NAME OF FRANCHISEE	ADDRESS/TELEPHONE	# OF FRANCHISES
Graham and Barbara Greenhorn	P O Box 38-770 Howick NZ 2145 09 537 6037	5
Catherine Johnson	19 Hammond Ave Hatfields Beach NZ 3434 09 427 8455	1
Johno Bourgeais and Blair Partington	17 King Street Cambridge NZ 3434 027 294 3228	1
Carol Stewart	108 Elliot Street Papakura NZ 2113 027 333 1212	2
Julie Butel	P O Box 7031 Whangarei NZ 0144 09 459 1453	1
Michael Cations	5 Moody's Road RD2 Kaiapoi NZ 7692 021 055 8999	1
Gary Preet	35 McGinty Street Takanini NZ 2112 021 485 435	3
Do Nguyen	19 Archibald Road Kelston NZ0602 027 289 5588	1
Adrian Dermer	7 Miro Place Kaitaia NZ 0410 021 127 8685	1
Brenda Ford	33 Edward Street Richmond NZ 7020 027 284 4701	1
Georgina Walker	28 Panapa Road RD2 Hastings NZ 4172 06 878 4510	1
Karen Barr	2 Whaley Greens Silverdale NZ 0932 022 394 3519	3
Shane Atkinson	167 Easterbrook Road RD1 Kaiapoi NZ 7691 021 125 2557	3
Krissy Firkin	Unit 4, 3 Kowhai Street Eastbourne NZ 5013 027 631 4242	1

NAME OF FRANCHISEE	ADDRESS/TELEPHONE	# OF FRANCHISES
Abhijeet Chaves and Megha Koli	2/1214 New North Rd Mt Albert NZ1025	2
Stuart Kelly	38 Longford Park Drive Papakura NZ 2113 021 263 1381	1
TOTAL FRANCHISES		30

NORTHERN IRELAND

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
John Hutchinson	178 Ballymoney Road, Ballymena, Co Antrim, N Ireland BT43 5HG 07711020592	4
TOTAL		4

SOUTH AFRICA

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
GAUTENG - 4		
Donovan Maistry	2 Amaani Villas Raslouw Gardens Raslouw Centruion +27 83 383 8674	1
Celestine David and Mandy David ZOROSPARK (PTY) LTD	41 Olive Street Ext 6 Lenasia 1820 +27 79 064 8884	1
NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Des Reynolds	15 Ashford View Cnr Octave/ Opera Str Radiokop 1724 +27 71 607 0418	2

MPUMULANGA - 1		
Nokuthula Mahlangu	1749 The Ridge Reyno Ridge Witbank +27 79 056 7171	1
KWAZULU NATAL - 6		
Patricia Hardy	9 The Links 81 Ashley Drive Gillitts 3610 +27 82 740 8444	4
Rozenna Thambiran Inner West (Durban)	42 Blue Jade 50 Summit Drive Sherwood 4091 +27 71 350 8041	1
Amanda Murray Hibiscus Coast (Lower KZN Coast)	43 Outlook Rd Southbroom, KZN +27 (74) 307-8012	1
TOTAL		11

SPAIN

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Alvaro Filgueiras Basanta	Calle Rua de Xenebro, 14-3 D 27003 Lugo, Galicia	4
Ziortza Castro Belaunde	Plaza San Agustin 7-4 A 48950 Erandio (Bizcaia)	6
TOTAL		10

UNITED STATES

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
ARIZONA – 20		
Eugene Lee Baron	2614 Country Club Dr. Bullhead City, AZ 86442 928-763-6721	2
Stephen Gillingham Mary Mason Tri Cities Enterprises, LLC	9056 W. Sierra Pinta Drive Glendale, AZ 85308 623-326-1702	1
Leeann Herriman James N. Herriman	4088 W. Rocky Spring Dr. Tucson, AZ 86745 520-661-1688	3
Barbara and Dale Hulvey	231 W Giaconda Way, Ste 133 Tucson, AZ 85704 520-207-9100	4
Robert Kastelic	10752 North Chapin Court Oro Valley, AZ 85737 520-334-7436	1
Paul Nelson	7718 W Cheryl Dr. Peoria, AZ 85345 602-550-7732	6
Don Percy	195 Quail Lane Sparta, TN 38583 702-289-6681	3
CALIFORNIA – 13		
Joy A. Collier	32227 Success Valley Drive Porterville, CA. 93257 559-788-2340	1
Christopher Lawrence dba Majukin Publishing (Cristi Kimura)	3617 Running Springs Way, Bakersfield CA 93311 661-747-2744 / 661-912-3947	5
Gene Lytle	645 S. Lovers Lane Suite 4 Visalia, CA 93292 559-594-9444	3

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Pamela L. Smith	1135 7th St., Norco, CA 92860 951-907-3441	4
FLORIDA – 46		
Richard & Peggy Miller	2061 Big Pass Lane Punta Gorda, FL 33955 239-560-0381	4
John & Linda Bando	160 Lisa Lane Oldsmar, FL 34677 727-789-6677	6
Mary E. Basso	1330 Henley St. #2101, Naples, FL 34105 863-633-8222	1
Nicolle Fernandez-Shute	533 Leeward Lane New Port Richey, FL 34652 201-600-6738	3
Roger L. Giegerich	135 Sunbird Square Sebring, FL 33872 863-273-1452	3
Felice Fella	PO BOX 150503 Cape Coral, FL 33915 239-810-7869	3
Sandy Harrison Tim Race	328 SW Greenridge Ln Lake City, FL 32025 386-965-5055	4
Eugene J. Hudon Donna R. Hudon	254 Fortuna Drive Palm Beach Gdns, FL 33410 561-252-7778	3
Mark Krakower	6706 Paseo Castille Sarasota, FL 34238 941-921-1547	1
Mac McLaughlin	15215 Livingston Ave #172 Lutz, FL 33559 813-841-7551	5

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Andy Blackburn	52 Pecan Drive Ocala, FL 34472 352-589-6118	5
Michael & Melissa Murphy	6303 Rose Rush Ct. Lakewood Ranch, FL 34202 941-730-6605	3
Gregg & Michelle Hepp	3824 NE Barbara Dr Jensen Beach, FL 34957	3
Ron Vellucci	532 Fox Hollow Lane St. Augustine, FL 32086 904-797-3591	2
GEORGIA – 4		
Randy Cole Vanessa K. Cole	1102 Ridgeleigh Circle Dalton, GA 30720 706-463-1117	2
Dan Spota	6510 Britannia Place Cumming, GA 30040 678-756-4733	2
ILLINOIS – 11		
Katie A. Conrad Cool Beans, Ltd	2317 Hastings Dr. Plainfield, IL 60586 815-439-4402	2
Dan Ramsden	3204 Spyglass Circle Palos Height, IL 60463 708-258-1119	3
Syed H. Jaffery Zakia Fatima	890 Foxworth Blvd, 116 Lombard, IL 60148 630-827-9230	5
George Shawtell and Patricia Moore	20238 S. Greenfield Lane Frankfort, IL 60423 708-525-1673	1
INDIANA – 17		
Lisa Lillemoen Shaw	P.O. Box 4932 Elkhart, IN 46514 574-202-6397	7

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
David Onion Amy Hill	4055 Greendale Dr. Fort Wayne, IN 46815 260-336-2492	4
Josh Stubblefield Coffee News on the Sunnyside, LLC	248 Spring St Jeffersonville, IN 47130 812-786-2224	2
Ryan Harrison	301 S. Monticello St. Winamac, IN 46996 855-964-8433	1
Dave Charrlin	17197 Timberstream Dr. Noblesville, IN 46062 317-520-2310	2
Scott Nguyen	7408 Holden Dr Fort Wayne, IN 46706 260-450-2829	1
IOWA - 6		
Gil Semprini CDCMarketing, LLC	2622 53 St. Des Moines, IA 50310 515-975-0054	6
KANSAS - 13		
Aaron Nguyen	1956 North Red Brush Ct. Wichita, KS 67226 316-990-8894	6
Deborah M. Jackson	112 S Scott Ave Belton, MO 64012 816-331-2848	2
Chad Tilton Anita Tilton	4922 Phelps Rd Kansas City, MO 64136 816-269-3409	5
KENTUCKY - 13		
David L. Hermesen	2401 Sir Johns Ct. Louisville, KY 40220 502-479-8038	3
Lawrence R. Rother	2106 Boulevard Napoleon; Louisville, KY 40205-1834 502-235-2707	6

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Ken & Jill Miller	344 Boiling Springs Dr Lexington, KY 40511 859-699-3813	4
LOUISIANA – 3		
Brandi Parfait	PO Box 82434 Lafayette, LA 70598 337-417-6025	3
MAINE – 22		
Coffee News USA, Inc.	One Cumberland Place Bangor, ME 04401 207-941-0860	8
Mark Albert	127 Frazer Ave. Madawaska, ME 04756 207-436-0577	1
John H. Dyer	99 Oak St., Apt. A, Ellsworth, ME 04605 207-812-1900	2
Glenn Coombs	56 Kent St. Portland, ME 04102 207-415-3783	6
Chris & Bonnie Popper	131 Grant St. Bangor, ME 04401 207-947-2116	1
Michele Lancaster	1068 Dover Rd. Garland, ME 04939 207-270-1135	1
Reid Stanley	HCR 65 BOX 111 Benedicta, Maine 04733 207-365-7165	3
MARYLAND – 9		
Thomas L. Balsamo Angela R. Balsamo TAB Publishing dba Coffee News Bowie	8048 Mayer Avenue, Pasadena, MD 21122 443-790-1360	5
Jody H. Youll Madaco Marketing, LLC	1901 Stockton Road Joppa, MD 21085 410-877-1962	4

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
MASSACHUSETTS – 5		
Thomas A. Clarke Holli M. Clarke	192 Pleasant St #1 Leominster, MA 01453 978-549-8948	2
Trish Paduano	204 Partridge Rd. Pittsfield, MA 01201 413-329-9279	3
MICHIGAN – 19		
Christopher Girard Do-All, Inc.	1400 S. Lincoln Street Bay City, MI 48708 989-894-2851	3
Angela Prokes	1615 Brentwood Dr Wixom, MI 48393 248-231-2411	3
Lora L. Wilson	687 NE 5 th Street Chrystal River, FL 34429 352-637-1960	5
Robert Maitland Kathy Maitland	6092 Higgins Ave. Sterling Heights, MI 48314 586-739-4766	2
Steve Warmington	1524 Lakeshore Dr. Muskegon, MI 49441 231-557-4027	3
Alma Blackburn	7756 Pioneer Ypsilanti, MI 48197 734-545-4780	3
MINNESOTA – 6		
Michael J. Baldwin	9384 North Sleepy Hollow LN Bayside WI 53217 414-588-2850	1
Matthew S. Ketchum Amy W. Ketchum Ketchum Companies LLC d/b/a Coffee News South Metro.	2300 O'Meara Ct., Burnsville, MN 55306 952-892-0400	4

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Charlene M. Sennewald	4099 32 nd St. SW Pine River, MN 56474 218-831-0898	1
MISSISSIPPI - 13		
Martha L. Douglass Loyd E. Douglass Campbell Creek Publishing, LLC dba Pearl River Coffee News	187 Conerly Rd., Braxton MS 39044 601-824-5932	4
Bethanne Dufour Coffee News of Pine Belt, LLC	10 Professional Parkway Hattiesburg, MS 39402 601-606-2266	2
Diane R. Lisenbe Timothy D. Lisenbe	107 Rockwood Drive Madison, MS 39110 601-607-7988	3
Brian K. Parton	205 Morris Noble Rd. Ocean Springs, MS 39564 800-359-1410	4
MISSOURI - 8		
Deborah M. Jackson	112 S Scott Ave Belton, MO 64012 816-331-2848	8
NEBRASKA - 6		
Douglas Johnson	5644 11 th St. Omaha NE 68137 402-339-6942	6
NEW HAMPSHIRE - 4		
Gary M. Blue GJ Productions II LLC	412 Ledgeview Drive, Rochester, NH 03839 603-332-9156	1
Roy C. Fairbanks Jr.	459 Berry River Rd Barrington NH 03825 603- 332-6311	3

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
NEW JERSEY – 18		
John F. Arizzi Joanne M. Arizzi JAD Publications LLC.	22 Bunker Drive, Leht, NJ 08087 609-294-0940	2
David Dailey Donald F. Devingo Gravitas Marketing, LLC	141 Willow Drive Jackson, NJ 08527 732-300-8314	10
Heera Sidhu	1700 Grand Ave, 1st Floor Asbury Park, NJ 732-800-6397	2
Michael C. Trainor	117 French St. Haddon Twnshp, NJ 08108 609-313-4910	4
NORTH CAROLINA – 26		
Joyce A. Blankenship WNC Marketing Concepts, LLC.	5 Brooks Cove Rd. Candler, NC 28715 828-665-1546 or 828-231-4481	2
Alan Dandison	717 West Henderson St Salisbury, NC 28144 704-762-6626	2
Al Ebron	PO Box 602 Morehead City, NC 28557 252-558-1294	3
Morris L. Fer Kim D. Roberts-Fer	11 Dazzling Brook Lane Waynesville, NC 28786 828-456-3855	1
Sam Howell	23 Spankey Rd. Swannanoa, NC 28778 828-316-8115	1
Scott Kaiser	108 Branchside Lane Holly Springs, NC 27540 919-740-3635	4

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Rosanne Phelps	480 Saint George Rd. Fort Mill, SC 29708 803-431-5866	2
Kevin S. Lanier Cream and Sugar Ventures, LLC	104 Gage Court, Fort Mill, SC 29715 803-548-0637	3
Samuel M. Post Alicia H. Post	317 Lantz Ave., Salisbury, NC 28144 704-232-0923	5
Doug Mace	524 W Fleming Dr Morganton, NC 28655 828-448-8934	2
Theresa Vollmer	2221 Mica Mine Lane Wake Forest, NC 27587 919-562-8510	1
NEW YORK - 1		
Fay Symons	170 W. Broadway Apt 7D Long Beach, NY 11561 516-897-5319	1
NORTH DAKOTA - 4		
Steven M. Herman SELS, LLC North Dakota	4401 River Oaks Circle Sioux Falls, SD 57105-7042 605-332-2602	4
OHIO - 16		
Jac A. Clay Clayco Marketing, LLC.	1454 Jefferson Street SE New Philadelphia, OH 44663 330-339-7980	4
Alan M. Escott Buckeye Publications, LLC	3015 Crafton Road Beachwood, OH 44122 440-527-0303	2
Julie F. McLain	4305 Cheval Cr, Stow, OH 44224 330-677-0952	6

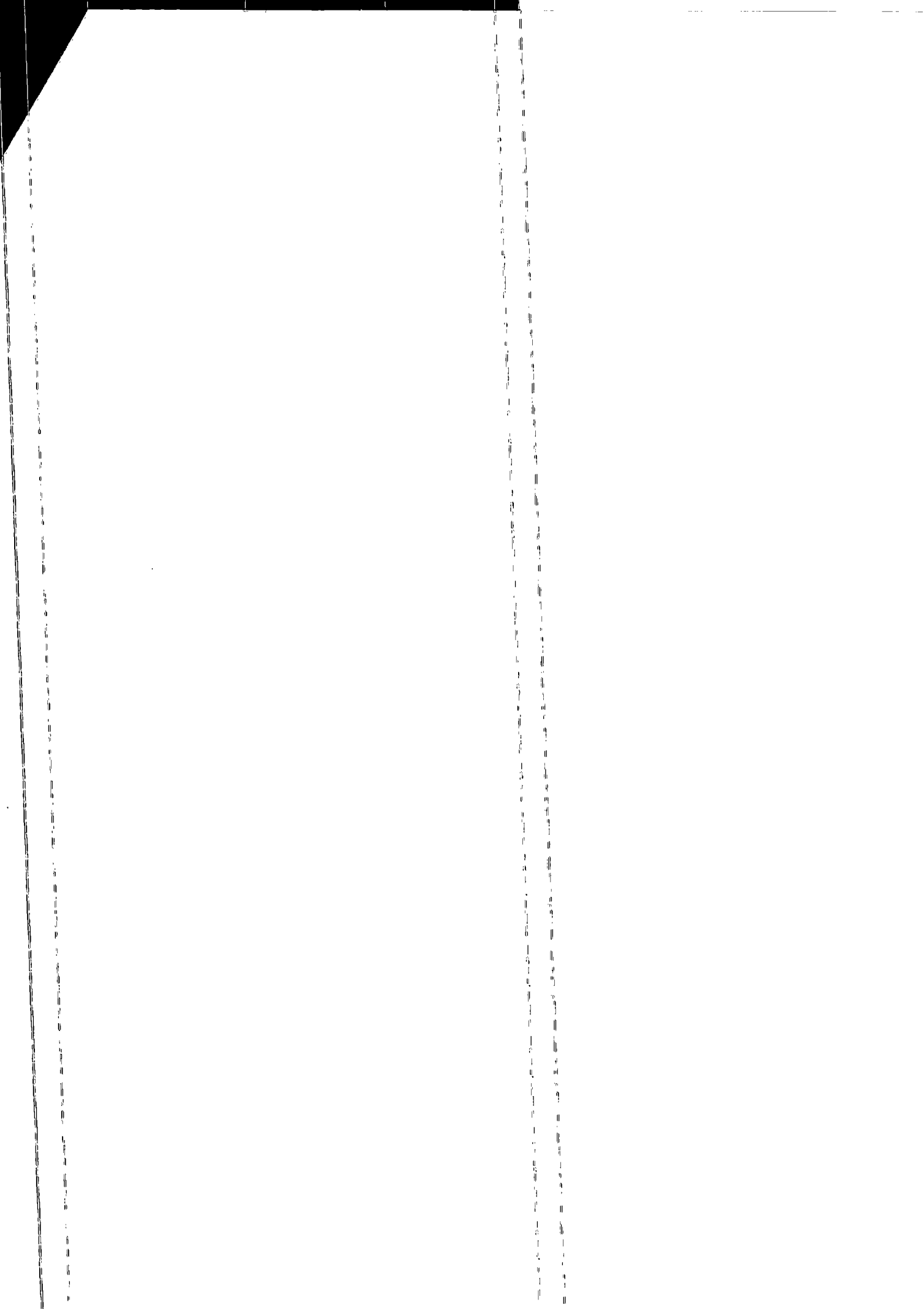
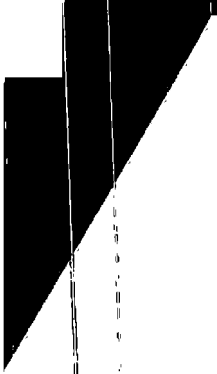
NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Andrew Mlocki	7291 Dell Haven Dr. Parma, OH 44130 440-709-6748	1
Kenneth Spooner	6030 Ogilby Dr Hudson, OH 44236 216-375-2889	3
OKLAHOMA - 4		
Cheryl Boyd	2380 S. 86 th E. Ave Tulsa, OK 74129 918-829-4240	2
Randall L. Woods Janice K. Woods	2824 Suroya St. Muskogee, OK 74403 918-687-1135	2
OREGON - 2		
Andrea Jablonski	128 S. Keene Way Dr. Medford, OR 97505 541-973-6587	2
PENNSYLVANIA - 4		
Jen Kline Clark	5920 Grant Ave Bensalem, PA 19020 215-962-3933	4
SOUTH CAROLINA - 21		
Julia C. Howell James R. Howell Back Porch Publishing, LLC	901 Bruce Rd. Cayce, SC 29033 803-447-1339	6
Claire Thompson	130 Limehouse Dr Summerville, SC 29485 478-737-0002	3
Peggy Masterson	14 Seashell Court Simpsonville, SC 29926 864-504-7479	2

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Leigh Sullivan Ike Sullivan	528 Oak Haven Dr. Lancaster, SC 29720 803-283-7777	2
Jodi Simmons	5025 Wayneland Dr. K8 Jackson, MS 39211 601-540-1953	4
Timothy J. Young	106 Devon way Anderson, SC 29621 864-222-2306	4
SOUTH DAKOTA - 8		
Steven M. Herman SELS, LLC	4401 River Oaks Circle Sioux Falls, SD 57105-7042 605-332-2602	5
Lori Paulsen Sauser Paul Sauser	909 Columbus St. Rapid City, SD 57701 605-391-5674	3
TENNESSEE - 12		
Evelyn Chadwick	PO Box 4102 Dalton TN 30719 706-218-0456	2
Randy Cole Vanessa K. Cole (Tennessee)	1102 Ridgeleigh Circle Dalton, GA 30720 706-463-1117	4
Lisa Lillemoen Shaw	P.O. Box 4932 Elkhart, IN 46514 574-202-6397	3
Don Percy	195 Quail Lane Sparta, TN 38583 702-289-6681	3
TEXAS - 58		
Bubba Tijerina-Adams	8715 Bridginton San Antonio, TX 78239 832-492-4384	1

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Mike Murphy	PO BOX 151554 Lufkin, TX 75915 936-238-7250	2
Jamie Borham	1014 Shilington Katy, TX 77450 281-795-8891	3
James R. Carson	12810 Anmar Drive Cleveland, TX 77328-7309 281-850-2997	6
Daniel Cavazos	6842 Inca Dove El Paso, TX 79911 915-241-7566	4
Lori Danielson Leah Hickman	4170 Manorview Lane Mesquite, TX 75150 214-563-9395	3
Timothy P. Evans Janet L. Evans JTA Enterprises LLC DBA Coffee News of N.E. Tarrant County	5057 Comstock Cir., Keller, TX 76248 817-379-5270	16
Adam Jochelson	6060 North Central Expressway, Ste 500 Dallas, TX 75206 214-789-2326	8
Bertrand McHenry	2109 Castle Beach Court League City, TX 77573 281-300-8228	3
Patricia A. Prein Phillip D. Prein Prein Industries	3053 Landrum Village Lane Montgomery, TX 77316 832-622-4136	5
Mike & Kendra Thomason	1307 West Maine Street Gun Barrel City, TX 75156 903-288-9876	3
Thomas K. Tennon	4308 Douglas Ave Midland, TX 79703 432-238-9020	4

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
VIRGINIA – 3		
Debra Kemelek	1490-5A Quarterpath Rd. #195 Williamsburg VA 23185 757-784-0016	3
WEST VIRGINIA – 3		
Rick B. Anderson, Sr. Stand Sure Publishing, LLC.	424 Cedar St., Morgantown, WV 26501 304-296-4137	3
WASHINGTON – 19		
Gerald Cummings	601 SE Picadilly Dr Shelton, WA 98584 541-817-7979	2
Bill Paquin Terri A. Pequin	472 Spencer Rd Sequim, WA 98382 207-479-1616	1
Brenda L. Plantz	3525 SW 339th PL Federal Way, WA 98023 253-670-3648	6
Daniel I. Stusser Pareto-Curve Marketing, Inc.	P.O. Box 4008, Olympia, WA 98501-0008 360-357-1000	4
P. Michael Zetty, Jr Susan E. Zetty	8746 Coralie Pl NW Bremerton, WA 98311 360-692-4328	6
WISCONSIN – 5		
Michael J. Baldwin	9384 North Sleepy Hollow LN Bayside WI 53217 414-588-2850	1
Beverly A. Van Lieshout Geraldine V. Trepanier	2424 Hampton Ave Green Bay, WI 54311 920-660-7397	4
TOTAL	UNITED STATES	442

GRAND TOTAL		718
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EXHIBIT

E

COFFEE NEWS Former Publishers List

EXHIBIT E
FORMER COFFEE NEWS PUBLISHERS LIST (as of 12/31/2017)

AUSTRALIA

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Kathy Bree	3 Fay Close Green Point NSW 2251 0437 651 962	3 Closed
Sharyn Crawford	Daisy Hill, QLD 4127 0403 189 625	5 Closed
Jimmi Bradbury	Moffatt Beach, QLD 4551 0424 381 396	5 Closed
Sue Mazur	Thorneside, AU 4158 07 3036 6275	2 Closed
TOTAL		15

CANADA

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Gilles Beaulieu	126 ch Drummond Station Rd. Drummond, NB E3Y 1W3 506-473-1968	3 Closed
Sana Elache	268 Woodward Lane Fort McMurray AB T9H 4R3 780-714-6600	1 Closed (Deceased)
Garry Gordon	1192 Hamilton Rd. RR5 Trenton, ON K8V 5P8 613-392-7407	3 Transfer
Chris & Angelia Maskell	7 Hattie Street Merlin, ON N0P 1W0 519-689-7144	3 Closed
Gordon Taylor	Site 631, Comp. 50 RR1 Lac La Biche, AB T0A 2C1 780-623-3750	2 Transfer / Adjusted
Alastair Gillespie (current publisher)	Winnipeg, MB	4 Adjusted
John Janisse (current publisher)	Windsor, ON	2 Adjusted
Total		18

FRANCE

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Chris Valentin	55 Avenue St Jerome Aix-en-Provence 13100 +003 362 240 4999	3 Closed
TOTAL		3

HONDURAS

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Nasry Handal Laura Handal	Comercializador y Servicios de Honduras S. de R.L. Res. El Potosi, Bloque 11, C-14 San Pedro Sula, Honduras (504) 9910-3120	1 Closed
TOTAL		1

NEW ZEALAND

NAME OF FRANCHISEE	ADDRESS & PHONE	# OF FRANCHISES
Laurel Jones	17 King Street Cambridge NZ 3434 027 294 3228	1 Transfer
Leon Tu'usolo	578 Weymouth Road Manukau NZ 2104 022 414 9623	5 Transfer
Colin Gesto	49 Langana Ave Browns Bay NZ 0630 027 256 8014	1 Transfer
Michael Cations	5 Moody's Road RD2 Kaiapoi NZ 7692 021 055 8999	1 Transfer
Laurel Jones	17 King Street Cambridge NZ 3434 027 294 3228	1 Closed
Adrian Dermer	7 Miro Place Kaitia NZ 0410 021 127 8685	1 Closed

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Krissy Firkin	Unit 4, 3 Kowhai Street Eastbourne NZ 5013 027 631 4242	1 Closed
TOTAL		11

PANAMA

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Daniela Finco Klindt	Av. Milan, Torre 1, Piso 8, apto. 8H Condado del Rey, Ciudad de Panama 507-610-44205	1 - CLOSED
TOTAL		1

PORTUGAL

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Julián Marin	C/ Madreselva 42, 05004 Avila 0034 609 68 69 97	1 CLOSED
Ricardo Miguel do Carmo Brunheta	Avenida Miguel Torga N 13, Zona 2 Lote 20, 3 A, Colinas do Cruzeiro, 2675-633 Odivelas	2 CLOSED
Bruno Miguel Barata Lourenco da Costa	R. Afonso Cerqueira 11-1 Santa na 2970-835 Sesimbra	2 CLOSED
Maria Teixeira	R. Fernando Namora N 79 4745-390 Trofa	2 CLOSED
Fatima Oliveria	Travessa de Negreira N 56/58 4410-055 Cerzedo, Vila Nova de Gaia	2 CLOSED
Eunice Coasta	R. Casal do Alfaiate N 4 RCH E 2665-565 Venda do Pinheiro	2 CLOSED
Martim da Costa Macedo	Rua do Gremio Literario, Lisboa	2 CLOSED
Hugo Janota	Rua Nossa Senhora da Paz 5A 1 2640-566 Mafra	6 CLOSED

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Raquel Gramaco	Avenida Infante Santo, Lisboa	2 CLOSED
TOTAL		21

SPAIN

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Julián Marin	C/ Madreselva, 42, 05004 Avila 0034 609 68 69 97	1 CLOSED
Fermin Gamonal Moran	Calle Alonso de Palencia, 28-3 C 29007 Malaga	4 CLOSED
Rafael Enrique Dias Granados Castano	Calle Canada Real, 37, Bloque 9P-3E 28270 Colmenarejo	2 CLOSED
Jana Florez Ortiz	C/ Arenal 83 Miranda de Ebro (Burgos) Tel. 682662487	2 CLOSED
Claudia Serna Zuleta (del Pilar)	C/ Bailarin Jose Esparadero No 12 ESC 4, 4-1 CP 03105	3 CLOSED
TOTAL		12

SOUTH AFRICA

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Celestine David & Mandy David ZOROSPARK (PTY) LTD Alberston	41 Olive Street Ext 6 Lenasia 1820 +27 79 064 8884 +27 82 770 6655	1 – Returned

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Charmaine Fourie	39 School Road Amazanzimtoti 4126 +27 82 372 5752	1 – Returned
Joan Bloch	210 Glen Ridge 16 Syferfontein Road Kent View 2196 +27 82 372 5752	1 – Closed
Rezana Narot	36 Ray Lunn Road Escombe Durban +27 74 751 9747	1 – Closed
TOTAL		4

UNITED STATES

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
ALASKA		
Mary DeSpain	PO BOX 221362 Anchorage, AK 99522 907-677-0281	1 – CLOSED
ARIZONA		
Robert B. Lingscheit Linda K. Ackerman	13570 N 72 nd Lane Peoria, AZ 85381 602-999-4014	2 – TRANSFER
Don Percy	195 Quail Lane Sparta, TN 38583 702-289-6681	5 – CLOSED
Robert Kastelic	10752 North Chapin Court Oro Valley, AZ 85737 520-334-7436	4 - TRANSFER
CALIFORNIA		
Jason H Chen Linda K Chen	4265 Summerwood Ct. Vacaville, CA 95688 925-765-6112	2 – CLOSED

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
COLORADO		
William K. Thomas	28 West Peregrine Circle #6 Pagosa Springs, CO 81147 813-781-8039	1 – CLOSED
Brian Quarnstrom IQ Solutions, LLC	1415 Washington Unit 102 Golden, CO 80401 303-946-1403	1 – CLOSED
FLORIDA		
Mary Basso	1330 Henley St. #2101 Naples, FL 34105 863-633-8222	1 – CLOSED
John Bando	160 Lisa Lane Oldsmar, FL 34677 727-789-6677	1 – TRANSFER
Lora L. Wilson	687 NE 5 th Street Chrystal River, FL 34429 352-637-1960	2 – TRANSFER
Andrew P Massouras	11064 Lynn Lake Circle Tampa, FL 33625 941-266-4258	5 – TRANSFER
Angela Koehler	1330 Pinebrook Way Venice, FL 34285 941-266-4258	1 – TRANSFER
Barbara Ann Murphy	5455 SE 43 Court Ocala, FL 34480 352-620-8300	5 – TRANSFER
Parsuram Ramkissoon Peling, Inc	26440 SW 122 nd Ave Homestead, FL 33032 305-316-6715	2 – CLOSED
GEORGIA		
Richard Scott	1530 Meriweather Drive, Unit 103 Bogart, GA 30622 706-540-8123	3 – CLOSED
Michelle Sutter & Richard Sutter	5030 Winding Rose Dr. Suwanee, GA 30024 678-551-8440	6 – CLOSED

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
ILLINOIS		
Michael & Melesa Thill	1235 Casa Solana Dr Wheaton, IL 60189 630-480-2813	1 - CLOSED
INDIANA		
Sheila Jimenez	5272 N 300 W Winamac, IN 46996 773-366-4617	1 - TRANSFER
Jeff Kruggel	1544 Conant Ct Mishawaka, IN 46544 574-993-0793	2 - CLOSED 4 - TRANSFER
KANSAS		
Lance Carrithers	6858 E. Mainsgate Rd Wichita, KS 67226 316-347-5506	6 - TRANSFER
Davis Family Productions, LLC Vaunda and Wayne Davis	1906 Hidden Valley Dr Pleasant Hill, MO 64080 816-529-1420	7 - CLOSED
LOUISIANA		
Natalie Barranco	3805 Lake Des Allemands Dr Harvey, LA 70058 504-782-1444	3 - CLOSED
Roger & Laurie Mitchell	14141 Lockheart Lane Walker, LA 70785 225-362-1870	6 - CLOSED
MAINE		
Mac Smith (DECEASED)	130 Hardy St Presque Isle, ME 04769	5 - TRANSFER
Justin Oldenburg & Kerry Watterson	20 Robin Drive Brunswick, ME 04011 207-504-1294	1 - TRANSFER
Coffee News USA	One Cumberland Place, Ste 102 Bangor, ME 04901 207-941-0860	2 - TRANSFERS

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Reid Stanley	17 Benedicta Rd. Benedicta, ME 04733 207-631-7343	1 - TRANSFERS
MICHIGAN		
James & Lacey Lucas	601 S. Mechanic St Berrien Springs, MI 49111 269-208-0840	1 - CLOSED 1 - TRANSFER
NEW JERSEY		
Edward & Sharon Juliano	2604 Logan Road Ocean, NJ 07712 732-531-4118	2 - TRANSFER
NORTH CAROLINA		
Morris & Kimberly Fer	11 Dazzling Brook Lane Waynesville, NC 28786 828-456-3855	1 - TRANSFER
Alan Dandison	717 West Henderson St Salisbury, NC 28144 704-762-6626	2 - CLOSED
Anne Marchand	109 Campbell St Aberdeen, NC 28315 919-801-2537	1 - CLOSED
Theresa Vollmer	221 Mica Mine Lane Wake Forest, NC 27587 919-562-8510	2 - CLOSED
NEW YORK		
Steve Dukenski	33 Leonard St Mechanicville, NY 12118 860-387-5042	2 - CLOSED
OKLAHOMA		
M. Belinda Sands	1204 West Inglewood St Broken Arrow, OK 74011 918-605-0591	2 - TRANSFER
SOUTH CAROLINA		
William Broome	3 Water Thrush Pl Hilton Head, SC 29926 843-295-0348	2 - CLOSED

NAME OF FRANCHISEE	ADDRESS / TELEPHONE	# OF FRANCHISES
Damon Isaacs	117 Warbler Way Summerville, SC 29483 843-312-4178	4 - TRANSFER
Joey Dunkle	PO BOX 71 Port Royal, SC 29935 843-263-5599	1 - CLOSED
Timothy J. Young	106 Devon Way Anderson, SC 29621 864-222-2306	1 - CLOSED
TEXAS		
Cheryl Bertics	150 Plum Ridge Lufkin, TX 75904 803-413-6200	2 - TRANSFER
Lori Danielson Leah Hickman	4170 Manorview Lane Mesquite, TX 75150 214-563-9395	2 - CLOSED
Cathy Dee Romano Db. Coffee News of Baytown and The Bay Area	4005 Hardin Rd Baytown, TX 77521 281-788-9031	3 - TRANSFER
VIRGINIA		
Annita A. Ferencz	1528 Old Marsh Rd Woodbridge, VA 22191 703-494-2452	2 - CLOSED
WISCONSIN		
Terry L. Needham	14205 Golf Parkway Brookfield, WI 53005 414-588-4088	2 - CLOSED
TOTAL		Closed – 59 Transferred – 51

If you buy this franchise, your contact information may be disclosed to other buyers when you leave the franchise system.

EXHIBIT

F

State Regulatory Authorities

EXHIBIT F

STATE REGULATORY AGENCIES

<u>CALIFORNIA</u> Commissioner of the Department of Business Oversight 320 West 4TH Street, Suite 750 Los Angeles, CA 90013-2344 Phone: 1-866-275-2677	<u>NEW YORK</u> Office of the New York State Attorney General Investor Protection Bureau Franchise Section 120 Broadway, 23 rd Floor New York, NY 10271-0332 (212) 416-8236 Phone (212) 416 6042 Fax
<u>HAWAII</u> Director of the Department of Commerce and Consumer Affairs 335 Merchant St., Rm 203 Honolulu, HI 96813	<u>NORTH DAKOTA</u> Securities Commissioner State of North Dakota Capitol Building Bismarck, ND 58505
<u>ILLINOIS</u> Illinois Attorney General 500 South Second St. Springfield, IL 62706	<u>RHODE ISLAND</u> Director, Dept. of Business Regulation 233 Richmond ST., Suite 232 Providence, RI 029034232
<u>INDIANA</u> Indiana Secretary of State 302 West Washington , Room E111 Indianapolis, IN 46204	<u>SOUTH DAKOTA</u> Department of Labor and Regulation Division of Securities 124 S EUCLID, Suite 104 PIERRE SD 57501
<u>MARYLAND</u> Office of the Attorney General Securities Division 200 St. Paul Place Baltimore, MD 21202-2020	<u>VIRGINIA</u> State Corporation Commission Division of Securities/Retail Franchising 1300 East Main ST., 9 th Floor Richmond, VA 23219
<u>MICHIGAN</u> Michigan Department of Commerce Corporations and Securities Bureau 670 Law Building Lansing, MI 48913	<u>WASHINGTON</u> Dept. of Financial Institutions Securities Division PO Box 9033 Olympia, WA 98501

MINNESOTA

Commissioner of Commerce
133 East Seventh ST.
St. Paul, MN 55101

WISCONSIN

Commissioner of Securities
Fourth Floor
101 East Wilson St.
Madison, Wisconsin 53702

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 79 80 81 82 83 84 85 86 87 88 89 90 91 92 93 94 95 96 97 98 99 100 101 102 103 104 105 106 107 108 109 110 111 112 113 114 115 116 117 118 119 120 121 122 123 124 125 126 127 128 129 130 131 132 133 134 135 136 137 138 139 140 141 142 143 144 145 146 147 148 149 150 151 152 153 154 155 156 157 158 159 160 161 162 163 164 165 166 167 168 169 170 171 172 173 174 175 176 177 178 179 180 181 182 183 184 185 186 187 188 189 190 191 192 193 194 195 196 197 198 199 200 201 202 203 204 205 206 207 208 209 210 211 212 213 214 215 216 217 218 219 220 221 222 223 224 225 226 227 228 229 230 231 232 233 234 235 236 237 238 239 240 241 242 243 244 245 246 247 248 249 250 251 252 253 254 255 256 257 258 259 260 261 262 263 264 265 266 267 268 269 270 271 272 273 274 275 276 277 278 279 280 281 282 283 284 285 286 287 288 289 290 291 292 293 294 295 296 297 298 299 300 301 302 303 304 305 306 307 308 309 310 311 312 313 314 315 316 317 318 319 320 321 322 323 324 325 326 327 328 329 330 331 332 333 334 335 336 337 338 339 340 341 342 343 344 345 346 347 348 349 350 351 352 353 354 355 356 357 358 359 360 361 362 363 364 365 366 367 368 369 370 371 372 373 374 375 376 377 378 379 380 381 382 383 384 385 386 387 388 389 390 391 392 393 394 395 396 397 398 399 400 401 402 403 404 405 406 407 408 409 410 411 412 413 414 415 416 417 418 419 420 421 422 423 424 425 426 427 428 429 430 431 432 433 434 435 436 437 438 439 440 441 442 443 444 445 446 447 448 449 450 451 452 453 454 455 456 457 458 459 460 461 462 463 464 465 466 467 468 469 470 471 472 473 474 475 476 477 478 479 480 481 482 483 484 485 486 487 488 489 490 491 492 493 494 495 496 497 498 499 500 501 502 503 504 505 506 507 508 509 510 511 512 513 514 515 516 517 518 519 520 521 522 523 524 525 526 527 528 529 530 531 532 533 534 535 536 537 538 539 540 541 542 543 544 545 546 547 548 549 550 551 552 553 554 555 556 557 558 559 560 561 562 563 564 565 566 567 568 569 570 571 572 573 574 575 576 577 578 579 580 581 582 583 584 585 586 587 588 589 590 591 592 593 594 595 596 597 598 599 600 601 602 603 604 605 606 607 608 609 610 611 612 613 614 615 616 617 618 619 620 621 622 623 624 625 626 627 628 629 630 631 632 633 634 635 636 637 638 639 640 641 642 643 644 645 646 647 648 649 650 651 652 653 654 655 656 657 658 659 660 661 662 663 664 665 666 667 668 669 670 671 672 673 674 675 676 677 678 679 680 681 682 683 684 685 686 687 688 689 690 691 692 693 694 695 696 697 698 699 700 701 702 703 704 705 706 707 708 709 710 711 712 713 714 715 716 717 718 719 720 721 722 723 724 725 726 727 728 729 730 731 732 733 734 735 736 737 738 739 740 741 742 743 744 745 746 747 748 749 750 751 752 753 754 755 756 757 758 759 760 761 762 763 764 765 766 767 768 769 770 771 772 773 774 775 776 777 778 779 780 781 782 783 784 785 786 787 788 789 790 791 792 793 794 795 796 797 798 799 800 801 802 803 804 805 806 807 808 809 810 811 812 813 814 815 816 817 818 819 820 821 822 823 824 825 826 827 828 829 830 831 832 833 834 835 836 837 838 839 840 841 842 843 844 845 846 847 848 849 850 851 852 853 854 855 856 857 858 859 860 861 862 863 864 865 866 867 868 869 870 871 872 873 874 875 876 877 878 879 880 881 882 883 884 885 886 887 888 889 890 891 892 893 894 895 896 897 898 899 900 901 902 903 904 905 906 907 908 909 910 911 912 913 914 915 916 917 918 919 920 921 922 923 924 925 926 927 928 929 930 931 932 933 934 935 936 937 938 939 940 941 942 943 944 945 946 947 948 949 950 951 952 953 954 955 956 957 958 959 960 961 962 963 964 965 966 967 968 969 970 971 972 973 974 975 976 977 978 979 980 981 982 983 984 985 986 987 988 989 990 991 992 993 994 995 996 997 998 999 1000

EXHIBIT

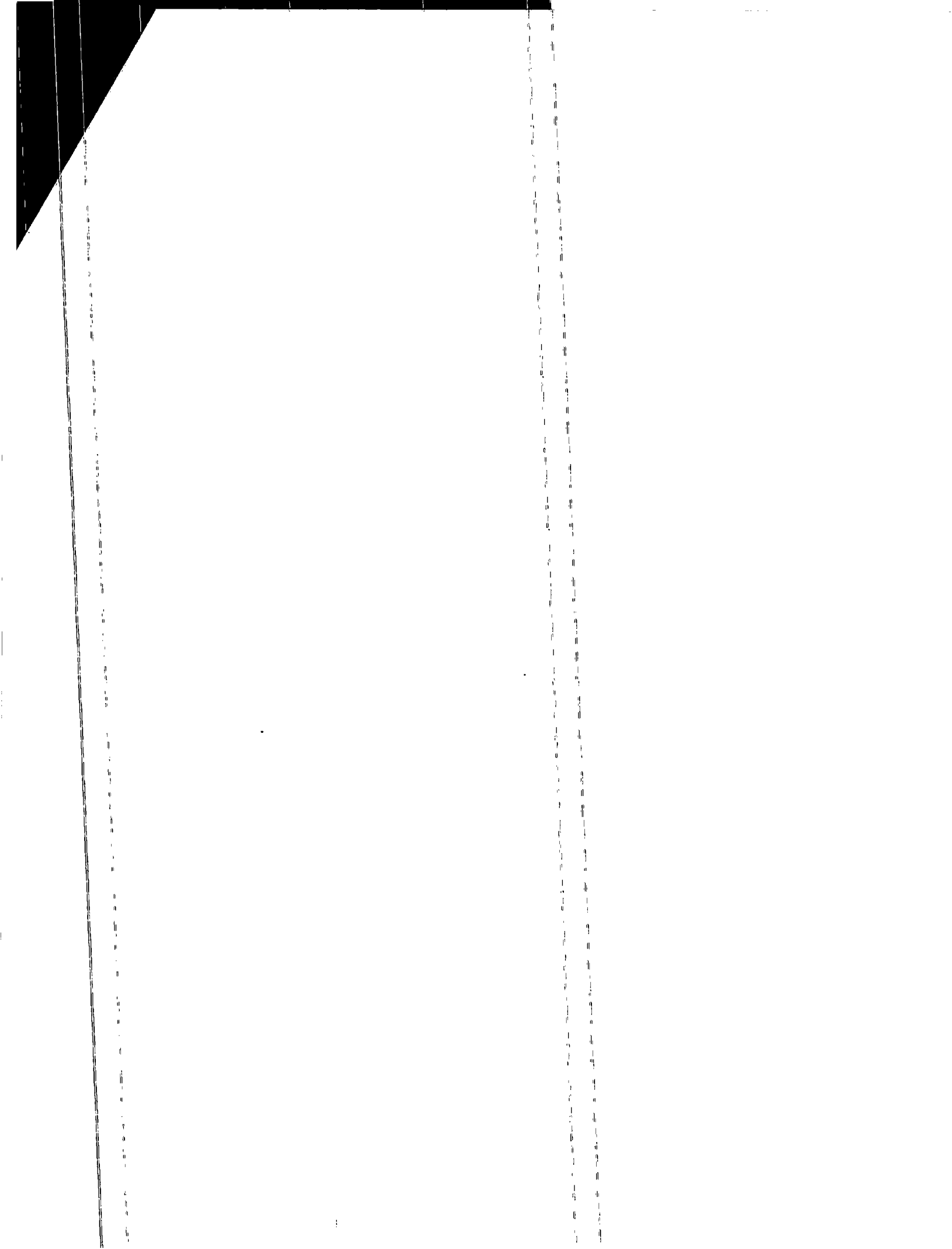
G

Agents for Service of Process

EXHIBIT G

AGENTS FOR SERVICE OF PROCESS

<u>ILLINOIS</u> Office of the Attorney General 500 South Second St. Springfield, IL 62706	<u>RHODE ISLAND</u> Chief Securities Examiner Division of Securities 233 Richmond St., Suite 232 Providence, RI 029034232
<u>INDIANA</u> Indiana Securities Division Secretary of State 302 West Washington, Room e111 Indianapolis, IN 46204	<u>SOUTH DAKOTA</u> Department of Labor and Regulation Division of Securities 124 South Euclid, Ste. 104 Pierre, SD 57501
<u>MARYLAND</u> Maryland Securities Commissioner 200 St. Paul Place Baltimore MD 21202-2020	<u>TEXAS</u> Statutory Document Section Secretary of State P.O. Box 12887 Austin, TX 78711
<u>NEW YORK</u> New York Department of State One Commerce Plaza 99 Washington Ave., 6 th Fl. Albany, NY 12231 -0001 (518) 473-2492	<u>VIRGINIA</u> Clerk of the Commission State Corporation Commission 1300 East Main St., 1 st Floor Richmond, VA 23219
<u>NORTH DAKOTA</u> Franchise Examiner Office of Securities Commissioner 600 East Blvd., Fifth Floor Bismarck, ND 58505	<u>WASHINGTON</u> Director of Dept. of Financial Institutions Securities Division 150 Israel Rd. SW Tumwater, WA 98501 (360) 902-8760
<u>CALIFORNIA</u> Commissioner of the Department of Business Oversight 320 West 4th Street, Suite 750 Los Angeles, CA 90013-2344	<u>HAWAII</u> Commissioner of Securities King Kalakaua Building 335 Merchant Street, Rm. 203 Honolulu, Hawaii 96813
<u>OREGON</u> Department of Consumer and Business Services Division of Finance and Corporate Securities Labor and Industries Building Salem, OR 97310	<u>WISCONSIN</u> Franchise Administrator Securities and Franchise Registration Wisconsin Securities Commission P.O. Box 1768 Madison, WI 53701



EXHIBIT

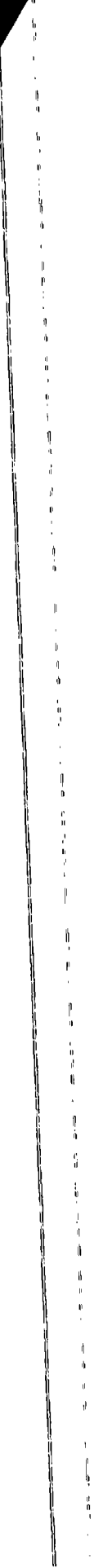
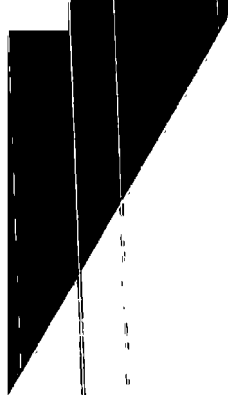
H

State Addendum

EXHIBIT H

CALIFORNIA ADDENDUM

- a. The California Franchise Investment Law requires a copy of all proposed agreements relating to the sale of the franchise be delivered together with the Disclosure Document.
- b. The franchisor, any person or franchise broker in Item 2 of the FDD is not subject to any currently effective order of any national securities association or national securities exchange, as defined in the Securities Exchange Act of 1934, 15 U.S.C.A. 78a et seq., suspending or expelling such persons from membership in such association or exchange.
- c. California Business and Professions Code 20000 through 20043 provides rights to the franchisee concerning termination, transfer or non-renewal of a franchise. If the franchise agreement contains a provision that is inconsistent with the law, the law will control.
- d. The Franchise Agreement provides for termination upon bankruptcy. This provision may not be enforceable under federal bankruptcy law. (11 U.S.C.A. sec. 101 et seq.).
- e. The Franchise Agreement contains a covenant not to compete which extends beyond the termination of the franchise. This provision may not be enforceable under California law.
- f. The Franchise Agreement contains a liquidated damages clause. Under California Civil Code Section 1671, certain liquidated damages clauses are unenforceable.
- g. The Franchise Agreement requires binding arbitration. The arbitration will occur in Bangor, Maine with the costs being borne equally by both parties. Prospective franchisees are encouraged to consult private legal counsel to determine the applicability of California and federal laws (such as Business and Professional Code Section 20040.5, Code of Civil Procedure Section 1281, and the Federal Arbitration Act) to any provisions of a franchise agreement restricting venue to a forum outside the State of California.
- h. The Franchise Agreement requires application of the laws of Maine. This provision may not be enforceable under California law.
- i. Section 31125 of California Corporations Code requires us to give you a disclosure document, in a form containing the information that the commissioner may by rule or order require, before a solicitation of a proposed materials modification of an existing franchise.
- j. OUR WEBSITE HAS NOT BEEN REVIEWED OR APPROVED BY THE CALIFORNIA DEPARTMENT OF CORPORATIONS. ANY COMPLAINTS CONCERNING THE CONTENT OF THIS WEBSITE MAY BE DIRECTED TO THE CALIFORNIA DEPARTMENT OF BUSINESS OVERSIGHT at www.dbo.ca.gov.



EXHIBIT

I

NOTICE OF EXEMPTION FOR INTERNET ADVERTISEMENT

**NOTICE OF EXEMPTION FOR INTERNET ADVERTISEMENT
SECTION 310.156.3 (a)(1) OF
TITLE 10, CALIFORNIA CODE OF REGULATION**

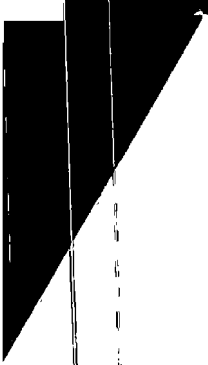
1. Coffee News advertising on its website at www.coffeenews.com. Coffee News or anyone acting with its knowledge agrees to comply with the California Franchise Investment Law (Corp C §31100 et. Seq.) in Coffee News' internet advertising. The contact person regarding Coffee News' website advertisement is Ms. Melissa Coombs at Coffee News USA, One Cumberland Place, Ste. 102, Bangor, Maine, 04401-8444, (207) 941-0860, melissa@coffeenews.com.
2. Coffee News' internet advertisement will not be directed to any specific person or group within California by a "non-passive form of communication...such as e-mail, instant messages, or other similar modes of communication" by anyone acting with Coffee News' knowledge.
3. OUR WEBSITE HAD NOT BEEN REVIEWED OR APPROVED BY THE CALIFORNIA DEPARTMENT OF CORPORATIONS. ANY COMPLAINTS CONCERNING THE CONTENT OF THIS WEBSITE MAY BE DIRECTED TO THE CALIFORNIA DEPARTMENT OF BUSINESS OVERSIGHT AT www.dbo.ca.gov.

Franchisor / Coffee News USA, Inc.:



By: William A. Buckley
Title: President & CEO

Date: April 13, 2018



1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31	32	33	34	35	36	37	38	39	40	41	42	43	44	45	46	47	48	49	50	51	52	53	54	55	56	57	58	59	60	61	62	63	64	65	66	67	68	69	70	71	72	73	74	75	76	77	78	79	80	81	82	83	84	85	86	87	88	89	90	91	92	93	94	95	96	97	98	99	100
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ITEM 23

RECEIPT

This Disclosure Document summarizes provisions of the Franchise Agreement and other information in plain language. Read this Disclosure Document and all agreements carefully.

If Coffee News USA offers you a franchise, Coffee News USA must provide this Disclosure Document to you 14 calendar- days before you sign a binding agreement with, or make a payment to coffee News, or an affiliate in connection with the proposed franchise sale.

If Coffee News USA does not deliver this Disclosure Document on time or if it contains a false or misleading statement, or a material omission, a violation of federal and state law may have occurred and should be reported to the Federal Trade Commission, Washington, D.C., 20580 and the Office of Commissioner of the Department of Business Oversight at 320 West 4TH Street, Suite 750, Los Angeles, CA 90013-2344.

You may contact the following franchise seller offering the franchise:

**Mr. William A. Buckley
One Cumberland Place, Suite 102
Bangor, Main 04401
Tel: (207) 941-0860**

Coffee News USA INC. authorizes the Commissioner of the Department of Business Oversight, 320 West 4TH Street, Suite 750, Los Angeles, CA 90013-2344 to receive service of process for us.

Issuance Date: March 21, 2018

I have received a disclosure document dated

This disclosure document included the following Attachments and Exhibits:

EXHIBITS:

- A. Franchise Agreement**
- B. Sample Coffee News**
- C. Financial Statements**
- D. Coffee News Publishers List**
- E. Former Coffee News Publishers List**
- F. State Regulatory Authorities**
- G. Agents for Service of Process**
- H. State Addendum**
- I. Notice of Exemption for Internet Advertisement**

Date:

Publisher

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