

	Provision	Section in Master Franchise Agreement	Summary
r.	Non-competition covenants after the franchise is terminated or expires	Sect. 13	Subject to State laws, for 24 months, you must not be connected with any business that is similar to a Presotea Shop, or a business franchising or servicing franchisees of a similar business, within the boundaries of your Territory, whether as an owner, officer, employee, consultant or otherwise.
s.	Modification of the Master Franchise Agreement	Sect. 14	Only by written agreement; We may modify Operations Manual at any time.
t.	Integration/merger clause	Sect. 14	Only the terms of this Franchise Disclosure Document and the Master Franchise Agreement are binding (subject to state law). Any other promises or agreements may not be enforceable.
u.	Dispute resolution by arbitration or mediation	Sect. 15	Subject to state law, except for actions for the sole purpose of collecting unpaid monies, including franchise fees, royalties or Brand Fees or to enforce trademark or trade secret rights and covenants against competition, We and You will settle all disputes by mandatory binding Arbitration.
v.	Choice of forum	Sect. 15	Litigation or arbitration must be in the state of the Minnesota, subject to state laws.
w.	Choice of law	Sect. 15	The laws of the state of Minnesota apply, subject to state laws.

ITEM 18.
PUBLIC FIGURES

We do not currently use any public figure to promote the Master Franchise Business or the Presotea Shops.

ITEM 19.
FINANCIAL PERFORMANCE REPRESENTATIONS

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 the actual records of an existing outlet you are considering buying; or (2) a franchisor supplements the information provided in this Item 19, for example, by providing information about possible performance at a particular location or under particular circumstances.

We do not make any representations about a franchisee's future financial performance or the past financial performance of company-owned or franchised outlets. 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, CHANG, CHIA-HUA, No.3, Fuxing St., Tucheng Dist., New Taipei City 236, Taiwan (R.O.C.), email: java@melisun.com, and the Federal Trade Commission, and the appropriate state regulatory agencies.

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ITEM 20.
MASTER FRANCHISEE INFORMATION

Table 1
System-wide Master Franchise Businesses Summary
For years 2022 to 2024

Outlet Type	Year	Master Franchises at the Start of the Year	Master Franchises at the End of the Year	Net Change
Master Franchised Businesses	2022	11	20	+9
	2023	20	20	0
	2024	20	13	7
Company Owned Master Franchise Businesses	2022	0	0	0
	2023	0	0	0
	2024	0	8	+8
Total Master Franchise Businesses	2022	11	20	+9
	2023	20	20	0
	2024	20	21	+1