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RELEASE

The Board of Directors of K.L.E. Group Limited releases its audited financial statements for the year ended December 31, 2015.

OVERVIEW

In 2015, KLE's mandate was to focus on the franchising of the Tracks & Records brand. The company therefore focused on restructuring activities aimed at further aligning the business with this strategic objective. After successfully divesting Fiction in 2014, the company divested the Famous line of business in 2015. This had a one-time major negative impact on the 2015 financials. However, these financial hits were necessary to bring the company's operations inline with the mandate on core business.

Subsequent results in the first quarter of 2016 has proven these actions to be positively impacting the performance of the business and its goal achievement.

The focus in 2015 of making Tracks & Records Marketplace the operational and financial franchise model has resulted of improved operations; improvements in the control environment and better overall financial management. The business reduced its cost of goods sold in the last half of the year from 41% to 34%. This was achieved by a combination of price adjustments and menu reengineering. The increased gross margin essentially fell straight to the bottom line. Improvements in the operations and controls came directly from implementation of the operating manuals and training program developed as part of the restaurant system being franchised.

Tracks & Records Marketplace saw a 9% increase in revenue over 2014, and a bottom line swing from an operating profit of J\$654,000 in 2014 to an operating profit of J\$8,800,000 in 2015. The current levels of efficiency and continuous improvement will bode well for us in 2016.

OUTLOOK

With the corporate store in Marketplace performing at global industry standards, we are confident the franchised units will be able to maximize earnings from the Tracks concept. The first to enjoy these benefits will be Ocho Rios. This franchise is currently under construction and will provide an additional revenue stream for KLE in the second half of the year. Beyond that the prospects are bright and through FranJam, the franchisor company developed to recruit and support franchisees, we expect to open future locations in key markets internationally in the near future.

Directors: Ambassador Audrey Marks (Chairman), Gary Matalon, Christopher Dehring, Marlon A. Hill,
David Shirley, Norman Peart, Stephen Shirley, Joseph Bogdanovich, Zuar Jarrett,
Barrington Daley (Company Secretary)