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Telepizza Group, S.A. ("**Telepizza Group**" or the "**Company**"), in compliance with the provisions of article 17 of Regulation (EU) No. 596/2014 of the European Parliament and of the Council, of 16 April 2014, on the abuse of the market and article 228 of the rewritten text of the Securities Market Law approved by Royal Legislative Decree 4/2015, of 23 October, by means of this letter communicates the following:

RELEVANT FACT

Today, within the framework of the strategic alliance between Pizza Hut and Telepizza Group, which was communicated to the market last 16 May (registration number 265,703) (hereinafter, the "**Transaction**"), Telepizza Chile, S.A., a subsidiary of Telepizza Group, S.A., has registered a request for approval before the Economic National Prosecutors (*Fiscalía Nacional Económica*), the Chilean competition authority, in relation to the potential acquisition of various Pizza Hut restaurants in that country.

Telepizza Chile is in the process of negotiating the relevant sale and purchase agreement over the assets, whose price is approximately set around 8 times EBITDA.

The acquisition has been authorised by Pizza Hut and is subject to the closing of the Transaction.

A press release is attached.

In Madrid, 31 October 2018

Mr Javier Gaspar Pardo de Andrade.

Secretary to the Board of Directors.

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Telepizza Group requests approval for the acquisition of Pizza Hut operations in Chile

Madrid, 31 October 2018.- Telepizza Group, through its subsidiary Telepizza Chile, has registered an application for approval with the National Economic Prosecutor's Office, a Chilean competition authority, regarding the potential acquisition of several Pizza Hut restaurants in this country.

In the event that said application is approved, the parties would negotiate and, if applicable, sign a sales contract that would include standard conditions and guarantees in the market for this type of transaction. The price of the acquisition of the assets would be around 8.0 times the EBITDA generated.

This transaction is part of the actions that Telepizza Group is carrying out before the close of its strategic alliance with Pizza Hut, an agreement that was unanimously approved by the Shareholders' Meeting last June, by virtue of which Telepizza Group will become the largest Pizza Hut master franchisee in the world by number of establishments and unfolding leading pizza restaurant operator.

For Javier Van Engelen, CFO of Telepizza Group, "the execution of this operation will have an immediate positive impact on our earnings and will represent a new and important step in the materialization of the synergies and opportunities derived from the agreement between Telepizza and Pizza Hut for the Latin American market, creating value for our shareholders, franchisees and employees, through unique growth and a development opportunity for each of them."

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