Dragontail Systems Together with KFC Launch a Multi Countries Pilot

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Highlights

- Dragontail Systems together with KFC will launch a multi countries pilot, of the Algo Dispatching System
- The extended pilot includes KFC stores in Singapore and Malaysia.
- KFC is owned by Yum! Asia, who also operates licensed major QSR brands such as Pizza Hut and Taco Bell.
- Asia is a significant market opportunity for Dragontail with over 3,400 KFC stores in South East Asia.
- Important milestone marking the international expansion of the Algo System with the World's largest QSR Company.

Dragontail Systems Limited (ASX: DTS, the "Company") is pleased to announce that in the next few weeks a multi countries pilot will take place in several KFC stores in Asia. The extended pilot includes stores in Asian countries - two stores pilot in Singapore and two more stores in Malaysia. The pilot will run for two months. Following the successful completion of the pilot phase, the system would be potentially installed across other KFC locations.

The rationale of initiating a wider pilot is based on the KFC strategy of having an uncompromising quality of food and best possible delivery times to their customers. KFC is committed to its customer satisfaction and channels its best efforts to secure that commitment by testing the latest innovative technology.

Dragontail continues to expand the geographical reach of the Algo System and the Asian QSR market represents a significant market opportunity for the Company. Dragontail systems sees the significant growth potential in this collaboration and therefore has allocated many resources to the success of the pilot, including but not limited to human resources, hardware and infrastructure.

Dragontail's Managing Director, Ido Levanon commented: "We are confident, that we will meet and exceed KFC's expectations of the system the same way we did during the successful pilot with Pizza Hut in Canada. As soon as the trial will commence, the KFC stores participating in the extended pilot will recognize the significant improvement of the stores operation. The Algo is the only system in the world that has the complete technology solution to streamline the food preparation and delivery processes. It governs the entire process – from the minute an

order arrives to the moment it gets to the customer. It's like having the ultimate multitasker that make sure that every order arrives to the customer fresh and hot."

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About Dragontail Systems

Dragontail is revolutionizing the Quick Service Restaurant (QSR) industry with its Algo System, which uses a sophisticated patented algorithm to optimize and manage the entire food preparation process from order to delivery. The Algo is the first system in the world to fully automate and streamline the kitchen flow to deliver immediate and significant returns on investment to fast food and quick service restaurants. The Algo is setting a new standard for the global industry with a number of chains, such as Pizza Hut in North America and Israel, and a large Israeli burger chain already using the system.

The Algo System is designed to streamline and optimize the operations of QSR businesses – from ordering through to food preparation and delivery. Efficiency and speed are particularly important to QSR businesses that produce food with a very short shelf life.