



FRANCHISE SYSTEMS LIMITED

Media Release

Knights Inn Canada Welcomes its First Property in the Province of Quebec
Economy hotel chain continues their drive for new franchises

Toronto, ON (May 31, 2007) – Knights Inn Canada Franchise Systems Limited announced today the signing of its newest franchise location in Montreal, Quebec. The Raphael Motel will undergo renovations over the next 45 days in order to achieve Knights Inn Canada standards. The property features 75 guest rooms, a heated outdoor pool, meeting facilities and features complimentary continental breakfast.

This will be the first Knights Inn property in Quebec and will be the newest property in Canada to fly its flag under the brand's "Fresh Approach," which focuses on a higher level of quality, consistency, service and support.

"Another part of our "Fresh Approach" is the National expansion of Knights Inn locations across Canada," said Glen Blake, President of Knights Inn Canada, "by securing our first franchise in the province of Quebec we are another step closer to achieving our National development goals."

Blake also notes that the newest Knights Inn property embodies their commitment to both quality and service.

The owners of the new Knights Inn Montreal, Kathiravelu Sivapalan and Jayraz Beerodhee, are also pleased with the new partnership noting that, "by joining a well-known brand like Knights Inn we will be able to position ourselves more strategically in a very competitive market."

Knights Inn is set to continue their expansion into both Quebec and Eastern Canada with an estimated 4 properties opening over the next 24 months.

The Knights Inn Montreal is set to begin welcoming guests this July.

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For more information or to set up an interview with Mr. Blake please visit www.knightsinn.ca or contact Emily Kinread at: 905-829-4002 or emily.kinread@franserv.ca

Knights Inn Canada Franchise Systems Limited is an Oakville, Ontario based company, dedicated to the development, support and success of current and prospective Knights Inn properties across Canada. Our success in attaining collective goals is a result of the dedication to quality and service within each of our Knights Inn properties across Canada.