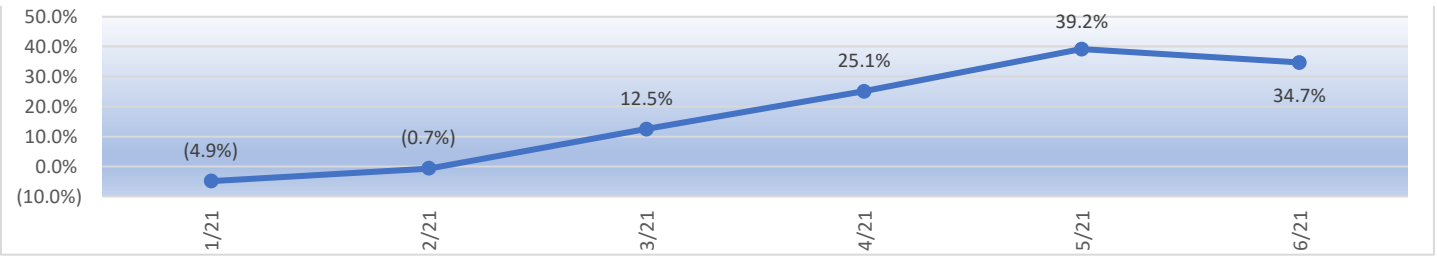


SAME STORE SALES (Source: Compass RCR)

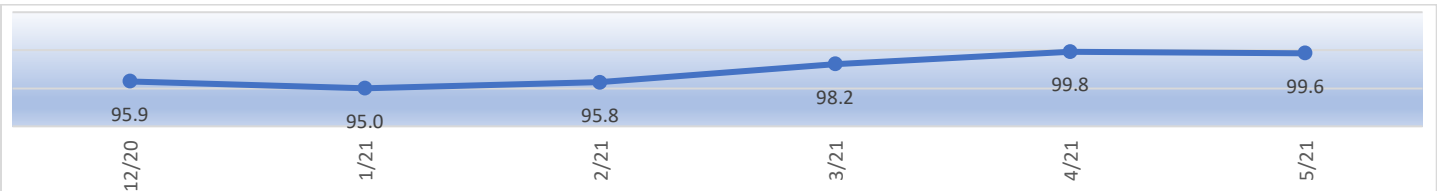


COMMENTS: June's SSS continued to show strong comparisons but momentum slowed; primarily due to the fact that several chains that were strong performers during the pandemic began overlapping difficult comparisons.

RESTAURANT PERFORMANCE INDEX (Source: National Restaurant Association)

| | 12/20 | 1/21 | 2/21 | 3/21 | 4/21 | 5/21 |
|-------------------------------------|---------|---------|---------|---------|--------|--------|
| RESTAURANT PERFORMANCE INDEX | 98.6 | 99.1 | 100.1 | 105.1 | 106.3 | 105.5 |
| CURRENT SITUATIONS | | | | | | |
| SSS Increase/Decrease | 17%/83% | 29%/71% | 73%/27% | 77%/23% | 97%/3% | 95%/5% |
| Capital Spending | 45% | 51% | 53% | 58% | 74% | 68% |
| EXPECTATIONS: | | | | | | |
| Sales Outlook Improvement | 54% | 59% | 63% | 78% | 77% | 75% |
| Economy Outlook Improvement | 60% | 56% | 66% | 69% | 64% | 74% |

SMALL BUSINESS OPTIMISM INDEX (Source: NFIB and Compass RCR)



Operator Optimism decreased by 0.2 points to 99.6. The labor shortage is holding back sales and other growth plans, as well as inflation which is beginning to impact consumers' purchases.

CONSUMER SENTIMENT (University of Michigan-Sentiment)

Consumer Sentiment rose in June. From the response, consumers seem to be more upbeat on short-term expectations. But from our perspective, their overall consumer outlook is very fragile; as indicated in the fluctuating responses this year. June's gains are based on consumers gauging current economic conditions. Summer months tend to bring out a more optimistic view of situations and conditions, along with the overall sense of reprieve to get out of confinement certainly plays a role.

| | 1/21 | 2/21 | 3/21 | 4/21 | 5/21 | 6/21 |
|------------------------------|------|------|------|------|------|------|
| Consumer Sentiment | 76.9 | 80.7 | 84.9 | 88.3 | 82.9 | 85.5 |
| Current Economy | 87.0 | 90.0 | 87.7 | 93.0 | 89.4 | 88.6 |
| Consumer Expectations | 70.5 | 74.6 | 73.8 | 79.7 | 78.8 | 83.5 |

HEADLINE NEWS

- As Summer months advance, the labor shortage issue continues to plague operators.
- Rising food costs is another concern hampering restaurant operators' optimistic outlook and decision making process.