

THE BEBOP CHANNEL CORPORATION (OTC: BBOP)

NOTICE OF MATERIAL DEFINITIVE AGREEMENT & RELATED PARTY TRANSACTION

Effective Date: April 20, 2026

Entry into a Material Definitive Agreement

On April 20, 2026, The BeBop Channel Corporation (the “Company”) entered into a **Contingent Purchase Agreement with** Zarin Veres Royal, dba “Veres Royal” (the “Seller”). This agreement marks a milestone for the Company’s **Young Lions Initiative**, a flagship program dedicated to identifying and developing exceptional talent in the arts, sports, and sciences.

Through this agreement, the Company has acquired the exclusive screenplay and life story rights for the project titled “**Marist’s Story**,” a major sports drama chronicling the life of Marist Veres Royal. Marist is a participant in the Young Lions Initiative and holds the distinction of being the youngest player in NCAA college football history. The project focuses on his advocacy for athletes’ rights and his invention of the “Halo” Protective Helmet Mask.

Financial Terms and Contingencies

- **Consideration:** The Company issued a **\$2,000,000 Promissory Note** as consideration for the acquisition of these rights.
- **Contingent Delivery:** Per the Agreement, legal title and final deliverables remain with the Seller and do not transfer to the Company unless and until the Promissory Note is satisfied in full cash or the project is sold to a third-party production company or studio.
- **Automatic Reversion:** In the event the Company has not sold the project and satisfied the Promissory Note in full by **June 12, 2027**, all rights shall automatically revert to the Seller.
- **Tax Treatment:** The transaction is intended to be treated as a contingent payment sale eligible for the installment method of reporting under IRC § 453.

Related Party Disclosure

The Seller (**Zarin Veres Royal**) and the subject of the project (**Marist Veres Royal**) are the children of **Gregory Charles Royal** (Interim CEO/Director) and **Sue Veres Royal** (COO/Director).

Cross-Reference to Governance Safeguards:

To maintain strict corporate governance, the Company notes that under **Section 4 (No Marist Involvement with Bebop)** of the Agreement, Marist Veres Royal shall have no technical consulting, advisory, creative input, or any other relationship with the Company. Any such services are reserved solely for the ultimate production studio upon a successful sale or license of the rights.

Safe Harbor Statement for Forward-Looking Statements

This disclosure contains "**forward-looking statements**" as defined under the Private Securities Litigation Reform Act of 1995. These statements include, but are not limited to, the Company's expectations regarding the development of "Marist's Story," potential sales to third-party studios, and the anticipated impact of the Young Lions Initiative.

Forward-looking statements are not guarantees of future performance and are subject to risks and uncertainties. Actual results may differ materially due to factors such as:

- Failure to secure a third-party studio buyer before the **June 12, 2027** reversion deadline.
- Changes in the market demand for sports-related theatrical content.
- The Company's ability to satisfy the financial obligations of the \$2,000,000 Promissory Note.

The Company undertakes no obligation to update these statements to reflect events or circumstances after the date of this filing.