

## FRANCHISE DISCLOSURE DOCUMENT



Best Western International, Inc. An Arizona nonprofit corporation 6201 N. 24<sup>th</sup> Parkway Phoenix, AZ 85016 Tel: (602) 957-4202 www.bestwestern.com Corporate@bestwesten.com

This Franchise Disclosure Document offers a membership in Best Western International, Inc. and the right to construct, or convert an existing hotel to, a hotel that utilizes the "Best Western<sup>®</sup>", "Best Western Premier<sup>®</sup>", "@Home by Best Western<sup>®</sup>", "Vīb<sup>®</sup>", "GLō̄<sup>®</sup>", "Aiden<sup>®</sup>", or "Sadie<sup>®</sup>" name, as well as Best Western's proprietary system.

The total investment necessary to begin operation of a 75-room Best Western hotel as one of our members is \$5,858,200 - \$11,675,308 (for new construction) and \$573,200 - \$2,400,308 (for a conversion), which includes \$69,500 - \$124,258 that must be paid to us or our affiliate; the total investment necessary to begin operation of a 90-room Best Western Plus hotel as one of our members is \$7,448,200 - \$14,525,058 (for new construction) and \$663,200 - \$3,000,058 (for a conversion), which includes \$72,500 - \$128,008 that must be paid to us or our affiliate; the total investment necessary to begin operation of a 120-room Best Western Premier hotel as one of our members is \$16,275,600 - \$29,837,958 (for new construction) and \$1,000,200 - \$6,932,958 (for a conversion), which includes \$78,500 - \$135,508 that must be paid to us or our affiliate; the total investment necessary to begin operation of a 100-room @Home by Best Western hotel as one of our members is \$9,218,200 - \$17,617,558 (for new construction) and \$703,110 - \$4,812,558 (for a conversion), which includes \$74,500 - \$130,508 that must be paid to us or our affiliate; the total investment necessary to begin operation of a 100-room dual brand hotel as one of our members (e.g., Best Western Plus and @Home by Best Western) is \$8,592,500 - \$17,015,608 (for new construction) and \$767,500 -\$4,110,608 (for a conversion), which includes \$109,500 - \$174,258 that must be paid to us or our affiliate; the total investment necessary to begin operation of a 100-room Vīb hotel as one of our members is \$15,539,900 - \$23,083,758 (for new construction) and \$1,639,900 - \$4,668,758 (for a conversion), which includes \$76,500 - \$133,008 that must be paid to us or our affiliate; the total investment necessary to begin operation of an 80-room GLō hotel as one of our members is \$6,764,900 - \$12,452,258 (for new construction) and \$1,259,900 - \$3,447,258 (for a conversion), which includes \$70,500 - \$125,508 that must be paid to us or our affiliate; the total investment necessary to begin operation of a 90-room Aiden hotel as one of our members is \$9,449,900 - \$12,691,758 (for new construction) and \$774,900 - \$2,086,758 (for a conversion), which includes \$72,500 - \$128,008 that must be paid to us or our affiliate; and, the total investment necessary to begin operation of a 120-room Sadie hotel as one of our members is \$18,801,900 - \$30,179,258 (for new construction) and \$1,051,900 - \$7,014,258 (for a conversion), which includes \$78,500 - \$135,508 that must be paid to us or our affiliate.

This disclosure document summarizes certain provisions of your Membership Agreement and other information in plain English. Read this disclosure document and all accompanying agreements carefully. You must receive this disclosure document at least fourteen (14) calendar days before you sign a binding agreement with, or make any payment to, the licensor or an affiliate in connection with the proposed franchise sale. **Note, however, that no governmental agency has verified the information contained in this document.** 

Best Western International, Inc. 2023 Membership FDD ACTIVE 683391291v4



You may wish to receive your disclosure document in another format that is more convenient for you. To discuss the availability of disclosures in different formats, contact Jay Pricher, General Counsel and Corporate Secretary of Best Western International, Inc. at 6201 N. 24<sup>th</sup> Parkway, Phoenix, AZ 85016, and (602) 957-4200.

The terms of your contract will govern your franchise relationship. Do not rely solely on the disclosure document to understand your contract. Read your entire contract carefully. Show your contract and this disclosure document to an advisor, like a lawyer or an accountant.

Buying a franchise is a complex decision. The information in this disclosure document can help you make up your mind. More information on franchising, such as "A Consumer's Guide to Buying a Franchise," which can help you understand how to use this Disclosure Document, is available from the Federal Trade Commission. You can contact the FTC at 1-877-FTC-HELP or by writing to the FTC at 600 Pennsylvania Avenue, NW, Washington, D.C. 20580. You can also visit the FTC's home page at www.ftc.gov for additional information. Call your state agency or visit your public library for other sources of information on franchising.

There may also be laws on franchising in your state. Ask your state agencies about them.

Issuance date: March 31, 2023

.



## **How to Use This Franchise Disclosure Document**

Here are some questions you may be asking about buying a franchise and tips on how to find more information:

| QUESTION                                   | WHERE TO FIND INFORMATION                   |
|--|---|
| How much can I earn?                       | Item 19 may give you information about      |
|  | outlet sales, costs, profits or losses. You |
|  | should also try to obtain this information  |
|  | from others, like current and former        |
|  | franchisees. You can find their names       |
|  | and contact information in Item 20 or       |
|  | Exhibit G.                                  |
| How much will I need to invest?            | Items 5 and 6 list fees you will be paying  |
|  | to the franchisor or at the franchisor's    |
|  | direction. Item 7 lists the initial         |
|  | investment to open. Item 8 describes the    |
|  | suppliers you must use.                     |
| Does the franchisor have the financial     | Item 21 or Exhibit E includes financial     |
| ability to provide support to my           | statements. Review these statements         |
| business?                                  | carefully.                                  |
| Is the franchise system stable,            | Item 20 summarizes the recent history of    |
| growing, or shrinking?                     | the number of company-owned and             |
|  | franchised outlets.                         |
| Will my business be the only Best          | Item 12 and the "territory" provisions in   |
| Western, Best Western Plus, Best           | the membership agreement describe           |
| Western Premier, @Home by Best             | whether the franchisor and other            |
| Western, Vīb, GLō, Aiden, or Sadie         | franchisees can compete with you.           |
| hotel business in my area?                 |   |
| Does the franchisor have a troubled        | Items 3 and 4 tell you whether the          |
| legal history?                             | franchisor or its management have been      |
|  | involved in material litigation or          |
| XXII (4 (10) ( 1 ) D (XXI                  | bankruptcy proceedings.                     |
| What's it like to be a Best Western,       | Item 20 or Exhibit G lists current and      |
| Best Western Plus, Best Western            | former franchisees. You can contact         |
| Premier, @Home by Best Western,            | them to ask about their experiences.        |
| Vīb, GLō, Aiden or Sadie hotel franchisee? |   |
| What else should I know?                   | These questions are only a few things       |
| THE CIDE DIRECTED INTO W                   | you should look for. Review all 23 Items    |
|  | and all Exhibits in this disclosure         |
|  | document to better understand this          |
|  | franchise opportunity. See the table of     |
|  | contents.                                   |
|  | - Oliverius                                 |

| This is a document preview downloaded from FranchisePanda.com. free by visiting: https://franchisepanda.com/franchises/best-western | The full document is available for |
|---|------------------------------------|
|   |                                    |
|   |                                    |
|   |                                    |
|   |                                    |
|   |                                    |
|   |                                    |
|   |                                    |