

## FRANCHISE DISCLOSURE DOCUMENT



**Budget Rent A Car System, Inc.**  
A Delaware corporation  
6 Sylvan Way  
Parsippany, New Jersey 07054  
(973) 496-5000  
budgetlicenseerelations@avisbudget.com  
www.budget.com

A Budget Franchise is a business of renting automobiles, without drivers, to the general public, for periods of 180 days, or less under the Budget Trademarks.

The total investment necessary to begin operation of a Budget Franchise, assuming that you finance 100% of your rental car fleet, ranges from ~~\$602,240~~602,435 to \$1,554,575 for a Budget Franchise with a 30-car fleet and a territory of 55,000 people. This includes the initial license purchase fees of \$30,000 for a territory with a population of 55,000.

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

The terms of your contract will govern your franchise relationship. Don't rely on the disclosure document alone 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 investment. 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](http://www.ftc.gov) for additional information. Call your state agency or visit your public library for other sources of information on franchising.

—————There may be laws on franchising in your state. Ask your state agency about them.

**Issuance date of this Franchise Disclosure Document: April 2, 2012**12, 2013

## STATE COVER PAGE

Your ~~State~~state may have a franchise law that requires a franchisor to register or file with a state franchise administrator before offering or selling franchises in your state. REGISTRATION OF A FRANCHISE BY A STATE DOES NOT MEAN THAT THE STATE RECOMMENDS THE FRANCHISE OR HAS VERIFIED THE INFORMATION IN THIS DISCLOSURE DOCUMENT.

Call the state franchise administrator listed in **Exhibit A** for your state for information about the franchisor, or about franchising in your state.

MANY FRANCHISE AGREEMENTS DO NOT ALLOW YOU TO RENEW UNCONDITIONALLY AFTER THE INITIAL TERM EXPIRES. YOU MAY HAVE TO SIGN A NEW AGREEMENT WITH DIFFERENT TERMS AND CONDITIONS IN ORDER TO CONTINUE TO OPERATE YOUR BUSINESS. BEFORE YOU BUY, CONSIDER WHAT RIGHTS YOU HAVE TO RENEW YOUR FRANCHISE, IF ANY, AND WHAT TERMS YOU MIGHT HAVE TO ACCEPT IN ORDER TO RENEW.

Please consider the following RISK FACTORS before you buy this franchise:

1. THE FRANCHISE AGREEMENT REQUIRES YOU TO RESOLVE DISPUTES WITH US ONLY IN NEW JERSEY. OUT-OF-STATE LITIGATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST YOU MORE TO SUE US IN NEW JERSEY THAN IN YOUR OWN STATE.
2. THE FRANCHISE AGREEMENT STATES THAT NEW JERSEY LAW GOVERNS THE AGREEMENT, AND THIS LAW MAY NOT PROVIDE THE SAME PROTECTION AND BENEFITS AS LOCAL LAW. YOU MIGHT WANT TO COMPARE THESE LAWS.
3. THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE.

The effective dates of this Franchise Disclosure Document in the states with franchise registration laws in which we have sought registration appear on the following page.

## STATE REGISTRATIONS

The following states require that the Franchise Disclosure Document be registered or filed with the state, or be exempt from registration: California, Hawaii, Illinois, Indiana, Maryland, Michigan, Minnesota, New York, North Dakota, Rhode Island, South Dakota, Virginia, Washington, and Wisconsin.

This Franchise Disclosure Document is registered, on file, or exempt from registration in the following states having franchise registration and disclosure laws, with the following effective dates:

California	Effective date: <del>July 10, 2012</del> <u>exempt</u>
Hawaii	Effective date: <del>May 3, 2012</del>
Illinois	Effective date: exempt
Indiana	Effective date: exempt
Maryland	Effective date: <del>SEE SEPARATE FDD</del>
Michigan	Effective date: <del>May 28, 2012</del>
Minnesota	Effective date: <del>May 4, 2012</del>
New York	Effective date: exempt
North Dakota	Effective date: exempt
Rhode Island	Effective date: exempt
South Dakota	Effective date: <del>April 19, 2012</del>
Virginia	Effective date: exempt
Washington	Effective date: <del>May 9, 2012</del>
Wisconsin	Effective date: <del>April 19, 2012</del>

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