



MINNESOTA
DEPARTMENT OF
COMMERCE



85 7th Place East, Suite 600
St. Paul, Minnesota 55101-3165
651.296.4026 FAX 651.297.1959 TTY 651.297.3067

February 2, 2009

DARRYL A HART
BARTKO ZANKEL TARRANT & MILLER
900 FRONT STREET SUITE 300
SAN FRANCISCO, CA 94111

Re: F-5217
AVALAR NETWORK INC
AVALAR NETWORK INC F/A

Dear Mr. Hart:

The Annual Report has been reviewed and is in compliance with Minnesota Statute Chapter 80C and Minnesota Rules Chapter 2860.

This means that there continues to be an effective registration statement on file and that the franchisor may offer and sell the above-referenced franchise in Minnesota.

The franchisor is not required to escrow franchise fees, post a Franchise Surety Bond or defer receipt of franchise fees during this registration period.

As a reminder, the next annual report is due within 120 days after the franchisor's fiscal year end, which is June 30, 2009.

Sincerely,

GLENN WILSON
Commissioner

By:

Daniel Sexton
Commerce Analyst Supervisor
Registration Division
(651) 296-4520

GW:DES:dlw



UNIFORM FRANCHISE REGISTRATION APPLICATION

File No. F-5217
(Insert file number of immediately preceding filing of Applicant)

State: MINNESOTA

Fee: \$200.00

APPLICATION FOR (Check only one):

REGISTRATION OF AN OFFER OR SALE OF FRANCHISES

RENEWAL APPLICATION OR ANNUAL REPORT

PRE-EFFECTIVE AMENDMENT

POST-EFFECTIVE AMENDMENT

1. Name of Franchisor:

Avalar Network, Inc.

2. Name of the franchise offering:

Avalar Real Estate and Mortgage Network; Better Homes Realty;
Creative Property Services (CPS)

2. Franchisor's principal business address:

6430 Medical Center Street, Suite 100
Las Vegas, Nevada 89148

3. Name and address of Franchisor's agent in this State authorized to receive process

Minnesota Commissioner of Commerce
85 7th Place East, Suite 500
St. Paul, MN 55101-2198

4. The states in which this application is or will be shortly on file:

California, Hawaii, Indiana, Illinois, Maryland, Michigan, Minnesota, New York,
North Dakota, Rhode Island, South Dakota, Virginia, Washington, and Wisconsin

6. Name, address, telephone and facsimile numbers, and e-mail address of person to whom communications regarding this application should be directed:

Darryl A. Hart (415)956-1900 FAX: (415)956-1152 e-mail: dhart@bztm.com
Attorney at Law
Bartko, Zankel, Tarrant & Miller
900 Front Street, Suite 300
San Francisco, CA 94111

2-2-08
A/h
6/30



MINNESOTA
DEPARTMENT OF
COMMERCE



85 7th Place East, Suite 500
St. Paul, Minnesota 55101-3165
www.commerce.state.mn.us
651.296.4026 FAX 651.297.1959
An equal opportunity employer

January 8, 2009

Darryl A. Hart
Bartko, Zankel, Tarrant & Miller
900 Front Street, Suite 300
San Francisco, CA 94111

Re: F-5217, Avalar Network, Inc.

Dear Mr. Hart:

We have examined the annual report and amendment submitted for the above-referenced franchise registration. We find it deficient as follows:

Due to the deficit ratio of current assets to current liabilities in the franchisor's most recent audited financial statement, the franchisor will be required to comply with one of the following as a condition of registration:

- a) Impound initial franchise fees in a bank located in Minnesota until the franchised business opens. Submit 3 original signature Minnesota Impoundment Agreements; 2 will be returned to the applicant for the Impound Agent and the Franchisor.
- b) Post a Minnesota Surety Bond; amount is the initial franchise fee times the number of franchises projected to be opened in Minnesota (Item 20 in Franchise Disclosure Document). A minimum of one is required.
- c) Defer payment of initial franchise fees until business opens; amend Franchise Disclosure Document (Items 5 and 7) and agreement(s) accordingly.

Forms can be downloaded at www.commerce.state.mn.us.

Please disclose Option a. in Item 5 of the Disclosure Document and Option b. in Item 21 of the Disclosure Document.

When the franchisor submits its next audited financial statement, a request may be made of the Department to lift this requirement.

In responding to the above deficiencies, please submit only the marked pages (one set).

This is a document preview downloaded from FranchisePanda.com. The full document is available for free by visiting: <https://franchisepanda.com/franchises/cps-creative-property-services>