

## FRANCHISE DISCLOSURE DOCUMENT



**Duck Donuts Franchising Company, LLC**  
**A Delaware Limited Liability Company**  
**1215 Manor Drive –Suite 302**  
**Mechanicsburg, PA 17055**  
**717-590-5491**  
**duckdonuts.com**  
**admin@duckdonuts.com**

Duck Donuts Franchising Company, LLC offers franchises the right to operate a retail business offering fresh made to order donuts prepared on the premises and other authorized products under the trademark DUCK DONUTS.

The total investment necessary to begin operation of a single Duck Donuts franchise is \$351,164 – \$541,448. This includes \$40,000 that must be paid to the franchisor or its affiliate(s). Total net investment is reduced by any Tenant Improvement funding secured in lease.

We offer qualified individuals the option to develop a minimum of one additional Duck Donuts Locations by executing a Multi-Unit Option Agreement. The total investment necessary to begin operation of an optioned Duck Donuts Location is \$341,164- \$531,448. This includes the \$30,000 initial Franchise Fee that must be paid to the franchisor or its affiliate(s).

The total investment necessary does not include the Multi-Unit Option Fee. Upon signing a Multi-Unit Option Agreement, the franchisee must pay an option fee of \$20,000 for the first Duck Donuts Location optioned and \$10,000 for each additional Duck Donuts Location optioned.

This disclosure document summarizes certain provisions of your Franchise Agreement and other information in plain English. Read this disclosure document and all accompanying agreements 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.**

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 Duck Donuts Franchising Company LLC at 1215 Manor Drive-Suite 302 Drive, Mechanicsburg, Pennsylvania 17055, 1-866-534-4882, admin@duckdonuts.com.

The terms of your Franchise Agreement will govern your franchise relationship. Don't rely on the disclosure document alone to understand your Franchise Agreement. Read all of your Franchise Agreement carefully. Show your Franchise Agreement 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 more 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.  
The issuance date of this Disclosure Document is February 27, 2021.

## 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
<b>How much can I earn?</b>	Item 19 may give you information about outlet sales, cost, 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 Exhibit H and I.
<b>How much will I need to invest?</b>	Items 5 and 6 list fees you will be paying to the franchisor or at the franchisor’s discretion. Item 7 lists the initial investment to open. Item 8 describes the suppliers you must use.
<b>Does the franchisor have the financial ability to provide support to my business?</b>	Exhibit A includes financial statements. Review these statements carefully.
<b>Is the franchise system stable, growing, or shrinking?</b>	Item 20 summarizes the recent history of the number of company-owned and franchised outlets.
<b>Will my business be the only Duck Donuts business in my area?</b>	Item 12 and the “territory” provisions in the franchise agreement describe whether the franchisor and other franchisees can compete with you.
<b>Does the franchisor have a troubled legal history?</b>	Items 3 and 4 tell you whether the franchisor or its management have been involved in material litigation or bankruptcy proceedings.
<b>What’s it like to be a Duck Donuts franchisee?</b>	Exhibits H and I list current and former franchisees. You can contact them to ask about their experiences.
<b>What else should I know?</b>	These questions are only a few things 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.

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