

RECEIVED

AUG 01 2014

Dept of Business Oversight

FRANCHISE DISCLOSURE DOCUMENT

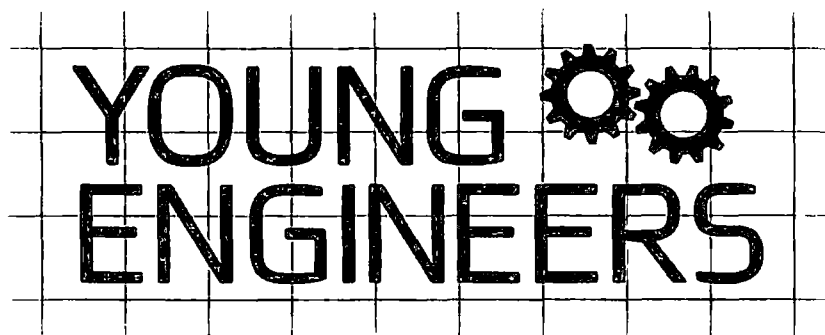
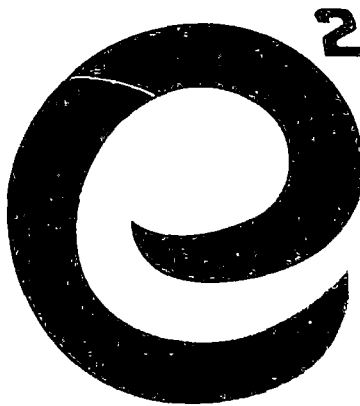
E-SQUARE YOUNG ENGINEERS FRANCHISING, LTD

A Michigan Corporation

6022 W Maple Rd, Suite 403 West Bloomfield, Michigan 48322

Ph 248 733 4302

www YoungEng net



This Franchise Disclosure Document (“FDD”) describes the *Young Engineers Program* (“*e² Young Engineers*”) franchise concept that offers courses for children and adults to learn math, physics, machine and software engineering, by playing! The services offered include project and educational based services utilizing proprietary course material and LEGO® bricks, with additional services such as educational workshops and seminars. These services can be offered in schools, educational centers, colleges and/or community centers as part of student programs and activities for children and youth, as well as via the internet. This FDD offers to you two (2) types of franchises (i) an Individual Unit Franchise (“Individual Unit Franchise”), or (ii) to qualified persons, the exclusive right to develop or refer others to develop an agreed upon number of e² Young Engineers franchises within a defined area (“Master Franchise”).

The total investment necessary to begin operation of an e² Young Engineers franchised business is estimated at \$32,400 to \$55,183. This includes a \$20,000 initial franchise fee that must be paid to us or our affiliate. The total investment necessary to begin operation of a Master Franchise is \$30,000 to \$60,000 plus a Development Fee that is negotiated by you and us. Master Franchisees will pay reduced initial franchise fees as described by Item 5.

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

2651628 2
2842272 1

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 Shahar Aharoni at shahar@youngengineers.net or by mail at Nex Ziona, Mailbox 4077, Israel

The terms of your contract will govern your franchise relationship Don't rely on the Disclosure Document alone to understand your contract Read all of your 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 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

Date of Issuance July 29, 2014

STATE COVER PAGE

Your state may have a franchise law that requires a franchisor to register or file with a state franchise administrator before offering or selling 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 THE DISCLOSURE DOCUMENT.**

Payment of all initial fees is postponed until after all of franchisor's initial obligations are complete and franchisee is open for business.

Call the state franchise administrator listed in Exhibit A 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 AND MASTER FRANCHISE AGREEMENT REQUIRE YOU TO RESOLVE DISPUTES WITH US BY LITIGATION OR ARBITRATION ONLY IN MICHIGAN. OUT OF STATE ARBITRATION OR LITIGATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST YOU MORE TO ARBITRATE WITH US IN MICHIGAN THAN IN YOUR HOME STATE.**
2. **THE FRANCHISE AGREEMENT AND MASTER FRANCHISE AGREEMENT STATE THAT MICHIGAN LAW GOVERNS THE AGREEMENT, AND MICHIGAN LAW MAY NOT PROVIDE THE SAME PROTECTIONS AND BENEFITS AS YOUR STATE'S LAW. YOU MAY WANT TO COMPARE THESE LAWS.**
3. **THE FRANCHISE AGREEMENT REQUIRES THAT IMMEDIATE FAMILY MEMBERS OF THE FRANCHISEE MUST SIGN THE NONDISCLOSURE AND NON-COMPETITION AGREEMENTS WHICH MAY PLACE THEIR PERSONAL ASSETS AT RISK.**

This is a document preview downloaded from FranchisePanda.com. The full document is available for free by visiting: <https://franchisepanda.com/franchises/e2-young-engineers>