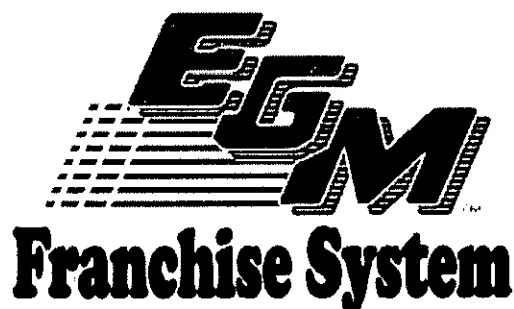


FRANCHISE DISCLOSURE DOCUMENT



Executive Group of Maintenance Companies, Inc.
dba: EGM Franchise System
A California Corporation
108 N. Salado Ave
Patterson, CA 95363
Telephone# 209-576-8189, 209-892-3421
www.egmsystem.com
www.egmfranchise.com
www.egmfranchisesystem.com

EGM Sub-Franchise has the right to own and operate a maintenance service company. In addition, selling EGM Unit-Franchises and to service such Unit-Franchises in your designated territory. The total investment necessary to begin operation of an EGM Franchise System Sub-Franchise is \$135,675.00. This includes the Initial Franchise Fee of \$70,000.00 that must be paid to EGM Franchise System.

EGM Unit-Franchise has the right to own and operate maintenance service company. The total investment necessary to begin operation of an EGM Franchise System Unit-Franchise is \$24,000.00. This includes the Initial Franchise Fee of \$16,000.00 that must be paid to the EGM Franchisor or affiliate.

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.**

The term 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.

These Franchises have been registered under the Franchise Investment Law of the State of California. Such registration does not constitute approval, recommendation, or endorsement by the Commissioner of Corporations nor a finding by the Commissioner that the information provided herein is true, complete and not misleading.

The California Franchise Investment Law requires that a copy of all proposed agreements relating to the sale of the franchise be delivered together with the disclosure document.

REGISTRATION OF THIS FRANCHISE BY A STATE DOES NOT MEAN THAT THE STATE RECOMMENDS IT OR HAS VERIFIED THE INFORMATION IN THIS DISCLOSURE DOCUMENT. IF YOU LEARN THAT ANYTHING IN THE DISCLOSURE DOCUMENT IS UNTRUE, CONTACT THE FEDERAL TRADE COMMISSION AND STATE ADMINISTRATORS LISTED ON EXHIBIT A.

Fiscal year for this Corporation ends on December 31st, and the registration will end 110 days thereafter, on April 20th.

Issuance Date: April 20, 2012

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 THIS DISCLOSURE.**

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 REQUIRES YOU TO RESOLVE DISPUTES WITH US BY ARBITRATION/MEDIATION ONLY IN CALIFORNIA. OUT OF STATE ARBITRATION/MEDIATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST YOU MORE TO ARBITRATE/MEDIATE WITH US IN CALIFORNIA THAN IN YOUR OWN STATE.**
2. **THE FRANCHISE AGREEMENT STATES THAT CALIFORNIA LAW GOVERNS THE AGREEMENT, AND THIS LAW MAY NOT PROVIDE THE SAME PROTECTIONS AND BENEFITS AS LOCAL LAW. YOU MAY WANT TO COMPARE THESE LAWS.**
3. **THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE.**

We use the services of one or more **FRANCHISE BROKERS** or referral sources to assist us in selling our franchise. A franchise broker or referral source represents us, not you. We pay this person a fee for selling our franchise or referring you to us. You should be sure to do your own investigation of this franchise.

Effective Date: April 20, 2012

FOR USE ONLY IN THE STATE OF CALIFORNIA

FRANCHISE DISCLOSURE DOCUMENT

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Exhibits

- A. Franchise Agreement
- A1 Franchise Disclosure Document
 - A2 Sub-Franchisor Agreement
 - A3 Unit-Franchise Agreement
 - A4 List of Related Services (Exhibit C)
 - A5 Financial Statements (Exhibit D)
 - A6 EGM Franchise Manual Index (Exhibit E)
 - A7 Employee 60/40 Option Plan (Exhibit F)

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