

FRANCHISE DISCLOSURE DOCUMENT

Adventure Facility Franchising Inc.

a Washington Company
2050 Tower Dr.
Glenview, Illinois 60026
(778)317-6520
www.Funtopiaworld .com
yassen@adventurefacilities.com



Under this Disclosure Document, we offer a franchise for the operation of an indoor or outdoor Family Active Entertainment Center operating under the name “Funtopia ”, featuring a wide variety of interactive climbing zones Fun walls, Ninja courses, Ropes courses, Jungle gym, Climbing walls, Role Glider, Adventure trails, etc. that provide a safe, fun and unique themed challenges especially for kids as well as adults. Funtopia Active Entertainment Centers operates using the franchisor’s proprietary marks, proprietary recipes, system and trade secrets.

The total investment necessary to begin operation of a small Funtopia Active Entertainment Center wall-climbing Active Entertainment Center franchise is \$600,791 to \$1,117,349. This includes from \$434,055 to \$498,790 which must be paid to the Franchisor or its affiliate, as appropriate.

The total investment necessary to begin operation of a large Funtopia Active Entertainment Center wall-climbing Active Entertainment Center with option of café/food service inside the facility is \$1,400,043 to \$1,853,381. This includes from \$717,441 to \$1,010,625 which must be paid to the Franchisor or its affiliate, as appropriate.

We may also offer a Multi-Unit Developer Agreement to an individual or business entity that agrees to develop at least three Funtopia Businesses in a specific geographic area. The total investment necessary to begin operation of a small Funtopia Multi-Unit Development Agreement is \$622,791 to \$1,117,849. This includes \$60,000 that must be paid to the franchisor or its affiliate(s), as appropriate.

The total investment necessary to begin operation of a large sized Funtopia Active Entertainment Center wall-climbing Active Entertainment Center with option of café/food service inside the facility Multi-Unit Development Agreement is \$1,462,043 to \$1,928,381. This includes \$60,000 that must be paid to the franchisor or its affiliate(s), as appropriate.

A multi-unit developer will pay a reservation fee equal to \$60,000 for each Funtopia Active Entertainment Center which is payable when you sign the agreement. For example, if you commit to develop Three Funtopia Active Entertainment Centers either small or large with café/food service, you must pay to us \$60,000 when you sign the Multi-Unit Operator Agreement. The reservation fee is fully earned by us when received and is not refundable or credited against any other fees you must pay to us. Each time you sign the Franchise Agreement for Funtopia Active Entertainment Centers to be developed under the Multi-Unit Development Agreement, you must pay a reduced initial franchise fee of half of the then current franchise fee in a lump sum when you sign the Franchise Agreement. We expect that you

will sign the Franchise Agreement for your first Funtopia Active Entertainment Center at the same time you sign the Multi-Unit Development Agreement.

The estimated initial investment to operate as a multi-unit developer will vary depending on the number of Funtopia Active Entertainment Centers to be developed.

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 the 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 government 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 Yassen Nikolov, President at Adventure Facility Franchising, Inc., 2050 Tower Dr. Glenview, Illinois 60026 (847) 217-6212 or e-mail at yassen@funtopia.com.

The terms of your contract will govern your franchise relationship. Do not 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, DC 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.

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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 |
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| How much can I earn? | Item 19 may give you information about outlet sales, costs, 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 Item 20 or Exhibit D and Exhibit E. |
| How much will I need to invest? | Items 5 and 6 list fees you will be paying to the franchisor or at the franchisor's direction. Item 7 lists the initial investment to open. Item 8 describes the suppliers you must use. |
| Does the franchisor have the financial ability to provide support to my business? | Item 21 or Exhibit F includes financial statements. Review these statements carefully. |
| Is the franchise system stable, growing or shrinking? | Item 20 summarizes the recent history of the number of company-owned and franchised outlets. |
| Will my business be the only Funtopia business in my area? | Item 12 and the "territory" provisions in the franchise agreement and multi-unit operator agreement describe whether the franchisor and other franchisees can compete with you. |
| Does the franchisor have a troubled legal history? | Items 3 and 4 tell you whether the franchisor or its management have been involved in material litigation or bankruptcy proceedings. |
| What's it like to be a Funtopia franchisee? | Item 20, Exhibit D or Exhibit E lists current and former franchisees. You can contact them to ask about their experiences. |
| What else should I know? | 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/funtopia>