

Rec'd
4-17-13

FRANCHISE DISCLOSURE DOCUMENT

LAI LAI TRAVEL AGENCY, INC.
A California Corporation
8855 E. Valley Blvd., Suite 203
Rosemead, CA 91770
(626) 462-0222
www.LaiLaiTravel.com

Lai Lai Travel Agency, Inc. offers individual and multiple unit retail travel agency franchises that sell travel services to the public.

For each agency, there is an individual unit franchise fee of \$24,000. The estimated initial investment for a single unit Store ranges from \$27,000 to \$47,000. These figures are approximate and vary from location to location.

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 government agency has verified the information contained in this document.**

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.

Issuance date: _____

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 DOCUMENT.

Call the state franchise administrator listed in Exhibit 4 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 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.
2. THE TERM OF THE FRANCHISE AGREEMENT IS FOR A PERIOD OF 5 YEARS WITH NO AUTOMATIC RENEWAL OR EXTENSION OF THE TERM.
3. THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE.

EFFECTIVE DATE: _____

TABLE OF CONTENTS

<u>ITEM</u>	<u>PAGE</u>
1. THE FRANCHISOR, AND ANY PARENTS, PREDECESSORS, AND AFFILIATES	1
2. BUSINESS EXPERIENCE.....	2
3. LITIGATION.....	3
4. BANKRUPTCY.....	4
5. INITIAL FEES.....	4
6. OTHER FEES.....	5
7. ESTIMATED INITIAL INVESTMENT.....	6
8. RESTRICTIONS ON SOURCES OF PRODUCTS AND SERVICES.....	9
9. FRANCHISEE'S OBLIGATIONS	10
10. FINANCING.....	11
11. FRANCHISOR'S ASSISTANCE, ADVERTISING, COMPUTER SYSTEMS, AND TRAINING.....	11
12. TERRITORY.....	15
13. TRADEMARKS.....	16
14. PATENTS, COPYRIGHTS AND PROPRIETARY INFORMATION.....	19
15. OBLIGATION TO PARTICIPATE IN THE ACTUAL OPERATION OF THE FRANCHISE BUSINESS.....	20
16. RESTRICTIONS ON WHAT THE FRANCHISEE MAY SELL.....	21
17. RENEWAL, TERMINATION, TRANSFER AND DISPUTE RESOLUTION....	21
18. PUBLIC FIGURES.....	26
19. EARNINGS CLAIMS.....	26
20. OUTLETS AND FRANCHISEE INFORMATION.....	27
21. FINANCIAL STATEMENTS.....	34

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