

**FRANCHISE DISCLOSURE DOCUMENT** Department of  
**Business Oversight**

LIL' ANGELS, LLC,  
A Limited Liability Company  
6831 Crumpler Boulevard, Suite 101  
Olive Branch, MS 38654  
(662) 890-9103  
mikesondag@angelsus.com  
http://www.lilangelsphoto.com

JUL 18 2014

**RECEIVED  
San Francisco****INFORMATION FOR PROSPECTIVE FRANCHISE OWNERS  
REQUIRED BY THE FEDERAL TRADE COMMISSION**

The Franchise Owner will schedule and take pictures of families, senior high school students, children, youth involved in child care centers, sports, schools, clubs, and other youth-related organizations, and all other subjects

The total investment necessary to begin operation of a Lil' Angels franchise is from ~~\$24,200~~ ~~46,700~~ to ~~\$28,700~~ ~~51,200~~. This investment includes ~~\$4522,500,000~~ that must be paid to the Franchisor, an affiliate, or a vendor

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 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](http://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.

The issue date for this Franchise Disclosure Document is ~~April~~ July 10, 2014

**LIL' ANGELS PHOTOGRAPHY®**  
**FRANCHISE DISCLOSURE DOCUMENT**

**Table of Contents**

<u>ITEM</u>	<u>DESCRIPTION</u>	<u>PAGE</u>
Item 1	The Franchisor and any Parents, Predecessors, and Affiliates	1
Item 2	Business Experience	2
Item 3	Litigation	3
Item 4	Bankruptcy	3
Item 5	Initial Fees	4
Item 6	Other Fees	4
Item 7	Estimated Initial Investment	6
Item 8	Restrictions on Sources of Products and Services	7
Item 9	Franchise Owner's Obligations	9
Item 10	Financing	11
Item 11	Franchisor's Assistance, Advertising, Computer Systems, and Training	11
Item 12	Territory	17
Item 13	Trademarks	19
Item 14	Patents, Copyrights, and Proprietary Information	20
Item 15	Obligation to Participate in the Actual Operation of the Franchise Business	20
Item 16	Restrictions on What the Franchise Owner May Sell	21
Item 17	Renewal, Termination, Transfer, and Dispute Resolution	21
Item 18	Public Figures	23
Item 19	Financial Performance Representations	23
Item 20	Outlets and Franchise Owner Information	24
Item 21	Financial Statements	32
Item 22	Contracts	32
Item 23	Receipts	32

**EXHIBITS**

- A FINANCIAL STATEMENTS
- B FRANCHISE AGREEMENT
- C ~~FINANCING AGREEMENT~~
- D STATE AGENCIES

**Item 5      Initial Fees**

The initial fees of \$~~4522,500~~ consist of the following

All Franchise Owners will pay to us a nonrefundable Initial Franchise Fee of \$~~35,12,500~~ This fee is paid through a \$~~35,012,500~~ Cashier's Check upon execution of the Franchise Agreement or through a debit or credit card together with a 3% service fee for the use of the card, and ~~Agreement, and,~~

All Franchise Owners will purchase \$10,000 of photography equipment and supplies plus applicable taxes and any shipping expense, at least 30 days before they commence training This nonrefundable amount is paid in a lump sum to us or other vendors

~~If you are purchasing a new franchise, you may choose to pay the Initial Fees in a lump sum payment or through a financing arrangement that is explained more fully in Item 10 This financing arrangement is not available for assignments or assumptions of territories-~~

**Item 6      Other Fees**

The table in this Item sets forth all other fees or payments that you must pay to Lil' Angels, or our affiliates, or that we collect on behalf of a third party, after you pay the Initial Franchise Fee

**OTHER FEES**

Type of Fee	Amount	Due Date	Remarks
Photo Lab Processing Charges	\$ 85 for each equivalent unit of every portrait package	Upon shipment of the order by the photo lab	Note 1
System Fee	\$ 53 for each equivalent unit of every portrait package	Upon shipment of the order by the photo lab	Note 2
Shipping Fee	\$9 80 for each order	Upon shipment of the order by the photo lab	Note 3
Online Store Fee	\$10 each month	At the end of every month	Note 4
Additional Owner Training	\$2,000 00 per person	Before additional training begins	See Item 11 for training after initial owner training
Transfer Fee and Training Fees	15% of the then current Initial Franchise Fee as an assignment <del>or \$500/remaining year for an assumption</del> plus a training fee of \$2,000 and a field training fee of \$2,500	Upon the transfer of your Franchise Agreement	Either you or the transferee must pay these fees when the Franchise Agreement is signed

**NOTES**

- (1) After the pictures have been taken, you will send the images to an approved photo lab to be processed You must submit images for all photo shoots from any type of photography for the territory in which they were taken When the order has been processed, you must pay the amount charged by the photo lab to process the pictures together with the System Fee Although the photo lab may adjust its processing charges, the current amount is \$ 85 for each equivalent unit of your portrait packages You will pay the System Fee and the photo lab processing charge when we charger the total amount on your pre-authorized debit or credit card

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