

FRANCHISE DISCLOSURE DOCUMENT

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DEPARTMENT OF
BUSINESS OVERSIGHT
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 \$36,263 to \$40,780 This investment includes \$34,500 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 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 1, 2017

**STATE COVER PAGE
REQUIRED BY THE STATE OF CALIFORNIA**

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 D 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 IN THE STATE OF TENNESSEE OUT-OF-STATE ARBITRATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES IT MAY ALSO COST YOU MORE TO ARBITRATE WITH US IN TENNESSEE THAN IN YOUR OWN STATE**
- (2) **THE FRANCHISE AGREEMENT STATES THAT TENNESSEE 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) **OUR WEBSITE HAS NOT BEEN REVIEWED OR APPROVED BY THE DEPARTMENT OF BUSINESS OVERSIGHT ANY COMPLAINTS CONCERNING THE CONTENT OF THIS WEBSITE MAY BE DIRECTED TO THE DEPARTMENT OF BUSINESS OVERSIGHT AT www.dbo.ca.gov**
- (4) **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**
- (5) **AFTER YOUR FIRST YEAR AS A FRANCHISEE, YOU MUST PAY US \$5,000 IN LAB PROCESSING CHARGES AND SYSTEM FEES PER CALENDAR QUARTER (OR \$20,000 PER YEAR) IF YOU DO NOT MEET THIS REQUIREMENT, WE WILL NOTIFY YOU OF THE AMOUNT AND PERMIT YOU TO PAY A MINIMUM SYSTEM FEE OF FROM \$0.01 TO \$1,500 EACH CALENDAR QUARTER (OR FROM \$0.04 TO \$6,000 PER YEAR), DEPENDING UPON THE AMOUNT OF YOUR**

QUARTERLY PRODUCTION IF YOU FAIL TO MEET THIS REQUIREMENT, WE
MAY TERMINATE YOUR FRANCHISE AGREEMENT

- (6) IF WE DO NOT PERMIT YOU TO SHOOT AN EVENT OUTSIDE OF YOUR
DESIGNATED TERRITORY OR OPERATE UNDER ANOTHER NAME, YOU WILL
BE ASSESSED A FEE OF \$5,000
- (7) THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE

Effective Date

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