

FRANCHISE DISCLOSURE DOCUMENT

MAID RIGHT FRANCHISING, LLC (A Delaware limited liability company) 2520 Northwinds Parkway, Suite 375 Alpharetta, Georgia 30009 1-866-355-1064 or 1-678-336-1780 <u>www.maidright.com</u> <u>scott.thompson@maidright.com</u>



A regional master franchisee will offer, sell and service unit franchises that will operate residential cleaning service businesses under the name "**Maid Right**".

The total investment necessary to begin operation of a Maid Right regional master franchise is \$218,000 to \$396,000. This includes \$80,000 to \$150,000 that must be paid to the 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.**

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 Brittany McLennan at 2520 Northwinds Parkway, Suite 375, Alpharetta, Georgia 30009, 1-866-355-1064 or 1-678-336-1780, Brittany.Mclennan@premiumfranchisebrands.com.

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 "<u>A Consumer's Guide to Buying a Franchise</u>," 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 <u>www.ftc.gov</u> 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: January 31, 2016, as amended October 3, 2016



STATE COVER PAGE

Your state may have a franchise law that requires us 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 <u>Exhibit A</u> for information about us 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 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 TO RENEW.

Please consider the following RISK FACTORS before you buy this franchise:

- 1. THE FRANCHISE AGREEMENT REQUIRES THAT CERTAIN DISPUTES BE RESOLVED BY ARBITRATION IN THE COUNTY AND STATE OF OUR PRINCIPAL PLACE OF BUSINESS (CURRENTLY, FULTON COUNTY, GEORGIA). OUT-OF-STATE ARBITRATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT ALSO MAY COST MORE TO ARBITRATE IN GEORGIA THAN IN YOUR HOME STATE.
- 2. OUR SEPTEMBER 30, 2015 AUDITED FINANCIAL STATEMENTS SHOW THAT WE HAD A LOSS FROM OPERATIONS OF (\$345,674). THE INDEPENDENT AUDITORS REPORT CONTAINS AN EMPHASIS OF MATTER PARAGRAPH DISCLOSING THAT WE HAVE SIGNIFICANT TRANSACTIONS WITH RELATED PARTIES AND ARE DEPENDENT UPON CERTAIN RELATED PARTIES TO HELP FUND OPERATING EXPENSES.
- 3. WE WERE FORMED IN JANUARY 2013. MAID RIGHT FRANCHISING, LLC IS A START-UP COMPANY THAT HAS ONLY JUST BEGUN TO OFFER FRANCHISES. THEREFORE, THERE IS ONLY A BRIEF OPERATING HISTORY TO ASSIST YOU IN JUDGING WHETHER TO MAKE THIS INVESTMENT. WE HAVE LIMITED FINANCIAL RESOURCES WHICH MIGHT NOT BE ADEQUATE TO FUND OUR PRE-OPENING OBLIGATIONS TO EACH FRANCHISEE AND TO PAY OPERATING EXPENSES. WE HAVE NEVER OPERATED A BUSINESS SIMILAR TO THE FRANCHISE AND HAVE NO EXPERIENCE OPERATING A FRANCHISE SYSTEM.
- 4. IF YOU FAIL TO MEET THE PERFORMANCE STANDARD, WE MAY TERMINATE THE FRANCHISE AGREEMENT OR TERMINATE OR REDUCE YOUR PROTECTED RIGHTS IN THE TERRITORY.
- 5. AS OF SEPTEMBER 30, 2015, 92% OF JAN-PRO FRANCHISING INTERNATIONAL, INC.'S, THE GUARANTOR IN VIRGINIA, TOTAL ASSETS ARE INTANGIBLE. YOU MAY WANT TO CONSIDER THIS WHEN MAKING A DECISION TO PURCHASE THIS FRANCHISE OPPORTUNITY.
- 6. 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 the franchise.

Effective Date: See below for state effective dates.

The following states require that this disclosure document be registered or filed with the state or be exempt from registration:

State	Effective Date
California	February 9, 2016
Connecticut	Perpetual exemption effective April 7, 2014
Florida	March 1, 2015
Hawaii	February 13, 2016
Illinois	April 7, 2016
Indiana	March 12, 2016
Kentucky	Perpetual exemption effective March 15, 2013
Maryland	April 25, 2016
Michigan	March 1, 2016
Minnesota	February 18, 2016
Nebraska	Perpetual exemption effective March 1, 2013
New York	June 30, 2016
North Dakota	March 10, 2016
Rhode Island	February 25, 2016
South Dakota	April 8, 2016
Texas	Perpetual exemption effective March 1, 2013
Utah	March 1, 2016
Virginia	August 20, 2015
Washington	July 29, 2015
Wisconsin	March 8, 2016

This is a document preview downloaded from FranchisePanda.com. The full document is available for free by visiting: https://franchisepanda.com/franchises/maid-right