

## FRANCHISE DISCLOSURE DOCUMENT



MowBot, Inc. A North Carolina Corporation 5850 Fayetteville Road, Suite 202 Durham, North Carolina 27713 Phone: (833) MOWBOT1 (833) 669-2681

Email: franchise@mowbot.com Website: www.mowbot.com

We offer qualified individuals the right to operate a business offering lawn and garden care and maintenance services and other related landscaping services under the "MowBot" mark.

The total investment necessary to begin operation of a MowBot franchised business is \$61,510 to \$129,680. This includes \$44,000 that must be paid to the franchisor or its affiliate. We also offer qualified parties the right to enter into multiple franchise agreements at once and subsequently operate multiple MowBot businesses. The total investment necessary to begin operation of two to three MowBot franchised businesses is \$92,510 to \$191,680. This includes \$75,000 to \$106,000 that must be paid to the franchisor or its 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, us or an affiliate of ours 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 to you. To discuss the availability of disclosures in different formats, contact the MowBot Home Office at 5850 Fayetteville Road, Suite 202, Durham, North Carolina 27713 or call (833) MOWBOT1 or (833) 669-2681.

The terms of your contract will govern your franchise relationship. Don't rely on the disclosure document alone to understand your contract. Read your entire 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: April 28, 2020

© 2020 MowBot, Inc. Franchise Disclosure Document



## **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	
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 franchises. You can find their	
	names and contact information in Item 20 or	
	Exhibit I.	
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	Item 21 or Exhibit E includes financial	
financial ability to provide support to	statements. Review these statements carefully.	
my business?		
Is the franchise system stable,	Item 20 summarizes the recent history of the	
growing, or shrinking?	number of company-owned and franchised	
	outlets.	
Will my business be the only MowBot	Item 12 and the "territory" provisions in the	
business in my area?	franchise agreement describe whether the	
	franchisor and other franchisees can compete with	
	you.	
Does the franchisor have a troubled	Items 3 and 4 tell you whether the franchisor or	
legal history?	its management have been involved in material	
	litigation or bankruptcy proceedings.	
What's it like to be a MowBot	Item 20 or Exhibit I lists current and former	
franchisee?	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.	

© 2020 MowBot, Inc. Franchise Disclosure Document



## What You Need To Know About Franchising Generally

<u>Continuing responsibility to pay fees</u>. You may have to pay royalties and other fees even if you are losing money.

<u>Business model can change</u>. The franchise agreement may allow the franchisor to change its manuals and business model without your consent. These changes may require you to make additional investments in your franchise business or may harm your franchise business.

<u>Supplier restrictions</u>. You may have to buy or lease items from the franchisor or a limited group of suppliers the franchisor designates. These items may be more expensive than similar items you could buy on your own.

<u>Operating restrictions</u>. The franchise agreement may prohibit you from operating a similar business during the term of the franchise. There are usually other restrictions. Some examples may include controlling your location, your access to customers, what you sell, how you market, and your hours of operation.

<u>Competition from franchisor</u>. Even if the franchise agreement grants you a territory, the franchisor may have the right to compete with you in your territory.

**Renewal**. Your franchise agreement may not permit you to renew. Even if it does, you may have to sign a new agreement with different terms and conditions in order to continue to operate your franchise business.

When your franchise ends. The franchise agreement may prohibit you from operating a similar business after your franchise ends even if you still have obligations to your landlord or other creditors.

## **Some States Require Registration**

Your state may have a franchise law, or other law, that requires franchisors to register before offering or selling franchises in the state. Registration does not mean that the state recommends the franchise or has verified the information in this document. To find out if your state has a registration requirement, or to contact your state, use the agency information in Exhibit A.

Your state also may have laws that require special disclosures or amendments be made to your franchise agreement. If so, you should check the State Specific Addenda. See the Table of Contents for the location of the State Specific Addenda.

© 2020 MowBot, Inc. Franchise Disclosure Document

This is a document preview downloaded from FranchisePanda.com. Tree by visiting: https://franchisepanda.com/franchises/mowbot	The full document is available for