

FRANCHISE DISCLOSURE DOCUMENT

PEAKVertical Transportation Group,LLC (A Colorado Limited Liability Company) 8700 Turnpike Drive, Suite 240 Westminster, CO 80031



The PEAK Elevator[™] Franchisee will receive the right to market, advertise, sell, and perform the installation, modernization, service and maintenance of commercial and residential elevators and escalators for customers.

The estimated initial total investment for a PEAK Elevator[™] Franchise ranges from \$118,000 to \$283,000 for a new franchise and \$100,500 to \$274,250 for a conversion franchise. This includes the Initial Franchise Fee of \$35,000 for a new franchise or \$17,500 to \$26,250 for a conversion franchise that must be paid to the franchisor or an affiliate.

This Disclosure Document summarizes certain provisions of your Franchise Agreement and other information in plain English. Read this document and all accompanying agreements carefully. You must receive this Disclosure Document at least fourteen (14) calendar days before you can sign a binding agreement with, or make any payment to, the Franchisor or a Franchisor Affiliate in connection with the proposed Franchise sale. Note, however, that no government agency has verified the information contained in this document.

You may wish to receive your Disclosure Document in another format more convenient for you. To discuss the availability of the Disclosure Document in another format, contact Randy McGinnis, 8700 Turnpike Drive, Suite 240, Westminster, CO 80031, 303-466-6231, option 5, randy.mcginnis@peakelevator.com.

The terms of the Franchise Agreement (your "contract") will govern your Franchise relationship. Do not rely on the Disclosure Document alone to understand your contract. Read your entire contract carefully. Show your contract and this Disclosure Document to a trusted advisor, such as a lawyer or 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 <u>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, 600 Pennsylvania Avenue, NW, Washington DC 20580. You can reach the FT C by phone at 1 -877-FT C-HELP or online at <u>www.ftc.gov</u> for additional information. Your State agency or local library may also offer information on franchising.

There may also be laws on franchising in your state. Ask your state agencies about them.

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STATE COVER PAGE

Your state may have Franchise laws that require 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 FRANCHISOR HAS VERIFIED THE INFORMATION IN THIS DISCLOSURE DOCUMENT.

Call the state Franchise administrator listed in Exhibit F 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 LITIGATION ONLY IN BOULDER, BOULDER COUNTY, COLORADO. OUT OF STATE LITIGATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST YOU MORE TO LITIGATE WITH US IN COLORADO THAN IN YOUR OWN STATE.

2. THE FRANCHISE AGREEMENT STATES THAT COLORADO LAW GOVERNS THE AGREEMENT; COLORADO LAW MAY NOT PROVIDE YOU WITH THE SAME PROTECTIONS AND BENEFITS AS YOUR STATE'S LAW. YOU MAY WANT TO COMPARE COLORADO LAW WITH YOUR STATE'S LAW.

3. YOU DO NOT RECEIVE AN EXCLUSIVE TERRITORY RATHER YOU ARE BEING PROVIDED ACCESS TO A GEOGRAPHIC AREA WITH A MINIMUM NUMBER OF **CONVEYANCE UNITS IN SERVICE.**

4. ALL THE OWNERS OF THE FRANCHISE WILL BE REQUIRED TO EXECUTE PERSONAL GUARANTEES. THIS REQUIREMENT PLACES THE PERSONAL ASSETS OF THE FRANCHISE OWNER(S) AT RISK.

5. THE FRANCHISOR HAS BEEN IN EXISTENCE FOR A SHORT PERIOD OF TIME, SINCE MARCH 14, 2016. THEREFORE, THERE IS ONLY A BRIEF OPERATING HISTORY FOR THE FRANCHISOR TO ASSIST YOU IN JUDGING WHETHER OR NOT TO MAKE THIS INVESTMENT.

6. THER MAY BE OTHER RISKS CONCERNING THIS FRANCHISE.



We may use the services of one or more franchise broker 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.

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