

FRANCHISE DISCLOSURE DOCUMENT



PESTMASTER FRANCHISE NETWORK, INC.

(A California Corporation) 137 East South Street Bishop, California 93514 (800) 525-8866 pfn@pestmaster.com http//:www.pestmaster.com DEPARTMENT OF CORPORATIONS RECEIVED LOS ANGELES OFFICE

MAR 28 2012

PESTMASTER FRANCHISE NETWORK, INC. offers franchises for general pest control and related services.

The total investment necessary to begin operation of a start-up PESTMASTER® franchise will range from \$53,900 to \$85,400. This includes \$35,000 that must be paid to the franchisor or its affiliates. The total investment necessary to begin operation of a PESTMASTER® conversion franchise will range from \$30,400 to \$38,900. This includes \$27,500 that must be paid to the franchisor or its affiliates. The total investment necessary to begin operation of a PESTMASTER® franchise if you are an employee or a qualified service disabled veteran of the U.S. Military is \$36,400 to \$67,900. This includes \$17,500 that must be paid to the franchisor or its affiliates. The total investment necessary to begin a PESTMASTER® franchise if you are an employee or a qualified service disabled veteran of the U.S. Military is \$36,400 to \$67,900. This includes \$17,500 that must be paid to the franchisor or its affiliates. The total investment necessary to begin a PESTMASTER® franchise if you are an Affiliate shareholder, have a pre-existing relationship with our Affiliate or you are a qualified service veteran of the U.S. Military is \$46,400 to \$80,400. This includes \$30,000 that must be paid to the franchisor or its affiliates. This is the total of all initial fees and payments for services or goods received from the franchisor and its affiliates before the business opens.

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 government agency has verified the information contained in the 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 Jeffrey Van Diepen, Pestmaster Franchise Network, Inc., 137 East South Street, Bishop, California 93514; Telephone: 800-525-8866. 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 to an advisor like 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 "<u>A Consumer 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, DC 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 1, 2012.

PESTMASTER FRANCHISE NETWORK, INC. 2012 Franchise Disclosure Document



STATE COVER PAGE

Your state may have a franchise law that requires a franchisor to register or file with a state franchise administrator before offering or selling 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.

Call the state franchise administrator listed in Exhibit E 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 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 ONLY IN CALIFORNIA. OUT-OF-STATE ARBITRATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST MORE TO ARBITRATE WITH US IN CALIFORNIA THAN IN YOUR OWN STATE.
- 2. THE FRANCHISE AGREEMENT PERMITS THE FRANCHISEE TO SUE US ONLY IN CALIFORNIA. OUT OF STATE LITIGATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST YOU MORE TO SUE US.
- 3. THE FRANCHISE AGREEMENT STATES THAT CALIFORNIA LAW GOVERNS THE AGREEMENT, AND THIS LAW MAY NOT PROVIDE THE SAME PROTECTIONS AND BENEFITS AS LOCAL LAW. YOU WANT TO COMPARE THESE LAWS.
- 4. THERE MAY BE OTHER RISKS CONCERING THIS FRANCHISE.

Effective Date: See the next page for state effective dates.

(FOR STATE ADDENDA AND AMENDMENTS, SEE EXHIBIT "H")



STATE EFFECTIVE DATES

The following states require that the Franchise Disclosure Document be registered or filed with the state, or be exempt from registration: California, Hawaii, Illinois, Maryland, Michigan, Minnesota, New York, North Dakota, Rhode Island, South Dakota, Virginia, Washington and Wisconsin.

This Franchise Disclosure Document is registered, on file or exempt from registration in the following states having franchise registration and disclosure laws, with the following effective dates:

<u>State</u>	Effective Date
California	
Illinois	
Maryland	
New York	
Virginia	

In all other states, the effective date of the Franchise Disclosure Document is the issuance date of April 1, 2012

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