FRANCHISE DISCLOSURE DOCUMENT



PET PLANET USA FRANCHISING, INC. an Arizona Corporation 3654 N. Power Road, #119 Mesa, Arizona 85215 (480) 924-2347 llenglish@petplanet.ca www.petplanethealth.com



As a franchisee, you will operate a Pet Planet retail store selling pet supplies, accessories, pet foods, pet treats, pet toys, pet hygiene products, pet vitamins and supplements, reference material, and related items, and may also offer grooming and other pet services.

The total investment necessary to begin operation of a Pet Planet franchised business is from \$275,300 to \$386,000. This includes \$65,000 to \$85,000 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.

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, 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: August 1, 2016



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 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 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 ARIZONA. 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 ARIZONA THAN IN YOUR OWN STATE.
- 2. THE FRANCHISE AGREEMENT STATES THAT ARIZONA LAW GOVERNS THE AGREEMENT, AND THIS LAW MAY NOT PROVIDE THE SAME PROTECTION AND BENEFITS AS LOCAL LAW. YOU MAY WANT TO COMPARE THESE LAWS.
- THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE.

Effective Date: August 1, 2016



TABLE OF CONTENTS

<u>ITEM</u>	<u>PAGE</u>
ITEM 1	THE FRANCHISOR, AND ANY PARENTS, PREDECESSORS, AND AFFILIATES
ITEM 2	BUSINESS EXPERIENCE
ITEM 3	LITIGATION6
ITEM 4	BANKRUPTCY6
ITEM 5	INITIAL FEES6
ITEM 6	OTHER FEES
ITEM 7	ESTIMATED INITIAL INVESTMENT
ITEM 8	RESTRICTIONS ON SOURCES OF PRODUCTS AND SERVICES17
ITEM 9	FRANCHISEE'S OBLIGATIONS
ITEM 10	FINANCING21
ITEM 11	FRANCHISOR'S ASSISTANCE, ADVERTISING, COMPUTER SYSTEMS, AND TRAINING
ITEM 12	TERRITORY
ITEM 13	TRADEMARKS
ITEM 14	PATENTS, COPYRIGHTS, AND PROPRIETARY INFORMATION32
ITEM 15	OBLIGATION TO PARTICIPATE IN THE ACTUAL OPERATION OF THE FRANCHISE BUSINESS
ITEM 16	RESTRICTIONS ON WHAT THE FRANCHISEE MAY SELL
ITEM 17	RENEWAL, TERMINATION, TRANSFER AND DISPUTE RESOLUTIONS
ITEM 18	PUBLIC FIGURES43
ITEM 19	FINANCIAL PERFORMANCE REPRESENTATIONS43
ITEM 20	OUTLETS AND FRANCHISEE INFORMATION
ITEM 21	FINANCIAL STATEMENTS
ITEM 22	CONTRACTS
ITEM 23	RECEIPTS

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