

FRANCHISE DISCLOSURE DOCUMENT

Driver Education Franchising, LLC an Indiana limited liability company d/b/a ROAD STAR DRIVING SCHOOL 13233 Garnet Blvd. Carmel, IN 46033 317-506-2991 www.inallstardrive.com

This franchise is offered for a business teaching driver education and offering services associated with teaching driver education.

The Initial Franchise Fee is \$10,000.00. The estimated required initial investment ranges from \$56,200.00 to \$136,100.00.

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 an 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 this document in another format that is more convenient for you. To discuss the availability of disclosures in different formats, contact Kyle Meek, Chief Executive Officer, Driver Education Franchising, LLC, 13233 Garnet Blvd., Carmel, IN 46033 or 317-506-2991.

The terms of your agreement will govern your relationship with the franchisor. Don't rely on this disclosure document alone to understand your agreement. Read all of your agreement carefully. Show this document and your franchise agreement, and all related agreements, to your professional advisors, including your accountant and attorney.

Purchasing a franchise is a complex investment. The information in this disclosure document may assist you in understanding some of the relevant information. More information on franchising, such as "<u>A Consumer's Guide to Buying a Franchise</u>," is available from the Federal Trade Commission at 1-877-FTC-HELP or at 600 Pennsylvania Avenue, NW, Washington, D.C. 20580. You can also visit the FTC's website at <u>http://www.ftc.gov/</u> for additional information or contact your state agency for other sources of information on franchising. There may be laws regarding franchising in your state. Contact your state government for additional information.

ISSUANCE DATE: November 1, 2020



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 FRANCHISE OR HAS VERIFIED THE INFORMATION IN THIS DISCLOSURE DOCUMENT.

Call the state franchise administrator listed in Attachment 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 OUR 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 CONDUCTED ONLY IN INDIANA. OUT-OF-STATE ARBITRATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST YOU MORE TO ARBITRATE WITH US IN INDIANA THAN IN YOUR OWN STATE.
- 2. THE FRANCHISE AGREEMENT STATES THAT INDIANA LAW GOVERNS THE AGREEMENT; AND THIS LAW MAY NOT PROVIDE THE SAME PROTECTIONS AND BENEFITS AS LOCAL LAW. YOU MAY WANT TO COMPARE THESE LAWS.
- 3. AT OUR SOLE DISCRETION, YOUR SPOUSE (IF ANY) AND/OR YOUR PARTNERS (IF ANY) MUST SIGN THE FRANCHISE AGREEMENT AND PERSONALLY GUARANTEE ALL OBLIGATIONS OF THE FRANCHISED BUSINESS WHETHER OR NOT YOUR SPOUSE AND/OR PARTNERS ARE INVOLVED IN THE OPERATION OF THE FRANCHISED BUSINESS. IF WE DO NOT REQUIRE YOUR SPOUSE TO SIGN THE FRANCHISE AGREEMENT, THEN YOUR SPOUSE MUST SIGN A SPOUSAL CONSENT ALLOWING YOU TO USE YOUR COMMUNITY OR MARITAL PROPERTY ESTATE AND RIGHTS AS COLLATERAL FOR THE OBLIGATIONS OF THE BUSINESS. THESE REQUIREMENTS PLACE THE PERSONAL ASSETS OF THE FRANCHISEE, ITS PARTNERS AND SPOUSES AT RISK.
- 4. THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE.

NOTE: THE AGREEMENT PROVISIONS REFERRED TO IN THE RISK FACTORS MAY BE VOID UNDER SOME STATE FRANCHISE LAWS AND SOME STATE FRANCHISE LAWS MAY REQUIRE DISCLOSURE OF ADDITIONAL RISK FACTORS. SEE ATTACHMENT G.

We use the services of one (1) 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: November 1, 2020



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, Indiana, 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:

INDIANA

November 8, 2018 (Renewed – November 24, 2020)

This is a document preview downloaded from FranchisePanda.com. The full document is available for free by visiting: https://franchisepanda.com/franchises/road-star-driving-school