

FRANCHISE DISCLOSURE DOCUMENT

SEVA BEAUTY, LLC

An Illinois Limited Liability Company
295 Palmas Inn Way
Suite #104, PMB#220
Humacao, Puerto Rico 00791
877-SEVA-BEAUTY
www.SevaBeauty.com
franchising@sevabeauty.com

s e v a

We grant qualified franchisees the right to own and operate our fast-casual spa business that provides various esthetic services and retail products, using the trade name SEVA Beauty as well as our business model and systems. The total estimated investment to begin operation of a SEVA Studio is \$82,550 to \$255,200. This includes \$27,000 to \$47,200 that must be paid to us or our affiliates.

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 or grant. **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 for you. To discuss the availability of disclosures in different formats, contact SEVA Beauty LLC, Director of Franchise Development, 295 Palmas Inn Way, Suite #104, PMB#220 Humacao, Puerto Rico 00791, telephone 877-SEVA-BEAUTY.

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, Washington, D.C. 20580. You can also visit the FTC's home page at <http://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: March 26, 2018, as amended November 13, 2018

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 Exhibit A 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 ARBITRATION ONLY IN HUMACAO, PUERTO RICO. 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 PUERTO RICO THAN IN YOUR OWN STATE.

2. THE FRANCHISE AGREEMENT REQUIRES YOU TO RESOLVE DISPUTES WITH US BY LITIGATION ONLY IN CHICAGO, ILLINOIS. 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 CHICAGO, ILLINOIS THAN IN YOUR OWN STATE.

3. YOUR SPOUSE MUST SIGN A DOCUMENT THAT MAKES YOUR SPOUSE LIABLE FOR ALL FINANCIAL OBLIGATIONS UNDER THE FRANCHISE AGREEMENT EVEN THOUGH YOUR SPOUSE HAS NO OWNERSHIP INTEREST IN THE FRANCHISE. THIS GUARANTEE WILL PLACE BOTH YOUR AND YOUR SPOUSE'S MARITAL AND PERSONAL ASSETS, PERHAPS INCLUDING YOUR HOME, AT RISK IF YOUR FRANCHISE FAILS.

4. IF YOU BUY THIS FRANCHISE, EACH YEAR YOU MUST ACHIEVE A MINIMUM GROSS SALES AMOUNT SET BY US. IF YOU FAIL TO ACHIEVE THE MINIMUM GROSS SALES AMOUNT, YOU WILL PAY THE SAME ROYALTY AS THOSE WHO MET THE MINIMUM, AND WE MAY TERMINATE YOUR FRANCHISE AGREEMENT.

5. THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE.

Effective Dates. See next page for state effective dates.

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:

California	April 23, 2018, as amended _____, 2018
Illinois	March 29, 2018, as amended November 14, 2018
Indiana	March 26, 2018, as amended November 13, 2018
Maryland	June 5, 2018, as amended _____, 2018
Michigan	March 26, 2018, as amended November 13, 2018
Minnesota	April 5, 2018, as amended _____, 2018
New York	April 10, 2018, as amended _____, 2018
North Dakota	April 5, 2018, as amended _____, 2018
Rhode Island	April 14, 2018, as amended _____, 2018
South Dakota	March 29, 2018, as amended November 13, 2018
Virginia	April 6, 2018, as amended _____, 2018
Washington	April 14, 2018, as amended _____, 2018
Wisconsin	March 27, 2018, as amended November 13, 2018

In all other states that do not require registration, the effective date of this Disclosure Document is the issuance date of March 26, 2018, as amended November 13, 2018.

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