



FRANCHISE DISCLOSURE DOCUMENT

SLATER'S 50/50 FRANCHISE, LLC dba Slater's 50/50 Burgers by Design®

A Delaware Limited Liability Company 466 Foothill Boulevard #356 La Cañada Flintridge, California 91011 (310) 278-5050

E-mail: michael@slaters5050.com URL: www.slaters5050.com

Slater's 50/50 Franchise, LLC, a Delaware limited liability company, offers franchises for fast casual restaurants ("Slater's 50/50 Restaurants") that offer a menu of freshly prepared proprietary hamburgers and sandwiches (including a 50/50 Burger®, Burger Patty, 50/50 Patty, Turkey Patty, Carne Asada Spice Patty and Fire Blend Patty), shared plates, chicken wings, salads, side dishes, milkshakes, alcoholic and non-alcoholic and other beverages, proprietary sauces (including Bacon Ketchup, Vampire Dip®, Pumpkin Sauce and Chili Starter), and desserts. We offer the rights for 3 different franchises in this Disclosure Document:

<u>Single Restaurant Program</u>. Under the Single Restaurant Program, you will sign a Franchise Agreement to operate one Slater's 50/50 Restaurant. The total investment necessary to begin operation of one Slater's 50/50 Restaurant ranges from approximately \$685,000 to \$2,067,000. This includes \$40,000 that must be paid to us or our affiliate.

<u>Area Development Program</u>. Under the Area Development Program, we will assign you a defined area within which you must develop and operate 2 or more Slater's 50/50 Restaurants. The total investment necessary to begin operations of the first Slater's 50/50 Restaurant under an Area Development Agreement ranges from approximately \$710,000 to \$2,097,000. This includes \$80,000 that must be paid to us or our affiliate.

Affiliate-Owned Restaurant Purchase Program. Under the Affiliate-Owned Restaurant Purchase Program, you will purchase an existing and operating affiliate-owned Slater's 50/50 Restaurant from our affiliate. The total investment necessary to acquire and begin operations of an operating Slater's 50/50 Restaurant ranges from approximately \$1,045,000 to \$2,620,000. This includes approximately \$840,000 to \$2,040,000 that must be paid to us or our affiliate.

This Disclosure Document summarizes certain provisions of your Franchise Agreement and other information in plain English. Read the 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 payments 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 your Disclosure Document in another format that is more convenient for you. To discuss the availability of disclosures in different formats, contact Michael Nakhleh, Slater's 50/50 Franchise, LLC, 466 Foothill Boulevard #356, La Cañada Flintridge, California 91011; Telephone: (310) 278-5050; Email: Michael@slaters5050.com.

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 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.

THE ISSUANCE DATE OF THIS DISCLOSURE DOCUMENT IS _____



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 THIS FRANCHISE WITH A STATE DOES NOT MEAN THAT THE STATE RECOMMENDS IT OR HAS VERIFIED THE INFORMATION IN THIS DISCLOSURE DOCUMENT.

Call the state franchise administrator listed on Exhibit K 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 THIS FRANCHISE, 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:

- THE FRANCHISE AGREEMENT, AREA DEVELOPMENT AGREEMENT AND ASSET PURCHASE AGREEMENT REQUIRE YOU TO RESOLVE DISPUTES WITH US BY MEDIATION AND LITIGATION ONLY IN LOS ANGELES COUNTY, CALIFORNIA. OUT OF STATE MEDIATION AND LITIGATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST YOU MORE TO PARTICIPATE IN MEDIATION AND LITIGATION WITH US IN CALIFORNIA THAN IN YOUR HOME STATE.
- 2. THE FRANCHISE AGREEMENT, AREA DEVELOPMENT AGREEMENT AND ASSET PURCHASE AGREEMENT STATE THAT CALIFORNIA LAW GOVERNS THE AGREEMENTS, AND THIS LAW MAY NOT PROVIDE THE SAME PROTECTIONS AND BENEFITS AS LOCAL LAW. YOU MAY WANT TO COMPARE THESE LAWS.
- YOUR SPOUSE MUST ALSO SIGN A PERSONAL GUARANTEE MAKING YOUR SPOUSE 3. INDIVIDUALLY LIABLE FOR YOUR FINANCIAL OBLIGATIONS UNDER THE FRANCHISE AGREEMENT. AREA DEVELOPMENT AGREEMENT AND ASSET PURCHASE AGREEMENT. THE GUARANTEE WILL PLACE YOUR SPOUSE'S MARITAL AND PERSONAL ASSETS AT RISK IF YOUR FRANCHISE FAILS.
- WE WERE FORMED ON SEPTEMBER 14, 2016, AND HAVE A LIMITED OPERATING HISTORY. YOU MAY WANT TO CONSIDER THIS WHEN MAKING A DECISION TO PURCHASE THIS FRANCHISE OPPORTUNITY.
- THE FRANCHISOR CAN CANCEL THE FRANCHISE AGREEMENT IF FRANCHISEE FAILS TO LOCATE AN ACCEPTABLE SITE WITHIN 120 DAYS AFTER SIGNING THE AGREEMENT.
- 6. THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE.

We use the services of one 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.

See the Next Page for State Effective Dates

This is a document preview of free by visiting: https://franch	downloaded from Fran isepanda.com/franchi	chisePanda.com. Th ses/slaters-50-50-bu	ne full document is Irgers-by-design	available foi