



RECEIVED

2016 MAY 16 PM 3 50

BUSINESS OVERSICHT

## FRANCHISE DISCLOSURE DOCUMENT

Teaspoon Franchising, Inc a California corporation 2624 Barrington Ct. Hayward CA 94545 (415) 728-2168

http://www.teaspoonfun.com

The franchisee will operate a Teaspoon cafe business. See Item 1 of this Offering Circular for further details. As of the date of this Offering Circular, the total investment necessary to begin operation of a Teaspoon franchise is \$180,000 to \$269,000. This includes the \$20,000 franchise fee that must be paid to the franchisor. Items 5 through 7 of this Offering Circular should be consulted for further detail.

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 calendardays 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.

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 Amy Lai at 2624 Barrington Ct, Hayward CA 94545 and (415) 728-2168, or teaspoonamy@gmail.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 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, D.C. 20580. You can also visit the FTC's home page at <a href="https://www.ftc.gov">www.ftc.gov</a> for additional information. Call your state agency or visit your public library for other sources of information on franchising.

•		Ü		
There may also be Issuance date	laws on franchising in your state	Ask your stat	te agencies abou	it them
Teaspoon	Franchise Disclosure Do	ocument	Page	1



## 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 OR HAS VERIFIED THE INFORMATION IN THIS DISCLOSURE DOCUMENT

Call the state franchise administrator listed in Exhibit D 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

- 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 YOU MORE TO ARBITRATE WITH US IN CALIFORNIA THAN IN YOUR OWN STATE
- THE FRANCHISE AGREEMENT REQUIRES THAT CALIFORNIA 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 THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE

	5047	
Issuance date		



## **Table of Contents**

ltem		Page
1	The Franchisor and any Parents Predecessors and Affiliates	5
2	Business Experience	6
3	Litigation	7
4	Bankruptcy	7
5	Initial Fees	7
6	Other Fees	7
7	Estimated Initial Investment	9
8	Restrictions on Sources of Products and Services	12
9	Franchisee's Obligations	13
10	Financing	14
11	Franchisor's Assistance, Advertising, Computer Systems and Training	14
12	Territory	22
13	Trademarks	23
14	Patents, Copyrights and Proprietary Information	24
15	Obligation to Participate in the Actual Operation of the Franchise Business	25
16	Restrictions on What the Franchisee May Sell	25
17	Renewal, Termination, Transfer and Dispute Resolution	25
18	Public Figures	28
19	Financial Performance Representations	28
20	Outlets and Franchisee Information	28
21	Financial Statements	31
22	Contract	32
Геаsр	oon Franchise Disclosure Document	Page

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