



## FRANCHISE DISCLOSURE DOCUMENT

Your CBD Stores Franchising, LLC a Florida limited liability company 411 19<sup>th</sup> Street South St. Petersburg, FL 33712 Telephone: (727) 235.0720 www.cbdrx4u.com

As a Your CBD Stores Franchising, LLC franchisee you will operate a retail CBD store under the trademark YOUR CBD STORE<sup>™</sup> featuring herbal and nutritional supplements containing lawful CBD "cannabidiol" from industrial hemp to the public.

The total investment necessary to begin operation of a YOUR CBD STORE<sup>TM</sup> is \$61,000 to \$76,650. This includes \$25,000 to \$30,000 that must be paid to the franchisor or its affiliate. You must sign a franchise agreement and you must pay an initial franchise fee equal to \$5,000 for each store that you agree to develop. Included in the amount that must be paid to the franchisor or its affiliate is a minimum opening inventory cost of \$20,000. If you remain a franchisee and are in compliance with the franchise agreement after one year of operations, you will receive a credit of \$5,000 toward the purchase of products from franchisor or its affiliate.

Franchisor also offers a Multi-Unit Development Agreement, in which you may purchase the right to develop multiple Stores in a specified area. Multi-Unit Development Fees will equal the number of stores multiplied by the standard Franchise Fee for each store; any Multi-Unit Development Fees will be credited to each Franchise Fee as each Franchise Agreement is signed.

The total investment necessary to begin operation of a conversion YOUR CBD STORE<sup>TM</sup> is \$5,000 to \$25,500. This includes \$0.00 that must be paid to the franchisor or its affiliate. If this is a Conversion Franchise, there will be no fee for entering into a franchise agreement relating to the Conversion of an existing business. Any additional (non-conversion) purchase will be subject to our standard initial franchise fee of \$5,000 per store.

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.** 

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 Phillip A. Bryan at 411 19<sup>th</sup> Street South, St. Petersburg, FL 33712, phone (727) 235-0720.

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

2020 FDD and FA v.2  $\,$ 



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 date of issuance of this Franchise Disclosure Document is: February 14, 2020.



## How to Use This Franchise Disclosure Document

Here are some questions you may be asking about buying a franchise and tips on how to find more information:

QUESTION	WHERE TO FIND INFORMATION
How much can I earn?	Item 19 may give you information about outlet sales, costs, profits or losses. You should also try to obtain this information from others, like current and former franchisees. You can find their names and contact information in Item 20 or Exhibit F.
How much will I need to invest?	Items 5 and 6 list fees you will be paying to the franchisor or at the franchisor's direction. Item 7 lists the initial investment to open. Item 8 describes the suppliers you must use.
Does the franchisor have the financial ability to provide support to my business?	Item 21 or Exhibit H includes financial statements. Review these statements carefully.
Is the franchise system stable, growing, or shrinking?	Item 20 summarizes the recent history of the number of company-owned and franchised outlets.
Will my business be the only Your CBD Store business in my area?	Item 12 and the "territory" provisions in the franchise agreement describe whether the franchisor and other franchisees can compete with you.
Does the franchisor have a troubled legal history?	Items 3 and 4 tell you whether the franchisor or its management have been involved in material litigation or bankruptcy proceedings.
What's it like to be a Your CBD Store franchisee?	Item 20 or Exhibit F lists current and former franchisees. You can contact them to ask about their experiences.
What else should I know?	These questions are only a few things you should look for. Review all 23 Items and all Exhibits in this disclosure document to better understand this franchise opportunity. See the table of contents.

2020 FDD and FA v.1

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