

FRANCHISE DISCLOSURE DOCUMENT



Amada Franchise, Inc.
a Delaware corporation
180 Avenida La Pata, Suite 200
San Clemente, CA 92673
(888) 99-AMADA or (949) 284-8036
steve.kwon@amadafranchise.com
www.AmadaSeniorCare.com/franchise

As a franchisee you will operate a business under the Amada Senior Care name and system for the provision of non-medical homemaker and homecare services for the elderly and others needing assistance in daily living, as well as placement services for seniors, administration and coordination of care under long-term insurance claims and, subject to certain qualifications, skilled nursing and staffing services.

The total investment necessary to begin operation of an Amada Senior Care franchise is \$121,577 to \$438,440 or, if you are a licensed nurse and you choose to offer to clients skilled care services, \$140,877 to \$473,340. This includes between \$58,035 and \$58,785 that must be paid to the franchisor or affiliate.

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 disclosure document.**

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, N.W., Washington, D.C. 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.

Issuance Date: April 20, 2026

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 Exhibits H and J.
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 D 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 Amada Senior Care 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 an Amada Senior Care franchisee?	Item 20 or Exhibit F and Exhibit H list 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.

What You Need To Know About Franchising *Generally*

Continuing responsibility to pay fees. You may have to pay royalties and other fees even if you are losing money.

Business model can change. The franchise agreement may allow the franchisor to change its manuals and business model without your consent. These changes may require you to make additional investments in your franchise business or may harm your franchise business.

Supplier restrictions. You may have to buy or lease items from the franchisor or a limited group of suppliers the franchisor designates. These items may be more expensive than similar items you could buy on your own.

Operating restrictions. The franchise agreement may prohibit you from operating a similar business during the term of the franchise. There are usually other restrictions. Some examples may include controlling your location, your access to customers, what you sell, how you market, and your hours of operation.

Competition from franchisor. Even if the franchise agreement grants you a territory, the franchisor may have the right to compete with you in your territory.

Renewal. Your franchise agreement may not permit you to renew. Even if it does, you may have to sign a new agreement with different terms and conditions in order to continue to operate your franchise business.

When your franchise ends. The franchise agreement may prohibit you from operating a similar business after your franchise ends even if you still have obligations to your landlord or other creditors.

Some States Require Registration

Your state may have a franchise law, or other law, that requires franchisors to register before offering or selling franchises in the state. Registration does not mean that the state recommends the franchise or has verified the information in this document. To find out if your state has a registration requirement, or to contact your state, use the agency information in Exhibit I.

Your state also may have laws that require special disclosures or amendments be made to your franchise agreement. If so, you should check the State Specific Addenda. See the Table of Contents for the location of the State Specific Addenda.

Special Risks to Consider About *This* Franchise

Certain states require that the following risk(s) be highlighted:

1. **Out-of-State Dispute Resolution.** The franchise agreement requires you to resolve disputes with the franchisor by mediation and/or arbitration only in California. Out-of-state mediation or arbitration may force you to accept a less favorable settlement for disputes. It may also cost more to mediate, arbitrate or litigate with the franchisor in California than in your own state.
2. **Sales Performance Required.** You must maintain minimum sales performance levels. Your inability to maintain these levels may result in loss of any territorial rights you are granted, termination of your franchise, and loss of your investment.
3. **Spousal Liability.** Your spouse may be required to 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 house, at risk if your franchise fails.
4. **Mandatory Minimum Payments.** You must make minimum royalty or advertising fund payments, regardless of your sales levels. Your inability to make the payments may result in termination of your franchise and loss of your investment.
5. **Supplier Control.** You must purchase all or nearly all of the inventory or supplies that are necessary to operate your business from the franchisor, its affiliates, or suppliers that the franchisor designates, at prices the franchisor or they set. These prices may be higher than prices you could obtain elsewhere for the same or similar goods. This may reduce the anticipated profit of your franchise business.

Certain states may require other risks to be highlighted. Check the "State Specific Addenda" (if any) to see whether your state requires other risks to be highlighted.

ADDENDUM TO AMADA SENIOR CARE
FRANCHISE DISCLOSURE DOCUMENT
FOR THE STATE OF MICHIGAN

THE STATE OF MICHIGAN PROHIBITS CERTAIN UNFAIR PROVISIONS THAT ARE SOMETIMES IN FRANCHISE DOCUMENTS. IF ANY OF THE FOLLOWING PROVISIONS ARE IN THESE FRANCHISE DOCUMENTS, THE PROVISIONS ARE VOID AND CANNOT BE ENFORCED AGAINST YOU.

Each of the following provisions is void and unenforceable if contained in any documents relating to a franchise:

- (a) A prohibition on your right to join an association of franchisees.
- (b) A requirement that you assent to a release, assignment, novation, waiver, or estoppel which deprives you of rights and protections provided in this act. This shall not preclude you, after entering into a Franchise Agreement, from settling any and all claims.
- (c) A provision that permits us to terminate a franchise prior to the expiration of its term except for good cause. Good cause shall include your failure to comply with any lawful provision of the Franchise Agreement and to cure such failure after being given written notice thereof and a reasonable opportunity, which in no event need be more than 30 days, to cure such failure.
- (d) A provision that permits us to refuse to renew your franchise without fairly compensating you by repurchase or other means for the fair market value at the time of expiration of your inventory, supplies, equipment, fixtures, and furnishings. Personalized materials which have no value to us and inventory, supplies, equipment, fixtures, and furnishings not reasonably required in the conduct of the franchise business are not subject to compensation. This subsection applied only if: (i) the term of the franchise is less than 5 years and (ii) you are prohibited by the franchise or other agreement from continuing to conduct substantially the same business under another trademark, service mark, trade name, logotype, advertising, or other commercial symbol in the same area subsequent to the expiration of the franchise or you do not receive at least 6 months' advance notice of our intent not to renew the franchise.
- (e) A provision that permits us to refuse to renew a franchise on terms generally available to other franchisees of the same class or type under similar circumstances. This Section does not require a renewal provision.
- (f) A provision requiring that arbitration or litigation be conducted outside this state. This shall not preclude you from entering into an agreement, at the time of arbitration, to conduct arbitration at a location outside this state.
- (g) A provision which permits us to refuse to permit a transfer of ownership of a franchise, except for good cause. This subdivision does not prevent us from exercising a right of first refusal to purchase the franchise. Good cause shall include, but is not limited to:
 - (i) The failure of the proposed transferee to meet our then current reasonable qualifications or standards.
 - (ii) The fact that the proposed transferee is a competitor of us or our subfranchisor.

(iii) The unwillingness of the proposed transferee to agree in writing to comply with all lawful obligations.

(iv) Your or proposed transferee's failure to pay any sums owing to us or to cure any default in the Franchise Agreement existing at the time of the proposed transfer.

(h) A provision that requires you to resell to us items that are not uniquely identified with us. This subdivision does not prohibit a provision that grants to us a right of first refusal to purchase the assets of a franchise on the same terms and conditions as a bona fide third party willing and able to purchase those assets, nor does this subdivision prohibit a provision that grants us the right to acquire the assets of a franchise for the market or appraised value of such assets if you have breached the lawful provisions of the Franchise Agreement and have failed to cure the breach in the manner provided in subdivision (c).

(i) A provision which permits us to directly or indirectly convey, assign, or otherwise transfer our obligations to fulfill contractual obligations to you unless provision has been made for providing the required contractual services.

THE FACT THAT THERE IS A NOTICE OF THIS OFFERING ON FILE WITH THE ATTORNEY GENERAL DOES NOT CONSTITUTE APPROVAL, RECOMMENDATION, OR ENDORSEMENT BY THE ATTORNEY GENERAL.

Any questions regarding this Notice shall be directed to the Department of Attorney General, Consumer Protection Division, P.O. Box 30213, Lansing, Michigan 48909 and (517) 335-7567.

Despite subparagraph (f) above, we intend to enforce fully the provisions of the arbitration section contained in our Franchise Agreement. We believe that subparagraph (f) is unconstitutional and cannot preclude us from enforcing our arbitration section. You acknowledge that we will seek to enforce that section as written, and you will agree in the Franchise Agreement to abide by its terms.

TABLE OF CONTENTS

<u>ITEM</u>	<u>PAGE</u>
ITEM 1 THE FRANCHISOR AND ANY PARENTS, PREDECESSORS AND AFFILIATES	1
ITEM 2 BUSINESS EXPERIENCE	8
ITEM 3 LITIGATION	10
ITEM 4 BANKRUPTCY	14
ITEM 5 INITIAL FEES	14
ITEM 6 OTHER FEES	15
ITEM 7 ESTIMATED INITIAL INVESTMENT	22
ITEM 8 RESTRICTIONS ON SOURCES OF PRODUCTS AND SERVICES	27
ITEM 9 FRANCHISEE’S OBLIGATIONS	30
ITEM 10 FINANCING	31
ITEM 11 FRANCHISOR’S ASSISTANCE, ADVERTISING, COMPUTER SYSTEMS, AND TRAINING	32
ITEM 12 TERRITORY	45
ITEM 13 TRADEMARKS	51
ITEM 14 PATENTS, COPYRIGHTS AND PROPRIETARY INFORMATION	53
ITEM 15 OBLIGATION TO PARTICIPATE IN THE ACTUAL OPERATION OF THE FRANCHISE BUSINESS	55
ITEM 16 RESTRICTIONS ON WHAT THE FRANCHISEE MAY SELL	57
ITEM 17 RENEWAL, TERMINATION, TRANSFER AND DISPUTE RESOLUTION THE FRANCHISE RELATIONSHIP	57
ITEM 18 PUBLIC FIGURES	63
ITEM 19 FINANCIAL PERFORMANCE REPRESENTATIONS	63
ITEM 20 OUTLETS AND FRANCHISEE INFORMATION	68
ITEM 21 FINANCIAL STATEMENTS	76
ITEM 22 CONTRACTS	76
ITEM 23 RECEIPTS	76

EXHIBITS

- A. Franchise Agreement
- B. State Addenda
- C. Statement of Franchisee
- D. Financial Statements
- E. Operations Manual Table of Contents
- F. Current Franchisees
- G. Company-Owned Outlets
- H. Franchisees Who Left the System During Past Fiscal Year or Who Have Not Communicated Within 10 Weeks of Issuance Date
- I. State Franchise Administrators and Agents for Service of Process
- J. Contracts for use with the Amada Senior Care Franchise
 - J-1. Form of General Release
 - J-2 Confidentiality, Non-Disclosure and Non-Competition Agreement
 - J-3 Collateral Assignment of Lease
 - J-4 Skilled Care Addendum
 - J-5 Business Associate Agreement
 - J-6 Requested Assignment
 - J-7 Authorization to Initiate Debit Entries
 - J-8 Consent to Transfer
 - J-9 E-2 Addendum to Franchise Agreement
 - J-10 Addendum to Successor Franchise Agreement
 - J-11 Transfer Addendum
- K. State Effective Dates
- L. Receipt

ITEM 1

THE FRANCHISOR AND ANY PARENTS, PREDECESSORS AND AFFILIATES

To simplify the language in this disclosure document, “we,” “us” and “our” refers to Amada Franchise, Inc., the franchisor. “You” means the person or entity that buys the franchise. If the franchisee is a corporation, partnership, or other entity, “you” also may mean its owners.

The Franchisor, its Affiliates, Parents and Predecessors

We were originally formed as a Wyoming corporation on January 27, 2012, and were converted to a Delaware corporation on April 27, 2022. Our principal place of business is 180 Avenida La Pata, Suite 200, San Clemente, CA 92673. We do business under the name “Amada Senior Care” in addition to our corporate name. We have offered franchises in this line of business since March 2012. We do not own or operate businesses of the type being offered. However, our subsidiary Amada OC, Inc. currently operates five Amada Senior Care businesses in Orange County, CA, our subsidiary ASC Idaho, LLC currently operates one Amada Senior Care business in Boise, ID and our affiliate ASC Iowa, LLC currently operates one Amada Senior Care business in Des Moines, IA. We do not engage in any other business activities and have not offered franchises in any other line of business.

Our agents for service of process are listed in **Exhibit I**. We do not have a parent or predecessor company. We have 4 affiliates that are required to be disclosed in this Item.

Our affiliate Nurseloop, LLC (“**Nurseloop**”) has a principal business address at 411 East Bonneville Ave., Suite 440, Las Vegas, NV 89101. Nurseloop is the owner of proprietary software, RelyFy, which some of our franchisees may use in connection with their Amada Senior Care Business. Nurseloop has never conducted a business of the type that you will operate and has never offered franchises in any line of business.

Our affiliate My Senior Care Finder, LLC (“**MSCF**”) has a principal business address at 4730 S. Fort Apache Road, Suite 300, Las Vegas, NV 89147. MSCF is the owner of proprietary software, Placed, which all of our franchisees must use in connection with their Amada Senior Care Business. MSCF has never conducted a business of the type that you will operate and has never offered franchises in any line of business.

Our affiliate Senior Care Ventures, LP (“**Senior Care Ventures**”), has a principal business address at 411 East Bonneville Ave., Suite 400, Las Vegas, NV 89101. Senior Care Ventures is the parent company of MSCF and Nurseloop. Senior Care Ventures has never conducted a business of the type that you will operate and has never offered franchises in any line of business.

Our affiliate, SCV GP, Inc. (“**SCV**”), has a principal business address at 411 East Bonneville Ave., Suite 400, Las Vegas, NV 89101. SCV is the general partner of Senior Care Ventures. SCV has never conducted a business of the type that you will operate and has never offered franchises in any line of business.

Description of the Franchise

It is not necessary that you have experience in the health care industry prior to purchasing an Amada Senior Care franchise. If you are approved to purchase a franchise, we will grant you the right to operate one Amada Senior Care business (the “**Amada Senior Care Business**”) according to formats, systems, standards and procedures we develop for use in connection with the Marks (the “**System**”). At a minimum, Amada Senior Care Businesses currently offer non-medical homemaker, companionship,

personal care services, personal technology services, and equipment to the elderly and others who need assistance in daily living (“**Senior Care**”), placement services for seniors (“**Senior Placement Services**”), staffing personnel services (“**Staffing Services**”) and services administering and/or coordinating care for long-term insurance claims (“**Administration Services**”).

Senior Care typically is provided to clients within their home and includes companionship, meal preparation, light housekeeping, grocery and clothing shopping, grooming and dressing guidance, and assistance with recreational activities. You will design a customized Senior Care plan for each of your clients, whose care needs may range from periodic care to 24-hour/7 days a week live-in care. Senior Placement Services include placing clients into assisted living facilities and communities, residential care homes, adult family homes and memory care facilities. Administration Services include reviewing long term care insurance policies for individuals, administering and/or coordinating care for long-term insurance claims and acting as a liaison between individuals and their insurers.

We may also approve of you offering additional services as part of the Amada Senior Care Business, depending upon your qualifications, skills and performance. These additional services currently include Skilled Care and Staffing Services.

Staffing Services. Staffing Services involves contracting caregivers, registered nurses, licensed practical nurses, nurse practitioners, home health aides, medical assistants, medical secretary/receptionists, occupational health nurses, phlebotomists, physician assistants, certified nurse assistants, physical therapists, occupational therapists, speech therapists, case managers and other approved healthcare to hospitals, personnel with skilled nursing facilities, doctor’s offices, assisted living communities, home health and hospice agencies, and other approved healthcare related entities on a temporary, temporary-to-hire, and direct hire basis.

To offer Staffing Services as part of the Amada Senior Care Business you must (a) be in compliance with the Franchise Agreement; (b) obtain required insurance policies; (c) obtain all applicable licenses and permits and be in full compliance with all federal, state and local laws and regulations; (d) sign the Staffing Services Addendum, attached to the Franchise Agreement at **Attachment E**; and, if necessary, (e) sign the Business Associate Agreement, the current form of which is attached to the Franchise Disclosure Document at **Exhibit J-5**. Some state laws may require you to offer Staffing Services through an entity other than the entity you establish to operate the Amada Senior Care Business. If you establish a separate entity for this purpose, it must have the same ownership as the entity that operates the Amada Senior Care Business and it must sign a joinder to the Franchise Agreement, agreeing to be bound by its terms and conditions.

Skilled Care. Skilled Care is a comprehensive clinical-based model of care for clients, specifically in the form of home and community-based services, ordered by a physician and provided by licensed professional care staff. Skilled Care includes medication setups, vital signs monitoring, wound care, rehabilitation, assistance with administering medications, ambulation and exercise based on an established care plan, reporting of conditions and changes to supervising registered nurse and/or doctor, taking and recording vital signs as instructed, in-home injections and infusions with doctor’s order (provided you and/or your employees are licensed under applicable law to do so), bath visits, physical and occupational therapy, transportation to and from doctor’s appointments, and travel companionship services as permitted under applicable federal, state, and local laws and regulations.

To be eligible to be authorized to offer and provide Skilled Care as part of the Amada Senior Care Business you must meet certain conditions, which currently include that you: (a) be open and operating for a minimum of 2 years (but if you are a licensed nurse in good standing under applicable laws we will waive this requirement); (b) have \$1,000,000 in annual Gross Billings or an average of \$83,000 of Gross Billings for the most recent 6-month period (but if you are a licensed nurse in good standing under applicable laws

we will waive this requirement); (c) be in compliance with the Franchise Agreement; (d) contract with an approved third-party consulting firm to obtain comprehensive training and support related to Skilled Care; (e) obtain applicable insurance policies; (f) obtain all applicable licenses and permits and be in full compliance with all federal, state and local laws and regulations; (g) sign our Skilled Care Services Addendum and Business Associate Agreement, the current versions of which are attached to the Franchise Disclosure Document in Exhibit J. Some state laws may require you to offer Skilled Care through an entity other than the entity you establish to operate the Amada Senior Care Business. If you establish a separate entity for this purpose, the entity must have the same ownership as the entity that operates the Amada Senior Care Business and it must sign a joinder to the Franchise Agreement, agreeing to be bound by its terms and conditions. We do not currently provide operational or marketing support for Skilled Care services. You must get our written approval for the use of any third party operational or marketing support services.

We identify the System by means of certain trade names, service marks, trademarks, logos, emblems, and indicia of origin, including, but not limited to, the mark “Amada”, distinctive trade dress, and such other trade names, trademarks, and service marks as we now designate or may in the future designate in writing for use in connection with the System (“**Marks**”). We and our affiliates continue to develop, use, and control the use of the Marks in order to identify for the public the source of services and products marketed under the System, and to represent the System’s high standards of quality, appearance and service.

You must operate your business in accordance with the System including our methods, standards, protocols and specifications which we prescribe in our confidential operating manual and various other confidential manuals and materials prepared for use by franchisees (collectively, “**Operations Manual**”). The Operations Manual covers aspects of Amada Senior Care Business operations including client service standards, conditions of participation, licensure requirements, and staffing and scheduling standards. We reserve the right to modify the Operations Manual from time to time.

Clients of Amada Senior Care Businesses may be private pay or, if you approve, pay you through long-term care insurance or workers’ compensation. You will hire employees in your discretion to provide care services to your clients in accordance with our requirements and all applicable laws. Institutional clients to whom your services may be marketed include healthcare facilities like hospitals, nursing facilities, assisted living communities and clinics. You are solely responsible for screening, hiring, managing, scheduling, paying, terminating, and setting all terms and conditions of employment for your staff. You may offer to clients the services of home health aides, personal care attendants and access to licensed clinical social workers who may provide case management consultation. If you are also authorized to provide Skilled Care, you may also offer the services of registered nurses, licensed vocational/practical nurses, nurse practitioners, occupational health nurses, phlebotomists, certified nurse assistants, physician assistants, medical assistants, therapists and other positions in any home or healthcare institutional setting.

Additional Amada Senior Care Businesses

If you are an existing franchisee and you are in compliance with the Franchise Agreement, you may apply for the right to establish and operate additional Amada Senior Care Businesses. Your application must include documentation we request, which may include proof of adequate capitalization and a summary of your organizational structure. We may grant you an additional franchise if we determine that you meet all of our then-current conditions for new franchisees, there is an available opportunity for an Amada Senior Care Business in an area outside of your Designated Territory, and such area is within our strategic growth plan. There is no guarantee that your application will be granted, even if all then-current conditions have been met. We have sold additional franchises to many franchisees; however, we evaluate each request on an individual basis. Each additional Amada Senior Care Business will be operated under a separate

Franchise Agreement on our then-current form, which may contain materially different terms from the Franchise Agreement included with this disclosure document.

The Market and Competition

Amada Senior Care Businesses compete with other national and local businesses and sole proprietors performing similar services. Disabled adults and seniors who are 65 years and older comprise the primary market for Amada Senior Care Businesses. A smaller portion of clients may be workers' compensation recipients and others who need extra assistance in daily living. There has been a recent increase in the number of competitors in the home and community-based care industry, providing services similar to those that Amada Senior Care Businesses offer and competing directly for clients, ranging from individual caregivers to large national competitors, including other franchised systems. Additionally, you may compete in some states with home care registries that operate under an independent contractor model.

Regulations

You must comply with all federal, state, and local laws and regulations that apply to the operations of your Amada Senior Care Business, including those pertaining to the home and community-based care industry, professional and facility licensing, workers' compensation, corporate, tax, environmental, sanitation, insurance, no smoking, EEOC, OSHA, non-discrimination, employment and sexual harassment laws.

With our approval, you may obtain a Medicare and Medicaid provider number and provide non-medical Medicare and Medicaid services. Also, with our approval, you may obtain a state waiver and/or a home health care license. You may also furnish services to Department of Veterans Health Administration beneficiaries as described more fully in the Operations Manual.

a. Licensure; Record Keeping: Before you can begin operating your Amada Senior Care Business, you must obtain and maintain any home health care, personal attendant / care services or employment related permits, licenses, certifications or other indications of authority necessary for the operation of your Amada Senior Care Business, including but not limited to a home health care license, personal attendant / care services license, senior placement services license, nurse staffing and/or employment agency license; you must also comply with the applicable screening requirements of home care workers. If you operate in multiple states, you must comply with the license requirements of each state. Some jurisdictions may also require that you obtain a Certificate of Need. Some states may require you to obtain a license to provide employment services. We may require you to obtain a particular permit, license or accreditation from entities such as The Joint Commission or the Community Health Accreditation Partner. Some states may require you to hire a nursing director and/or an administrator, in which case you will need to have a nursing director and/or administrator on your staff before opening your Amada Senior Care Business. Some states have imposed a moratorium on the issuance of home health care licenses, nurse staffing licenses, federal health care program certifications and other in-home healthcare licenses or permits. Licensure times may vary by state, and even by applicant, depending on the applicable state's backlog, time of year, and the reviewer. You are responsible for investigating the availability and requirements for obtaining all necessary licenses in your state(s).

To provide Skilled Care, you must employ registered nurses, licensed practical nurses or licensed vocational nurses. The professional nursing staff that you will employ must be in good standing and licensed with the board of nursing in your state, along with verification of any exclusions to participate in a state or federal health care program, if applicable. Each nurse's license will be verified by you upon their hire and annually thereafter. Nursing staff will utilize their professional judgment and must follow the standards of nursing practice as mandated by the applicable state board of nursing rules. No individual or

business may interfere with the professional judgment of licensed caregivers. Your scope of authority over licensed and unlicensed caregivers is that of an employer, following employment standards and requirements within your state. This includes the setting of working hours, rates of pay and other laws and regulations governing the employment relationship.

If required by state regulations, you will also hire a qualified registered nurse to oversee Skilled Care services. Some states require that this position be full-time, while others permit it to be part-time. In these states, the registered nurse must oversee services at the location where services are rendered in the capacity of Director of Nursing or Nursing Supervisor. The Director of Nursing or Nursing Supervisor is responsible for client assessments, nursing supervisory visits, clinical staff interviews and the oversight of skilled nursing cases. A back-up registered nurse may also be required to ensure full coverage when the Director of Nursing or Nursing Supervisor is not available.

You will be providing non-Medicare and non-Medicaid Skilled Care services to your clients and therefore will not be permitted to directly bill Medicare or Medicaid insurance for services.

You will be required to pay a fee to the state agency responsible for enforcing any of these requirements. State licensing, certification and registration statutes and regulations may require a minimum level of education or related work experience and/or the payment of a fee in order to obtain the license. You may also be required to employ a full-time registered nurse to comply with the regulations in your state governing nursing agencies and/or home health agencies. You may also be required to create a separate legal entity to provide Skilled Care. You should inquire about any applicable laws, regulations, your corresponding obligations and cost of compliance.

States have different licensing and compliance requirements, with some having no state specific requirements and others having numerous state specific requirements. As applicable, you can complete and submit your licensing requirements to your state's licensing departments with our guidance, or you can purchase the licensing assistance of a third-party consultant or home and community-based care licensing service. The cost of state licensing and compliance guidance ranges from \$1,650 to \$13,000, as disclosed below in Item 7. If you have not completed the licensing requirements and submitted them to the applicable state licensing department within 45 days of signing the Franchise Agreement, we may require you to purchase the licensing assistance from a third-party home care licensing service at your expense.

Some states may also have specific record-keeping or other requirements for health care providers. You are responsible for investigating and complying with any such laws that may apply in your territory.

b. Anti-Kickback Laws: Certain provisions of the Social Security Act, commonly referred to as the "Anti-Kickback Statute," a healthcare fraud and abuse statute, prohibit the exchange of remuneration, specifically – knowingly and willfully offer, payment, solicitation or receipt of any form of remuneration either in return for the referral of patients or patient care opportunities, directly or indirectly, paid in whole or in part by a federal health care program, including the Veterans Administration ("VA"), or in return for the recommendation, arrangement, purchase, lease or order of items or services paid in whole or in part by a federal health care program, including VA benefits. The Anti-Kickback Act is expansive in scope and has been broadly interpreted by courts in many jurisdictions. Additionally, a number of states have enacted laws which prohibit payment for referrals, inducements and other types of "kickback" arrangements. These state laws, along with some federal laws, sometimes apply to all patients regardless of their insurance coverage. You are responsible for investigating the applicability of any anti-kickback laws to the operation of your Amada Senior Care Business.

c. State Stark Laws: Several states have enacted variations of the federal statute commonly referred to as the "Stark Law" (also known as the physician self-referral law), which prohibits physicians

from referring certain designated health services paid by Medicare or Medicaid to entities with which the physician has an ownership, compensation relationship or financial relationship. Potential penalties include denial of government payment, recoupment, fines, other penalties and exclusion from government program participation. These laws may contain various exceptions to the referral prohibitions. If you are in a position to refer patients to your own Amada Senior Care Business, you are responsible for consulting with competent legal counsel regarding the existence and applicability of these laws to your Amada Senior Care Business.

d. HIPAA and State Health Information Privacy Laws: You must comply with any applicable provisions of the Health Insurance Portability and Accountability Act of 1996 (“**HIPAA**”), as amended, including all regulations implementing HIPAA. You must sign our then-current form of Business Associate Agreement, the current form of which is attached to the Franchise Disclosure Document in Exhibit J. To the extent applicable, you must obtain authorization from a client prior to acquiring any client protected health information. To the extent applicable, you must create and maintain documented policies and procedures necessary to comply with HIPAA, comply with applicable state privacy laws intended to protect protected health information, and train your employees on the content of those policies and procedures. Most states have implemented state-specific laws protecting the privacy and confidentiality of various types of protected health information. You must identify and comply with all applicable state health information privacy laws.

e. Fee-Splitting Prohibitions: You may have an opportunity to develop relationships with various suppliers through the System or in your local market. Through these relationships, you may receive referrals or revenue generating opportunities from health care providers as well as non-health care businesses. As a result, you should be aware of the following:

i. The laws of some states prohibit health care providers from splitting professional fees with non-medical companies that provide a different set of services to the clients of those health care providers. These statutes are sometimes quite broad and may prohibit you from participating in otherwise legitimate business arrangements.

ii. A number of states also prohibit or limit compensation arrangements when the amount received in payment for furnishing space, facilities, equipment or personnel services is based upon a percentage of, or is dependent upon, the income or receipts of a licensed medical professional. The arrangements or payments associated with such arrangements must be within fair market value determined by an independent third party evaluator and must comply with applicable state and federal law.

iii. Other states only prohibit fee splitting arrangements that are based on referrals.

iv. Penalties for violating these fee-splitting statutes or regulations may include the revocation, suspension or probation of a health care professional’s license, or other disciplinary action including but not limited to monetary penalties. Alleged violations of the fee-splitting laws have also been used successfully by health care professionals to declare a contract to be void as against public policy.

f. Live-In and Companionship Worker Wage and Hour Laws. Federal and state laws impose specific wage and hour requirements on employers of home care workers, including workers providing companionship services and live-in care. The federal Fair Labor Standards Act and applicable state laws govern minimum wage, overtime, rest periods, and working condition requirements for caregivers, and these requirements may differ significantly from those applicable to other categories of employees. Certain state laws impose requirements that are more protective than federal law. You are solely responsible for investigating and complying with all federal and state wage and hour laws applicable to the caregivers and

other employees you hire in connection with your Amada Senior Care Business, including any laws specific to domestic workers, live-in caregivers, or companions.

g. Caregiver Screening, Background Check, and Registry Requirements. Federal and state laws impose requirements on homecare employers regarding the screening of prospective and current employees and caregivers prior to and during their employment or engagement. These requirements may include criminal background investigations, fingerprinting, drug testing, and searches of applicable state and federal registries, including elder abuse and neglect registries, sex offender registries, and the Office of Inspector General List of Excluded Individuals and Entities. Screening requirements vary by state and may also apply to independent contractors and volunteers. You are solely responsible for investigating and complying with all applicable federal, state, and local screening and background check requirements for individuals providing services in connection with your Amada Senior Care Business.

h. Mandatory Reporting of Elder Abuse and Neglect. Most states impose mandatory reporting obligations on homecare agencies, their owners, and their employees and caregivers with respect to suspected or known instances of elder abuse, neglect, exploitation, or mistreatment. Failure to comply with applicable mandatory reporting laws may result in civil or criminal penalties, license suspension or revocation, and other adverse consequences. You are solely responsible for investigating and complying with all mandatory reporting laws applicable to the operation of your Amada Senior Care Business and for ensuring that your employees and caregivers are trained on and comply with applicable mandatory reporting obligations.

i. Caregiver Classification Laws. Federal and state laws govern the classification of workers as employees or independent contractors. The homecare industry has been the subject of significant regulatory enforcement activity regarding worker classification, and many states impose restrictions on or prohibit the use of independent contractors for the direct provision of personal care services. You are solely responsible for investigating and complying with all applicable federal, state, and local laws governing the classification of the individuals you engage to provide services in connection with your Amada Senior Care Business, including any laws that restrict or prohibit the use of independent contractors for direct care work.

j. Other Federal Regulations: There are a number of federal laws prohibiting certain activities and arrangements relating to services or items which are reimbursable by Medicare or Medicaid. Even though we generally prohibit you and your Amada Senior Care Business from participating in government payment programs (with some exceptions noted above) unless you obtain our prior written approval, your Amada Senior Care Business may from time to time provide staff to other facilities, including those that participate in Medicare or Medicaid programs. While Medicare and Medicaid laws may not apply to your Amada Senior Care Business, these laws may apply to those facilities, including laws prohibiting Medicare- or Medicaid-participating facilities from employing providers excluded from those programs. If a practitioner is an excluded provider from Medicare or Medicaid, he or she will be prohibited from receiving payment from that facility. To the extent your Amada Senior Care Business accepts reimbursement directly from the VA, it will be required to satisfy the applicable regulatory requirements the VA imposes on its vendors, including but not limited to the federal acquisition regulations and various VA contract requirements. The federal False Claims Act imposes civil liability on persons or corporations which submit or cause to be submitted false or fraudulent claims for payment to the government, including failure to return overpayments. A violation of the False Claims Act may result in liability for fines, treble damages, attorneys' fees, and exclusion from federal health care programs.

In connection with Staffing Services you will need to consider joint-employer and co-employer laws and regulations when you develop a staffing model. You are solely responsible for investigating, understanding and complying with all laws, regulations and requirements for providing staffing services, which include (but are not limited to) federal and state Department of Labor rules as well as wage-hour

laws and joint-employer standards. Some states require that you obtain a license to perform direct hire placement or other employment staffing services and the licensing requirements for staffing vary by state. You must follow employment standards and requirements within your state. This includes critical issues such as overtime and holiday pay rates, state and federal wage orders, meals and break time requirements, and time care management. You may also share responsibility with clients for complying with the American with Disabilities Act and the National Labor Relations Act.

k. Compliance with Laws and Regulations: Laws, regulations, rules and orders may change at any level of government and state or local government administrators may increase the scrutiny applied to home care or staffing agencies including Amada Senior Care Businesses from time to time. As such, the costs of compliance may increase and you may be limited in the types of services you can provide in the future. At all times you are responsible for remaining informed about and complying with changes in laws, regulations, rules and orders that may impact the operation of your Amada Senior Care Business. This includes laws, rules and orders concerning pandemics and public health issues which may require businesses in the health care industry to materially modify or limit operations for an indeterminate period. You should consult with professional advisors regarding all of the laws, regulations, rules and orders that you will be required to comply with.

ITEM 2 BUSINESS EXPERIENCE

Unless otherwise noted, the individuals listed below are located in San Clemente, California.

Founder and Chief Executive Officer: Tafa Jefferson

Mr. Jefferson has served on our Board of Directors and as our Chief Executive Officer since January 2012. Since March 2011, he has served as the Administrator of Amada Home Health, Inc. of San Clemente, California. Since November 2007, Mr. Jefferson has served as the Founder and Chief Executive Officer of Amada Senior Care, Inc. of San Juan Capistrano, California. Since April 2017, Mr. Jefferson has been a Henry Crown Fellow member and graduate in the Aspen Institute in Aspen, Colorado. Since November 2018, Mr. Jefferson has served as a Director and Chief Executive Officer of Amada OC, Inc. in San Clemente, California. Since February 2021, Mr. Jefferson has been a Director of SCV of Las Vegas, Nevada. Since September 2022, Mr. Jefferson has been appointed to the Executive Board of Directors of the Lincoln Institute in Newport Beach, California. Since October 2022, Mr. Jefferson was elected to serve as an Executive Board Member and Director of Ladera Ranch Civic Council in Ladera Ranch, California. Since January 2023, Mr. Jefferson has been appointed to the Board of Regents of the University of the Pacific in Stockton, California. Since November of 2023, Mr. Jefferson has served as a Dementia Care Provider on the National Roundtable Board for the Alzheimer's Association in Chicago, Illinois. Since January 2026, Mr. Jefferson has served as Vice Chair of the California Chapter of the Home Care Association of America, based in Washington, D.C.

Co-Founder and President: Chad Fotheringham

Mr. Fotheringham has served on our Board of Directors and as our President since January 2012. Since March 2015, he has served as the President of Amada Home Health, Inc., of San Clemente, California. Since November 2014, he has served as the President of Amada Senior Care, Inc. of San Juan Capistrano, California. Since November 2018, Mr. Fotheringham has been a Director of Amada OC, Inc. in San Clemente, California. Since February 2021, Mr. Fotheringham has been President and Director of SCV of Las Vegas, Nevada. Mr. Fotheringham is based in Highland, Utah.

Executive Chairman: Jared Turner

Mr. Turner has served as our Executive Chairman since April 2014 and on our Board of Directors since January 2012. Since November 2018, Mr. Turner has been a Director of Amada OC, Inc. in San Clemente, California. Since June 2020, Mr. Turner has been a Managing Member of Pure Life Recovery, LLC, of San Clemente, California. Since August 2020 and February 2021, respectively, Mr. Turner has been a Director and Executive Chairman of SCV of Las Vegas, Nevada. Since July 2021, Mr. Turner has been a Director of MSCF of Las Vegas, Nevada.

Director: Brett Stohlton

Mr. Stohlton has served on our Board of Directors since March 2022. Since October 2016, Mr. Stohlton has been a Partner of Peterson Partners, LLC of Salt Lake City, Utah. From October 2017 until November 2024 Mr. Stohlton was a Director of Solidcore Holdings, LLC of Washington D.C. Since October 2018, Mr. Stohlton has been a Director of Rails International, LLC of Los Angeles, California. Since December 2021, Mr. Stohlton has been a Director of Pupford, LLC of Pleasant Grove, Utah. Since November 2021, Mr. Stohlton has been a Director of WashU, LLC of Chicago, Illinois. From May 2022 until December 2024 Mr. Stohlton served on the Board of Directors for Neuromonitoring Associates in Las Vegas, Nevada. Since December 2022, Mr. Stohlton has served on the Board of Directors of Glowbar in New York City, New York. Since December 2024, Mr. Stohlton has served on the Board of Directors of Gloss Ventures in Los Angeles, California. Since July 2025, Mr. Stohlton has also served on the Board of Directors of Wash Associates in Nashville, Tennessee.

Director: Alfred Grant Ingersoll

Mr. Ingersoll has served on our Board of Directors since March 2022. From August 2016 to October 2021, Mr. Ingersoll was a Director of Appian 360 in Alexandria, Virginia. From August 2018, until August 2022 Mr. Ingersoll was a Director of CEOs Against Cancer of the American Cancer Society. From May 2020 to December 2021, Mr. Ingersoll was an Executive in Residence with Peterson Partners, LLC of Salt Lake City, Utah. Since December 2021, Mr. Ingersoll has been Chief Executive Officer of Atlas Urology, LLC of Los Angeles, California. In July 2023, Mr. Ingersoll became a Director of My Doctor Now, in Gilbert, Arizona.

Chief Operating Officer: Dr. Richard J. Basch

Dr. Richard Basch became our Chief Operating Officer in September 2018. He was Executive Vice President from February 2018 to September 2018 and served as our Compliance Officer from January 2018 through September 2019.

Chief Financial Officer: Jeff Putnam

Mr. Putnam has served as our Chief Financial Officer since December 2022 and previously served in the same position from January 2012 through December 2019. Since December 2022, Mr. Putnam has served as Chief Financial Officer for Amada OC, Inc. in San Clemente, California and previously served in the same position from November 2018 through December 2019. From January 2020 to December 2022, Mr. Putnam served as Chief Financial Officer of American Logistics, LLC, in San Clemente, California.

Chief Development Officer: Marcos Moura

Mr. Moura has served as our Chief Development Officer since January 2013. Since December 2014, Mr. Moura has been the President of Franchise Revolution Ventures, Inc. in San Clemente,

California. From June 2019 until November 2023, Mr. Moura was a broker with the International Franchise Professional Groups, based in Parlin, New Jersey. From December 2020 until September 2023, Mr. Moura was a Member of Dream Rise, LLC of Maitland Florida. Since December 2021, Mr. Moura has been a Director of Avendelle Assisted Living LLC in Wake Forest, North Carolina. Since January 2022, Mr. Moura has been a Member of Yamas, LLC of Middletown, Delaware. From July 2022 until December 2025, Mr. Moura served as a member of Franbookkeepers LLC of Middletown, Delaware and as a member of Unique Franchise Brands LLC of Newark, Delaware. From January of 2023 until April 2025, Mr. Moura served as a board member of MacMart Franchise, LLC and as a manager of MacMart Holdings, LLC and as a manager of MacMart IP Holdings, LLC of Norristown, Pennsylvania. From February 2023 until July 2023, Mr. Moura served as chair and board member for Loopa Services, Inc. in San Clemente, CA. Since December 2025, Mr. Moura has been a member and manager of Majestic Residences Franchise Systems, LLC in Las Vegas, Nevada.

Senior Vice President of Franchising: Steve Kwon

Mr. Kwon has served as Senior Vice President of Franchising since February 2024. From February 2021 to February 2024, Mr. Kwon was the Senior Vice President of Franchising for Interim HealthCare in Sunrise, Florida.

Vice President of Franchise Marketing: Jeremy Brooker

Mr. Brooker has served as Vice President of Franchise Marketing since July 2022, and before that served as our Director of Franchise Marketing since February 2013. Since December 2022, Mr. Brooker has been CEO of Brooker Marketing Consulting located in Trabuco Canyon, California.

Vice President of Training and Support: Matthew Smith

Mr. Smith became our Vice President of Training and Support in August 2020. Mr. Smith served as our Director of Franchise Sales from May 2018 to August 2020.

**ITEM 3
LITIGATION**

In the Matter of The Commissioner of Business Oversight v. Amada Franchise, Inc., Tafa Jefferson and Chad Fotheringham, FIL Org Id.: 92090, before the California Department of Business Oversight, April 29, 2020. On April 29, 2020, we entered into a Consent Order with the Commissioner regarding a litigation matter that was not disclosed in our disclosure document during part of 2019. The matter is a wage and hour dispute that Ariana Salucci filed against Amada Home Care, Inc. and Amada Senior Care, Inc. in April of 2015. Salucci amended her complaint on or around May 22, 2019, to name Mr. Jefferson and Mr. Fotheringham but each of them was later dismissed from the matter with prejudice on December 19, 2019. In the Consent Order we and Mr. Jefferson and Mr. Fotheringham agreed to (a) desist and refrain from violating the California Franchise Investment Law, (b) waive our rights to a hearing, (c) pay a \$10,000 administrative penalty to the Commissioner, (d) require certain individuals to complete educational training, and (e) serve a notice of violation to the one affected franchisee in California who received a disclosure document from us that did not include the Salucci matter while it was pending against Mr. Jefferson and Mr. Fotheringham between May 22, 2019 and December 19, 2019.

David Steffy v. Jeffrey A. Goffman and Grant Ingersoll, Case No. 30-2019-01051963-CU-BC-CJC, Superior Court of the State of California, County of Orange. Mr. Steffy filed a complaint in state court on February 14, 2019. The complaint alleged claims of breach of contract, promissory estoppel and false promise in connection with Mr. Steffy's investment in Mammoplan, LLC doing business as Team Better

based on the purported representation that Mr. Ingersoll would act as chief executive officer of the company. Mr. Steffy alleged that he told Mr. Goffman that he would not have invested in Mammoplan had he known that Mr. Ingersoll was not going to be the chief executive officer. In response, Mr. Steffy claimed that Mr. Goffman orally promised to purchase Mr. Steffy's shares in Mammoplan for \$100,000. Mr. Steffy sought relief for his claims of actual damages, punitive damages and his attorneys' fees and costs. The parties entered into a settlement agreement on March 11, 2020. Under the settlement agreement, Mr. Steffy received a \$55,000 settlement payment, the case was to be dismissed and all parties signed a general release. The case was subsequently dismissed on May 26, 2020.

In the Matter of The Commissioner of Business Oversight v. Amada Franchise, Inc., FIL Org Id.: 92090, before the California Department of Business Oversight, January 16, 2019. On January 16, 2019, we entered into a Consent Order with the Commissioner regarding certain disclosures that were not included in this disclosure document at some or all times between 2012 and 2018. These include litigation and bankruptcy matters that are no longer required to be disclosed in this Item or in Item 4. In the Consent Order we agreed to (a) desist and refrain from violating the California Franchise Investment Law, (b) waive rights to a hearing, (c) pay a \$30,000 administrative penalty to the Commissioner, (d) pay to the Commissioner \$6,000 for investigative costs, (e) require certain individuals to complete educational training, (f) serve an amended notice of violation (amending the notice violation that was ordered but never approved by the Commissioner or delivered to franchisees in 2016) and make a payment of \$6,000 to our California franchisees who received a disclosure document from us that did not include all of the disclosures that are the subject of the Consent Order, and (g) waive the limitation period in Corporations Code section 31303, or any other provision of law, as a defense to a claim in a private action by a franchisee that alleges or seeks equitable relief as a result of any of the violations referred to in the notice of violation so long as such claim is filed by the franchisee in a private action within 90 days of delivery of the notice of violation to the franchisee.

Hamarock Consultants, Inc. v. Amada Home Care, Inc. and Fourth and Inches, LLC, Demand for Arbitration before JAMS, filed March 15, 2016 (the "Initial Demand"). Hamarock Consultants, Inc. ("Hamarock"), a former franchisee in our system which did business as Amada Senior Care of Orange County, filed with JAMS an arbitration demand in March 2016 against Amada Home Care, Inc. and Fourth and Inches, LLC. The demand alleged breach of contract and breach of warranty in connection with Hamarock's purchase of assets from the defendants relating to the Amada Senior Care business in Orange County, California, which was previously owned and operated by our affiliate, Amada Home Care, Inc. (the "Hamarock Acquisition"). Hamarock's Initial Demand sought \$1,150,000 as relief for its claims.

Hamarock Consultants, Inc. v. Amada Franchise, Inc., Amada Home Care, Inc., Fourth and Inches, LLC, Tafa Jefferson, Chad Fotheringham, Jared Turner, Jeff Putnam, Crossroads Business Brokers, Inc. and Vasilis Georgiou, Case No. 30-2016-00894414-CU-FR-CJC, Superior Court of the State of California, County of Orange. After the Initial Demand, Hamarock filed a complaint in state court on December 27, 2016. The complaint alleged the same facts and causes of action that are contained in the Amended Statement, summarized in the next paragraph of this Item (the "State Court Action"). By order of the Orange County Superior Court dated April 14, 2017, all claims in the State Court Action were consolidated in the JAMS proceeding summarized in the following paragraph, and the State Court Action was subsequently stayed on May 1, 2017. As part of the parties' settlement, a stipulation for dismissal of the case was filed on January 9, 2019, and the case was subsequently dismissed.

Hamarock Consultants, Inc. v. Amada Franchise, Inc. Amada Home Care, Inc., Fourth and Inches, LLC, Tafa Jefferson, Chad Fotheringham, Jared Turner, Jeff Putnam, Crossroads Business Brokers, Inc. and Vasilis Georgiou, Amended Statement of Claims before JAMS, filed May 26, 2017. After filing its Initial Demand and after the consolidation and stay of the State Court Action, on May 26, 2017, Hamarock filed with JAMS an Amended Statement of Claims for intentional misrepresentation, negligent

misrepresentation, fraud – suppression of material fact, breach of contract, violation of California Franchise Investment Law, violation of California Business & Professions Code Section 17200, accounting, unjust enrichment and rescission of contracts (the “Amended Statement”). The allegations in the Amended Statement arise out of the Hamarock Acquisition. In the Hamarock Acquisition, our affiliates, Amada Home Care, Inc. and Fourth and Inches, LLC (“Sellers”) sold their assets to Hamarock. The assets had been used by the Sellers beginning in 2007 to operate the original Amada Senior Care business in Orange County, California. As part of the Hamarock Acquisition, Hamarock also assumed an Amada Senior Care franchise agreement that we had signed with one of the Sellers, Amada Home Care, Inc., in connection with the closing of the Hamarock Acquisition. In the Amended Statement, Hamarock alleged that it purchased a franchise directly from us, and that the disclosure document it had received did not comply with applicable law. Hamarock sought as relief for its claims of actual damages, exemplary and punitive damages, an order of rescission of all contracts it entered into with the defendants, and its attorney fees and costs. The defendants denied all allegations and filed counter claims against Hamarock for breach of contract and breach of promissory note. The parties arbitrated a portion of the case in August 2018, and in September 2018, the parties signed a binding term sheet to settle the dispute, which was finalized through settlement agreements entered into on November 27, 2018. Under the settlement agreements, a newly formed affiliate of ours, Amada OC, Inc., repurchased Hamarock’s franchise, we made a settlement payment to Hamarock for \$750,000, the cases were to be dismissed and all parties signed a general release. The total settlement amount was \$3,000,000 and all payment obligations under the settlement agreements have been satisfied, and the cases were subsequently dismissed.

In the Matter of The Commissioner of Business Oversight v. Amada Franchise, Inc. (a Wyoming corporation) and Jared Glenn Turner (an individual), FIL Org Id.: 92090, before the California Department of Business Oversight, June 21, 2016. On August 8, 2016, we entered into a Stipulation and Agreement (“Stipulation”) with the California Commissioner of Business Oversight in which it was agreed that we would (a) desist and refrain from violating the California Franchise Investment Law, (b) waive rights to a hearing on a Stop Order, Citations and Desist and Refrain Order (defined below), (c) pay a \$5,000 administrative penalty to the Commissioner, (d) require certain individuals to complete educational training, (e) serve a notice of violation, make a payment of \$6,000 and offer a 2-year franchise agreement term extension to certain California franchisees, (f) appoint an in-house compliance officer and develop a franchise law compliance manual, and (g) engage California franchise law counsel to assist us with California franchise law compliance. Jared Turner is also a party to the Stipulation. The Stipulation relates to a June 21, 2016 Stop Order Denying Effectiveness of Franchise Renewal Registration Application (in connection with Amada’s 2015 application) (“Stop Order”) and Citation, which included a Desist and Refrain Order, an Assessment of Administrative Penalties, and a Claim for Ancillary Relief and Costs (“Citation”). The Commissioner alleged that Amada failed: (i) to promptly notify the Commissioner regarding a complaint filed by Trade2Save.com on or around July 19, 2013 against Play N Trade and Jared Turner; (ii) in Amada’s initial registration application filed in 2012 to disclose Play N Trade as an affiliate, a desist and refrain order issued by the Commissioner in April 2009 against Play N Trade, and the subsequent stipulation entered into in January 2010 by Play N Trade and the Commissioner relating to the 2009 order; (iii) to disclose the Trade2Save litigation in Amada’s December 2013 post-effective amendment; (iv) to disclose the Trade2Save litigation in Amada’s April 16, 2014 renewal application; and (v) to disclose the Trade2Save litigation in Turner’s Franchise Seller Disclosure Form, attached to Amada’s April 16, 2014 renewal application.

Micit Enterprises, Inc. d/b/a Amada Senior Care Silver Spring v. Amada Franchise Inc, AAA Case Number 01-24-0006-4421. On July 12, 2024, our franchisee, Micit Enterprises, Inc. d/b/a Amada Senior Care Silver Spring (“Micit”) initiated a Demand for Arbitration against us in Orange County, California. The action arose from another franchisee encroaching upon Micit’s territory. Micit sought monetary and injunctive relief and asserted claims for breach of contract, breach of implied covenant of good faith and fair dealing, fraudulent misrepresentation, negligent misrepresentation, intentional misrepresentation with

prospective economic relation, negligent interference with prospective economic relations, and unlawful, unfair, and/or fraudulent business practices under California Business & Professions Code §§ 17200, et seq. Following a hearing on the merits, the arbitrator issued an Interim Award dated April 17, 2026 finding us liable for breach of contract for failure to take reasonable steps to identify and address the neighboring franchisee's encroachment on Micit's territory. The arbitrator denied Micit's tort claims and request for injunctive relief. The Interim Award directs us to pay Micit actual damages of \$221,607.15 plus prejudgment interest, attorney fees and costs in an amount to be determined in a Final Award. A Final Award has not been issued as of the issuance date. We have since implemented proactive territory monitoring procedures as described in Item 12 of this disclosure document. We intend to evaluate all available options following issuance of the Final Award.

Micit Enterprises, Inc. v. Mid-Maryland Senior Care, LLC, Richard Frizzell, and Amada Franchise, Inc., Case No. C-15-cv-24-003297 (Montgomery County, MD, Circuit Ct.). After initiating the above-referenced arbitration proceeding against us, Micit added us to an existing litigation case in Maryland state court based on the same allegations as the above arbitration proceedings. We filed a motion to compel arbitration on December 4, 2024, which was granted. This action remains stayed pending resolution of the arbitration proceedings described above.

Time For An Audible, Inc. v. North Shore Senior Care, LLC, Jennifer Novy and Amada Franchise Inc., Case No. 2024L009136 (Cook County, IL, Circuit Ct.); Time For An Audible, Inc. v. Amada Franchise Inc.; AAA Case Number 01-25-0000-9078. On August 16, 2024, our franchisee, Time For An Audible, Inc. ("TFAA") initiated a lawsuit in Illinois state court against us as well as another franchisee and the other franchisee's owner. The action arises from the other franchisee allegedly encroaching upon TFAA's territory and our alleged support of such encroachment, despite TFAA's acknowledgment that we issued a default notice to the allegedly encroaching franchisee. TFAA filed suit against us seeking a declaratory judgment that certain zip codes comprise TFAA's territory and that we are accountable for another franchisee's territorial encroachment, along with attorney fees and costs. We filed a motion to compel arbitration which was granted on December 30, 2024. TFAA subsequently filed a demand for arbitration against us on or about February 18, 2025 which reasserted the same allegations from the lawsuit that TFAA had filed in Cook County, Illinois and asserted claims for (i) breach of contract, (ii) breach of implied-in-fact contract, (iii) breach of implied covenant of good faith and fair dealing, (iv) promissory estoppel, (v) fraudulent misrepresentation, (vi) negligent misrepresentation, (vii) intentional interference with prospective economic relations, (viii) negligent interference with prospective economic relations, and (ix) unlawful, unfair, and/or fraudulent business practices under California Business & Professions Code §§ 17200, et seq. On November 7, 2025 TFAA voluntarily withdrew its claims against us. The matter was resolved on February 6, 2026 by Confidential Settlement Agreement and the arbitration was dismissed with prejudice. The settlement included mutual releases and certain agreed modifications to the parties' contractual relationship, including disputed zip codes being added to TFAA's Designated Territory, quarterly audits of TFAA's Designated Territory, national account administration within TFAA's market, renewal provisions and transfer provisions. There was no monetary payment by us and no admission of liability.

Rowena A. Septimo v. Timeless Homecare, Inc. (a California Corporation), State Case No.: WC-CM-982248, before the California Department of Industrial Relations, Labor Commissioner's Office, November 19, 2025. On October 20, 2025, Plaintiff, a former employee of Timeless Homecare Inc., an independently owned and operated Amada franchisee, filed a wage claim with the California Labor Commissioner alleging violations of California wage-and-hour laws by the franchisee. The claimant also named Amada Franchise, Inc. as a respondent. Amada Franchise, Inc. denies any employment relationship with the claimant, denies all liability, and intends to vigorously contest the claim. The claimed amount is approximately \$458,547.44. The matter remains pending.

Other than the matters described above, no litigation is required to be disclosed in this Item.

ITEM 4 BANKRUPTCY

No bankruptcy information is required to be disclosed in this Item.

ITEM 5 INITIAL FEES

Initial Franchise Fee

If you sign a Franchise Agreement and we grant you the right to operate an Amada Senior Care Business within an exclusive territory (“**Designated Territory**”), you must pay us an initial franchise fee (“**Initial Franchise Fee**”) of \$57,000. The Designated Territory generally includes a population of approximately 32,000 to 42,000 people aged 65 or older.

You must pay us the Initial Franchise Fee upon signing the Franchise Agreement. The Initial Franchise Fee is fully earned upon receipt by us and is non-refundable under any circumstances. The Initial Franchise Fee is imposed uniformly on all Franchisees with 2 exceptions: we reserve the right to offer additional location discounts and the right to offer a 10% discount to veterans of the United States Armed Forces. The veteran discount is only available for franchisees when they enter into their first Franchise Agreement with us.

In our most recently completed fiscal year, the range of Initial Franchise Fees we collected was \$0 to \$57,000. Discounts were given to franchisees that purchased rights to more than one franchise at the same time.

Territory Deposit

If you elect to, you may reserve a Designated Territory for up to 30 days in which case you must pay us a non-refundable territory deposit fee of \$10,000 (“**Territory Deposit**”) and you must sign a Franchise Deposit Agreement in our then-current form at the time of payment. The Territory Deposit is optional. For 30 days following your payment of the Territory Deposit, we will reserve your Designated Territory and not offer it to another prospective franchisee. If you sign the Franchise Agreement within that 30-day period, we will credit the entire Territory Deposit against the Initial Franchise Fee payable under your Franchise Agreement, and the remaining balance of the Initial Franchise Fee will be due and payable upon signing the Franchise Agreement. If you do not sign the Franchise Agreement within 30 days after signing the Franchise Deposit Agreement, the Territory Deposit is forfeited in its entirety and we have no further obligation to reserve or offer the Designated Territory to you. The Territory Deposit must be paid by wire transfer or cashier's check. The Territory Deposit is non-refundable under any circumstances. During the last fiscal year, we did not collect any Territory Deposits.

Fee Deferral

Some states have imposed a fee deferral. Please refer to the State Addendum in Exhibit B to this Franchise Disclosure Document.

**ITEM 6
OTHER FEES**

Type of Fee¹	Amount	Due Date	Remarks
Royalty Fee for Senior Care, Skilled Care, Administration Services and Staffing Services for non-National Accounts ²	Greater of (i) 5% of monthly Gross Billings ³ or (ii) the Minimum Royalty Fee. ⁴	Deducted from your bank account via electronic funds transfer on the 7 th day of each month or as determined by us.	No Minimum Royalty Fee for the first 2 months following the Opening Date. ⁴ We have the right to terminate the Franchise Agreement if you fail to pay the Minimum Royalty Fee. We reserve the right to collect the Royalty Fee more frequently than monthly upon 30 days' prior written notice to you.
Royalty Fee for National Accounts ²	6% of monthly Gross Billings ³ generated from National Accounts.	Deducted from your bank account via electronic funds transfer on the 7 th day of each month or as determined by us.	We reserve the right to collect the Royalty Fee more frequently than monthly upon 30 days' prior written notice to you. We currently have at least one National Account. Not all franchisees will be assigned or offered National Account clients. Participation in and availability of National Accounts varies by market and is subject to eligibility.
Senior Placement Fee ⁵	10% of commission received for senior placement or 15% of commission received for senior placement for National Accounts.	Payable at the same time, in the same manner as, and in addition to, the Royalty Fee.	There are no minimum sales requirements for Senior Placement Services
Advertising Fund	1% of Gross Billings for the previous month 0.25% of Gross Billings for Skilled Care services for the previous month.	Payable at the same time, in the same manner as, and in addition to, the Royalty Fee.	We reserve the right to increase the Advertising Fund contribution to up to 2% of Gross Billings upon 30 days' written notice. We reserve the right to increase the Advertising Fund contribution applicable to Gross Billings from Skilled Care services up to 1% upon 30 days' notice.
Technology Fee	Then-current fee, currently between \$345 to \$595 per month. This fee is based on the specific software that your Franchised Business uses. We may increase	Payable at the same time, in the same manner as, and in addition to, the Royalty Fee.	See Item 11 for a summary of what the Technology Fee covers. You may also be charged applicable sales tax.

Type of Fee ¹	Amount	Due Date	Remarks
	this fee based on actual additional costs for the software and/or additional components to the technology that we require.		
Email Fee	Then-current fee, currently \$10 per month per Microsoft E-1 account; the cost of your first and second email account is included in the Technology Fee. The fee for a Microsoft E-3 email account is currently \$23 per month per account and is not included in the Technology Fee. These fees are based on current provider rates and may be subject to change in the event of: (i) a change in email service provider; or (ii) an increase in fees charged by the current provider (Microsoft). Any such increase will be based on our actual increased costs.	Payable at the same time, in the same manner as, and in addition to the Royalty Fee.	You may only provide Amada email addresses to your operations and sales staff and not to your caregivers.
Placed Software Fee	Free for the first 3 months and then-current fee (currently \$299 per month) thereafter. MSCF reserves the right to increase this fee by up to 10% once per calendar year.	As incurred	You are not required to use Placed Software after the first 3 months of operations unless you wish to offer Senior Placement Services. This fee is only payable if you elect to offer Senior Placement Services. This fee is payable to our affiliate, MSCF.
Telephone Access Fee	Currently, none.	Monthly	You must use our designated telephone provider and have at least 2 separate telephone lines. Currently, we do not require you to pay to us a Telephone Access Fee but reserve the right to do so if we elect to contract directly with a communications company and establish a centralized account through which we pay for the telephone services provided to our franchisees. Any increase would be based on

Type of Fee ¹	Amount	Due Date	Remarks
			increased fees charged by the communication company.
Additional Initial Training	\$100 per person each day plus all travel, lodging, meal and payroll expenses.	Upon receipt of invoice.	We provide the initial training program tuition-free for up to 3 people including you.
Continuing Education	\$1,500 for a private 3-day session but no charge if you attend a non-private, previously scheduled training session. In either scenario, you must pay for you and your employees' travel, meals, lodging, and payroll expenses.	Upon receipt of invoice and/or third party vendor terms.	
Additional On-Site Training	\$750 per day per trainer, plus room, board, and travel for each trainer.	Upon receipt of invoice.	Provided on an as-needed basis as determined by us.
Annual Conference	You are solely responsible for all travel, room, board and payroll expenses. You agree to pay our then-current fee to cover speakers, meals, and activities, currently anticipated to be \$895 per person (charged regardless of whether you attend or not).	Upon receipt of invoice. This fee varies depending on the annual conference costs and we may charge up to \$2,500 per person.	
Transfer Fee	For a transfer to a new franchisee where we provide the Lead ⁶ , 100% of our then-current Initial Franchise Fee; for a transfer to a new franchisee where we did not provide the Lead, 50% of our then-current Initial Franchise Fee; for a transfer to an existing franchisee, 25% of our then-current Initial Franchise Fee. Such fees are in addition to any fees paid directly to a broker who finds the transferee. \$2,500 for approvals of transfers of non-controlling ownership interests of the Amada Senior Care Business.	After our approval of the transferee and before the transfer occurs.	This fee does not apply to a transfer to your survivor or the transfer of the Amada Senior Care Business by you as an individual or partnership to a corporation or partnership controlled by you.
Successor Fee	10% of the then-current Initial Franchise Fee at the time of the renewal.	Upon signing the Successor Franchise Agreement.	Payable to us if you meet the conditions for a Successor Term and sign the Successor Franchise Agreement.

Type of Fee ¹	Amount	Due Date	Remarks
Step-In Rights Fee	In the event we exercise our Step-In Rights, you must reimburse us for all reasonable costs and overhead, if any, incurred in connection with our operation of your business including, without limitation, costs of personnel for supervising and staffing your business, and their travel and lodging accommodations, plus a fee not to exceed One Thousand Dollars (\$1,000) per day.	Upon exercising our Step-In Rights and receipt of invoice thereafter	Upon a failure to meet any of the requirements of our Standards of Operations detailed in the Franchise Agreement or failure to cure any default within the applicable time period (if any), we have the right, but not the obligation, to enter upon your Amada Senior Care Business premises and exercise complete authority with respect to the operation of the business until such time we determine that the default has been cured.
Insurance Service Charge	The costs we incurred to secure such insurance for you, but not to exceed 18% of the policy premium.	Within 5 days of the date we deliver an invoice detailing our costs and expenses for obtaining the required insurance on your behalf.	If you fail to obtain the required insurance and to keep the same in full force and effect, we may, but are not obligated to, purchase insurance on your behalf from an insurance carrier of our choice, and you must reimburse us for the full cost of such insurance, along with a service charge (not to exceed 18% of the policy premium).
Indemnification	All costs including attorneys' fees.	Upon settlement or conclusion of claim or action.	You must defend suits at your own cost and hold us harmless against suits involving damages resulting from your operation of your Amada Senior Care Business under the Franchise Agreement.
Cost of Enforcement or Defense	All costs, including accounting and legal fees.	Upon settlement or conclusion of claim or action.	You must reimburse us for all costs we incur in enforcing our obligations under the Franchise Agreement if we prevail.
Audit	Cost of audit plus maximum allowable by law or, if no limit, 2% per month on underpayment of any amount due to us or, if the audit shows that you have failed to submit timely reports and/or remittances for any 2 reporting periods within any 12-month	When discrepancy is discovered.	Payable only if our audit shows an understatement of at least 2% of Gross Billings or that you have failed to submit timely reports and/or remittances for any 2 reporting

Type of Fee ¹	Amount	Due Date	Remarks
	period, you will pay the cost of audit plus maximum allowable by law or, if no limit, a penalty of 25% of misreported amounts.		periods within any 12-month period.
Late Report Fee	\$100 per violation and \$100 per week	Your bank account will be debited for failure to submit any requested report within five days of request	Payable if you fail to submit any required report or financial statement when due. Fines collected are paid to us. We will provide you with a grace period of one week once per calendar quarter before charging this fee.
Late Fee and Interest	\$50 plus interest equal to the lesser of 2% per month or the highest lawful rate	Accrues immediately after due date if you fail to pay your full obligation.	Payable if any payment due to us or our affiliates is not made by the due date. Interest accrues from the original due date until payment is received in full.
Broker Fee	10% of the first \$1 million plus 8% of any additional amount from your resale of your Amada Senior Care Business to a third party if we broker the sale.	As incurred	If you transfer your Amada Senior Care Business to a third party or purchaser, you must reimburse all of our actual costs for commissions, finder's fees and similar charges.
Territory Encroachment Fee	For the first offense, 25% of Gross Billings that you received plus a \$2,500 administrative fee. For the second offense, 50% of Gross Billings that you received plus a \$2,500 administrative fee. For the third and any additional offenses, up to 100% of the Gross Billings that you received plus a \$5,000 administrative fee.	Upon Demand	Payable if you provide Senior Care, Placement and/or Staffing Services in another franchisee's Designated Territory without permission in violation of the terms of the Franchise Agreement.
Liquidated Damages ⁷	Will vary under the circumstances	On demand	See Note 7.

NOTES

(1) Type of Fee. Unless otherwise indicated below, the fees listed in this Item 6 are non-refundable, uniformly imposed by and are payable to us unless otherwise stated. Certain fees that we have indicated may increase over the term of the Franchise Agreement. Unless otherwise indicated, any fee expressed as a fixed dollar amount is subject to adjustment up to a maximum percentage increase equal to changes to the Consumer Price Index ("CPI") in the United States. We may periodically review and increase these fees based on changes to the CPI (in addition to any other increase), but only if the increase to the CPI is more

than 5% higher than the corresponding CPI in effect on: (a) the effective date of your Franchise Agreement (for the initial fee adjustments); or (b) the date we implemented the last fee adjustment (for subsequent fee adjustments). We will notify you of any CPI adjustment at least 30 days before the fee adjustment becomes effective. We will implement no more than one CPI-related fee adjustment during any calendar year.

(2) **Royalty Fee.** For non-national Senior Care, Skilled Care and Staffing Services accounts, you are required to pay to us a royalty fee (“**Royalty Fee**”) equal to the greater of (i) 5% of Gross Billings or (ii) the minimum Royalty Fee (as outlined in Note 4 below). The Royalty Fee you must pay for Senior Care, Skilled Care, Administration Services and Staffing Services accounts generated from National Accounts is 6% of Gross Billings. We reserve the right to offer promotional programs from time to time to existing franchisees who meet certain criteria established by us, which may include modified Royalty Fees as determined solely by us.

(3) **Gross Billings.** The term “**Gross Billings**” means the aggregate of all revenues and other income from whatever source derived (whether in the form of cash, credit, agreements to pay or other consideration and whether or not payment is received at the time of sale or any of these amounts prove uncollectible), which arise from or are derived by you or by any other person from business conducted by, or which originated from the business. Gross Billings also includes all proceeds from any business interruption insurance. Excluded from Gross Billings are: (i) sales taxes and other taxes separately stated that you collect from clients and pay to taxing authorities; (ii) refunds and credits made in good faith to arms’ length clients in accordance with our standards and specifications for issuing such refunds or deposits; and (iii) the discount value of any coupon, voucher or other allowance that we authorize at the time you redeem the client’s coupon, voucher or allowance.

(4) **Minimum Royalty; Opening Date.** The Minimum Royalty Fee begins on your Opening Date and is determined as follows:

Minimum Royalty Fee Chart

Months in Operation	Minimum Royalty Fee
1-2 months	No Minimum Royalty Fee
3-12 months	\$500/month
13-24 months	\$1,000/month
25-36 months	\$1,800/month
37-48 months	\$2,500/month
49-60 months	\$3,200/month
61 and all months thereafter	\$4,000/month

“**Months in Operation**” are measured from your Opening Date (or Deemed Opening Date, as applicable).

The “**Opening Date**” is the date on which all of the following conditions have been satisfied: (i) you have completed all required initial training to our satisfaction; (ii) you have obtained all licenses, permits, and approvals required to lawfully operate your Amada Senior Care Business; (iii) you have satisfied all pre-opening conditions required by the Franchise Agreement, the Operations Manual, and our written requirements, including completion of the required grand opening marketing program; (iv) you are

operating from our approved Premises; and (v) we have issued written authorization for you to open and operate your Amada Senior Care Business.

If your Opening Date has not occurred within six (6) months of the date you signed your Franchise Agreement, the Minimum Royalty Fee will begin on the first day of the month following the expiration of that six-month period (the “**Deemed Opening Date**”), regardless of whether you have satisfied all pre-opening conditions. We may, in our sole discretion, extend the Deemed Opening Date if we determine that you have been actively and diligently pursuing all pre-opening conditions in good faith; any such extension will be confirmed to you by us in writing.

The Minimum Royalty Fee and revenue-based Royalty Fee structure described above are not a representation or suggestion as to what level of revenue you may, or are likely to, obtain.

(5) If you elect to offer Senior Placement Services, you must pay us a Senior Placement Fee (“**Senior Placement Fee**”) equal to 10% of the commission you receive for placing a senior at a boarding care facility. For Senior Placement Services generated through National Accounts, the Senior Placement Fee is 15% of the commission received. The Senior Placement Fee is calculated on commissions received, not on Gross Billings. There is no Minimum Royalty Fee applicable to Senior Placement Services, and there are no minimum sales requirements for Senior Placement Services. Gross Billings generated from Senior Placement Services may not be used to satisfy the Minimum Gross Billings Standards for Senior Care services.

(6) If the transferee is a person or entity who contacted us prior to you becoming aware of or being introduced to the person or entity (a “**Lead**”), you or the transferee must pay us our then-current Initial Franchise Fee that we would have collected if we had granted the right to establish and operate a new Amada Senior Care Business.

The principals of the franchisee must guarantee to pay all obligations under the Franchise Agreement, whether for fees, expenses, interest, or otherwise, and pay any and all expenses (including attorneys’ fees and expenses) incurred by us in enforcing any rights under the Guarantee.

(7) Liquidated Damages. Liquidated damages are determined by multiplying the combined monthly average of Royalty Fees and Advertising Fund contributions (without regard to any fee waivers or other reductions) that are owed by you to us, beginning with date you open your Amada Senior Care Business through the date of early termination, multiplied by the lesser of: (i) 36; or (ii) the number of full months remaining in the term of the Franchise Agreement, except that liquidated damages shall not be less than \$30,000.

ITEM 7
ESTIMATED INITIAL INVESTMENT

YOUR ESTIMATED INITIAL INVESTMENT

Type of Expenditure*	Amount	Method of payment	When Due	To Whom Payment is to be Made
Initial Franchise Fee ¹	\$47,000-57,000	Lump Sum	Upon signing the Franchise Agreement	Us
Territory Deposit ¹	\$10,000	Lump Sum	Upon signing the Deposit Agreement	Us
Lease or Rent ²	\$2,500 - \$15,000	As Arranged	Upon Signing Lease	Landlord
Utility Deposits ³	\$750 - \$1,200	As Arranged	As Arranged	Utility Companies
Furniture, Office Equipment, Signage and Supplies ⁴	\$2,500 - \$6,000	As Arranged	As Arranged	Vendors and/or Approved Suppliers
Vehicle	\$0 - \$3,300	As Arranged	Within first ninety days of signing Franchise Agreement	Vendors (personal vehicle must be approved by us otherwise a leased vehicle is required)
Vehicle Wrap (Optional) ⁵	\$0 - \$4,200	As Arranged	As Arranged	Approved Supplier
Required Technology ⁶	\$2,295 - \$8,110	As Arranged	As Arranged	Vendors
Technology Fee ⁷	\$1,035 - \$1,785	As Arranged	As Arranged	Us
Point-of-Care Software ⁸	\$297 - \$360	As Arranged	As Arranged	Approved Suppliers
Initial Training Expenses ⁹	\$2,000 - \$9,000	As Arranged	As Incurred	Transportation Lines, Hotels, and Restaurants
Grand Opening Advertising ¹⁰	\$2,500	As Arranged	As Incurred	Approved Suppliers
Marketing Materials & Business Development ¹¹	\$4,500 - \$8,000	As Arranged	As Incurred	Approved Suppliers

Type of Expenditure*	Amount	Method of payment	When Due	To Whom Payment is to be Made
Insurance Excluding Workers' Compensation Insurance ¹²	\$2,800 - \$7,000	As Arranged	As Arranged	Insurance Carrier (or Us only if you fail to maintain required insurance coverage and we elect to obtain coverage for you)
Workers' Compensation Insurance ¹³	\$250 - \$2,125	As Arranged	As Arranged	Insurance Carrier (or Us only if you fail to maintain required insurance coverage and we elect to obtain coverage for you)
Legal and Accounting Fees ¹⁴	\$1,500 - \$8,000	As Arranged	As Arranged	Attorneys and/or Certified Public Accountants
Licenses and Permits ¹⁵	\$1,650 - \$13,000	As Arranged	As Arranged	Local and/or State Government Agency; Supplier
Loan Packaging Fee ¹⁶	\$0 - \$6,500	As Arranged	As Arranged	Source of financing
General Wages and Compensation ¹⁷	\$0 - \$70,000	As Arranged	As Arranged	Employee
Staffing Wages and Compensation ¹⁸	\$0 - \$135,360	As Arranged	As Arranged	Employee
Additional Funds – 3 Months ¹⁹	\$40,000 - \$80,000	As Incurred	As Incurred in First 3 Months	
TOTAL	\$121,577 - \$438,440			

NOTES

* Unless otherwise noted, all amounts listed above are uniformly imposed by us and are payable to us. Any fees paid to us are nonrefundable unless otherwise noted. Third party suppliers will decide if payments made to them are refundable. We do not offer direct or indirect financing to our franchisees.

(1) **Initial Franchise Fee.** The Initial Franchise Fee is \$57,000 and is collected by and payable to us. If you elect, you may sign a Territory Deposit Agreement and pay the \$10,000 Territory Deposit, which reserves your Designated Territory for 30 days. You must then sign the Franchise Agreement within that 30-day period, at which time the remaining \$47,000 balance of the Initial Franchise Fee is due. The Territory Deposit is credited against the Initial Franchise Fee upon signing the Franchise Agreement. If you do not sign the Franchise Agreement within 30 days of paying the Territory Deposit, the Territory Deposit is forfeited. The total Initial Franchise Fee payable to us remains \$57,000 regardless of when each installment is paid. See Item 5 for additional information.

- (2) Lease or Rent. You will need approximately 150 - 800 sq. ft. of office space. The low-end estimate assumes that you lease a virtual office while you are in licensure (virtual offices are prohibited once you open) and the high-end estimate assumes you will lease office space approximately 3 months before you open. You may need to have 2 offices if your Designated Territory crosses into multiple states. This estimate includes rent for the first 3 months and a deposit of first and last month's rent. If a landlord is paying for some of the improvements to the leased space, they may be amortizing that expense in the form of additional rent. Payments will be made directly to the landlord according to the terms of the lease. The site for your Amada Senior Care Business is subject to our approval. You should consult with your own attorney regarding the lease.
- (3) Utility Deposits. This item includes utility deposits paid to various communications and utility companies.
- (4) Furniture, Office Equipment, and Supplies. The low estimate includes the cost of 1 desk, 1 office chair, 2 guest chairs, telephone equipment, office supplies, and other items necessary for furnishing your site. The high estimate includes the cost of 2 desks, 2 office chairs, 4 guest chairs, a conference room table, 6 conference room chairs, telephone equipment, office supplies, and other items necessary for furnishing your site.
- (5) Vehicle Wrap. If you choose to place signage on the vehicle you use in connection with your Amada senior care business, it is subject to our approval and design standards.
- (6) Required Technology. This estimate includes the cost associated with our current requirements, which includes one computer, monitor, router and other network accessories, printer, scanner, basic software, virus software, and firewall software as detailed in Item 11.
- (7) Technology Fee. The Technology Fee currently includes two E-1 email accounts, SignNow, QuickBooks Online, and software support. The cost of the Technology Fee (ranging from \$1,035 to \$1,785 payable to us is included in this estimate.
- (8) Point-of-Care Software. You must purchase a license from our approved provider and use approved point-of-care software to operate your Amada Senior Care Business. The current price is the greater of \$99 per month or \$8 per client for up to 99 clients. This fee is payable to a third-party Approved Supplier and is not payable to us or any of our affiliates. No point-of-care software fees are due prior to your Opening Date. The estimate in the table above represents the anticipated monthly cost beginning upon opening and assumes you will have approximately 15 clients during your first month of operation. Your actual costs will vary depending on your client volume. If you elect to offer Senior Placement Services, our affiliate MSCF will provide you with access to the Placed software platform at no charge for the first three months following the date you sign the Franchise Agreement. After the initial three-month period, you must pay MSCF's then-current monthly fee, currently \$299 per month, to continue using Placed. You are not required to use Placed after the first three months unless you wish to offer Senior Placement Services. MSCF reserves the right to increase this fee by up to 10% once per calendar year. Because no Placed software fees are incurred during the initial three-month period covered by this table, this estimate reflects \$0 for the initial investment period. See Item 6 for a description of the ongoing Placed Software Fee payable to our affiliate.
- (9) Initial Training. The initial training program is tuition-free for you and 2 other people associated with your Amada Senior Care Business and includes the Start-up Business Training Program and the Onboarding Training Program (as both defined in Item 11). We currently anticipate the expenses you will incur in connection with attending the initial training program to be between \$2,000 and \$3,000 per day per person in attendance, with a minimum spent of \$800.

(10) Grand Opening Advertising. In connection with opening your business, you must have an approved plan for grand opening and spend at least \$2,500 on grand opening promotion and advertising at least 30 days before and during the first 30 days following the Opening Date of your Amada Senior Care Business.

(11) Marketing Materials and Business Development. This estimate includes a 3 to 6-month supply of brochures, business cards, and other marketing materials. Regardless of where you operate your Amada Senior Care Business, we anticipate that you will spend approximately \$3,500 to \$5,500 on non-customizable pre-opening marketing materials. We also estimate that you will spend between \$500 and \$2,000 on networking with potential client referral sources.

(12) Insurance Excluding Workers' Compensation Insurance. This estimate represents your estimated insurance costs (excluding workers' compensation insurance) for the first 3 months you operate your Amada Senior Care Business. This estimate assumes that you will pay your premiums in monthly installments; some insurers may require the full annual premium to be paid up front, particularly if the annual premium is relatively low. As outlined in Section 16 of the Franchise Agreement, you must procure and keep in force insurance policies in such amounts and on such terms, as prescribed by us in the Operations Manual, by an insurance company acceptable to us at all times during the term of the Franchise Agreement. We reserve the right to adjust these coverages and amounts at any time by amending the Operations Manual. You must also procure and keep in force insurance policies in such amounts and on such terms as may be required by statute or rule of the state and county in which the Amada Senior Care Business is located. You must obtain such policies within 30 days after signing the Franchise Agreement. Your failure to obtain insurance constitutes a material breach of the Franchise Agreement entitling us to terminate the Franchise Agreement or exercise any or a combination of the other default remedies provided in Section 13 of the Franchise Agreement. You shall also procure and pay for all other insurance required by state or federal law, including, without limitation, workers' compensation and unemployment insurance. The following is a list of the required insurance coverage including minimum limits of coverage as of the issuance date of this disclosure document:

Coverage	Minimum Limits of Coverage
General Liability Insurance	\$1,000,000 per occurrence \$3,000,000 general aggregate limit
Professional Liability Insurance	\$1,000,000 per claim \$3,000,000 aggregate limit with a minimum sub-limit not less than \$1,000,000 for sexual misconduct, abuse or molestation
Commercial Property Insurance	For all personal property contents at replacement cost value including no less than \$50,000 of Business Interruption Insurance
Third Party Liability Insurance/Bond (theft of client's property)	\$25,000
Automobile Liability Insurance	\$1,000,000
Employment Practices Liability Insurance	\$500,000
Workers' Compensation	Statutory requirements of the Franchisee's state(s) of operation.

- (13) Workers' Compensation Insurance. This estimate represents your estimated workers' compensation insurance costs for the first 3 months you operate your Amada Senior Care Business. If you operate in multiple states, your estimate for workers' compensation insurance will likely be at the higher end of the range. This estimate assumes that you will pay your premiums in monthly installments; in some cases where the annual premium is low, an insurer may require the full annual amount to be paid up front.
- (14) Legal and Accounting Fees. This estimate represents your costs for bookkeeping and for any legal expenses associated with creating a corporate entity for the Amada Senior Care Business.
- (15) Licenses and Permits. This estimate represents any fees or payments for required licenses or permits, including medical and staffing licenses. It is solely your responsibility to obtain and maintain all licenses and permits required for you to operate your Amada Senior Care Business. State rules vary on medical and staffing licensure. Operating in multiple states likely will increase the number of licenses and permits that are required. You should retain legal counsel and a local consultant specialized in obtaining and maintaining the applicable licenses and permits. We may require you to work with a third party consultant specialized in obtaining and maintaining the applicable licenses and permits if you fail to obtain them within 45 days of the date of the Franchise Agreement. You should also carefully investigate the costs of obtaining such licenses and permits where you wish to establish your Amada Senior Care Business.
- (16) Loan Packaging. This estimate is based on initial borrowing costs associated with obtaining a loan – either conventional or from the Small Business Administration – for funding your Amada Senior Care Business. The low estimate assumes you do not obtain a loan.
- (17) Wages and Compensation. At your option, you may hire staff to assist you in the operation of your Amada Senior Care Business.
- (18) Staffing Wages and Compensation. The low end of our estimate assumes that you do not participate in Staffing Services. The high end assumes that you participate in Staffing Services and hire 2 RN, 2 LPN and 2 CNA staff members that are staffed by you during the first 3 months that you operate.
- (19) Additional Funds. This estimate is based on our survey of franchisees regarding additional funds expended during their pre-opening phase and initial 3 months of operations. The low estimate represents estimated expenses to maintain minimal operations without any sales during the initial 3-month period. The high estimate represents the estimated expenses needed to support operations functioning at high capacity. Your costs will depend on the level of capacity you are operating during the pre-opening phase and the initial 3-month period of operations. In formulating this estimate, we found the following factors, basis and experience relevant to where you may fall on this range: costs you incur as a result of staffing positions prior to having clients to serve; and the number of staff you choose to hire and the compensation you choose to provide them. These estimates do not include: any allowance for a draw or salary to you or other owners of the franchise; payments of fees; or payments to a bank or financing company on any loan that you may obtain to finance the cost of purchasing the franchise or other development-related costs.

**YOUR ESTIMATED INITIAL INVESTMENT
SKILLED CARE SERVICES¹**

Type of Expenditure	Amount	Method of payment	When Due	To Whom Payment is to be Made
Third Party Consulting Firm	\$5,000 - \$8,000	As Arranged	Upon signing the Franchise Agreement	Approved Suppliers
Licenses, Permits and Accreditations	\$6,000 - \$8,000	As Arranged	As Arranged	Local and/or State Government Agency; Supplier
Facility Modifications	\$2,000 - \$5,000	As Arranged	As Arranged	Vendors and/or Approved Suppliers
Required Technology	\$300 - \$900	As Arranged	As Arranged	Vendors and/or Approved Suppliers
Insurance	\$2,000 - \$5,000	As Arranged	As Arranged	Insurance Carrier (or Us only if you fail to maintain required insurance coverage and we elect to obtain coverage for you)
Legal and Accounting Fees	\$4,000 - \$8,000	As Arranged	As Arranged	Attorneys and/or Certified Public Accountants
TOTAL (Skilled Care Services Only)	\$19,300 - \$34,900			
TOTAL (Estimated Initial Investment Including Skilled Care Services)	\$140,877 - \$473,340			

(1) Skilled Care Services. These estimates represent the initial investment required to begin offering Skilled Care services. We based these estimates on information we gathered from third-party vendors and suppliers who provide the items required to begin offering Skilled Care services. If you have previous experience offering Skilled Care or similar services before purchasing a franchise then you may not incur some or all of these expenses.

**ITEM 8
RESTRICTIONS ON SOURCES OF PRODUCTS AND SERVICES**

Approved Supplies and Approved Suppliers

You must operate your business according to methods, standards, and specifications of our System. You may only offer approved services and products necessary to operate an Amada Senior Care Business (“**Approved Supplies**”). We will provide you with a list of the Approved Supplies (“**Approved Supplies**”).

List”). We will also provide you with a list of approved manufacturers, suppliers, and distributors authorized to supply Approved Supplies used to operate an Amada Senior Care Business or offer for sale to clients of an Amada Senior Care Business (“**Approved Suppliers List**”). We reserve the right to revise the Approved Supplies List and the Approved Suppliers List from time to time. We do not issue specifications or standards to our franchisees or Approved Suppliers, and we do not make available our criteria for supplier approval, other than what is generally disclosed in this Item.

As of the Issuance Date of this Disclosure Document, we are not an Approved Supplier of any Approved Supplies that you must purchase or lease for your Amada Senior Care Business. Our affiliate, Nurseloop, is currently an Approved Supplier of proprietary software called Nurseloop that may be used in connection with your Amada Senior Care Business. Certain officers and principals of ours own an interest in Nurseloop. During its 2025 fiscal year, Nurseloop did not derive any revenue from software purchases or leases made by Amada franchisees. Our affiliate, MSCF, is currently an Approved Supplier of a proprietary software called Placed that must be used in connection with your Amada Senior Care Business. Certain officers and principals of ours own an interest in MSCF. During its 2025 fiscal year, MSCF derived \$135,321 in revenue from software purchases and leases made by Amada Franchisees. This information was obtained from MSCF’s unaudited financial statements for the 2025 fiscal year.

We and our affiliates reserve the right to become Approved Suppliers or the only Approved Supplier of any Approved Supplies that you must purchase or lease for your Amada Senior Care Business without notice to you. We and our affiliates also reserve the right to develop certain proprietary products which we may require you to purchase or lease from us or our affiliates and offer for sale at your Amada Senior Care Business. We and our affiliates reserve the right to earn fees on franchisee purchases and leases from suppliers.

You must purchase, sell, and use only those services and products that are listed on the Approved Supplies List from suppliers that are on the Approved Suppliers List. You may not contract for alternate supplies or with alternate suppliers directly. If you would like to offer for sale or use any alternate product, material, or service that is not on the Approved Supplies List, you must notify us and obtain our prior written approval. Similarly, if you would like to supply or purchase any alternate products from a supplier not on the Approved Supplier List, you must also notify us and obtain our prior written approval. At our request, you must provide us, for testing purposes with a sample of the item you wish to purchase and other information so that we can make an informed decision as to whether the product, material, supply, or supplier meets our specifications and quality standards. You must also provide us with the name, address, and telephone number of the proposed supplier. You are not required to pay us a fee for our evaluation of an alternate product, material, service or supplier. We are not required to approve any particular proposed supply or supplier. We are not required to provide reasons for any denial or revocation and may deny or revoke our approval of any supplier in our sole discretion. Upon receipt of written notice of such revocation, you must cease purchasing products from such supplier. We will notify you of our approval or disapproval of a proposed supplier, product, or service within 60 days of receiving all requested information. You must use products purchased from Approved Suppliers solely in connection with the operation of your Amada Senior Care Business. Although suppliers, products, or services may be approved by us, we and our affiliates expressly disclaim all warranties, including warranties of merchantability and fitness for any particular purpose regarding products, services, fixtures, furniture (including without limitation any required computer systems), signs, stationery, supplies, or other approved items sold to or provided to you by us, an affiliate, or any third party, including any Approved Supplier.

You must utilize one of our approved suppliers for bookkeeping services in connection with your Amada Senior Care Business or otherwise obtain our advanced written approval for another supplier of bookkeeping services.

You must utilize our approved supplier, Associated Consultants, Inc. d/b/a RetroTax (“**RetroTax**”), for obtaining work opportunity tax credits. We have negotiated price terms with RetroTax for the benefit of our franchisees. In 2025, RetroTax paid us \$13,829 in rebates from purchases and leases made Amada Senior Care Businesses.

You must purchase or lease operational, financial, and accounting software from one of our 2 approved suppliers, Nurseloop and AxisCare, LLC. We have negotiated price terms with AxisCare, LLC, for the benefit of our franchisees. AxisCare, LLC pays our affiliate, Senior Care Ventures, 15% of its total revenue collected from Amada Senior Care Businesses. During its 2025 fiscal year, Senior Care Ventures derived \$103,034 in revenue from software purchases made by Amada Franchisees. This information was obtained from Senior Care Ventures’ unaudited financial statements for the 2025 fiscal year.

You must use the telephone provider that we designate. We reserve the right to contract directly with a communications company and establish a centralized account through which we pay for the telephone services provided to our franchisees, and, if we elect to do so, you must pay to us a monthly telephone access fee (“**Telephone Access Fee**”) based on the number of telephone lines that you use. Depending on the total number of lines that the System collectively uses, the Telephone Access Fee may include a small administrative cost for us to manage this process for the entire System. If you are no longer in the System, you must assign to us all telephone listings for your business.

Any vendor who has access to or technology used in connection with protected health information must have an executed Business Associate Agreement meeting our then-current requirements as a condition of our approval of that vendor for that purpose.

We will negotiate group rates on products, services, and supplies as we deem necessary. When possible, we will negotiate purchase agreements with suppliers, including price terms, for the benefit of franchisees. There is currently no such purchase agreement and no purchasing cooperative in existence. We do not provide any material benefits to a franchisee for purchasing certain specified products or services.

During the last fiscal year, which ended December 31, 2025, we derived \$88,937 in revenues from franchisees for leases, purchases or services and products from us and our Approved Suppliers, which represents approximately 0.4% of our total revenue of \$21,933,664. We reserve the right to offset any administrative costs incurred by us because of franchisee purchases and leases.

We anticipate that, in total, the items that you must purchase from our Approved Suppliers will constitute up to approximately 75% to 100% of the products, supplies, equipment, services, and leases that you must purchase when establishing your Amada Senior Care Business, and 75% to 100% of your total ongoing purchases once your Amada Senior Care Business is open.

We do not provide or withhold material benefits to you (such as renewal rights or the right to open additional businesses) based on whether or not you purchase through the sources we designate or approve. However, purchases of unapproved supplies or from unapproved suppliers in violation of the Franchise Agreement will entitle us, among other things, to terminate the Franchise Agreement.

Computer System

You must purchase and use the computer hardware system and software, including all future updates, supplements and modifications in operating your Amada Senior Care Business (See Item 11).

Insurance

From time to time you may have the opportunity to work with various insurance carriers which have developed specific insurance policies relating to the senior care business. If you choose to purchase such policies, the carriers may require you to attend, participate in, and/or administer additional training to satisfy their requirements associated with such insurance policies.

As outlined in Section 16 of the Franchise Agreement, you must procure and keep in force insurance policies in such amounts and on such terms, as prescribed by us in the Operations Manual, by an insurance company acceptable to us at all times during the term of the Franchise Agreement. We reserve the right to adjust these coverages and amounts at any time by amending the Operations Manual. You must also procure and keep in force insurance policies in such amounts and on such terms as may be required by statute or rule of the state and county in which the Amada Senior Care Business is located. You must obtain such policies within 30 days after signing the Franchise Agreement. Your failure to obtain insurance constitutes a material breach of the Franchise Agreement entitling us to terminate the Franchise Agreement or exercise any or a combination of the other default remedies provided in Section 13 of the Franchise Agreement. You shall also procure and pay for all other insurance required by state or federal law, including, without limitation, workers' compensation and unemployment insurance. The following is a list of the required insurance coverage including minimum limits of coverage as of the issuance date of this disclosure document:

Coverage	Minimum Limits of Coverage
General Liability Insurance	\$1,000,000 per occurrence \$3,000,000 general aggregate limit
Professional Liability Insurance	\$1,000,000 per claim \$3,000,000 aggregate limit with a minimum sub-limit not less than \$1,000,000 for sexual misconduct, abuse or molestation
Commercial Property Insurance	For all personal property contents at replacement cost value including no less than \$50,000 of Business Interruption Insurance
Third Party Liability Insurance/Bond (theft of client's property)	\$25,000
Automobile Liability Insurance	\$1,000,000
Employment Practices Liability Insurance	\$500,000
Workers' Compensation	Statutory requirements of the Franchisee's state(s) of operation.

ITEM 9 FRANCHISEE'S OBLIGATIONS

This table lists your principal obligations under the franchise and other agreements and other agreements. It will help you find more detailed information about your obligations in these agreements and in other items of this disclosure document.

Obligation	Section in Franchise Agreement	Disclosure Document Item
a. Site selection and acquisition/lease	Section 6.1	Item 7, Item 11 and Item 12
b. Pre-opening purchases/leases	Sections 6.1, 6.8, 6.10, 6.12 and 7.1	Item 7 and Item 8
c. Site development and other pre-opening requirements	Section 6.1	Item 6, Item 7, and Item 11
d. Initial and ongoing training	Sections 3.2 and 6.5	Item 6, Item 7, and Item 11
e. Opening	Section 6.2	Item 11
f. Fees	Section 4	Item 5 and Item 6
g. Compliance with standards and policies/operating manual	Sections 6 and 7	Item 8, Item 11, Item 14 and Item 16
h. Trademarks and proprietary information	Section 5	Item 13 and Item 14
i. Restrictions on products/services offered	Sections 6.8 and 6.10	Item 8 and Item 16
j. Warranty and customer service requirements	Sections 6.6 and 6.8	Item 8
k. Territorial development and sales quotas	Section 1.5	Item 12
l. Ongoing product/service purchases	Section 6.10	Item 8 and Item 11
m. Maintenance, appearance, and remodeling requirements	Sections 6.7, 9.2 and 9.3	Item 6 and Item 8
n. Insurance	Section 16	Item 6, Item 7, and Item 8
o. Advertising	Section 8	Item 6 and Item 11
p. Indemnification	Section 19.1	Item 6
q. Owner's participation/management/staffing	Section 6.6	Item 15
r. Records and reports	Section 10	Item 8 and Item 11
s. Inspections and audits	Sections 6.16 and 10	Item 6, Item 11 and Item 13
t. Transfer	Section 12	Item 6 and Item 17
u. Renewal	Section 2.2	Item 17
v. Post-termination obligations	Section 14	Item 17
w. Non-competition covenants	Section 11	Item 17
x. Dispute resolution	Section 15	Item 17
y. Guaranty	Attachment C	Item 22

ITEM 10 FINANCING

We do not offer direct or indirect financing to you. We do not guarantee your note, lease, or other obligations.

ITEM 11
FRANCHISOR'S ASSISTANCE, ADVERTISING, COMPUTER SYSTEMS, AND TRAINING

Except as listed below, we are not required to provide you with any assistance.

Our Obligations Before the Franchised Business Opens

Before you open your Amada Senior Care Business we will:

1. Provide you with password protected Internet access to an electronic version of the Operations Manual. You are responsible for accessing the Operations Manual for use in your Designated Territory only as necessary, and you must maintain such copies in a confidential manner. As of the issuance date of this disclosure document, the Operations Manual contains 152 pages. (See Franchise Agreement, Section 3.1.1).
2. Provide you with specifications on the size, layout and floor plan of a prototypical Amada Senior Care Business office to assist you with your purchase of furniture, desks, and file cabinets (See Franchise Agreement, Section 3.1.2).
3. Provide you with a copy of job descriptions of key positions for staffing your Amada Senior Care Business (See Franchise Agreement, Section 3.1.3).
4. Provide the initial training program where we will discuss the basics of the business and other start-up business training by phone or webinar ("**Start-up Business Training Program**"). We will provide you a training program on placement services for seniors by webinar ("**Senior Placement Training Program**"). We will also provide you with continuing consultation and advice as we deem advisable with respect to the business of your Amada Senior Care Business before you open your office (See Franchise Agreement, Section 3.1.4 and 3.1.6).
5. Provide you with an Approved Supplies List and Approved Suppliers List (as defined in Franchise Agreement, Section 6.9) and assistance regarding your purchase of initial recruiting materials, marketing materials, and business office supplies (See Franchise Agreement, Section 3.1.5). We do not provide any Approved Supplies or other items for the Amada Senior Care Business's development directly or deliver or install items, nor do we provide written specifications for these items. We will provide the names of approved suppliers, manufacturers, suppliers and distributors.
6. Provide you with sample advertisements regarding the opening of your Amada Senior Care Business and your recruitment of staff (See Franchise Agreement, Section 3.1.7).
7. Provide you, your Primary Contact, or branch manager/operations manager with training at our headquarters in San Clemente, California, or another location designated by us, which may include a hotel, conference center, or resort adjacent to AFI's headquarters that provides the necessary space and functions for such a training program. In this component of the training program, we will generally discuss the operations roles, the sales roles, and recruitment of staff for your Amada Senior Care Business ("**Senior Care Training Program**") We may provide the Senior Care Training Program remotely by webinar (See Franchise Agreement, Section 3.1.8).
8. Review and approve or disapprove the proposed site for your Amada Senior Care Business to ensure it meets our minimum standards and specifications (See Franchise Agreement, Section 3.1.9).

Typical Length of Time Before Operation

The amount of time between the signing of the Franchise Agreement and opening of your Amada Senior Care Business is typically sixty (60) to one-hundred eighty (180) days. The actual length of time it will take you to open your Amada Senior Care Business will depend upon certain critical factors such as your ability to obtain a mutually acceptable site and the lease for your business premises; your ability to obtain acceptable financing; your satisfactory completion of our Start-up Business Training Program and Senior Placement Training Program; your ability to timely obtain required permits ; the timely production of pre-opening recruiting and marketing materials; and the amount of time necessary to hire and train personnel. The most significant factor is the time necessary to obtain the required license in your state (if applicable) and the typical time frame to obtain licenses in licensure states is ninety (90) to one-hundred eighty (180) days. Unless we agree to an extension in writing, we may terminate your Franchise Agreement upon 30 days' written notice to you if you do not open your business within 6 months of the Effective Date of the Franchise Agreement (See Franchise Agreement, Section 6.2).

Our Obligations During the Operation of the Franchised Business

After you open your Amada Senior Care Business we will:

1. Provide you, your Primary Contact, and branch manager/operations manager with tuition-free on-site training for up to 3 days at your location in your Designated Territory (as defined in Item 11). In this component of the training program, we will conduct field training which includes establishing contact with key referral sources, in-field sales training, office setup, and other relevant topics (“**Field Training**”) (See Franchise Agreement, Section 3.2.1).
2. Provide you with ongoing consultation and advice in response to your inquiries about specific administrative and operating issues. We may decide how best to communicate this consultation and advice to you, whether by telephone, in writing, electronically, or in person. The method chosen by us may be different than the methods used by us to communicate with other franchisees (See Franchise Agreement, Section 3.2.2).
3. Administer the Advertising Fund (described below) and approve or disapprove of any advertising that you create for use in your local market (See Franchise Agreement, Section 3.2.3).
4. We may update the Approved Supplies List and Approved Suppliers List from time to time as we deem necessary (See Franchise Agreement, Section 3.2.4).
5. While not currently in place, we may develop an advanced training program for your key personnel, as designated by us, which will be held at our headquarters in San Clemente, California, or another location designated by us, which may include a hotel, conference center, or resort adjacent to AFI's headquarters that provides the necessary space and functions for such a training program, as determined by us. We may provide any advanced training program remotely by webinar. We may charge you a fee for this advanced training, and you must pay all of the travel expenses, such as transportation, lodging, meals, and any related payroll expenses for anyone who attends. If you hire a replacement manager, he or she must meet our applicable training requirements at the time of hire (See Franchise Agreement, Section 3.2.5).
6. Maintain the Amada Website (as defined below). (See Franchise Agreement, Section 3.2.6).

7. We may change or modify the System including the adoption and use of new or modified trade names, trademarks, service marks, or copyrighted materials, new computer programs and systems, new types of inventory, supplies, products, services, equipment, or techniques (See Franchise Agreement, Section 3.2.7).

8. Provide you with information regarding any modifications, improvements, or developments within or to the System in the form of periodic announcements via main menu page or website and email bulletins (See Franchise Agreement, Section 3.2.8).

9. Provide you with assistance regarding staffing matters, which may include providing you with recommended organizational charts, position descriptions for office and field positions, and interviewing guidelines for various positions (See Franchise Agreement, Section 3.2.9).

10. Provide you with additional optional training on an as-needed basis for an additional fee of \$750 per day per trainer plus travel, room and board expenses for each trainer (See Franchise Agreement, Section 3.2.10).

Factors Used for Selecting Location of the Amada Senior Care Business

You must investigate and evaluate potential office space sites for their overall suitability and compatibility with our site selection criteria that we have established as of the approval date (See Franchise Agreement, Section 6.1). Your Amada Senior Care Business may not be located in any person's home, must be within your Designated Territory, must be used exclusively to operate an Amada Senior Care Business, and cannot be virtual after the Opening Date of your Amada Senior Care Business. Based on the requirements of the Franchise Agreement, the factors we generally consider for approving or disapproving of the proposed site of your Amada Senior Care Business are whether it is located in your Designated Territory; its proximity to any large hospital located within the Designated Territory; its accessibility to public transportation; the demographics and concentration of the surrounding population; its accessibility to a large pool of potential staff members; its proximity to schools that offer nursing programs; its proximity to potential competitors; its physical appearance; its total square footage; its interior space plan and floor layout; and building, sign and other applicable codes, ordinances, regulations and restrictions. We do not generally own the premises or lease it to you.

Within 90 days after we both sign the Franchise Agreement, you must locate the site for the Amada Senior Care Business, which must be approved by us. We have 15 calendar days to approve or disapprove your site after you ask for approval. If you do not have an approved site within the 90-day period, we will provide you with an extension of 30 days to cure the default, or any longer time as may be required to obtain the necessary licensure to operate your Amada Senior Care Business. If you do not have an approved site for your Amada Senior Care Business upon the expiration of any such extension, we may terminate your Franchise Agreement. (See Franchise Agreement, Section 6.1).

If you are leasing the premises for your business, you must sign, and have the landlord of the business premises sign the Collateral Assignment of Lease or a comparable document, a copy of which is attached to the Franchise Agreement as **Attachment C**. This document gives us the option to assume your lease if the Franchise Agreement expires or terminates for any reason prior to the conclusion of the lease.

Advertising Program

Advertising Fund. You must contribute 1% of your monthly Gross Billings to an advertising fund exclusively maintained and administered by us ("**Advertising Fund**"). We reserve the right to collect such contributions more frequently than monthly upon 30 days' prior written notice to you and to increase the

Advertising Fund contributions to up to 2% of your monthly Gross Billings. The Advertising Fund will be used to develop, produce, and distribute national, regional and/or local advertising and to create advertising materials and public relations which promote the Marks, other marks owned by us or any of our affiliates, and the products and services offered by the System (See Franchise Agreement, Section 8.1). The Advertising Fund will also be used to satisfy any and all costs of maintaining, administering, directing, preparing, and producing advertising, including the cost of preparing and producing television, radio, magazine and newspaper advertising campaigns, direct mail and outdoor billboard advertising, public relations activities and services provided by advertising agencies, developing and maintaining an Internet website, developing and maintaining a social media presence, developing new revenue streams for franchisees including sales collateral, coaching and training to launch or enhance sources of revenue mix for franchises, and personnel and other departmental costs for advertising that we internally administer or prepare. We may also use the Advertising Fund to procure leads and prospects for potential clients for System franchisees and to cover costs and expenses associated with any Annual Conference and Annual Branch Leadership Conference, including costs related to productions, programs and materials. Not all System franchisees will benefit directly or on a pro-rata basis from such expenditures.

Advertising Fund contributions are used for search engine optimization for the Amada Website (defined below), a portion of which may be used to explain the franchise offering and solicit new potential franchisees. At this time, we do not currently use Advertising Fund contributions for any other solicitation of potential new franchisees. However, we reserve the right to use Advertising Fund contributions for that purpose in the future, and to include a notation in any advertisement referencing the availability of purchasing new franchises. Sales materials, if developed, may be sold to franchisees at a reasonable cost. We will use Advertising Fund contributions to develop and prepare advertising which we will distribute to System franchisees for their placement in the local media. The advertising will be prepared by us and by outside sources in various formats, including but not limited to print, electronic, and video format. If we do not spend all contributions collected for the Advertising Fund by the end of each fiscal year, the funds may be carried forward into the next fiscal year.

We have the exclusive right to determine contributions and expenditures from the Advertising Fund, or any other advertising program, and the authority to determine the selection of the advertising materials and programs; provided, however, that we will make a commercially reasonable effort to expend such funds in the general best interests of the System on a national or regional basis. We are not required under the Franchise Agreement to spend any amount on advertising in your Designated Territory. We have the right to seek reimbursement from the Advertising Fund contributions for reasonable costs and overhead, if any, as we may incur in activities which are reasonably related to directing and implementing the Advertising Fund and advertising programs for franchisees and the System, including costs of personnel for creating and implementing advertising, promotional and marketing programs. There is no requirement that the Advertising Fund be audited. Upon your written request, we will provide you with an unaudited summary of Advertising Fund expenditures.

We may terminate and resume the Advertising Fund periodically during the term of the Franchise Agreement; however, any decision to terminate or resume the Advertising Fund will apply to all franchisees and our company or affiliate owned locations equally. We will not terminate the Advertising Fund before making arrangements to spend or rebate any balance in the Advertising Fund after payment of all expenses in a pro-rated basis according to each franchisee's contributions. If we resume the Advertising Fund, we will give you at least 30 days written notice before Advertising Fund contributions become due again and we will collect Advertising Fund fees at the original rate in the Franchise Agreement.

Anyone who buys a franchise after you do and signs a different form of Franchise Agreement may pay a higher rate of Advertising Fund fees than you do. Any company-owned outlet that provides

Senior Care and/or Senior Placement Services will contribute to the Advertising Fund at a rate that is equal to the lowest percentage contribution rate that any franchisee then pays to the Advertising Fund.

During the last fiscal year, which ended December 31, 2025, we collected \$2,754,889 in contributions to the Advertising Fund. Of that amount, \$2,754,889 was spent by the Advertising Fund during our 2025 fiscal year as follows: public relations (9%), production (38.3%), search engine optimization (11.0%), national accounts (17.4%) and overhead (24.4%). Funds in the amount of \$269,799 were spent above what was collected during the 2025 fiscal year.

Local Advertising and Promotion. You are required to spend the greater of 1% of your monthly Gross Billings or \$1,000 per month on local advertising and promotion (“**Local Advertising and Promotion**”). Within 30 days of the end of each month, you must furnish to us, in a manner approved by us, an accurate accounting of your Local Advertising and Promotion expenditures for the preceding calendar month just ended. You must account for your Local Advertising and Promotion expenditures separately from your contributions to the Advertising Fund. We will provide you with guidelines for Local Advertising and Promotion and any deviation from those guidelines by you requires prior approval from us. You may use your own advertising materials, or those produced by an outside agency, so long as you have received prior written permission from us and such advertising materials include our website address and the Marks in the form, color, and manner that we prescribe. If you propose to use any advertising materials which we have not previously approved, we have the right to condition approval of your proposed advertising upon your agreement to provide other System franchisees, whose Amada Senior Care Businesses are located within the circulation area of the proposed advertising, the opportunity to contribute to and to participate in the advertising. You must provide any proposed advertising materials to us at least 14 days before you propose to use those materials. We are not contractually obligated to approve or reject any advertising materials submitted to us within those 14 days, but we will attempt to do so. You may not use the advertising material unless we give you approval in writing. (See Franchise Agreement, Section 8.4). You may not establish a website using or displaying any of the Marks, and you may not advertise your Amada Senior Care Business or the sale of services or products offered by your Amada Senior Care Business on the Internet except as we permit. We may host and give you access to a separate web page for your Amada Senior Care Business on our website(s), as specified below. Any website or electronic materials you propose to use must be approved in advance by us before publication to the site. (See Franchise Agreement, Section 8.4). You may not advertise or use in advertising or any other form of promotion, our copyrighted works, trademarks, service marks, or commercial symbols without the appropriate © or ® registration marks or the designation TM or SM where applicable. We reserve the right to increase the amount of the Local Advertising and Promotion expenditures, provided that any increase may occur only once during any calendar year. We have no advertising council nor are there any advertising funds other than those described above.

Advisory Council. We currently have a franchisee advisory council (“**Advisory Council**”). You may participate in all Advisory Council programs that we approve. The purpose of the Advisory Council includes exchanging ideas and problem-solving methods, advising us on expenditures for advertising, and coordinating System franchisee efforts.

Technology Franchise Advisory Council. We currently have a technology franchise advisory council (“**TFAC**”) composed of franchisees selected by us at our sole discretion and AFI representatives. The TFAC is an advisory body only with no authority to bind us or obligate us in any respect, and all final authority regarding technology decisions remains solely with us. We reserve the right to modify the structure, membership, and scope of the TFAC, or to dissolve it, at any time in our sole discretion.

Local or Regional Advertising Cooperatives. We have the right to require cooperatives to be formed, dissolved or merged. For example, we may designate a local or regional advertising coverage area

in which your Amada Senior Care Business and at least one other Amada Senior Care Business is located for purposes of developing a cooperative local or regional advertising or promotional program. You will contribute your share to such cooperative advertising and promotional program agreed upon by 50% or more of the Amada Senior Care Businesses within the designated dominant market area (“**DMA**”) as defined by Nielsen Media Research, a company of the Dun & Bradstreet Corporation, or comparable industry designation. The cost of the program will be allocated among each Amada Senior Care Business in such area and each franchisee’s share will be in proportion to its Gross Billings during the preceding 12-month period, or portion of that period. Such payments will be in addition to and exclusive of any other sums you are required to spend on advertising. Currently, however, we have no franchisee cooperatives, but we do have one company-owned outlet. Company-owned outlets do not have controlling voting power on fees imposed by any franchisee cooperatives formed in the future.

Grand Opening. In connection with opening your business, you must spend at least \$2,500 on grand opening promotion and advertising at least 30 days before and during the first 30 days following the Opening Date of your Amada Senior Care Business. These expenditures are in addition to and will not be credited toward your obligation to contribute to the Advertising Fund or toward your Minimum Advertising Expenditure (See Franchise Agreement, Section 8.5).

Marketing Materials. Marketing materials that we supply according to the programs described above may be produced by us or an independent advertising agency depending upon the type of advertising produced and available personnel. Most, if not all, marketing and advertising will be for local distribution and our marketing and advertising programs should expand to regional and national coverage as our franchise program grows. We expect that most marketing and advertising materials we produce will be for Internet marketing (including social media) or print media or other print usage, although some radio and television copy may also be produced.

Website. We reserve the right, but not the obligation, to establish and maintain a website (“**Amada Website**”), which may promote the Marks, System, and Amada Senior Care Businesses operating under the System. We reserve the sole right to control all aspects of the Amada Website, including its design, content, functionality, links to other websites, legal notices, policies and terms of usage. We also reserve the right to discontinue operating the Amada Website at any time without notice to you. Without our advance written approval, you may not maintain your own website, any similar pages on the Internet (including on social media), your own email address or domain, or otherwise maintain a presence online, nor may you conduct online or pay-per-click advertising using any public computer network in connection with the Amada Senior Care Business. We will approve of a fictitious business name for you to use in marketing your Designated Territory (“**Territory Name**”) and for use in conjunction with the Amada Website. You are not guaranteed a right to use the Territory Name for the duration of the Franchise Agreement or upon renewal and we reserve the right to require you to modify your Territory Name. You must adhere to our standards and policies in connection with any website or other Internet presence or advertising that we approve.

Dual Branding. We may co-brand one or more concepts with the Marks (“**Dual Branding**”). Dual Branding may involve changes to the Marks and to the System. If Dual Branding is implemented, the scope and type of Dual Branding may vary in different markets. If we elect to conduct Dual Branding in the market in which your Amada Senior Care Business is located, we will give you notice regarding such contemplated Dual Branding. You will then be required to implement Dual Branding in connection with your Amada Senior Care Business within the time period specified in the notice, and Franchisee must at its expense make the modifications necessary to implement the Dual Branding. However, we are not obligated to offer any Dual Branding opportunity available to you.

Vehicle. You are not required to purchase a vehicle; however, if you use a car in connection with your Amada Senior Care Business, all signage on that vehicle is subject to our approval and design standards.

Pricing. We do not currently restrict the prices at which you sell any products or services, but we reserve the right to establish minimum and/or maximum prices for any products or services, subject to applicable law. You must at all times maintain sufficient levels of care providers to adequately meet customer demand and to adequately service clients.

Computer System

We require you to already have or purchase the hardware and software in accordance with the requirements set forth in the Operations Manual (“**Required Technology**”). For example, most of our franchisees already have a laptop, phone, and other equipment they will use in the Amada Senior Care business. We reserve the right to modify these requirements from time to time. The Required Technology currently consists of high speed business Internet, one computer (laptop or desktop with a minimum processor of Core i5 or Core i7, minimum 16GB of RAM, and current operating system of Windows 10 Pro, Windows 11 Pro, or Mac OS X 11 or higher), tablet which is compatible with current electronic signature software, firewall/router and wireless network technology (WiFi), printer (business class laser), scanner, business phone system, mobile phone, and basic software such as the current version of Microsoft Office Suite, security software (anti-virus, anti-malware, EDR, web filtering), and data backup. Additionally, in connection with the Required Technology you must obtain and maintain an Internet connection which meets the bandwidth specifications set forth in the Operations Manual. The Required Technology is used to record and analyze all business and accounting information for the operation of your Amada Senior Care Business.

You must install and commence using the Required Technology at the earlier of (1) the first servicing of a client; or (2) the obtaining of a home care license and completion of Pre-Opening Business Training; or (3) the completion of Pre-Opening Business Training where no home care licensure is needed. You must acquire the right to use hardware, software, peripheral equipment and accessories, and arrange for installation, maintenance and support services of the initial, changed, or enhanced Required Technology, all at your cost.

Currently the initial cost to purchase the Required Technology ranges from \$2,295 to \$8,110. You may purchase or lease the Required Technology from any vendor. We reserve the right to designate changes or enhancements to the Required Technology. At such time as we may require changes or enhancements to the Required Technology, you may be required to make certain payments to us, an affiliate, an Approved Supplier, or a third party vendor. All hardware and computer network maintenance and upgrades of other software are your responsibility and must be done in a timely manner. There are no contractual limitations on the frequency or cost of upgrades or changes in the Required Technology that we may impose. The approximate potential cost of maintenance, repairs and/or updates for the required computer hardware and software can range from \$0 to \$200 per month, depending on the size of your Amada Senior Care Business. We do not have any contractual obligation to maintain, repair, update or upgrade Required Technology.

You may not use any artificial intelligence tool, automated decision-making system, or other emerging technology in connection with your Amada Senior Care Business without our prior written approval for that specific use. Any technology used to access, store, transmit, or otherwise handle protected health information or sensitive client information requires our separate prior written approval for that specific purpose, and our general approval of any technology for operational use does not extend to protected health information-related uses unless we expressly state otherwise in writing. Any vendor whose technology you use in connection with protected health information must have an executed Business

Associate Agreement meeting our then-current requirements before such use begins. Unauthorized use of technology with protected health information, or use without a required Business Associate Agreement, is a default under the Franchise Agreement.

Technology Management

Technology Fee. You must pay to us a monthly Technology Fee that currently ranges from \$345 to \$595 (“**Technology Fee**”) for certain technologies for the operation of your Amada Senior Care Business. The Technology Fee currently includes two Microsoft 365 E-1 accounts, SignNow, QuickBooks Online and other systems to assist you in internal and external communications, business metrics and the overall technological infrastructure for your Amada Senior Care Business, including your microsite (collectively, the “**Business System**”). The Technology Fee also covers costs related to the research, design, procurement and administration of software and equipment, related personnel and other departmental costs, any optional or required maintenance, support, customization, upgrades and updates to the proprietary software and equipment we may provide you. If we grant you the right to operate additional Amada Senior Care Businesses, you will be required to pay us a separate monthly Technology Fee for each of them unless we determine, in our discretion, that you can effectively operate all of them using the same Business System.

We reserve the right to specify different hardware and software systems in the future, including proprietary software that we or our affiliates develop exclusively for the System. We may require that you directly pay an approved third-party vendor or affiliate for hardware and software systems in the future either for or to replace the hardware and software systems currently provided in the Technology Fee. To the extent that the Technology Fee no longer encompasses a previously provided item, your Technology Fee will be reduced.

We independently access all business records, accounts, books, data, licenses, reports, and contracts (“**Business Records**”) collected or compiled within any of your Business System software platforms and databases. You remain responsible for complying with HIPAA and obtaining authorization prior to acquiring any client protected health information.

Email Fee. For any additional email addresses you request (in addition to the 2 email addresses which are included in the Technology Fee), you must pay to us an email fee (“**Email Fee**”) which is currently \$10-\$23 per month per email account, depending on the type of email account you select. You are only permitted to provide Amada email addresses to your operations and sales staff, and not to your caregivers.

Senior Placement Software. If Franchisee elects to offer Senior Placement Services, an affiliate of Franchisor will provide Franchisee with access to a software platform, Placed, to support those services at no cost for an initial three (3) month period. After the initial period, Franchisee must pay the affiliate’s then-current fees to continue using the software. Franchisee may not offer Senior Placement Services without utilizing software approved by Franchisor. As of the issuance date of this Disclosure Document, Placed is the only approved software.

Training

You and your management staff must attend and complete an initial training program to our satisfaction prior to your opening date. If you fail to do so, we may require you to undergo additional training at your expense; alternatively, we may terminate the Franchise Agreement. Our current training program has 5 components: Start-up Business Training Program, Senior Placement Training Program, Senior Care Training Program, Staffing Training Program, and Field Training. Senior Care Training Program must be completed within 30-60 days after opening. Field Training will be completed

approximately 60-90 days after opening. All 4 components of the initial training program are tuition-free for you and 2 other people associated with your Amada Senior Care Business, such as the branch manager/operations manager and your sales manager. However, you must pay all travel, lodging, meal, and payroll expenses for your personnel, and we reserve the right to charge for additional training beyond the initial tuition-free sessions. The training programs were designed by Tafa Jefferson, Chad Fotheringham, and Matt Smith and are supervised by Mr. Smith. Mr. Jefferson is our Co-Founder & Chief Executive Officer, and has nearly 30 years of experience in this field and has been with us since our inception in 2012. Mr. Fotheringham is our Co-Founder & President, and also has been with us since our inception in 2012. Mr. Smith, who is our Vice President of Training and Support, has approximately 20 years of experience in this field and has been with us since 2018. Mr. Jefferson, Mr. Fotheringham, and Mr. Smith have extensive knowledge of the subject matter taught in the training programs. We reserve the right to include various subject matter experts or other experienced trainers to assist in the training program.

The Onboarding Program is held remotely via phone and webinar or by another medium designated by us. The Onboarding Program is managed by Cece White, Director of Onboarding. Ms. White has been our Director of Onboarding since April 2025 and has 18 years of experience in this field. The Onboarding Program is focused on explaining the basics of the business, including how to get started, applying for licensure, initial sales and marketing strategies, initial recruiting strategies and compliance requirements. The Onboarding Program must be completed prior to attending Amada University, unless we agree otherwise in writing.

The Senior Placement Training Program is held remotely via webinar or by another medium designated by us. The Senior Placement Training Program is managed by Mr. Smith and is provided by Mr. Tyler Hincy, who has over 5 years of experience in this field. The Senior Placement Training Program is offered within 30 days after the Franchise Agreement is executed and is focused on effective marketing strategies for Senior Placement Services. This includes, but is not limited to, relationship development, contracting, effective use of technology, and the financial impact of placement services.

The Senior Care Training Program is typically conducted after the completion of the Start-up Business Training Program and is held at our headquarters in San Clemente, California, or any alternate location we may designate. It is possible to conduct the Senior Care Training Program immediately following the Start-up Business Training Program. The Senior Care Training Program is provided by Matthew Smith and various of our subject matter experts. Mr. Smith is our Vice President of Training and Support and has approximately 20 years of experience in the field. We reserve the right to use similarly experienced trainers in the training program. It focuses on the day-to-day administration of the franchised business and includes training related to the selling process, taking phone calls and setting up senior care cases, recruiting strategies, hiring procedures, scheduling new job orders, payroll and billing, and office administration. The Operations Manual and printed classroom training manuals serve as the principal training materials.

Staffing Training is only required if you wish to offer Staffing Services and takes place in or near your Designated Territory (as defined below). The training program is managed by Jamie Norred, our Director of Sales. Mr. Norred has approximately 20 years of experience in the field. An Amada representative travels to your location in or near your Designated Territory, at no cost to you, to conduct the Staffing Training. It focuses on the processes and steps needed to start and offer Staffing Services and other relevant topics. The Operations Manual and printed classroom materials serve as the principal training materials.

Field Training takes place in or near your Designated Territory. The Amada representative travels to your location in or near your Designated Territory, at no cost to you, to conduct the Field Training, which

includes sales mapping, establishing contact with key referral sources, in-field sales training, office setup, operations and other relevant topics. Topic selections are determined by our management team.

START-UP BUSINESS TRAINING PROGRAM

Subject	Hours of Classroom Training	Hours of On-The-Job Training	Location
Intro to Amada	1	0	Remote by phone and webinar
Intranet overview, how to get information in the Amada online system	1	0	Remote by phone and webinar
Overview of industry terminology	1	0	Remote by phone and webinar
How to register your business	1	0	Remote by phone and webinar
How to apply for your local business license [^]	0-1	0	Remote by phone and webinar
Home care licensing assistance [^]	0-4	0	Remote by phone and webinar
Locating the ideal office space, what to look for	1	0	Remote by phone and webinar
Setting up required technology with vendors	1	0	Remote by phone and webinar
Overview and where to get proper insurance	1	0	Remote by phone and webinar
Caregiver recruiting, hiring and retention	2	0	Remote by phone and webinar
Territory analysis, competitive, sales and recruiting	5	0	Remote by phone and webinar
Preparing for training at corporate	0.5	0	Remote by phone and webinar
TOTAL	14.5-19.5	0	

[^] Hours shown as a range reflect the training time applicable based on whether your state requires home care licensure. Franchisees operating in states that do not require home care licensure will receive zero hours on these subjects.

SENIOR PLACEMENT TRAINING PROGRAM

Subject	Hours of Classroom Training	Hours of On-The-Job Training	Location
Different types of senior living facilities	0.5	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
Marketing placement services to facilities	0.5	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
Contracting with facilities best practices	0.5	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
Using Placed	5	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
The positive financial impact of placements on your P&L	0.25	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
TOTAL	6.75	0	

AMADA UNIVERSITY

Subject	Hours of Classroom Training	Hours of On-The-Job Training	Location
Overview of Amada University	0.5	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
Amada mission and values	1.5	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
Understanding entrepreneurship and being a franchisee	1	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
SEO and marketing	2	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar

Subject	Hours of Classroom Training	Hours of On-The-Job Training	Location
Healthcare industry overview	1	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
Workforce Readiness Strategies	8	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
National and strategic accounts and healthcare strategies overview	2.5	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
Sales strategies	5	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
Client onboarding	1.5	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
Long term care insurance – overview, policy structure, claims, and reimbursement	5	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
Business operations training	6	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
IT and security overview	1.5	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
Finances: Understanding your Business Metrics	3	0	Our headquarters in San Clemente, CA or another location we may designate including remotely by webinar
Wrap up of the week	1.5	0	
TOTAL	40	0	

STAFFING TRAINING PROGRAM

Subject	Hours of Classroom Training	Hours of On-The-Job Training	Location
6 Essential Steps to Starting Healthcare Staffing	2	0	In your Designated Territory

Subject	Hours of Classroom Training	Hours of On-The-Job Training	Location
Healthcare Staffing Sales and Process	3	0	In your Designated Territory
Healthcare Staffing Recruiting and Credentialing Process	1.5	0	In your Designated Territory
Q&A	1	0	In your Designated Territory
Review of Sample Contracts, Letters and Forms	1	0	In your Designated Territory
Client Sales in the field	0	6	In your Designated Territory
Recap and Questions	1	0	In your Designated Territory
TOTAL	9.5	6	

FIELD TRAINING PROGRAM

Subject	Hours of Classroom Training	Hours of On-The-Job Training	Location
Caregiver recruiting and retention strategies	0	6-8	In your Designated Territory
Sales strategies	0	6-8	In your Designated Territory
Business operations training	0	6-8	In your Designated Territory
TOTAL	0	18-24	

Our Start-up Business Training Program is offered continuously, but we reserve the right to not offer it in a given month if the schedule does not permit. Our Senior Placement Training Program is offered continuously, but we reserve the right to not offer it in a given month if the schedule does not permit. Our Senior Care Training program will be offered in any month with a minimum of 3 participants and on an as-needed basis several times per year. Our Field Training is offered upon the successful conclusion of the Start-up Business Training Program and Onboarding Training Program and based upon your and our availability. We reserve the right to modify any aspect of the initial training program at any time, including the right to reduce the number of days of training or to replace in-person training with e-learning or other techniques and methods.

Continuing Education

In addition to the Start-up Business Training Program, Senior Placement Training Program, Senior Care Training Program, and Field Training outlined above, you may also request that we provide you with a private 3-day continuing education session at our headquarters in San Clemente, California, or at a location we designate. The cost for such a session is our then-current fee, which is currently \$1,500 plus your and your employees' travel, meals, lodging, and payroll expenses. Alternatively, you may attend a non-private, previously scheduled training session that we may provide from time to time, at no cost to you other than the travel, meals, lodging, and payroll expenses for you and your employees who attend.

To assist you in operating your business, we may offer additional training programs and/or refresher courses to you, your manager, and/or your employees as we deem appropriate, including the opportunity to spend approximately 2 to 5 days training with one of our other currently operating franchisees. The additional training programs and refresher courses will be at our then-current tuition for ongoing training, which is presently \$750 per day per trainer. As of the date of this disclosure document, we are not able to

state or estimate the location, duration or frequency of any additional training programs and/or refresher courses as these programs and courses will vary depending on your needs and the needs of our other System franchisees. We currently do not anticipate offering more than 2 additional training programs and/or refresher courses during a calendar year and we currently anticipate that each training program and/or refresher course will last approximately 2 to 3 days. We may require you and your employees' attendance at these programs and/or courses. You must pay for you and your employees' travel, meal, lodging, and payroll expenses while attending any such additional training programs.

Conferences

We may periodically conduct an annual conference ("**Annual Conference**") and if we do, we will determine its duration, curriculum, and location. We reserve the right to require you to attend the Annual Conference and to pay our then-current registration fee up to \$2,500 per person, which you must pay regardless of whether you attend the Annual Conference. You will be responsible for all other expenses incurred in connection with any such meetings, including the costs of travel, lodging, meals, and payroll expenses. Any such Annual Conference will not exceed 3 days in duration. We reserve the right to use contributions to the Advertising Fund for purposes related to the Annual Conference, including costs related to productions, programs, and materials. We also reserve the right to generate sponsorship revenue from our Approved Suppliers to defray the costs of conducting an Annual Conference. During the 2025 fiscal year, we generated a total of \$154,000 in sponsorship revenue from multiple Approved Suppliers.

We may periodically conduct an annual branch leadership conference for all branch manager/operations managers and sales personnel to attend ("**Annual Branch Leadership Conference**") and if we do, we will determine its duration, curriculum, and location. We reserve the right to charge a registration fee for such a conference and you will be responsible for all other expenses incurred in connection with any such meetings, including the costs of transportation, lodging, meals, and wages. We reserve the right to use contributions to the Advertising Fund for purposes related to the Annual Branch Leadership Conference, including costs related to productions, programs, and materials.

ITEM 12 TERRITORY

Franchise Agreement

The Franchise Agreement grants you the right and license to establish and operate one Amada Senior Care Business to be located within an exclusive Designated Territory at a site approved by us ("**Authorized Location**") and identified in **Attachment A** to the Franchise Agreement. You must locate and operate your Amada Senior Care Business at an Authorized Location within the specific geographic area we assign to you as described in **Attachment A** to the Franchise Agreement. You may not relocate your Amada Senior Care Business without our prior written approval. Your territorial rights in the Designated Territory, including any exclusivity or protections described herein or in the Franchise Agreement, shall begin on the Opening Date of your Franchised Business. Before the Opening Date, your Designated Area will not be considered active and we may market, service, refer, or authorize others, including neighboring System franchisees, to market, service, or refer business in the Designated Territory without obligation or compensation to you. If a neighboring System franchisee obtains clients within your Designated Territory before the Designated Area is active, they may continue to provide services and products to such client(s) after your Opening Date. On or after your Opening Date, your Designated Territory becomes active and neighboring System franchisees may no longer accept new clients within your Designated Territory without your and our permission.

A Designated Territory will generally have a residential population base of approximately 32,000 to 42,000 people who are aged 65 and older at the time that the Franchise Agreement is signed. We determine the population in a Designated Territory by using the most recent projection statistics released by the United States Census Bureau, including population estimates taken in between each decennial census. We currently use Map Business Online for demographic information, but we reserve the right to use the services of other demographic information resources.

We generally designate the boundaries of the Designated Territory by ZIP Codes. A list of the ZIP Codes for your Designated Territory will be provided in **Attachment A** to the Franchise Agreement. ZIP Codes are a system of postal codes used by the United States Postal Service (“USPS”) and are changed by the USPS from time to time. Changes by the USPS may affect the ZIP codes and the geographic area that comprises your Designated Territory, including the number of residents aged 65 or older in the Designated Territory.

Your territorial rights in your Designated Territory, including exclusivity, begin on your Opening Date. Before your Opening Date, your Designated Territory will not be considered active and we may market, service, refer, or authorize others, including neighboring System franchisees, company-owned locations, or affiliate-owned locations, to market, service, or refer business in your Designated Territory without obligation or compensation to you. On and after your Opening Date, your Designated Territory becomes active and exclusive to you while the Franchise Agreement is in effect and you are in compliance with all of its terms and conditions, including complying with Minimum Gross Billings Standards for Senior Care services described below. While non-compliance with the terms and conditions of the Franchise Agreement will cause a default, we will not unilaterally modify the Designated Territory for any reason while the Franchise Agreement is in effect. Exclusivity means we and our affiliates will not establish or operate, or authorize others to establish or operate, an Amada Senior Care Business in your Designated Territory.

Year	Gross Billings*
By the end of Year 1**	\$150,000
By the end of Year 2	\$300,000
By the end of Year 3	\$500,000
By the end of Year 4	\$750,000
By the end of Year 5	\$900,000
By the end of Year 6	\$1,200,000
By the end of Year 7	\$1,200,000
By the end of Year 8	\$1,200,000
By the end of Year 9	\$1,200,000
By the end of Year 10	\$1,200,000

* Minimum Gross Billings Standards are not a representation or guarantee of actual earnings or of the financial performance of your Amada Senior Care Business.

** For purposes of the Minimum Gross Billings Standards, "Year 1" begins on the first day of the month following your Opening Date. If your Opening Date has not occurred within six (6) months of the date you signed your Franchise Agreement, Year 1 will begin on the first day of the month following the expiration of that six-month period (the "**Deemed Opening Date**"), regardless of whether you have satisfied all pre-opening conditions. We may, in our sole discretion, extend the period before the Deemed Opening Date if we determine that you have been actively and diligently pursuing all pre-opening conditions in good faith; any such extension will be confirmed to you in writing.

We maintain records of the zip codes associated with each franchisee's client billings as reported through our royalty reporting system. We conduct periodic reviews of franchisee client zip code data to identify potential encroachment on another franchisee's Designated Territory and perform random territory audits on a periodic basis. In addition, if you believe that another franchisee is servicing clients within your Designated Territory without authorization, you may submit a written request for a territory audit using our then-current form of territory audit request. We will conduct a territory audit upon receipt of a properly submitted audit request form. If we identify that a franchisee is servicing clients in another franchisee's Designated Territory without required authorization, we will notify the encroaching franchisee and take appropriate corrective action consistent with the Franchise Agreement. You acknowledge that our ability to detect encroachment depends in part on the accuracy of zip code data reported by franchisees in connection with their royalty obligations. We do not guarantee that all instances of encroachment will be detected or remedied, and our periodic monitoring does not create an obligation to detect or remedy every instance of encroachment as it occurs.

If you do not achieve your Minimum Gross Billings Standard for Senior Care services in your Designated Territory in any year during the term of the Franchise Agreement, or if you fail to follow our lead policy which requires you to submit all leads that you receive in other franchisee's territories and promptly offer services to all franchisees in your Designated Territory on multiple occasions, we will have the right to reduce the size of your Designated Territory, operate or authorize others to operate Amada Senior Care Businesses in your Designated Territory, or terminate your Franchise Agreement upon 30 days' written notice. Gross Billings obtained from Senior Care services outside of your Designated Territory (including in any Contiguous Area, as defined below) may not be used to meet the Minimum Gross Billings Standard for Senior Care services. Other than as disclosed in Item 19 of this disclosure document, we do not furnish or authorize our salespersons to furnish any oral or written information concerning the actual or potential sales, costs, income or profits of an Amada Senior Care Business. If you sign a successor Franchise Agreement, your Minimum Gross Billings Standards will be the Minimum Gross Billings Standards you were required to satisfy during the last year of your initial term unless our then-current form of Franchise Agreement specifically requires the satisfaction of a different set of Minimum Gross Billings Standards.

The following chart lists Minimum Gross Billings Standards that are applicable to Skilled Care services:

Year	Gross Billings*
By the end of Year 1 **	\$37,500
By the end of Year 2	\$75,000
By the end of Year 3	\$125,000
By the end of Year 4	\$187,500
By the end of Year 5	\$225,000

Year	Gross Billings*
By the end of Year 6	\$300,000
By the end of Year 7	\$300,000
By the end of Year 8	\$300,000
By the end of Year 9	\$300,000
By the end of Year 10	\$300,000

* Minimum Gross Billings Standards are not a representation or guarantee of actual earnings or of the financial performance of your Amada Senior Care Business.

** The Minimum Gross Billings Standards applicable to Skilled Care services commence upon the date you sign the Skilled Care Services Addendum, not upon your Opening Date.

The Minimum Gross Billings Standards that are applicable to Skilled Care services commence upon the signing of the Skilled Care Services Addendum. Gross Billings obtained from Skilled Care services outside of the Designated Territory (including in any Contiguous Area) may not be used to meet the Minimum Gross Billings Standards for Skilled Care services. There are no minimum requirements applicable to Senior Placement Services or Staffing Services.

The franchise is limited to the right to develop and operate one Amada Senior Care Business at the Authorized Location located in the Designated Territory, and does not include (i) any right to market or sell products or services identified by the Marks at any location other than within the Designated Territory, or through any other channels or methods of distribution, including the Internet (or any existing or future form of electronic commerce including but not limited to social media websites and mobile communication devices), except in accordance with policies stated in the Operations Manual; (ii) any right to sell products or services identified by the Marks to any person or entity for resale or further distribution; or (iii) any right to exclude, control, or impose conditions on our development of future franchised, company or affiliate owned Amada Senior Care Business at any time outside of the Designated Territory.

We and our affiliates reserve the right to:

1. Establish or license others the right to establish an Amada Senior Care Business at any location outside the Designated Territory, as we deem appropriate, regardless of proximity to the Designated Territory, without compensation to you;
2. Establish and license others to establish businesses under other systems using the Marks or other proprietary marks, which businesses may be located within or outside the Designated Territory, provided, however, that, except as specifically provided in the Franchise Agreement, we will not license or establish a business substantially similar to the Amada Senior Care Business within your Designated Territory;
3. Sell the services, products, materials and related equipment authorized for your Amada Senior Care Business under other trademarks, service marks and commercial symbols through similar or dissimilar channels of distribution and pursuant to terms we deem appropriate within and outside your Designated Territory, without compensation to you;

4. Advertise and sell the services, products, materials and related equipment authorized as associated with your Amada Senior Care Business under the Marks through dissimilar channels of distribution including, without limitation, by electronic means such as the Internet and websites we establish and pursuant to terms we deem appropriate within and outside your Designated Territory, without compensation to you;
5. Advertise the System on the Internet and to create, operate, maintain and modify, or discontinue the use of one or more websites using the Marks;
6. Acquire the assets or ownership interest of one or more businesses providing services, products, materials and related equipment similar to those provided under your Amada Senior Care Business, and franchise under a service mark or trademark other than our Marks, license or grant the right to others to operate those businesses once acquired, regardless of whether these businesses are located or operating within your Designated Territory, and you will not be entitled to any compensation in connection with that transaction;
7. Be acquired by a business providing services, products, materials and equipment similar to those provided at your Amada Senior Care Business, even if such business operates, franchises or licenses competitive businesses in your Designated Territory, and you will not be entitled to any compensation in connection with that transaction;
8. Operate and expand a National Accounts Program, in which you are required to participate and cooperate, including refraining from certain channels of marketing and distribution. In the event that you do not participate in any such National Accounts Program or are unable to fully service a National Account in your Designated Territory, we, an affiliate, or a third party designee of ours (including another franchisee within the System) may provide the services necessary to fulfill a National Account in your Designated Territory and you will not be entitled to any compensation in connection with that transaction;
9. Offer, sell, operate or distribute and/or license others to sell, operate and distribute through franchised or non-franchised businesses, at wholesale or retail, within and outside the Designated Territory (a) Amada branded goods and services not then offered and sold through the System, or (b) goods and services under another brand where comparable goods and services are not then offered and sold through the System, without compensation to you. These goods and services may be offered and sold through similar or dissimilar channels or methods of distribution, including the Internet and outlets that do business under the Amada name or another name. Examples of these outlets include durable medical equipment centers, assisted living facilities, adult daycare and/or child daycare facilities and hospices, but the examples also include businesses that are not in the healthcare industry;
10. Establish multi-area marketing programs and regional and national account programs that allow us or our affiliates to market anywhere, including in your Designated Territory;
11. Offer promotional programs from time to time to existing franchisees who meet certain criteria established by us. Such programs may involve certain market segments and may include modified Royalty Fees as determined solely by us;
12. Reserve the right to establish minimum and maximum prices for use with National Accounts Programs and special price promotions as allowed by law; and
13. Engage in any other activities not expressly prohibited in the Franchise Agreement.

You must at all times use your best efforts to promote and increase the sales and service of the Amada Senior Care Business and to effect the widest and best possible distribution, sale and placement, solicitation and servicing of all potential clients for authorized services throughout the Designated Territory.

You may not directly market, solicit or perform any Senior Care, Skilled Care or Staffing Services in another System franchisee's Designated Territory. If you wish to perform any of these services in the Designated Territory of another franchisee, you must first seek written permission from that franchisee, and from us. If you service clients in another System franchisee's Designated Territory without necessary permissions, you may be required to pay an Encroachment Fee and an administrative Fee.

If you first obtain our written approval, which we have the right to grant or deny for any reason, you may be permitted to solicit or accept business for Senior Care, Skilled Care or Staffing Services from consumers outside of your Designated Territory, within a contiguous area to the Designated Territory ("**Contiguous Area**"). Contiguous Areas must not be within the Designated Territory of another System franchisee, company or affiliate-owned Amada Senior Care Business. If all or a portion of a Contiguous Area becomes part of the Designated Territory of another System franchisee, company or affiliate-owned Amada Senior Care Business, we may allow you to continue to provide services and products to such clients in the Contiguous Area ("**Legacy Client**"), provided that those client relationships were established and serviced by you on or after your Opening Date. No client relationship, lead, contact, or activity occurring before your Opening Date creates any Legacy Client right, grandfathered right, or continuing service right in your favor in any Contiguous Area or otherwise. Legacy Clients may be serviced until such time as the Legacy Client discontinues services with you.

We have the right to withdraw our approval of your use of any promotional materials and to otherwise promote, advertise, solicit, provide care, companionship, products, materials, and equipment or perform any other Senior Care, Skilled Care or Staffing Services outside of the Designated Territory at any time without any obligation to you.

You may perform, solicit or accept business for Senior Placement Services outside of your Designated Territory but you may not market Senior Placement Services within the Designated Territory of another System franchisee, company or affiliate-owned Amada Senior Care Business without our and the impacted franchisee's written approval.

You may not establish or operate another Amada Senior Care Business unless you enter into a separate Franchise Agreement. Under your Franchise Agreement, you do not receive any options for additional franchises, any rights of first refusal to acquire additional franchises, or any similar rights to buy additional franchises. You do not have any right to sublicense or subfranchise within or outside of the Designated Territory and do not have the right to operate more than one Amada Senior Care Business within the Designated Territory. We may not alter your Designated Territory or modify your territorial rights before your Franchise Agreement expires or is terminated, although we may do so for a successor franchise or upon a transfer by you.

If at any time we or our affiliates franchise rights to use the Marks to offer products or services different from the products and services you are authorized to offer under the Franchise Agreement, then we will grant you a right of first refusal to acquire the franchise rights to offer the other products or services in your Designated Territory ("**Right of First Refusal**") if you satisfy the ROFR Conditions. The "**ROFR Conditions**" include your compliance with the Franchise Agreement at all times, including all performance and related standards.

You will have 30 days to notify us in writing if you wish to exercise the Right of First Refusal. If you don't, or if you don't satisfy the ROFR Conditions, we and our affiliates will have the right to grant

franchises to others to use the Marks to offer the other services or products within your Designated Territory without compensation to you.

If you are an existing franchisee and we grant you the right to develop and operate additional Amada Senior Care Businesses, you will enter into a separate Franchise Agreement for each Amada Senior Care Business that you commit to develop. Each Franchise Agreement that you sign will grant you the right and license to establish and operate an Amada Senior Care Business to be located at an Authorized Location within the Designated Territory assigned to you under the particular Franchise Agreement according to the same rights and obligations as described above.

ITEM 13 TRADEMARKS

We own the Marks that we license to you to use in the Amada Senior Care Business. The following Mark has been registered on the Principal Register with the United States Patent and Trademark Office (USPTO):

Mark	Registration Date	Registration Number	Status
AMADA	January 6, 2015	4,665,436	Registered
	November 4, 2025	8,008,830	Registered
	September 9, 2025	7,936,718	Registered
	September 23, 2025	7,956,256	Registered

We have filed and intend to file all required affidavits and renewals for the Mark listed above.

We also grant you the right to use certain other common law trademarks, including those identified below:

Common Law Marks



We do not have a federal registration for the common law trademarks listed in the table above. These common law trademarks do not have many of the legal benefits and rights that federally registered trademarks have. If our right to use any of the common law trademarks is challenged, you may have to change to an alternative trademark, which may increase your expenses.

There are no currently effective agreements that significantly limit our right to use or license the use of the Marks in a manner material to the franchise. There are no currently effective material determinations of the USPTO, the Trademark Trial and Appeal Board, or any state trademark administrator or court. There are also no pending infringement, opposition or cancellation proceedings, or any pending material litigation involving any of the Marks.

We are aware of one third-party business that might claim rights that could affect your use of the trademark. The business is Amada Health, located at www.amadahealth.com and is located in Fresno, California. If your franchise will be located in this area, and if this user could establish common law trademark rights in the area, it could materially affect your use of the Marks in that area. We have demanded that this business cease and desist from further use and intend to file a trademark infringement lawsuit to enjoin this party if we are unable to reach a settlement agreement.

Except as listed above, we do not know of any superior prior rights or infringing uses that could materially affect franchisees' use of the Marks in any state.

You must notify us immediately when you learn about any suspected unauthorized use of the Marks, any challenge to the validity of the Marks, or any challenge to our ownership of, our right to use and to license others to use, or your right to use, the Marks. We will take whatever action we deem appropriate to protect the Marks. We are not required to defend or otherwise protect you against a claim of infringement or unfair competition arising out of your use of the Marks. We have the right to control any administrative proceedings or litigation involving a Mark. We are not required to participate in your defense or in your indemnification for expenses and damages if you are party to an administrative or judicial proceeding involving a trademark licensed to you, or if the proceeding is resolved unfavorably to you.

You must modify or discontinue using any Mark upon direction to do so from us within 5 days after receiving notice from us. The Franchise Agreement does not provide you with any specific rights if we require you to modify or discontinue the use of any Marks.

You derive the right to use the Marks only under a franchise agreement.

ITEM 14

PATENTS, COPYRIGHTS AND PROPRIETARY INFORMATION

We own no registered patents that are material to the System. We have not filed any copyright registrations with the United States Copyright Office. However, we claim common law rights and copyright protection for the signage, promotional materials, Operations Manual, training materials, agreements, and any other documents and materials used in connection with the operation of the System and Amada Senior Care Businesses. There are no pending patent applications that are material to the franchise.

You are prohibited from duplication of the System and shall not disclose or cause to be disclosed any part of the System or Operations Manual. The Operations Manual belongs to us and you must return it to us or, if stored in computer files, delete those files, upon the expiration or termination of the Franchise Agreement. We may provide updates to the Operations Manual electronically over our intranet website. You must periodically check our intranet website for updates to the Operations Manual. If we elect to provide you with a hard copy of the Operations Manual, you must at all times ensure that your copy of the Operations Manual is kept on the premises of your Authorized Location and kept current and up to date. If there is a dispute involving the contents of the Operations Manual, the terms of our master copy will control.

Your entire knowledge of the operation of the Amada Senior Care Business is derived from information disclosed to you by us and certain information is proprietary, confidential and a trade secret of

ours. “**Trade Secret**” includes the Business Records and the whole or any portion of know-how, knowledge, methods, specifications, processes, procedures and/or improvements regarding the Amada Senior Care Business that is valuable and secret in the sense that it is not generally known to competitors of the System. You shall maintain the absolute confidentiality of all trade secret information during and after the term of the franchise and will not use any information in any other business or in any manner not specifically authorized or approved in writing by us. However, your obligation to maintain the confidentiality of proprietary information should not include the following exceptions: (i) information as previously known by you before disclosure by us if you identify any information as previously known; (ii) information disclosed to you by a third party, unless the third party is under a duty not to disclose or use the information, or unless the third party is not in rightful possession of any information; or (iii) information generally known in the pertinent trade. Information shall be deemed generally known only if you can establish that the full particulars of the proprietary information in the combination disclosed to you is well known or generally used within the trade or industry. Exceptions (i) - (iii) above shall only apply if you notify us of the pertinent exception (i) - (iii) within 30 days after our disclosure to you of any confidential proprietary information.

Proprietary information shall not be deemed to be within the foregoing exceptions merely because this information is embraced by part of or more general information in the public domain or in your possession. In addition, any combination of features shall not be deemed to be within the foregoing exceptions merely because individual features are in the public domain and are in your possession, but only if the combination itself, its principal of operation, knowledge or know-how are in the public domain or in your possession.

You will divulge confidential information and trade secrets only to those of your employees as must have access to it in order to operate the Amada Senior Care Business. Any and all information, knowledge and know-how, including, specifications and materials concerning the System and any other data which we designate as confidential shall be deemed confidential for purposes of the Franchise Agreement.

We are entitled to immediate equitable remedies, including restraining orders and injunctive relief, in order to safeguard the proprietary, confidential, unique, and special information of the System. All of your employees having access to the confidential and proprietary information of the System shall sign a confidentiality agreement in a form acceptable to us.

We have no obligations under the Franchise Agreement or otherwise to protect any or all rights that you have or may acquire to use a patent, patent application or copyright which we may have or obtain.

There is no infringing use known to us which would materially affect your use of proprietary and/or copyrighted materials.

You must not use, in advertising or any other form of promotion, the copyrighted materials, trademarks, service marks or commercial symbols of the System without the appropriate notices which may be required by law or us, including ©, ® or other copyright registration notices or the designations TM, SM where appropriate or an indication that the Marks described in Item 13 and any other trademarks or service marks are our trade names, trademarks and service marks or those of an affiliate. The contents of all material available from us are copyrighted by us unless otherwise indicated. All rights are reserved by us, and content may not be reproduced, disseminated, published, or transferred in any form or by any means, except with our prior written permission. Despite anything stated or implied to the contrary in this Agreement, you must not use any of the Marks or copyrighted materials in any manner which has not been specified or approved by us.

You derive the right to use these items only under a franchise agreement with us.

ITEM 15
OBLIGATION TO PARTICIPATE IN THE
ACTUAL OPERATION OF THE FRANCHISE BUSINESS

Franchise Agreement

Upon executing the Franchise Agreement, you will designate and retain an individual (“**Primary Contact**”) who will have the full authority to act on your behalf in connection with the performance and operation of the Amada Senior Care Business, including but not limited to having the authority to enter into contracts on behalf of the Amada Senior Care Business. You must designate your Primary Contact on the Data Sheet attached to the Franchise Agreement as **Attachment A**.

Your Primary Contact need not have any equity ownership in your Amada Senior Care Business but must furnish full-time attention and best efforts to the management of your Amada Senior Care Business. The Primary Contact must meet our standards and requirements and must have successfully completed our initial training program. If the performance of your Amada Senior Care Business fails to meet or exceed our standards, we may request that you replace your Primary Contact. Alternatively, you may not change the Primary Contact of your Amada Senior Care Business without our prior approval.

You covenant in the Franchise Agreement that during the term of that Agreement, except as otherwise approved in writing by us, you (if you are an individual), the single biggest shareholder of the securities of your entity (if you are a corporation), a general partner of your entity (if you are a partnership), the managing member of your entity (if you are a limited liability company), or your designated Primary Contact will continuously devote full-time energy and best efforts to the management and operation of the Amada Senior Care Business. From and after the Opening Date, either you (if you are an individual) or your designated Primary Contact (if you are a business entity) must serve as the active, full-time operator of the Amada Senior Care Business (“**Active Operator**”). The Active Operator must personally attend and successfully complete all in-person components of our initial training program as a condition precedent to the Opening Date and to continued operation of the Franchised Business. The Active Operator must devote full-time energy and best efforts to the management and operation of the Amada Senior Care Business from and after the Opening Date. The Active Operator obligation does not apply before the Opening Date; however, prior to the Opening Date, you or your Primary Contact must be actively and diligently engaged in completing all pre-opening conditions, including training, licensure, site selection, and other obligations required by the Franchise Agreement.

To assist your Primary Contact with the day-to-day operations of the Amada Senior Care Business, you may hire a branch manager/operations manager. Your branch manager/operations manager need not have any equity ownership in your Amada Senior Care Business. If you hire such a person, he or she must successfully complete our required training programs. You must keep us informed of the identity of any branch manager/operations manager whom you hire. Your designation of a branch manager/operations manager does not relieve you or your Primary Contact of the obligation to devote full-time energy and best efforts to the active management and oversight of the Amada Senior Care Business. You will disclose to your Primary Contact and any other employee only the information needed to operate the Amada Senior Care Business and you will advise all such people that any confidential information is a Trade Secret of ours. Your Primary Contact must enter into an agreement (“**Confidentiality, Non-Disclosure and Non-Competition Agreement**”) in a form satisfactory to us, which prohibits the Primary Contact from disclosing proprietary information related to the Amada Senior Care Business or the System and contains covenants not to compete during and after employment for a period of 2 years, as described in Item 17. The Confidentiality, Non-Disclosure, and Non-Competition Agreement attached as **Exhibit J** to this disclosure document is currently considered a satisfactory form.

If your Primary Contact's employment with you is terminated, you must designate a new Primary Contact who must successfully complete our initial training program within 90 days after the termination of the initial Primary Contact, unless we do not hold an initial training program during that 90-day period, in which case the replacement Primary Contact must attend and successfully complete the first available initial training program held by us.

You are required to hire or engage a marketing manager, subject to our approval. The marketing manager must meet our qualifications and standards, and their appointment is subject to our prior written approval. You may act as the marketing manager yourself, or designate an employee or third-party vendor, provided that the individual or entity is approved by us. We may withdraw our approval if the marketing manager fails to meet our standards or comply with our system requirements.

You must hire a sufficient number of qualified, competent personnel, in order to offer prompt, courteous and efficient service to the public, and otherwise operate the Amada Senior Care Business in compliance with the System so as to preserve, maintain and enhance the reputation and goodwill of the System. For example, we typically see franchisees follow one of 2 organizational models during the first 12 months of operating an Amada Senior Care Business: the franchisee owner serves the role of a salesperson and hires a branch manager/operations manager to manage the office and handle caregiver recruiting and scheduling, or the franchisee owner serves the role of a branch manager/operations manager and hires a salesperson.

You must screen all prospective and current employees, caregivers, aides, companions, contractors, and any other individual providing direct client services in full compliance with all applicable federal, state, and local laws and regulations governing background checks, registry searches, and personnel screening in the homecare industry; and ensure that they complete all training required by applicable law and our then-current caregiver training standards as set forth in the Operations Manual prior to providing unsupervised client services, and complete all ongoing and refresher training required by applicable law or our standards thereafter. You must notify us in writing within twenty-four (24) hours of receiving notice of any employment-related investigation, audit, claim, or proceeding involving the Amada Senior Care Business, including any proceeding in which we are named or identified as a potential joint employer.

Each of your owners, employees (such as a branch manager/operations manager) and agents who have access to our proprietary information must also sign a Confidentiality, Non-Disclosure, and Non-Competition Agreement. These individuals must maintain the confidentiality of all proprietary information and conform to the covenants not to compete that we describe in Item 17.

If you are a corporation, general partnership or limited liability company, all shareholders (and their spouses) with a 20% or greater ownership interest in the corporation, all general partners or all members and managers (and their respective spouses), must personally and unconditionally guarantee the payment of all of your monetary obligations under the Franchise Agreement by signing the personal guaranty in the form of **Attachment C** to the Franchise Agreement. By signing the personal guarantee, spouses become jointly and severally liable for all obligations of the franchise, whether or not they are involved in the operation of the Amada Senior Care Business.

Your entity must be, and remain throughout the term of the Franchise Agreement, a special purpose entity formed and operated solely to own and operate an Amada Senior Care Business. Your entity may not conduct any other business activity, own or operate any other line of business, commingle assets, liabilities, employees, contracts, accounts, or operations with any other business or entity, or use your entity's accounts, personnel, systems, or records for any purpose unrelated to the Amada Senior Care Business without our prior written consent.

ITEM 16
RESTRICTIONS ON WHAT THE FRANCHISEE MAY SELL

You must offer for sale, use, sell, and provide through your Amada Senior Care Business only those products and services that we authorize or require for the System. You may not offer for sale, use, sell, or provide any products or services that we have not authorized. You must follow our policies, procedures, methods, and techniques, and you may not deviate from our standards or specifications without our prior written consent. You must discontinue selling and offering for sale any unapproved products and services, or any products and services which we may, in our discretion, disapprove in writing at any time. The Franchise Agreement does not limit our right to make changes to the types of approved products and services. We have the right to add additional approved products and services that you must offer. All new products, services, and other developments, whether they be of our original design or variations of existing services or techniques, will be deemed works made for hire and we will own all rights in them. If they do not qualify as works made for hire, you assign ownership to us under the Franchise Agreement. You will not receive any payment or adjustment in connection with any new services or developments. All products, services, equipment, and other items used in the operation of the Amada Senior Care Business which are not specifically required to be purchased in accordance with our Approved Supplies List or Approved Suppliers List must conform to our established quality standards and specifications.

Your operations must comply with all applicable laws, including but not limited to those laws disclosed in Item 1. At your expense, you must investigate what laws apply to your Amada Senior Care Business and ensure full compliance with them at all times. Subject to applicable law, with our approval you may attempt to obtain a Medicare and Medicaid provider number and provide non-medical Medicare and Medicaid services and/or obtain a State Waiver and Home Health License. You may also furnish services to Department of Veterans Health Administration beneficiaries as described more fully in the Operations Manual.

You must, at all times, hold yourself out as an independent contractor. You must take whatever actions we require to clearly identify the Amada Senior Care Business as independently owned and operated as a franchise that is distinct from us.

We do not currently restrict the prices at which you sell any products or services but we reserve the right to establish minimum and maximum prices for any products or services that you sell in the future. You must at all times maintain sufficient levels of care providers to adequately meet consumer demand and to adequately service clients. You must offer services and products in the manner we prescribe, provide quality client service and otherwise operate the business in a manner that enhances the image intended by us for the System.

ITEM 17
RENEWAL, TERMINATION, TRANSFER AND
DISPUTE RESOLUTION THE FRANCHISE RELATIONSHIP

This table lists certain important provisions of the franchise and related agreements. You should read these provisions in the agreements attached to this disclosure document.

Provision	Section in Franchise Agreement	Summary
a. Length of the franchise term	Section 2.1	10 years.

Provision	Section in Franchise Agreement	Summary
b. Renewal or extension of the term	Section 2.2	If you are in good standing and you meet other requirements, you may enter into 2 consecutive successor franchise agreements. Each renewal term will be 10 years, for a total maximum term of 30 years.
c. Requirements for you to renew or extend	Section 2.2	If you have met the Minimum Gross Billings Standards for every year during the Initial Term; are not in default under the Franchise Agreement or any other agreement with us or any of our affiliates at any time during the last year of the Initial Term; have substantially complied with the Franchise Agreement and any other agreement with us, any of our affiliates, and Approved Suppliers throughout the Initial Term and any Successor Term of this Agreement; have fulfilled all of your monetary obligations to us, our affiliates, and Approved Suppliers; and have given us timely notice of your renewal, you must: sign our then-current form of Franchise Agreement (which may materially differ from your current agreement, including additional and higher fees); pay to us a successor fee; if available, execute a new lease for the Premises; execute a general release; complete any new training requirements not yet completed; and, if we deem necessary, bring the Amada Senior Care Business up to our then-current standards.
d. Termination by you	Not Applicable	You have no right to terminate the Franchise Agreement (subject to applicable state law).
e. Termination by us without cause	Not Applicable	We have no right to terminate the Franchise Agreement without cause.
f. Termination by us with cause	Section 13	We can terminate only for specified causes. We may exercise a list of alternative remedies instead of terminating the Franchise Agreement.
g. "Cause" defined – defaults which can be cured	Section 13.2	You will be deemed to be in default under the Franchise Agreement and we have the right to terminate the Franchise Agreement and all rights granted under the Franchise Agreement if within 30 days after we send you a Notice to Cure, or within any shorter period expressly set forth in the following clauses as to such default, you do not correct

Provision	Section in Franchise Agreement	Summary
		the default to our satisfaction: under-reporting or misreporting of gross billings; failure to immediately endorse checks; order, purchase, or offer for sale any unauthorized products or services; failure to open; failure to procure or maintain any necessary licenses, certifications, or permits; noncompliance involving our standards regarding a Primary Contact; unauthorized transfer; failure to complete training; failure to comply with the franchise agreement, other agreements, or the Operations Manual; failure to obtain our approval to contract with third party vendors where approval is required or failure to cease use of unapproved vendors; usage of unapproved third party(ies) for sensitive business functions; caregiver or employee fraud; and/or committing technical or privacy violations; unauthorized use of technology or AI tools with protected health information without required prior written approval; failure to maintain a required Business Associate Agreement with a technology vendor.
h. “Cause” defined - non-curable defaults	Section 13.1	You will be deemed to be in default and subject to immediate termination under the Franchise Agreement, without prior notice of the default from us and without an opportunity to cure the default, if any of the following events occur: voluntary bankruptcy; involuntary bankruptcy; conviction of any criminal acts or other misconduct; fraud; misrepresentation; repeated breaches; misuse of the Marks or Confidential Information; violation of any health code; violation of in-term restrictive covenant; liens; insolvency; abandonment; misuse of proprietary software; failure to maintain insurance; non-compliance with government regulations; failure to comply with anti-terrorist activities; personal use of franchised business property; insufficient funds in your bank account; breach of other agreements; nonpayment within 10 days notice; systemic or repeated fraud, waste, or abuse; HIPAA and privacy violations; loss

Provision	Section in Franchise Agreement	Summary
		of required licensure; and/or failure to report or concealment of incidents.
i. Your obligations on termination/non-renewal	Sections 14.1 and 14.2	You must notify active clients; provide care for up to 14 days; transfer all client records and care plans; cooperate with successor operators; vacate the Premises if we exercise our rights; pay all sums due us; return the Operations Manual, Confidential Information, trade secrets, and other confidential materials to us; cease using all telephone numbers and listings; provide us with a complete list of your employees, clients, and contacts and any outstanding obligations to any third parties; cease using any component of the System unnecessary for the continued care of clients up to 14 days and thereafter completely cease usage; cease using the Marks; and promptly comply with (and continue to comply with) all terms of the Confidentiality, Non-Disclosure and Non-Competition Agreement and the covenants in Section 11.4 of the Franchise Agreement.
j. Assignment of contract by us	Section 12.1	There are no restrictions on our right to assign the Franchise Agreement.
k. "Transfer" by you - definition	Section 12.2	Includes the direct or indirect sale, assignment, transfer, conveyance, giving away, pledge, mortgage or otherwise encumbering any interest in the Franchise Agreement or any portion or aspect of the Franchise Agreement or any equity or voting interest in you.
l. Our approval of transfer by you	Section 12.2	We have the right to approve all of your transfers.
m. Conditions for our approval of transfer	Section 12.4	Under the Franchise Agreement, we will approve a proposed transfer if: (i) transferee meets all our standards; (ii) all of your obligations (monetary and otherwise) to us have been fully satisfied; (iv) you have substantially complied with the Franchise Agreement and all other agreements between you and us; (v) as of effective date of proposed Transfer, all of the obligations of transferee have been fully satisfied and transferee has unconditional right to occupy Premises; (vi) you or transferee pays us the

Provision	Section in Franchise Agreement	Summary
		applicable Transfer Fee, plus any broker fees; (vii) transferee completes our training program; (viii) you, as owner of Franchisee, whether directly or indirectly, sign a general release in favor of us and our affiliates; (ix) transferee executes our then-current form of Franchise Agreement; (x) transferee obtains all necessary licenses and registrations; (xi) you comply with post-termination provisions of the Franchise Agreement; (xii) you and transferee agree to perform all maintenance and upgrades required to bring the Amada Senior Care Business up to our standards; (xiii) you provide us with a copy of signed purchase agreement; (xiv) you request that we provide transferee with our then-current form of Disclosure Document; (xv) our approval of the transfer shall not constitute a waiver of any claims we may have against transferring party; (xvi) we shall have the right to disclose to any prospective transferee such revenue reports and other financial information concerning you and your franchise as you have supplied us; and (xvii) we may withhold or condition our consent to any transfer as we deem appropriate based on the circumstances of the transfer or otherwise.
n. Our right of first refusal to acquire your business	Section 12.7	We have 60 days to match any offer for your Amada Senior Care Business.
o. Our option to purchase your business	Section 14.3	We may, but are not required to, purchase your Amada Senior Care Business, inventory, or equipment at fair market value by giving you written notice of our intent to exercise this option within 30 days after the date of termination or expiration of the Franchise Agreement.
p. Your death or disability	Section 12.5	Your heirs can qualify; otherwise, they or your legal representative must assign the franchise within six months to a buyer approved by us and otherwise fulfill all of the conditions to transfer. If this does not occur within six months of the date of death or disability, we can terminate the Franchise Agreement.

Provision	Section in Franchise Agreement	Summary
q. Non-competition covenants during the term of the franchise	Section 11.4	Subject to applicable state law, you may not divert any business, client or potential client of the franchise to any competitor. You also may not have any direct or indirect involvement in the operation of any Competing Business other than the one authorized in the Franchise Agreement. “Competing Business” means a business that provides (a) senior placement or referral services; (b) comprehensive care, including medical and/or non-medical services, to senior care clients within their homes; (c) employee staffing services to hospitals, skilled nursing facilities, doctors’ offices, assisted living communities, home health or hospice agencies; (d) services administering and/or coordinating care for long-term insurance claims; or (e) any other services or products Franchisor may now or in the future authorize Franchisee to offer or sell in connection with the operation of the Franchised Business.
r. Non-competition covenants after the franchise is terminated or expires	Section 11.4	Subject to applicable state law, no direct or indirect involvement in a Competing Business for 24 months (i) at the premises of your former franchised business; (ii) within the Designated Territory of your former franchised business; or (iii) within 25 miles of the premises of any System franchisee, company-owned, or affiliate-owned outlet. You are also prohibited from soliciting Amada clients or employees after termination of the Franchise Agreement.
s. Modification of the agreement	Sections 9 and 20.3	The Franchise Agreement can be changed or modified only by written agreement between you and us. We can modify or change the System through changes in the Operations Manual.

Provision	Section in Franchise Agreement	Summary
t. Integration/merger clause	Section 24	Only terms of the Franchise Disclosure Document and Franchise Agreement are binding (subject to applicable state law). Any representations or promises outside the disclosure document, Franchise Agreement may not be enforceable. But nothing in any agreement is intended to disclaim the express representations made in the Franchise Disclosure Document, its exhibits and amendments.
u. Dispute resolution by arbitration or mediation	Section 15	Except for certain claims concerning the confidential information or the Marks, all disputes must be mediated and arbitrated in the county where our principal place of business is located (currently, Orange County, California), subject to applicable state law.
v. Choice of forum	Section 15.6	Orange County, California (subject to applicable state law).
w. Choice of law	Section 22	The laws of the state where the franchisee's Amada Senior Care Business is located applies, except for disputes regarding the Marks governed under the Lanham Act (subject to applicable state law).

ITEM 18 PUBLIC FIGURES

We do not use any public figures to promote our franchise.

ITEM 19 FINANCIAL PERFORMANCE REPRESENTATIONS

The FTC's Franchise Rule permits a franchisor to disclose information about the actual or potential financial performance of its franchised and/or franchisor-owned outlets, if there is a reasonable basis for the information, and the information is included in the disclosure document. Financial performance information that differs from that included in Item 19 may be given only if: (1) a franchisor provides the actual records of an existing outlet you are considering buying; or (2) a franchisor supplements the information provided in this Item 19, for example, by providing information about performance at a particular location or under particular circumstances.

The following historical financial performance representations are based on the past performance of the System's existing franchised outlets. As of December 31, 2025, there were 292 franchised Amada Senior Care businesses. The data in the tables below is based on Gross Billings reported by franchised outlets on a calendar year basis. For example, if an outlet opened in November of 2021, its first full calendar

year would have been January 1, 2022, to December 31, 2022. Its second full calendar year would have been January 1, 2023, to December 31, 2023. And so on.

For Gross Billings data reported by franchised outlets, we also divide the data reported the franchised outlets into top quartile and bottom quartile based on their performance.

The following table reflects the Gross Billings data, by territory, reported by our franchised outlets that operated for the full calendar year for the most recent 2 years:

Gross Billings from Franchised Outlets Open for Each Full Calendar Year				
All Reported Franchised Outlets	2024	2025	2024 - 2025 YOY Change	
Count	142	162	20	14.1%
Average	\$1,607,831	\$1,579,524	-\$28,307	-1.8%
Median	\$1,194,785	\$1,242,391	\$47,606	4.0%
Max	\$9,897,870	\$9,321,920	-\$575,950	-5.8%
Min	\$23,289	\$67,820	\$44,531	191.2%
Number above average	51	61		
% above average	35.9%	37.7%		

Note:

- Only franchised outlets that were open the entire calendar year are listed. This table does not include data for outlets that operated during the year but for less than the full calendar year. There were 35 outlets in 2024 and 89 outlets in 2025 excluded because they first opened for business during those calendar years. There were 7 outlets in 2024 and 19 outlets in 2025 excluded because they closed during those calendar years, including 1 outlet in 2024 and 5 outlets in 2025 that closed after being open for less than 12 months. There were 5 outlets in 2024 and 7 outlets in 2025 excluded because they transferred ownership during those calendar years. Also, there were 31 outlets in 2024 and 34 outlets in 2025 that were excluded because they had not yet opened by the end of those calendar years.

The following table reflects the Gross Billings data, by franchisee ownership group, reported by our franchisees with at least one outlet operating for the full calendar year, including data for all outlets owned by the ownership group:

Gross Billings from Franchisee Ownership Groups with at Least One Outlet Open for Full Calendar Year		
	2024	2025
Count	103	111
Average	\$2,218,487	\$2,305,252
Median	\$1,710,305	\$1,961,083
Max	\$10,870,701	\$9,321,920
Min	\$70,821	\$83,997
Number above average	42	43
% above average	40.8%	38.7%

Note:

- 1 This table does not include data for franchisee ownership groups that had no outlets operating for the full calendar year. There were 20 such outlets in 2024 and 21 in 2025. There were 4 ownership groups in 2024 and 7 in 2025 that were not counted because they had all or their final outlet close during that calendar year.

The following table reflects the Gross Billings data reported by all of our franchisees who have been open at least one full calendar year from our inception in 2012 through 2025, during their first full calendar year (YR 1), their second full calendar year (YR 2), and their third full calendar year (YR 3):

First Full Calendar Year 2012 - 2025			
	Year 1	Year 2	Year 3
Count	193	160	133
Average	\$480,711	\$871,992	\$1,147,193
Median	\$352,161	\$727,781	\$927,818
Max	\$2,299,903	\$3,952,751	\$4,761,934
Min	\$1,769	\$25,219	\$126,543
Number above average	72	62	50
% above average	37.3%	38.8%	37.6%

Note:

1. This table does not include data for franchisees that closed during their first, second or third full calendar year. Ten (10) franchisees closed during their first full calendar year, eight (8) franchisees closed during their second full calendar year and eleven (11) franchisees had outlets close during their third full calendar year.

The following tables reflect the Gross Billings data reported by all of our franchisees for 2023, 2024, and 2025, by payor source:

Revenue by Payor Source							
Year	Private Pay	LTC Ins	Staffing	Placements/ Other	Medicaid	VA	Total
2023	\$97,395,736	\$64,697,729	\$1,599,162	\$977,905	\$8,425,282	\$22,980,428	\$196,076,242
	49.7%	33.0%	0.8%	0.5%	4.3%	11.7%	100%
2024	\$109,222,323	\$81,535,275	\$1,025,938	\$1,566,644	\$10,587,632	\$36,685,061	\$240,622,873
	45.4%	33.9%	0.4%	0.7%	4.4%	15.2%	100%
2025	\$130,831,237	\$92,730,241	\$738,444	\$2,784,101	\$12,403,248	\$41,569,419	\$281,056,690
	46.5%	33.0%	0.3%	1.0%	4.4%	14.8%	100.0%

Revenue by Payor Source - YOY Change							
YOY	Private Pay	LTC Ins	Staffing	Placements/ Other	Medicaid	VA	Total
2023-2024	\$11,826,587	\$16,837,546	-\$573,224	\$588,739	\$2,162,350	\$13,704,633	\$44,546,631
	12.1%	26.0%	-35.8%	60.2%	25.7%	59.6%	22.7%
2024-2025	\$21,608,914	\$11,194,966	-\$287,494	\$1,217,457	\$1,815,616	\$4,884,358	\$40,433,817
	53.4%	27.7%	-0.7%	3.0%	4.5%	12.1%	100.0%

Note:

- 1 There were 162 franchised locations and 1 company-owned location in 2023, 188 franchise locations and 6 company-owned locations in 2024, and 252 franchised locations and 7 company-owned locations in 2025 that generated revenue.

The following table reflects the Gross Billing data reported by all of our franchisees who were open during the calendar years of 2019, 2020, 2021, 2022, 2023, 2024, and 2025:

Systemwide Revenue by Calendar Year			
Year	Number of Outlets Generating Revenue	(\$) Revenue	% Growth YOY
2019	97	\$97,020,288	
2020	117	\$118,797,937	22.4%
2021	138	\$143,637,557	20.9%
2022	157	\$164,429,518	14.5%
2023	163	\$196,076,244	19.2%
2024	194	\$240,622,873	22.7%
2025	259	\$281,056,690	16.8%

Some Amada Senior Care Businesses have earned this amount. Your individual results may differ. There is no assurance that you'll earn as much.

Notes:

1. The term “**Gross Billings**” means the aggregate of all revenues and other income from whatever source derived (whether in the form of cash, credit, agreements to pay or other consideration and whether or not payment is received at the time of sale or any of these amounts prove uncollectible), which arise from or are derived by the franchisee or by any other person from business conducted by, or which originated from the business. Gross Billings also include all proceeds from any business interruption insurance. The following are excluded from Gross Billings: (i) sales taxes and other taxes separately stated that are collected from clients and paid to taxing authorities; (ii) refunds and credits made in good faith to arms’ length clients in accordance with our standards and specifications for issuing such refunds or deposits; and (iii) the discount value of any coupon, voucher or other allowance that we authorize at the time the franchisee redeems the client’s coupon, voucher or allowance.

2. Gross Billings disclosed in this Item are based upon reports that are generated by the reporting software used by Amada Senior Care Businesses throughout the System.

3. Written substantiation of the disclosures contained in this Item will be made available to you upon reasonable request.

Other than the preceding financial performance representation, Amada Franchise, Inc. does not make any financial performance representations. We also do not authorize our employees or representatives to make any such representations either orally or in writing. If you are purchasing an existing outlet, however, we may provide you with the actual records of that outlet. If you receive any other financial performance information or projections of your future income, you should report it to the franchisor’s management by contacting our Chief Executive Officer, Tafa Jefferson at 180 Avenida La Pata, Suite 200, San Clemente, California 92673 and telephone (949) 284-8036, the Federal Trade Commission, and the appropriate state regulatory agencies.

ITEM 20
OUTLETS AND FRANCHISEE INFORMATION

TABLE NO. 1
System Wide Outlet Summary
For Years 2023 to 2025

Outlet Type	Year	Outlets at the Start of the Year	Outlets at the End of the Year	Net Change
Franchised	2023	160	176	+16
	2024	176	196	+20
	2025	196	261	+65
Company-Owned	2023	1	1	0
	2024	1	6	+5
	2025	6	5	-1
Total Outlets	2023	161	177	+16
	2024	177	202	+25
	2025	202	266	+64

TABLE NO. 2
Transfers of Outlets from Franchisees to New Owners (other than the Franchisor)
For Years 2023 to 2025

State	Year	Number of Transfers
Arizona	2023	2
	2024	0
	2025	0
California	2023	0
	2024	0
	2025	1
Colorado	2023	0
	2024	0
	2025	1
Massachusetts	2023	0
	2024	1
	2025	0
Montana	2023	0
	2024	0
	2025	2

State	Year	Number of Transfers
New Jersey	2023	0
	2024	1
	2025	0
Ohio	2023	0
	2024	0
	2025	1
Oklahoma	2023	0
	2024	2
	2025	0
Pennsylvania	2023	0
	2024	1
	2025	0
South Carolina	2023	0
	2024	0
	2025	1
Tennessee	2023	0
	2024	0
	2025	1
Total	2023	2
	2024	5
	2025	7

TABLE NO. 3
Status of Franchised Outlets
For Years 2023 to 2025

State	Year	Outlets at Start of Year	Outlets Opened	Terminations	Non-Renewals	Reacquired by Franchisor	Ceased Operations-Other Reasons	Outlets at End of Year
Alabama	2023	2	2	0	0	0	0	4
	2024	4	1	0	0	0	0	5
	2025	5	1	0	0	0	0	6
Arizona	2023	6	0	0	0	0	0	6
	2024	6	1	0	0	0	0	7
	2025	7	0	0	0	0	0	7
Arkansas	2023	1	0	0	0	0	0	1
	2024	1	1	1	0	0	0	1
	2025	1	0	1	0	0	0	0
California	2023	21	3	1	0	0	1	22
	2024	22	10	0	0	4	1	27
	2025	27	20	2	0	4	0	41
Colorado	2023	3	0	0	0	0	0	3
	2024	3	0	0	0	0	0	3
	2025	3	1	0	0	0	1	3
Connecticut	2023	0	1	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
Delaware	2023	1	0	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
Florida	2023	6	1	0	0	0	1	6
	2024	6	0	0	0	0	1	5
	2025	5	9	0	0	0	0	14
Georgia	2023	4	1	0	0	0	0	5
	2024	5	1	0	0	0	0	6
	2025	6	4	0	1	0	0	9
Idaho	2023	1	0	0	0	0	1	0
	2024	0	2	0	0	0	0	2
	2025	2	2	0	0	0	0	4
Illinois*	2023	11	0	0	0	0	0	11
	2024	11	0	0	0	0	0	11
	2025	11	1	0	0	1	0	11

State	Year	Outlets at Start of Year	Outlets Opened	Terminations	Non-Renewals	Reacquired by Franchisor	Ceased Operations-Other Reasons	Outlets at End of Year
Indiana	2023	3	0	0	0	0	0	3
	2024	3	0	0	0	0	0	3
	2025	3	1	0	0	0	0	4
Iowa	2023	1	0	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
Kansas	2023	2	0	0	0	0	1	1
	2024	1	0	0	0	0	0	1
	2025	1	1	0	0	0	0	2
Kentucky	2023	2	0	0	0	0	0	2
	2024	2	0	0	0	0	0	2
	2025	2	0	0	0	0	0	2
Louisiana	2023	1	0	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
Maine	2023	2	0	0	0	0	0	2
	2024	2	0	0	0	0	0	2
	2025	2	0	0	0	0	0	2
Maryland	2023	4	0	0	0	0	0	4
	2024	4	0	0	0	0	0	4
	2025	4	4	1	0	0	0	7
Massachusetts	2023	3	1	0	0	0	0	4
	2024	4	0	0	0	0	0	4
	2025	4	1	0	0	0	0	5
Michigan	2023	2	0	0	0	0	1	1
	2024	1	0	0	0	0	0	1
	2025	1	1	0	0	0	0	2
Minnesota	2023	3	0	0	0	0	1	2
	2024	2	0	0	0	0	0	2
	2025	2	1	0	0	0	0	3
Mississippi	2023	1	0	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1

State	Year	Outlets at Start of Year	Outlets Opened	Terminations	Non- Renewals	Reacquired by Franchisor	Ceased Operations- Other Reasons	Outlets at End of Year
Missouri	2023	4	0	0	0	0	0	4
	2024	4	0	0	0	0	0	4
	2025	4	0	0	0	0	0	4
Nebraska	2023	1	0	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
Nevada	2023	2	0	0	0	0	0	2
	2024	2	0	0	0	0	0	2
	2025	2	2	0	0	0	0	4
New Hampshire	2023	2	0	0	0	0	0	2
	2024	2	0	0	0	0	0	2
	2025	2	0	1	0	0	0	1
New Jersey	2023	8	3	0	0	0	1	10
	2024	10	3	0	0	0	0	13
	2025	13	5	0	0	0	0	18
New Mexico	2023	1	0	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
New York	2023	0	4	0	0	0	0	4
	2024	4	1	0	0	0	0	5
	2025	5	2	0	0	1	0	6
North Carolina	2023	4	2	0	0	0	0	6
	2024	6	0	0	0	0	0	6
	2025	6	1	1	0	0	0	6
Ohio	2023	5	1	0	0	0	0	6
	2024	6	0	0	0	0	0	6
	2025	6	1	0	0	1	0	6
Oklahoma	2023	5	0	0	0	0	0	5
	2024	5	6	0	0	0	0	11
	2025	11	0	0	0	0	0	11
Oregon	2023	1	0	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
Pennsylvania	2023	10	0	0	0	0	0	10
	2024	10	0	0	0	0	0	10
	2025	10	2	2	0	0	0	10

State	Year	Outlets at Start of Year	Outlets Opened	Terminations	Non-Renewals	Reacquired by Franchisor	Ceased Operations-Other Reasons	Outlets at End of Year
Rhode Island	2023	2	0	0	0	0	2	0
	2024	0	0	0	0	0	0	0
	2025	0	0	0	0	0	0	0
South Carolina	2023	1	0	0	0	0	0	1
	2024	1	1	0	0	0	0	2
	2025	2	3	0	0	0	0	5
South Dakota	2023	0	0	0	0	0	0	0
	2024	0	0	0	0	0	0	0
	2025	0	1	0	0	0	0	1
Tennessee	2023	5	0	0	0	0	0	5
	2024	5	1	0	0	0	0	6
	2025	6	1	1	0	0	0	6
Texas	2023	17	3	0	0	0	0	20
	2024	20	1	0	0	0	0	21
	2025	21	12	0	0	0	0	33
Utah	2023	3	0	0	0	0	0	3
	2024	3	0	0	0	0	0	3
	2025	3	4	0	0	0	0	7
Virginia	2023	4	1	0	0	0	0	5
	2024	5	0	0	0	0	1	4
	2025	4	0	0	0	0	0	4
Washington	2023	3	2	0	0	0	0	5
	2024	5	0	0	0	0	0	5
	2025	5	5	0	0	0	0	10
West Virginia	2023	1	0	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
Wisconsin*	2023	2	1	0	0	0	0	3
	2024	3	0	0	0	0	0	3
	2025	3	0	0	0	0	0	3
Totals	2023	160	26	1	0	0	9	176
	2024	176	28	1	0	4	3	196
	2025	196	83	9	1	7	1	261

*A single outlet operates in both Wisconsin and Illinois and is disclosed in both states.

TABLE NO. 4
Status of Company-Owned Outlets
For Years 2023 to 2025

State	Year	Outlets at Start of Year	Outlets Opened	Outlets Reacquired from Franchisee	Outlets Closed	Outlets Sold to Franchisee	Outlets at End of Year
California*	2023	1	0	0	0	0	1
	2024	1	0	4	0	0	5
	2025	5	0	0	0	0	5
Idaho**	2023	0	0	0	0	0	0
	2024	0	1	0	0	0	1
	2025	1	0	0	1	0	0
Iowa**	2023	0	0	0	0	0	0
	2024	0	0	0	0	0	0
	2025	0	1	0	1	0	0
Totals	2023	1	0	0	0	0	1
	2024	1	2	4	0	0	6
	2025	6	1	0	2	0	5

*The company-owned outlet disclosed is owned and operated by our affiliate, Amada OC, Inc.

**The company-owned outlet disclosed is owned and operated by our affiliate, ASC Holdings Group, LLC

TABLE NO. 5
Projected Openings as of December 31, 2025

State	Franchise Agreements Signed But Outlet Not Opened	Projected New Franchised Outlet in the Next Fiscal Year	Projected New Company-Owned Outlet in the Next Fiscal Year
Alabama	0	1	0
Alaska	0	1	0
Arizona	3	1	0
Arkansas	0	1	0
California	6	6	0
Colorado	0	2	0
Connecticut	0	3	0
Washington D.C.	1	0	0
Delaware	1	0	0
Florida	7	5	0
Georgia	1	3	0
Hawaii	0	1	0
Illinois	0	1	0
Indiana	0	1	0
Iowa	1	1	0
Kansas	0	2	0
Kentucky	0	1	0

State	Franchise Agreements Signed But Outlet Not Opened	Projected New Franchised Outlet in the Next Fiscal Year	Projected New Company-Owned Outlet in the Next Fiscal Year
Maryland	0	2	0
Massachusetts	1	1	0
Michigan	0	1	0
Minnesota	1	1	0
Mississippi	0	1	0
Missouri	0	1	0
Montana	0	1	0
Nevada	0	1	0
New Jersey	0	2	0
New Mexico	0	1	0
North Carolina	0	3	0
North Dakota	0	1	0
Ohio	2	2	0
Oregon	0	1	0
Pennsylvania	0	2	0
South Carolina	0	3	0
Tennessee	2	1	0
Texas	0	3	0
Virginia	2	1	0
Washington	1	1	0
Wisconsin	0	1	0
Total	29	61	0

The names, addresses and telephone numbers of our current Franchisees are listed in **Exhibit F**. A list of franchisees who signed a Franchise Agreement as of December 31, 2025, but their outlets are not operational as of December 31, 2025, is also included in **Exhibit F**. Our Company-owned outlets are listed in **Exhibit G**. The name, city and state, and current business telephone number (or if unknown, the last known home telephone number) of every franchisee of ours in the U.S. who has had a franchise terminated, cancelled, not renewed, or otherwise voluntarily or involuntarily ceased to do business under their franchise during the most recently completed fiscal year, or has not communicated with us within 10 weeks of the date of issuance of this disclosure document are listed in **Exhibit H**. If you buy this franchise, your contact information will be disclosed to other buyers when you leave the franchise system.

During the last three years, some current or former franchisees have signed confidentiality clauses. In some instances, current and former franchisees sign provisions restricting their ability to speak openly about their experience with Amada Senior Care. You may wish to speak with current and former franchisees, but be aware that not all of those franchisees will be able to communicate with you.

If we offer to sell any previously-owned Amada Senior Care Business that we now own, specific information about that business will be provided to you in a separate supplement to this disclosure document.

We have formed a franchise advisory council and a technology franchise advisory council from which we solicit information and feedback about issues that affect the franchise system as a whole. We may dissolve the advisory councils at our sole discretion.

No trademark-specific franchisee organization exists that is associated with this franchise system.

ITEM 21 FINANCIAL STATEMENTS

Attached to this disclosure document as **Exhibit D** are our audited financial statements for fiscal years ending December 31, 2025, December 31, 2024, and December 31, 2023.

ITEM 22 CONTRACTS

The following agreements are attached as exhibits to this disclosure document:

- Exhibit A. Franchise Agreement
 - Attachments to the Franchise Agreement:
 - A. Data Sheet
 - B. Statement of Franchisee Ownership
 - C. Personal Guaranty and Assumption of Obligations
 - D. Spousal Consent and Guaranty
 - E. Staffing Services Addendum
- Exhibit B. State Addenda
- Exhibit C. Statement of Franchisee
- Exhibit J. Form of General Release
 - Confidentiality, Non-Disclosure and Non-Competition Agreement
 - Collateral Assignment of Lease
 - Skilled Care Addendum
 - Business Associate Agreement
 - Requested Assignment
 - Authorization to Initiate Debit Entries
 - Consent to Transfer
 - E-2 Addendum to Franchise Agreement
 - Addendum to Successor Franchise Agreement
 - Transfer Addendum
 - Deposit Agreement

ITEM 23 RECEIPTS

Attached at the end of this disclosure document, following the Exhibits, is a receipt. Please sign it, date it the date you receive the disclosure document, and return it to us. A duplicate of the receipt is attached for your records.

EXHIBIT A

AMADA FRANCHISE, INC.

FRANCHISE AGREEMENT



AMADA FRANCHISE, INC.

FRANCHISE AGREEMENT

TABLE OF CONTENTS

	<u>Page</u>
1. GRANT OF FRANCHISE	2
1.1 Grant.	2
1.2 Operation of Franchise Limited to Territory; Incidental Advertising.	2
1.3 Operation in Contiguous Area; Incidental Advertising.	3
1.4 Franchised Business Operated Only from the Premises.	4
1.5 Minimum Gross Billings Standards.	5
1.6 Franchisor's Reserved Rights.	6
1.7 Right of First Refusal.	8
1.8 National Accounts Program.	8
1.9 Relocation.	8
2. TERM AND RENEWAL	9
2.1 Initial Term.	9
2.2 Successor Term.	9
2.3 Interim Period.	10
3. OPERATING ASSISTANCE	10
3.1 Assistance Prior to Opening	10
3.2 Ongoing Assistance.	11
3.3 Franchisee Advisory Council.	12
4. FEES AND OTHER PAYMENTS TO FRANCHISOR	12
4.1 Initial Franchise Fee.	12
4.2 Gross Billings.	13
4.3 Royalty Fee.	13
4.4 Advertising Fund.	14
4.5 Software and Related Fees.	14
4.6 State Licensing and Compliance Fee.	15
4.7 Other Charges and Service Fees.	16
4.8 Increase in Fixed Fees or Fixed Payments.	16
4.9 Method of Payment and Electronic Funds Transfer.	16
4.10 Payment and Interest on Late Payments.	17
4.11 Application of Payments.	17
4.12 Taxes on Payments and Currency.	17
5. MARKS	17

5.1	Ownership.	17
5.2	Authorized Use.	17
5.3	Infringement.	18
5.4	Operation under the Marks.	18
5.5	Modification or Replacement of the Marks.	19
5.6	Non-Exclusive License.	19
6.	STANDARDS OF OPERATION	19
6.1	Site Location and Lease Premises.	19
6.2	Franchised Business Opening.	20
6.3	Quality Standards for Fixtures, Equipment and Supplies.	20
6.4	Signage.	20
6.5	Initial Training Program.	20
6.6	Supervision and Hiring.	22
6.7	Maintenance of Premises.	24
6.8	Operation of Franchised Business.	24
6.9	Participation in Promotions.	27
6.10	Hours of Business.	29
6.11	Printed Materials.	29
6.12	Identification of Franchised Business.	29
6.13	Client Complaints and Incident Reporting.	30
6.14	Third Party Actions.	30
6.15	Inspection of Franchised Business Premises.	30
6.16	Possible Variation in Certain Standards.	30
6.17	Annual Conference and Annual Branch Leadership Conference.	30
6.18	Intellectual Property Belongs to Franchisor.	31
6.19	Step-In Rights.	31
6.20	Data Security and Privacy.	32
6.21	Vehicle.	32
6.22	Lead Policy.	32
7.	OPERATIONS MANUAL	33
7.1	Compliance with Operations Manual.	33
7.2	Confidential Use.	33
7.3	Revisions.	33
8.	ADVERTISING AND MARKETING	34

8.1	Advertising Fund.....	34
8.2	Accounting for Advertising Fund.	35
8.3	Cooperative Advertising and other Programs.....	35
8.4	Local Advertising and Promotion.....	35
8.5	Grand Opening Advertising.....	36
8.6	Web Site.	36
8.7	Social Media.....	37
9.	MODIFICATIONS.....	38
9.1	Modifications to the System.	38
9.2	Modifications not Requiring Significant Changes in Fixtures or Equipment.....	38
9.3	Modifications Requiring Significant Changes in Fixtures or Equipment.	38
9.4	Test Marketing.	38
9.5	Dual Branding.....	38
10.	BUSINESS RECORDS AND FINANCIAL STATEMENTS.....	39
10.1	Maintenance of Business Records.....	39
10.2	Examination of Business Records.....	39
10.3	Reports.	39
10.4	Unaudited Annual Statements.	40
11.	COVENANTS NOT TO COMPETE AND MAINTAIN CONFIDENTIALITY	40
11.1	Franchisee Defined.	40
11.2	Confidential Information.....	40
11.3	Non-Use and Non-Disclosure of Confidential Information.....	40
11.4	Non-Compete Covenants.....	40
11.5	Limited Exclusion.....	42
11.6	Employees.	42
11.7	Irreparable Harm.....	42
12.	TRANSFER AND ASSIGNMENT.....	42
12.1	Transfer by Franchisor.	42
12.2	Transfer by Franchisee.....	42
12.3	Representations as to Ownership.	43
12.4	Conditions to Franchisor's Consent to Transfer.	43
12.5	Transfer in the Event of Death or Mental Incompetence.	45
12.6	Consent to Transfer not a Waiver.....	45
12.7	Right of First Refusal.....	45

13.	DEFAULT AND TERMINATION	46
13.1	Immediate Termination.....	46
13.2	Termination after Failure to Cure.	49
13.3	Nonwaiver	51
13.4	Step-In Rights.....	51
14.	POST TERM OBLIGATIONS	52
14.1	Obligations upon Termination or Expiration.....	52
14.2	Damages, Costs and Expenses Resulting	54
15.	DISPUTE RESOLUTION AND CORRESPONDING PROCEDURES.....	55
15.1	Mediation.	55
15.2	Arbitration.	56
15.3	Exceptions to Arbitration and Mediation.	56
15.4	Prior Notice of Claims.	57
15.5	Third Party Beneficiaries.....	57
15.6	No Right to Offset.	57
15.7	Venue.....	57
15.8	Limitation on Actions.....	57
15.9	Waiver of Punitive Damages.....	57
16.	INSURANCE.....	58
16.1	Lines of Insurance.	58
16.2	Franchisor’s Procurement of Insurance for Franchisee.	59
17.	FRANCHISEE’S OWNERSHIP AND ORGANIZATION	59
17.1	Disclosure of Ownership Interests.	59
17.2	Organizational Documents.....	59
17.3	Personal Guaranty Covenants and Assumption of Obligations.	59
18.	TAXES, PERMITS AND INDEBTEDNESS	60
18.1	Taxes.....	60
18.2	Permits.....	60
18.3	Full and Sole Responsibility for Debts and Obligations.....	60
19.	INDEMNIFICATION AND INDEPENDENT CONTRACTOR	60
19.1	Indemnification.....	60
19.2	Notice of Proceedings and Cost of Enforcement or Defense.	61
19.3	No Fiduciary Relationship; Independent Contractor Status.....	61
20.	WRITTEN APPROVALS, WAIVERS, AND AMENDMENT	61

20.1	Approval Process.	61
20.2	No Waiver.	61
20.3	Amendments.	62
20.4	Non-uniform Agreements.	62
21.	NOTICES.	62
22.	GOVERNING LAW	62
23.	SEVERABILITY AND CONSTRUCTION	63
23.1	Severability.	63
23.2	Execution in Counterparts.	63
23.3	Headings and Captions.	64
23.4	Interpretation of Rights and Obligations.	64
24.	ENTIRE AGREEMENT	64
25.	SPOUSAL CONSENT	65
26.	ANTI-TERRORIST ACTIVITIES	65
27.	FORCE MAJEURE	66
28.	ACKNOWLEDGMENTS	66
29.	NO WAIVER OR DISCLAIMER OF RELIANCE IN CERTAIN STATES.	66

ATTACHMENTS

- A. Data Sheet
- B. Statement of Franchisee Ownership
- C. Personal Guaranty and Assumption of Obligations
- D. Spousal Consent and Guaranty
- E. Staffing Services Addendum

AMADA FRANCHISE AGREEMENT

This Franchise Agreement (“**Agreement**”) is entered into and made effective on the effective date identified in Attachment A to this Agreement by and between Amada Franchise, Inc., a Delaware corporation with its principal place of business at 180 Avenida La Pata, Suite 200, San Clemente, CA 92673 (“**Franchisor**”), and the franchisee identified in Attachment A to this Agreement (“**Franchisee**”), and any party that enters into the Joinder to Amada Franchise Agreement (“**Joinder**”), the current version of which is attached to the Franchise Disclosure Document in Exhibit J. For purposes of this Agreement, the term Franchisee shall include any party that signs the Joinder.

RECITALS

A. Franchisor has the right to use and license the use of a system (the “**System**”) for the establishment and operation of Amada Senior Care businesses (the “**Franchised Business**”). The System includes providing and marketing non-medical homemaker, companionship, personal care services, personal technology services, and equipment to the elderly and others who need assistance in daily living (“**Senior Care**”), as well as placement services for seniors (“**Senior Placement Services**”) and services administering and/or coordinating care for long-term insurance claims (“**Administration Services**”).”

B. The distinguishing characteristics of the System include, without limitation, method of establishing and conducting the Franchised Business utilizing certain standards, specifications, methods, procedures, proprietary equipment, proprietary software, techniques, management techniques, the Marks, a confidential operations manual (“**Operations Manual**”) and other confidential information, all of which may be changed, improved, and further developed from time to time.

C. The System is identified by certain trade names, service marks, trademarks and associated logos, emblems, symbols and indicia of origin including, without limitation, the marks AMADA® and AMADA SENIOR CARE and such other trade names, service marks, trademarks, logos, emblems and indicia or origin as are now designated, and may hereafter be designated by Franchisor in writing, for use in connection with the System (“**Marks**”). The rights to all such Marks as are now, or hereafter will be, designated as part of the System will be owned exclusively by Franchisor or its affiliates (“**Affiliates**”) and be used for the benefit of Franchisor, its Affiliates and System franchisees to identify to the public the source of the products and services marketed thereunder.

D. Franchisor maintains high standards of quality and service for the System, as a result of which the System has acquired valuable goodwill and a favorable reputation.

E. Franchisee desires to engage in the Franchised Business and Franchisor is willing to grant Franchisee a franchise to do so upon the terms and conditions set forth in this Agreement in reliance upon all of the representations made in Franchisee’s application and this Agreement.

NOW, THEREFORE, in consideration of the mutual covenants and agreements contained in this Agreement and for other good and valuable consideration, the receipt of which is acknowledged, the parties to this Agreement agree as follows:

1. GRANT OF FRANCHISE

1.1 Grant. Franchisor hereby grants to Franchisee, upon the express terms and conditions contained in this Agreement, and Franchisee hereby accepts, a franchise for the right to establish and operate one Franchised Business, under the System and Marks identified below, and the right to use the System and Marks in the operation of the Franchised Business in the designated territory described in **Attachment A** to this Agreement (“**Designated Territory**”). Franchisee's territorial rights in the Designated Territory, including any exclusivity or protection described in this Agreement, shall not begin until the Opening Date. The “**Opening Date**” is the date on which: (i) Franchisee has completed all required initial training to Franchisor's satisfaction; (ii) Franchisee has obtained all licenses, permits, and approvals required to lawfully operate the Franchised Business; (iii) Franchisee has satisfied all pre-opening conditions required by this Agreement, the Operations Manual, and Franchisor's written requirements, including completion of the required grand opening marketing program; (iv) Franchisee is operating from Franchisor's approved Premises; and (v) Franchisor has issued written authorization for Franchisee to open and operate the Franchised Business. Before the Opening Date, Franchisor may market, service, refer, or authorize others, including neighboring System franchisees, to market, service, or refer business in the Designated Territory without obligation or compensation to Franchisee.

Franchisor has the right to supplement, improve or otherwise modify the System from time to time, and Franchisee agrees to comply with all changes which may include, without limitation, the offer and sale of new or different products or services as Franchisor may specify. This may include the Franchisor granting Franchisee the right to provide a comprehensive clinical-based model of care for clients, ordered by a physician and provided by licensed professional care staff (“**Skilled Care**”) or the right to provide hospitals, skilled nursing facilities, doctors’ offices, assisted living communities, home health and hospice agencies and other approved healthcare related entities with caregivers, registered nurses, licensed practical nurses, nurse practitioners, home health aides, medical assistants, medical secretary/receptionists, occupational health nurses, phlebotomists, physician assistants, certified nurse assistants, physical therapists, occupational therapists, speech therapists, case managers and other approved healthcare practitioners (“**Staffing Services**”). To offer Skilled Care, Franchisee must enter into Franchisor’s then-current form of Skilled Care Addendum, the current form of which is attached to the Franchise Disclosure Document in Exhibit J and to offer Staffing Services, Franchisee must enter into Franchisor’s then-current form of Staffing Services Addendum, the current form of which is attached hereto as **Attachment E**.

1.2 Operation of Franchise Limited to Territory; Incidental Advertising. Franchisee may not directly market, solicit or perform any Senior Care, Skilled Care or Staffing Services in another System franchisee’s Designated Territory. If Franchisee wishes to perform Senior Care, Skilled Care or Staffing Services within the Designated Territory of another franchisee (the “**Other Designated Territory**”), Franchisee must first seek written permission from the franchisee whose Other Designated Territory contains the prospective client’s principal residence or location (the “**Territory Holder**”). Franchisor must also receive a copy of the written request

and shall approve or disapprove any such request in writing. Neither Franchisor nor the Territory Holder is under any obligation or duty to grant any such request. Franchisee hereby consents in advance to Franchisor authorizing any System franchisee to service clients in the Designated Territory prior to the Opening Date, and this consent shall constitute Franchisee's written permission for purposes of any agreement between Franchisor and such neighboring franchisee requiring Territory Holder consent.

If Franchisee is granted permission to perform services to clients in the Other Designated Territory by both the Territory Holder and the Franchisor, Franchisee may provide the services in accordance with the standards outlined in the Operations Manual and any applicable addendum. If Franchisee is not granted permission from either the Territory Holder or the Franchisor, Franchisee may not service the client in the Other Designated Territory.

If Franchisee provides services within the Other Designated Territory without obtaining the required approvals, or fails to provide written notice as required by this Section, Franchisee shall be in violation of this Agreement and subject to the following penalties, regardless of whether Franchisee ceases operations upon notice:

If Franchisee services the client in the Other Designated Territory or fails to provide written notice to the Territory Holder and Franchisor as required by this Section 1.2, Franchisee shall be in violation of this Agreement. In such a case, Franchisor shall provide written notice to Franchisee, and within ten (10) days of receiving written notice of such violation, Franchisee: (i) must, within 48 hours, cease providing services to the client in the Other Designated Territory; and (ii) shall be required to pay for the following:

First Offense: Franchisee shall pay a penalty equal to 25% of Gross Billings derived from the unauthorized services, plus a \$2,500 administrative fee.

Second Offense: Franchisee shall pay a penalty equal to 50% of Gross Billings derived from the unauthorized services, plus a \$2,500 administrative fee.

Third and Subsequent Offenses: Franchisee shall pay a penalty equal to 100% of Gross Billings derived from the unauthorized services, plus a \$5,000 administrative fee, in Franchisor's sole discretion. Additionally, Franchisor shall have the right, in its sole discretion, to terminate this Agreement upon written notice to Franchisee.

Franchisor shall have the sole and absolute discretion to determine whether an unauthorized encroachment has occurred and whether multiple incidents constitute a single or multiple offenses.

1.3 Operation in Contiguous Area; Incidental Advertising. Prior to the Opening Date for Franchisee's Designated Territory, any neighboring System franchisee, company-owned location, or Affiliate-owned location that Franchisor authorizes may market, solicit, service, and accept new clients within Franchisee's Designated Territory without restriction and without obligation or compensation to Franchisee. Any client relationship established by such neighboring franchisee, company-owned location, or Affiliate-owned location in Franchisee's Designated Territory before the Opening Date shall constitute a Legacy Client relationship for all purposes of this Agreement, and the neighboring franchisee may continue to service those Legacy Clients after the Opening Date until the Legacy Client discontinues services. On and after the Opening Date, the

neighboring franchisee may not accept new clients within Franchisee's open Designated Territory except in accordance with Section 1.2. Franchisee may solicit or service Senior Care, Skilled Care, Staffing Services and Administration Services clients outside of the Designated Territory in a contiguous area to the Designated Territory ("**Contiguous Area**"), provided that Franchisee obtains Franchisor's prior written approval to do so. Any such Contiguous Area must not be within the Designated Territory of another System franchisee, company-owned location, or Affiliate-owned location. If Franchisee performs Senior Care, Skilled Care or Staffing Services outside of the Designated Territory in a Contiguous Area, and that Contiguous Area subsequently becomes part of or all of the Designated Territory of another System franchisee, company-owned location, or Affiliate-owned location, Franchisee may continue to provide services and products to such clients in the Contiguous Area ("**Legacy Clients**"), provided that: (a) where such client relationships were established by Franchisee in the Contiguous Area on or after Franchisee's Opening Date, such relationships were established in compliance with Section 1.3 of this Agreement and Franchisor's then-current written approval; or (b) where a neighboring System franchisee or other System location established client relationships in Franchisee's Designated Territory or Contiguous Area prior to Franchisee's Opening Date under a prior or existing franchise agreement, those clients may continue to be serviced by that neighboring franchisee consistent with the terms of their agreement. Legacy Clients may be serviced until such time as the Legacy Client discontinues services with the servicing franchisee.. After a Legacy Client discontinues services, Franchisee shall not resume servicing the Legacy Client without permission from Franchisor and Territory Holder, as described in Section 1.2, above. When a Contiguous Area becomes part or all of the Designated Territory of any other System franchisee, company-owned location, or Affiliate-owned location, Franchisee must provide to the System franchisee and Franchisor a list of the Legacy Clients to whom the Franchisee wishes to provide services for Franchisor's approval. Franchisee acknowledges that Franchisor has the right to withdraw the privilege to use promotional materials and to otherwise promote, advertise, solicit, provide care, companionship, products, materials, and equipment or perform any other Senior Care, Skilled Care, Staffing Services or Administration Services outside of the Designated Territory any time without any further obligation to Franchisee. Franchisee may perform, solicit or accept business for Senior Placement Services outside of the Designated Territory only in accordance with Franchisor's policies and procedures in the Operations Manual.

1.4 Franchised Business Operated Only from the Premises. Franchisee must operate the Franchised Business solely and exclusively from the approved Premises which must be within the Designated Territory. Franchisee may not establish, operate, or maintain any satellite office, remote operation, field office, or secondary location in connection with the Franchised Business outside the Designated Territory or at any location other than the approved Premises without Franchisor's prior written consent. Franchisee acknowledges and agrees that the grant of franchise in Section 1.1 relates solely to the operation of the Franchised Business from the Premises (as defined in Section 6.1) and affords Franchisee no right to construct or operate any additional, expanded or modified facilities on the Premises nor any right to construct or operate the Franchised Business at any location other than the Premises identified in **Attachment A** to this Agreement. If Franchisor has not approved of a location for Franchisee to operate its Amada Franchised Business as of the date Franchisee signs this Agreement, the parties will enter into the Site Selection Addendum attached hereto as **Attachment A-1**. The Franchised Business must at all times from and after the Opening Date be operated from a bona fide physical office approved by Franchisor and meeting Franchisor's then-current minimum standards as set forth in the Operations Manual and Section 6.1. Franchisee may not relocate the Franchised Business without Franchisor's prior

written consent, which Franchisor may grant, deny, or condition in its sole discretion. Franchisee will be responsible for all costs incurred by Franchisor in connection with approving any proposed change in the Franchised Business' Premises.

1.5 Minimum Gross Billings Standards. Franchisee shall receive an exclusive territory, subject to the exceptions outlined below. Franchisor will not operate or license others to operate a Franchised Business or use the Marks within Franchisee's Designated Territory unless Franchisee does not meet its minimum Gross Billings standards ("**Minimum Gross Billings Standards**") for Senior Care services in any year. The following chart outlines the Minimum Gross Billings Standards for the Designated Territory:

Year	Gross Billings
By the end of Year 1**	\$150,000
By the end of Year 2	\$300,000
By the end of Year 3	\$500,000
By the end of Year 4	\$750,000
By the end of Year 5	\$900,000
By the end of Year 6	\$1,200,000
By the end of Year 7	\$1,200,000
By the end of Year 8	\$1,200,000
By the end of Year 9	\$1,200,000
By the end of Year 10	\$1,200,000

"Year 1" begins on the first day of the month following the Opening Date. Notwithstanding the foregoing, if Franchisee has not reached the Opening Date within six (6) months of the Effective Date of this Agreement, Year 1 shall begin on the first day of the month following the expiration of such six (6) month period (the "Deemed Opening Date**"), regardless of whether Franchisee has satisfied all pre-opening conditions. Franchisor may, in its sole discretion, extend the period before the Deemed Opening Date if Franchisor is satisfied that Franchisee has been actively and diligently pursuing all pre-opening conditions in good faith. Franchisee must, upon Franchisor's request, provide written documentation evidencing Franchisee's ongoing and diligent efforts to satisfy pre-opening conditions.

The Minimum Gross Billings Standards apply only to Senior Care services. Gross Billings obtained from Senior Care services outside of the Designated Territory including in any Contiguous Area may not be used to meet the Minimum Gross Billings Standards for Senior Care services. Gross Billings obtained from Senior Placement Services, Staffing Services, Administration Services, or Skilled Care may not be used to meet the Minimum Gross Billings Standards for Senior Care services. There are separate Minimum Gross Billings Standards for Skilled Care as set forth in the form of Skilled Care Addendum attached to the Franchise Disclosure Document. Senior

Placement Services require payment of a Senior Placement Fee as a percentage of the commission received for placing a senior at a boarding care facility. There is no Minimum Royalty Fee for Senior Placement Services or Administration Services. Franchisee's failure to achieve its Minimum Gross Billings Standards in any year is a material breach of this Agreement. If Franchisee fails to meet its Minimum Gross Billings Standards in any year, Franchisor reserves the right to reduce the size of Franchisee's Designated Territory, grant to any third party the right to operate additional franchises within Franchisee's Designated Territory, reject any request by Franchisee to increase the size of Franchisee's Designated Territory, or to terminate this Agreement upon thirty (30) days' written notice. Franchisee acknowledges and agrees that these Minimum Gross Billings Standards are not, and should not be considered, financial performance representations for the Franchised Business. If Franchisee signs a Successor Franchise Agreement, Franchisee's Minimum Gross Billings Standards will be the Minimum Gross Billings Standards that Franchisee was required to satisfy during the last year of its Initial Term unless Franchisor's then-current form of franchise agreement specifically requires the satisfaction of a different set of Minimum Gross Billings Standards.

1.6 Franchisor's Reserved Rights. Franchisee will receive a Designated Territory, subject to the exceptions outlined below. The license is limited to the right to develop and operate one Franchised Business at the Premises (as defined in Section 6.1) within the Designated Territory, and does not include (i) any right to market or sell products or services identified by the Marks at any location other than the Premises, or through any other channels or methods of distribution, including the Internet (or any existing or future form of electronic commerce including but not limited to social media websites and mobile communication devices), except in accordance with policies stated in the Operations Manual; (ii) any right to sell products or services identified by the Marks to any person or entity for resale or further distribution; or (iii) any right to exclude, control, or impose conditions on Franchisor's development of future franchised, company, or Affiliate-owned Franchised Businesses at any time outside of the Designated Territory.

Franchisee further acknowledges and agrees that Franchisor and Franchisor's Affiliates retain the right to:

1.6.1 Establish or license others the right to establish an Amada Senior Care Business at any location outside the Designated Territory, as Franchisor deems appropriate, regardless of proximity to the Designated Territory, without compensation to Franchisee;

1.6.2 Establish and license others to establish businesses under other systems using the Marks or other proprietary marks, which businesses may be located within or outside the Designated Territory, provided, however, that, except as specifically provided in this Agreement, Franchisor shall not license or establish a business substantially similar to the Amada Senior Care Business within Franchisee's Designated Territory;

1.6.3 Sell the services, products, materials and related equipment authorized for Franchisee's Amada Senior Care Business under other trademarks, service marks and commercial symbols through similar or dissimilar channels of distribution and pursuant to terms Franchisor deems appropriate within and outside Franchisee's Designated Territory;

1.6.4 Advertise and sell the services, products, materials and related equipment authorized as associated with Franchisee's Amada Senior Care Business under the Marks through dissimilar channels of distribution including, without limitation, by electronic means such as the Internet and websites Franchisor establishes and pursuant to terms Franchisor deems appropriate within and outside Franchisee's Designated Territory;

1.6.5 Advertise the System on the Internet and to create, operate, maintain and modify, or discontinue the use of one or more websites using the Marks;

1.6.6 Acquire the assets or ownership interest of one or more businesses providing services, products, materials and related equipment similar to those provided under Franchisee's Amada Senior Care Business, and franchise under a service mark or trademark other than Franchisor's Marks, license or grant the right to others to operate those businesses once acquired, regardless of whether these businesses are located or operating within Franchisee's Designated Territory;

1.6.7 Be acquired by a business providing services, products, materials and equipment similar to those provided at Franchisee's Amada Senior Care Business, even if such business operates, franchises or licenses competitive businesses in Franchisee's Designated Territory;

1.6.8 Operate, modify, expand or discontinue the National Accounts Program, in which Franchisee is required to participate and cooperate, including refraining from certain channels of marketing and distribution. In the event that Franchisee does not participate in any such National Accounts Program or is unable to fully service a National Account in Franchisee's Designated Territory, Franchisor, an Affiliate, or a third party designee of Franchisor (including another franchisee within the System) may provide the services necessary to fulfill a National Account in Franchisee's Designated Territory and Franchisee will not be entitled to any compensation in connection with that transaction;

1.6.9 Offer, sell, operate or distribute and/or license others to sell, operate and distribute through franchised or non-franchised businesses, at wholesale or retail, within and outside the Designated Territory (a) Amada branded goods and services not then offered and sold through the System, or (b) goods and services under another brand where comparable goods and services are not then offered and sold through the System. These goods and services may be offered and sold through similar or dissimilar channels or methods of distribution, including the Internet and outlets that do business under the Amada name or another name. Examples of these outlets include durable medical equipment centers, assisted living facilities, adult daycare and/or child daycare facilities and hospices, but the examples also include businesses that are not in the healthcare industry.

1.6.10 Engage in any other activities not expressly prohibited in this Agreement.

1.6.11 Establish multi-area marketing programs and regional and national account programs that allow Franchisor or its Affiliates to market anywhere, including in Franchisee's Designated Territory.

1.6.12 Offer promotional programs from time to time to existing franchisees who meet certain criteria established by Franchisor. Such programs may involve certain market segments and may include modified Royalty Fees as determined solely by Franchisor.

1.7 Right of First Refusal. If at any time Franchisor or an Affiliate franchises rights to use the Marks to offer products or services different from the products and services Franchisee is authorized to offer under this Agreement, then Franchisee shall have a limited right of first refusal to acquire the franchise rights to offer the other products or services in the Designated Territory (“**Right of First Refusal**”) if Franchisee satisfies the ROFR Conditions. Without limitation, the “**ROFR Conditions**” include Franchisee’s compliance with this Agreement at all times, including all performance and related standards (including, without limitation, the Minimum Gross Billings Standards). Franchisee must notify Franchisor in writing within thirty (30) days of Franchisee’s election to exercise the Right of First Refusal and satisfy all ROFR Conditions. If Franchisee does not exercise the Right of First Refusal, or does not satisfy all ROFR Conditions, Franchisee shall be deemed to have waived the Right of First Refusal and Franchisor and its Affiliates shall then have the unrestricted right to grant franchises to others to use the Marks to offer the other services and products within the Designated Territory without compensation to Franchisee.

1.8 National Accounts Program. Franchisor may establish various national accounts (“**National Accounts**”) pursuant to a National Accounts program (“**National Accounts Program**”) (an account serviced by multiple franchisees in different Designated Territories, but not necessarily in all Designated Territories). Franchisor has established a National Accounts Program and may expand, modify, or discontinue such program at any time. Franchisee must participate in and cooperate in such National Accounts Program, which may require Franchisee to refrain from certain channels of marketing and distribution. Under the National Accounts Program, Franchisor may engage in electronic commerce through any Internet, World Wide Web or other computer network site, or sell through any other alternative distribution channel under such National Accounts Program, to secure an order (“**Order**”) for any System product or services calling for delivery or performance in Franchisee’s Designated Territory. In the event Franchisor secures an Order in Franchisee’s Designated Territory, Franchisor will offer the Order to Franchisee at the price Franchisor establishes. If Franchisee chooses not to fulfill the Order or is unable to do so, then Franchisor, an Affiliate, or a third-party Franchisor designee (including another franchisee) may fulfill that particular Order, and Franchisee will be entitled to no compensation in connection with the transaction. The details for any National Accounts Program will be outlined in the Operations Manual or any other written communication from Franchisor, and Franchisor reserves the right to modify or discontinue any National Accounts Program at any time upon written notice to Franchisee. Franchisor may establish minimum and maximum price policies in connection with any National Accounts Program.

1.9 Relocation. Provided that Franchisee is not in default under this Agreement, in the event Franchisee is the lessee or sublessee of the Premises and the lease or sublease is terminated or not renewed during the term of this Agreement through no fault of Franchisee, Franchisee may relocate the Franchised Business to another premises within the Designated Territory. Franchisee must obtain Franchisor’s prior written consent to any such relocation. Franchisor may withhold any such consent. Franchisee will be responsible for all costs incurred by Franchisor in approving any new location for the Franchised Business. Franchisee must, at its expense, ensure that the substitute premises conforms to Franchisor’s then-current specifications and standards relating

to premises design, furniture, fixtures and equipment for a Franchised Business. Franchisee agrees to close the Premises within one (1) month of opening the substitute premises. Franchisee agrees, at its sole expense, to remove from and around the Premises and obliterate any visible indicia that the location was operated as a Franchised Business upon relocation of the Franchised Business to the substitute premises.

2. TERM AND RENEWAL

2.1 Initial Term. This Agreement will take effect upon its execution by all parties hereto (“**Effective Date**”) and, unless previously terminated pursuant to Section 13 hereof, its term will extend for ten (10) years from the Effective Date (“**Initial Term**”).

2.2 Successor Term. Provided that (i) Franchisee has met the Minimum Gross Billings Standards for every year during the Initial Term; (ii) Franchisee is not in default under this Agreement or any other agreement with Franchisor or Franchisor’s Affiliates at any time during the last year of the Initial Term; (iii) Franchisee has been in substantial compliance of this Agreement and any other agreement with Franchisor, Franchisor’s Affiliates, and designated suppliers throughout the Initial Term and any renewal term of this Agreement; and (iv) Franchisee has fulfilled all of its monetary obligations to Franchisor, Franchisor’s Affiliates, and Approved Suppliers, Franchisee may, at its option, renew this Agreement upon the expiration of the Initial Term for an additional term of ten (10) years (“**Successor Term**”).

2.2.1 Franchisee must exercise its option to renew by giving Franchisor written notice of Franchisee’s election to renew not less than six (6) months and no more than one (1) year prior to the expiration of the Initial Term. As a condition for any Successor Term, Franchisee must:

- (i) pay to Franchisor a successor fee (“**Successor Fee**”) in an amount equal to ten percent (10%) of the then-current initial franchise fee at the time of renewal;
- (ii) sign Franchisor’s then-current form of franchise agreement (“**Successor Franchise Agreement**”), which may include terms and conditions materially different from those in this Agreement, such as different performance standards, fee structures and/or increased fees;
- (iii) if Franchisee’s Designated Territory is more than twice the size of Franchisor’s then current territory size based upon population, Franchisee may be required to divide the Designated Territory into two and sign multiple corresponding Successor Franchise Agreements;
- (iv) if available, execute a new lease for three years with an option to renew for two years for the Premises;
- (v) execute a general release in a form satisfactory to Franchisor of any and all claims against Franchisor, its parent, subsidiaries or Affiliates (if applicable) and their officers, directors, attorneys, Owners and employees;

(vi) complete any new training requirements not yet completed which includes that Franchisee re-attend Franchisor's initial training program. Franchisor shall not charge a tuition fee for any training requirements or initial training that occurs at renewal; and

(vii) at Franchisee's sole expense and, if necessary in Franchisor's sole opinion, bring the Franchised Business up to Franchisor's then-current standards for a Franchised Business, including installation or upgrade of computer hardware and software.

2.2.2 If this Agreement is the initial franchise agreement for Franchisee's Franchised Business, Franchisee may enter into a maximum of two additional Terms of ten (10) consecutive years per term pursuant to Franchisor's then-current Successor Franchise Agreement. At the time any such option is to be exercised by Franchisee, Franchisee has met the Minimum Gross Billings Standards for every year during the first Successor Term and Franchisee is not in default under the first Successor Franchise Agreement, or any other agreement with Franchisor, at any time during the last six (6) months of the first Successor Term. If Franchisee is renewing an initial franchise agreement with Franchisor under this Agreement, the renewal provisions in the initial franchise agreement will set forth the length of the Term of this Agreement.

2.3 Interim Period. If Franchisee does not sign a Successor Franchise Agreement prior to the expiration of this Agreement and Franchisee continues to accept the benefits of this Agreement after the expiration of this Agreement, then at Franchisor's option, this Agreement may be treated either as (i) expired as of the date of expiration with Franchisee then operating without a license to do so and in violation of Franchisor's rights; or (ii) continued on a month-to-month basis ("**Interim Period**") until one party provides the other with written notice of such party's intent to terminate the Interim Period, in which case the Interim Period will terminate thirty (30) days after receipt of the notice to terminate the Interim Period. In the latter case, all of Franchisee's obligations shall remain in full force and effect during the Interim Period as if this Agreement had not expired, and all obligations and restrictions imposed on Franchisee upon expiration of this Agreement shall be deemed to take effect upon termination of the Interim Period.

3. OPERATING ASSISTANCE

3.1 Assistance Prior to Opening. Prior to Franchisee opening the Franchised Business, Franchisor will provide Franchisee with the following assistance:

3.1.1 Provide Franchisee with password protected Internet access to an electronic version of the Operations Manual.

3.1.2 Provide Franchisee with specifications on the size, layout and floor plan of a prototypical Franchised Business office to assist Franchisee with its purchase of furniture, desks, and file cabinets.

3.1.3 Provide Franchisee with a copy of job descriptions of key positions for staffing the Franchised Business.

3.1.4 Franchisor will discuss the basics of the business and other start-up business training by phone or webinar (“**Start-up Business Training Program**”). Franchisor will also provide Franchisee with continuing consultation and advice as Franchisor deems advisable with respect to the business of the Franchised Business before Franchisee opens its office.

3.1.5 Provide Franchisee with an Approved Supplies List and Approved Suppliers List (See Section 6.10) and assistance regarding Franchisee’s purchase of initial recruiting materials, marketing materials, and business office supplies.

3.1.6 Provide Franchisee with training by webinar for Senior Placement Services including discussing marketing, relationship development, contracting, effective use of technology, and the financial impact of placement services (“**Senior Placement Training Program**”).

3.1.7 Provide Franchisee with sample advertisements regarding the opening of the Franchised Business and Franchisee’s recruitment of staff.

3.1.8 Provide up to three (3) people with training at the Franchisor’s or its affiliate’s headquarters or another location (including online) designated by Franchisor, to generally discuss the operations roles, the sales roles, and recruitment of staff for the Franchised Business (“**Senior Care Training Program**”).

3.1.9 Review and approve or disapprove the proposed site for the Franchised Business to ensure it meets Franchisor’s minimum standards and specifications.

3.2 Ongoing Assistance. After Franchisee has opened the Franchised Business, Franchisor will provide the following assistance:

3.2.1 Provide up to three people with tuition-free on-site and field training at Franchisee’s location in the Designated Territory for up to three (3) days (“**Field Training**”).

3.2.2 Franchisor will also provide Franchisee with ongoing consultation and advice in response to Franchisee’s inquiries about specific administrative and operating issues. Franchisor may decide how best to communicate this consultation and advice to Franchisee, whether by telephone, in writing, electronically, or in person. The method chosen by Franchisor may be different than the methods used by Franchisor to communicate with other System franchisees.

3.2.3 Administer the Advertising Fund (described below) and approve or disapprove of any advertising that Franchisee creates for use in Franchisee’s local market.

3.2.4 Franchisor may update the Approved Supplies List and Approved Suppliers List from time to time as Franchisor deems necessary.

3.2.5 While not currently in place, Franchisor may develop an advanced training program for Franchisee’s key personnel, as designated by Franchisor, which will be held at

Franchisor's or its affiliate's headquarters, or another location (including online) designated by Franchisor. Franchisor may charge Franchisee a fee for this advanced training, and Franchisee must pay all of Franchisee's travel expenses, such as transportation, lodging, meals, and any related payroll expenses for anyone who attends the training. If Franchisee hires a replacement manager, he or she must meet Franchisor's applicable training requirements at the time of hire.

3.2.6 Maintain the Amada Website (as defined below).

3.2.7 Franchisor may change or modify the System including the adoption and use of new or modified trade names, trademarks, service marks, or copyrighted materials, new computer programs and systems, new types of inventory, supplies, products, services, equipment, or techniques.

3.2.8 Provide Franchisee with information regarding any modifications, improvements, or developments within or to the System in the form of periodic announcements via main menu page or website and email bulletins.

3.2.9 Provide Franchisee with assistance regarding staffing matters, which may include providing Franchisee with recommended organizational charts, position descriptions for office and field positions, and interviewing guidelines for various positions.

3.2.10 Provide Franchisee with additional optional training on an as-needed basis for an additional fee of seven hundred fifty dollars (\$750) per day per trainer plus travel, room and board expenses for each trainer.

3.3 Franchisee Advisory Council. Franchisor has established a franchisee advisory council ("FAC") composed of System franchisees selected or elected in accordance with procedures Franchisor establishes. The FAC is an advisory body only and has no authority to bind Franchisor, modify this Agreement or any other franchise agreement, establish System standards, or obligate Franchisor in any respect. Franchisor may consult with the FAC on operational matters, System development, marketing programs, and other topics Franchisor selects in its sole discretion, but has no obligation to adopt, implement, or act upon any FAC recommendation. Franchisor reserves the right to modify the structure, membership, procedures, and scope of the FAC, or to dissolve the FAC, at any time in Franchisor's sole discretion without notice or compensation to Franchisee. Franchisee has no right to FAC membership or representation as a condition of this Agreement.

4. FEES AND OTHER PAYMENTS TO FRANCHISOR

4.1 Initial Franchise Fee. In consideration of the franchise granted herein, Franchisee must pay to Franchisor an initial franchise fee ("**Initial Franchise Fee**") in the amount set forth in **Attachment A** to this Agreement for the right to operate one Franchised Business in the Designated Territory. Franchisee acknowledges and agrees that the Initial Franchise Fee is payable upon signing this Agreement and is fully earned upon receipt by Franchisor and is non-refundable under any circumstances.

4.2 Gross Billings. “**Gross Billings**” shall mean the aggregate of all revenues and other income from whatever source derived (whether in the form of cash, credit, agreements to pay or other consideration and whether or not payment is received at the time of sale or any of these amounts prove uncollectible), which arise from or are derived by Franchisee or by any other person from business conducted by, or which originated from the business. Gross Billings also includes all proceeds from any business interruption insurance. Excluded from Gross Billings are: (i) sales taxes and other taxes separately stated that Franchisee collects from clients and pay to taxing authorities; (ii) refunds and credits made in good faith to arms’ length clients in accordance with Franchisor’s standards and specifications for issuing such refunds or credits; and (iii) the discount value of any coupon, voucher or other allowance that Franchisor authorizes at the time Franchisee redeems the client’s coupon, voucher or allowance.

4.3 Royalty Fee.

4.3.1 Senior Care and Administration Services. For Gross Billings generated by Senior Care and Administration Services provided by the Franchised Business, Franchisee must pay to Franchisor a royalty fee (“**Royalty Fee**”) equal to the greater of: (i) five percent (5%) of monthly Gross Billings or the minimum Royalty Fee (“**Minimum Royalty Fee**”), as outlined below. The Minimum Royalty Fee is determined as follows:

Minimum Royalty Fee Schedule

Months in Operation	Minimum Royalty Fee
Months 1-2	No Minimum Royalty Fee
Months 3-12	\$500/month
Months 13-24	\$1,000/month
Months 25-36	\$1,800/month
Months 37-48	\$2,500/month
Months 49-60	\$3,200/month
Month 61 and beyond	\$4,000/month

The Minimum Royalty Fee begins on the Opening Date. Notwithstanding the foregoing, if Franchisee has not reached the Opening Date within six (6) months of the Effective Date of this Agreement, the Minimum Royalty Fee shall begin on the Deemed Opening Date as defined in Section 1.5, regardless of whether Franchisee has satisfied all pre-opening conditions. Franchisor may, in its sole discretion, extend the period before the Deemed Opening Date if Franchisor is satisfied that Franchisee has been actively and diligently pursuing all pre-opening conditions in good faith. Franchisee must pay Franchisor six percent (6%) of Gross Billings from Senior Care services provided on behalf of National Accounts.

4.3.2 Senior Placement Services. For Gross Billings generated by Senior Placement Services, Franchisee must pay a Royalty Fee of ten percent (10%) of monthly

Gross Billings. For Senior Placement Services generated from National Accounts, Royalty Fees shall be increased by five percent (5%), for a total of fifteen percent (15%), of monthly Gross Billings. There is no Minimum Royalty Fee for Senior Placement Services.

4.3.3 Acknowledgment. Franchisee acknowledges and agrees that the Minimum Royalty Fee and revenue-based Royalty Fee structure described above are not a representation or suggestion as to what level of revenue Franchisee may, or is likely to, obtain.

4.3.4 Skilled Care and Staffing Services. The Royalty Fee applicable to Gross Billings generated from Skilled Care services and Staffing Services shall be the same as the Royalty Fee applicable to Senior Care Gross Billings as set forth in this Section 4.3, including the five percent (5%) revenue-based rate and the Minimum Royalty Fee schedule. Skilled Care Gross Billings and Staffing Services Gross Billings shall be included in the calculation of total monthly Gross Billings for purposes of determining whether the revenue-based Royalty Fee exceeds the applicable Minimum Royalty Fee for that month. Notwithstanding the foregoing, the Minimum Royalty Fee schedule set forth above shall not separately apply to Skilled Care Gross Billings or Staffing Services Gross Billings as independent revenue streams — the Minimum Royalty Fee is a floor on total monthly Royalty Fees payable by Franchisee and is not calculated separately for each service category. For the avoidance of doubt, Gross Billings from Skilled Care services and Staffing Services generated through National Accounts shall be subject to the six percent (6%) National Accounts rate set forth above rather than the standard five percent (5%) rate.

4.3.5 Payment. Any Royalty Fee is due and payable on the seventh (7th) day of the month for the prior month's billings via electronic funds transfer. Franchisor reserves the right to collect the Royalty Fee more frequently than monthly upon thirty (30) days' prior written notice to Franchisee.

4.4 Advertising Fund. Franchisee must contribute one percent (1%) of Franchisee's monthly Gross Billings to the Advertising Fund set forth in Section 8.1. Franchisee's contribution to the Advertising Fund is due and payable on the seventh day of the month for the prior month's billings via electronic fund transfer. Franchisor reserves the right to collect such contributions more frequently than monthly upon thirty (30) days' written notice to Franchisee. Franchisor reserves the right to increase the Advertising Fund contribution to up to two percent (2%) of Gross Billings upon thirty (30) days' written notice to Franchisee.

4.5 Software and Related Fees. Franchisee must pay to Franchisor its then-current monthly technology fee ("Technology Fee") for Franchisee's right to use certain technologies and software that currently includes: CRM; cloud storage, intranet, digital signature, other systems, and tools to assist Franchisee in internal and external communications, business metrics, social media, and the overall technological infrastructure for the Franchised Business, including but not limited to two email addresses and a microsite. The Technology Fee also covers costs related to the research, design, procurement and administration of software and equipment, related personnel and other departmental costs, any optional or required maintenance, support, customization, upgrades and updates to the proprietary software and equipment Franchisor may provide Franchisee. Franchisor may change the software and technologies that must be used by Franchisee at any time,

which may result in changes to the Technology Fee. Franchisee will be responsible for any increase in fees that result from any upgrades, modifications or additional software or technology or increases from providers or vendors. The Technology Fee is due and payable on the seventh day of the month. Franchisor reserves the right to collect the Technology Fee at any time upon thirty (30) days' prior written notice to Franchisee.

In addition, Franchisee must purchase from Franchisor's approved supplier, proprietary operational, financial, and benchmarking software (collectively, "**Licensed Software**"). Franchisor reserves the right to specify different hardware and software systems in the future, including proprietary software that Franchisor or its Affiliates develop exclusively for the System. Franchisor reserves the right to require the Franchisee to directly pay an approved third-party vendor or Affiliates for hardware and software systems in the future either for or to replace the hardware and software systems currently provided in the Technology Fee.

Franchisor reserves the right to independently access all Business Records (as defined in Section 6.8.7) collected or compiled within any of Franchisee's software platforms and databases. There are no contractual limitations on this right.

Franchisor's affiliate will provide Franchisee with access to software to support Senior Placement Services at no cost for an initial period of 3 months. After the initial 3-month period, continued access to the software will be subject to payment of the affiliate's then-current fees and any applicable terms of use. The affiliate may increase such fees by up to ten percent (10%) in any calendar year. Franchisee may not offer Senior Placement Services without utilizing software approved by Franchisor, and Franchisee acknowledges that the affiliate's software platform is, as of the Effective Date, the only approved provider for this purpose. All agreements for the use of software platform shall be entered into directly between Franchisee and the affiliate, and Franchisor makes no representations or warranties regarding such software platform or any related services and shall have no liability in connection therewith.

For any additional email addresses that Franchisee requests to use in connection with the Amada Senior Care Business (in addition to the two email addresses which are included in the Technology Fee), Franchisee must pay to Franchisor its then-current email fee ("**Email Fee**") which is currently either Ten Dollars (\$10) or Twenty-Three (\$23) per month per account, depending on the account selected and may be increased based on fees Franchisor must pay to procure such email addresses.

Franchisee must directly pay an approved third-party vendor for telephone services. Franchisee is required to have at least two separate telephone lines. Franchisor reserves the right to contract directly with a third-party vendor and establish a centralized account for telephone services, in which event Franchisee must pay to Franchisor its then-current telephone system access fee ("**Telephone Access Fee**") for each telephone line that Franchisee uses and to increase the amount of the Telephone Access Fee based on upgrades, modifications, additional items or increases from vendors or suppliers.

4.6 State Licensing and Compliance Fee. Franchisee agrees that it must adhere to state licensing and compliance requirements and these requirements may differ from state to state. If there are state-specific requirements applicable to Franchisee's Designated Territory or

Contiguous Area, Franchisee must complete and submit all licensing and compliance requirements within forty-five (45) days of the date of this Agreement. If Franchisee fails to do so, Franchisor may require Franchisee to hire, at Franchisee's sole cost and expense, the services of third-party home care licensing service designated by Franchisor. Franchisee must maintain all required licenses, permits, and certifications in good standing throughout the term of this Agreement, comply with all conditions attached to such licenses, and actively pursue all required renewals in advance of expiration. Franchisee must notify Franchisor in writing within twenty-four (24) hours of receiving notice of any investigation, complaint, audit, restriction, suspension, revocation, or threatened action affecting any license, permit, or certification required to operate the Franchised Business, and must cooperate fully with Franchisor in responding to any such action. All costs of license procurement, maintenance, renewal, and defense of any regulatory action are solely Franchisee's responsibility.

4.7 Other Charges and Service Fees. Franchisee understands and agrees that the System is developing and that there may be other charges and service fees that will be agreed upon between Franchisee and Franchisor and assessed to Franchisee either by Franchisor, its Affiliates or third-party vendors in connection with existing components of the System or the addition of modified or new components to the System. Franchisee agrees to pay all such other charges and service fees in a timely manner.

4.8 Increase in Fixed Fees or Fixed Payments. Except as otherwise indicated in this Agreement, all fees expressed as a fixed dollar amount in this Agreement are subject to adjustment up to a maximum percentage increase equal to changes to the Consumer Price Index in the United States. Franchisor may periodically review and increase these fees based on changes to the Consumer Price Index, but only if the increase to the Consumer Price Index is more than 5% higher than the corresponding Consumer Price Index in effect on: (a) the effective date of this Agreement (for the initial fee adjustments); or (b) the date Franchisor implemented the last fee adjustment (for subsequent fee adjustments). Franchisor will notify Franchisee of any CPI adjustment at least 30 days before the fee adjustment becomes effective. Franchisor will implement no more than one fee adjustment during any calendar year. The fee adjustments in this Section shall not impact fees which Franchisor reserves the right to increase in higher amounts or to adjust more frequently, including but not limited to the Technology Fee.

4.9 Method of Payment and Electronic Funds Transfer. Unless otherwise agreed between Franchisor and Franchisee, all fees and other amounts paid to Franchisor or any Affiliate must be made in the form of an electronic or similar funds transfer in the appropriate amount(s) from Franchisee's bank account. Franchisor reserves the right to require Franchisee to pay any fees due under this agreement at any intervals Franchisor may designate and by such means as Franchisor may specify from time to time. Franchisee agrees to execute and deliver to its bank and to Franchisor those documents necessary to authorize such withdrawals and to make payment or deposit as directed by Franchisor or its Affiliates. The forms of authorization for electronic transfer of funds are attached to the Franchise Disclosure Document. Franchisee further agrees that it will not thereafter terminate such authorization so long as this Agreement is in effect. Franchisee agrees that it will not close such bank account without prior notice to Franchisor and the establishment of a substitute bank account permitting such withdrawals. Franchisee also agrees that in the event that a direct electronic funds transfer or other withdrawal program is not available at the bank at which

it currently does its business, it will take all reasonable and necessary steps to establish an account at a bank which does have such a program.

4.10 Payment and Interest on Late Payments. Except as may otherwise be provided in this Agreement, fees and other amounts due under this Agreement must be paid on the seventh (7th) day of the month for the prior month's billings via electronic funds transfer. Franchisor or its Affiliate will initiate payment on all invoices from Franchisee's bank account seven (7) days after the date of the invoice by electronic funds transfer as set forth in Section 4.9 above. If any fee or other amount due under this Agreement is not paid when it is due, Franchisee will pay a late fee equal to Fifty Dollars (\$50) plus interest on any balance due from the date due until such amount is paid in full at the highest then-applicable legal rate for open account business credit not to exceed two percent (2%) per month. This charge will accrue whether or not Franchisor or Franchisee exercises its respective rights to terminate this Agreement pursuant to Section 13 hereof.

4.11 Application of Payments. All payments by Franchisee pursuant to this Section 4 will be applied in such order as Franchisor may designate from time to time. Franchisee agrees that it may not designate an order for application of any fees different from that designated by Franchisor and expressly acknowledges and agrees that Franchisor may accept fees paid pursuant to different instructions without any obligation to follow such instructions, even if such payment is made by its terms conditional on such instructions being followed. This provision may be waived only by written agreement signed by Franchisor, which written agreement must be separate from the check or other document or medium constituting or transmitting payment.

4.12 Taxes on Payments and Currency. In the event that any taxing authority, wherever located, imposes any future tax, levy, or assessment on any payment Franchisee makes to Franchisor (excluding income tax), Franchisee must, in addition to all payments due to Franchisor, pay such tax, levy, or assessment. All fees and other amounts due Franchisor, or any Affiliate thereof, under this Agreement, or any other agreement related to Franchisee's ownership or operation of the Franchised Business, are stated in United States dollars and must be paid in United States dollars.

5. MARKS

5.1 Ownership. Franchisee expressly acknowledges Franchisor's and its Affiliates' rights in and to the Marks and agrees not to represent in any manner that Franchisee has acquired any ownership rights in the Marks. Franchisee agrees not to use any of the Marks or any marks, names or indicia which are or may be confusingly similar in its own corporate or business name, email address or domain name except as authorized in this Agreement. Franchisee further acknowledges and agrees that any and all goodwill associated with the System and identified by the Marks will inure directly and exclusively to the benefit of Franchisor and its Affiliates and that, upon the termination or expiration of this Agreement for any reason, no monetary amount will be assigned as attributable to any goodwill associated with Franchisee's use of the Marks.

5.2 Authorized Use. Franchisee understands and agrees that any use of the Marks other than as expressly authorized by this Agreement, without Franchisor's prior written consent, may constitute an infringement of Franchisor's rights therein and that the right to use the Marks granted herein does not extend beyond the expiration or termination of this Agreement. Franchisee

expressly covenants that, during the term of this Agreement and thereafter, Franchisee will not, directly or indirectly, commit any act of infringement or contest or aid others in contesting the validity of Franchisor's right to use the Marks or take any other action in derogation thereof. Franchisee must identify itself as the owner of the Franchised Business (in the manner Franchisor prescribes) in conjunction with any use of the Marks including, without limitation, on invoices, contracts, timesheets, checks, receipts, and business stationery, as well as such conspicuous locations as Franchisor may designate in writing at the Franchised Business premises.

5.3 Infringement. Franchisor or its Affiliates will have the sole right to handle disputes with third parties concerning Franchisor's ownership of, rights in, or Franchisee's use of, the Marks or the System. Franchisee must immediately notify Franchisor in writing if Franchisee receives notice of, or learns of, any: (i) improper use of any of the Marks or elements of the System; (ii) use by any third party of any mark, design, logo or commercial symbol which, in Franchisee's judgment, may be confusingly similar to any of the Marks; (iii) use by any third party of any business practice which, in Franchisee's judgment, unfairly simulates the System in a manner likely to confuse or deceive the public; or (iv) claim, challenge, suit or demand asserted against Franchisee based on Franchisee's use of the Marks or the System. Franchisor will have the right to take any action it deems appropriate, including, without limitation, to take no action, and the sole right to control any legal proceeding or negotiation arising out of any infringement, challenge or claim or otherwise relating to the Marks or the System. Franchisee must not settle or compromise any claim, suit or demand asserted against it and agrees to be bound by Franchisor's decisions in handling disputes regarding the Marks and the System. Franchisee must cooperate fully with Franchisor and execute any documents and perform any actions that, in Franchisor's judgment, may be necessary, appropriate or advisable in the defense of such claims, suits or demands and to protect and maintain Franchisor's rights in the Marks and the System. Unless it is established that a third-party claim asserted against Franchisee is based, directly or indirectly, on Franchisee's misuse of the Marks or the System, Franchisor agrees to defend Franchisee against the third-party claim, provided Franchisee has notified Franchisor immediately after learning of the claim and fully cooperates in the defense of the action. Because Franchisor will defend the third-party claim, Franchisee is not entitled to be reimbursed for legal or other professional fees or costs paid to independent legal counsel or others in connection with the matter. Notwithstanding Franchisor's agreement to defend Franchisee under the conditions in this Section, Franchisee understands and agrees that Franchisor is not liable to indemnify or reimburse Franchisee for any liability, costs, expenses, damages or losses that Franchisee may sustain because of the third-party claim. Franchisee, on behalf of itself and its owners, hereby waives any claim against Franchisor, Franchisor's Affiliates, and their respective officers, directors, shareholders, employees and agents based on third party claims involving the Marks or System including, without limitation, for lost profits or consequential damages of any kind.

5.4 Operation under the Marks. Franchisee must use only the Marks which Franchisor designates and must use them only in the manner Franchisor authorizes and permits. Franchisee further agrees and covenants to operate and advertise only under the names or marks from time to time designated by Franchisor for use by similarly situated franchisees of Franchisor; to adopt and use the Marks solely in the manner prescribed by Franchisor, to refrain from using the Marks to perform any activity or to incur any obligation or indebtedness in such a manner as may, in any way, subject Franchisor to liability therefore; to observe all laws with respect to the registration of trade names and assumed or fictitious names, to include in any application therefore

a statement that Franchisee's use of the Marks is limited by the terms of this Agreement, and to provide Franchisor with a copy of any such application and other registration document(s); to observe such requirements with respect to trademark and service mark registrations and copyright notices as Franchisor may, from time to time, require, including, without limitation, affixing "SM," "TM," or "®," adjacent to all such Marks in any and all uses thereof; and to utilize such other appropriate notice of ownership, registration and copyright as Franchisor may require.

5.5 Modification or Replacement of the Marks. Franchisor reserves the right to designate one or more new, modified or replacement Marks for use by franchisees and to require the use by Franchisee of any such new, modified or replacement Marks in addition to or in lieu of any previously designated Marks. Any expenses or costs associated with the use by Franchisee of any such new, modified or replacement Marks will be the sole responsibility of Franchisee.

5.6 Non-Exclusive License. The license of the Marks granted to Franchisee herein is nonexclusive and Franchisor retains the right, among others, to (i) use the Marks itself in connection with selling products and services; (ii) grant other licenses for the Marks; and (iii) develop and establish other systems using the Marks, similar marks, or any other marks, and to grant licenses thereto without providing any rights therein to Franchisee.

6. STANDARDS OF OPERATION

6.1 Site Location and Lease Premises. Within ninety (90) days of the Effective Date of this Agreement, Franchisee must locate the premises ("**Premises**") of the Franchised Business and obtain approval from Franchisor based on the site selection criteria Franchisor has established as of the Effective Date of this Agreement. Once Franchisee has submitted a proposed site for the Premises to Franchisor for its approval, Franchisor has fifteen (15) calendar days to approve or disapprove of such proposed site for the Premises. If Franchisee does not have an approved site for the Premises within ninety (90) days of the Effective Date of this Agreement, Franchisor will provide Franchisee with an extension of thirty (30) days, or any longer time as may be required for Franchisee to obtain the necessary licensure to operate the Franchised Business. If Franchisee does not have an approved site for the Premises upon the expiration of any such extension, Franchisor may terminate this Agreement. Prior to the Opening Date, Franchisee may operate from a temporary or home-based location solely to complete pre-opening obligations, provided that applicable state law and licensure requirements do not prohibit such arrangement. Notwithstanding the foregoing, if applicable state law or licensure requirements mandate that Franchisee maintain a physical office prior to the Opening Date, Franchisee must comply with those requirements as a condition of obtaining the required licensure and reaching the Opening Date. From and after the Opening Date, Franchisee must operate the Franchised Business exclusively from a bona fide physical office that meets Franchisor's then-current minimum standards for the Premises. The Premises may not be, and the Franchised Business may not be operated from, any person's residence, a mailbox or registered agent service, a co-working space not specifically approved by Franchisor in writing, an executive suite used only for mail or appearance purposes, or any other location or arrangement that Franchisor determines does not constitute a bona fide operating office for the Franchised Business. Franchisor's determination of whether a proposed or existing location constitutes a bona fide operating office shall be made in Franchisor's sole discretion and shall be final. Franchisee agrees to use the Premises solely for the operation of the Franchised Business in the manner and pursuant to the standards prescribed herein, in the Operations Manual or otherwise

in writing, and to refrain from using or permitting the use of the Premises for any other purpose or activity at any time. In the event Franchisee is the lessee of the Premises, Franchisee will furnish Franchisor with a copy of any proposed lease agreement, which will provide Franchisor the right to enter the Premises to make any modification necessary to protect the Marks and a Collateral Assignment of Lease in Franchisor's then-current form executed by Franchisee and the lessor of the Premises, providing Franchisor notice of Franchisee's default of the lease, a right to cure such default and the right to assume the lease, as well as the further right to sublease or assign to a System franchisee (and if Franchisor exercises its rights under the Collateral Assignment of Lease, Franchisor will have the option to acquire all fixtures, equipment and other leasehold improvements on the Premises at fair market value).

6.2 Franchised Business Opening. Franchisee may not open or operate the Franchised Business until the Opening Date. Franchisor will issue written authorization when Franchisor is satisfied, in its reasonable business judgment, that all pre-opening conditions have been met. Franchisee must actively and diligently pursue all pre-opening conditions and must provide Franchisor with written status updates regarding Franchisee's progress no less frequently than monthly until the Opening Date. If Franchisee fails to obtain Franchisor's written authorization to open within six (6) months of the Effective Date of this Agreement, Franchisor may, at its option, terminate this Agreement upon thirty (30) days' written notice to Franchisee, subject to any extension Franchisor grants in its sole discretion consistent with Section 1.5.

6.3 Quality Standards for Fixtures, Equipment and Supplies. All fixtures, equipment and supplies for the Franchised Business selected by Franchisee must meet the quality standards set forth in Franchisor's Operations Manual or otherwise in writing, subject to compliance with applicable laws and regulations.

6.4 Signage. Subject to compliance with applicable laws and regulations, Franchisee must acquire all signs as required by Franchisor for use at or in connection with the Franchised Business.

6.5 Initial Training Program.

6.5.1 Franchisee and Franchisee's branch manager/operations manager must complete Franchisor's initial training program to the satisfaction of Franchisor. Franchisee or Franchisee's Primary Contact must personally attend all in-person components of the initial training program. Completion of all in-person training components by the Active Operator designated under Section 6.6.4 is a condition precedent to the Opening Date. Franchisee will not be eligible to attend the initial training program until Franchisee has completed all pre-initial training program obligations which will be set forth in Franchisor's Operations Manual. If Franchisee and Franchisee's branch manager/operations manager fail to do so, Franchisor reserves the right to require Franchisee and Franchisee's branch manager/operations manager to undergo additional training at Franchisee's expense; Franchisor also reserves the right to terminate this Agreement. Franchisor shall provide the initial training program tuition free to Franchisee and two other people associated with the Franchised Business, such as the branch manager/operations manager and sales manager. Franchisor will charge Franchisee One Hundred Dollars (\$100) per day per person for any additional personnel who participates in Franchisor's initial training program. Franchisee

is responsible for all travel, lodging, meal, and payroll expenses for Franchisee and its personnel to attend such initial training program.

6.5.2 Replacement branch manager/operations managers must complete such applicable initial training program to the satisfaction of Franchisor promptly after they are hired by Franchisee. Franchisee must pay Franchisor's then-applicable fee for all such training and shall be responsible for all travel, lodging, meals, and payroll expenses for Franchisee and its personnel to attend such initial training program.

6.5.3 To assist Franchisee in the operation of Franchisee's business, Franchisor may offer additional training programs and/or refresher courses to Franchisee and/or Franchisee's employees as Franchisor deems appropriate. Franchisee must pay Franchisor's then-applicable fee for all such training and shall be responsible for all travel, lodging, meals, and payroll expenses for Franchisee and its personnel to attend such initial training program.

6.5.4 Franchisee may also request that Franchisor provide Franchisee with a private three-day continuing education session at Franchisor's headquarters or at a location Franchisor designates. Franchisee must pay One Thousand Five Hundred Dollars (\$1,500) to Franchisor for all such training and Franchisee shall be responsible for all travel, lodging, meal, and payroll expenses for Franchisee and its personnel to attend such continuing education session.

6.5.5 Franchisee must complete a technology and certification training program provided by a third-party vendor whom Franchisor designates as an Approved Supplier. If Franchisee attends such program in person, Franchisee must pay the then-current tuition rate for such training and Franchisee shall be responsible for all travel, lodging, meal, and payroll expenses for Franchisee and its personnel to attend such continuing education session.

6.5.6 Franchisee acknowledges and agrees that any training, support, guidance or tools provided to Franchisee as part of the Franchised Business under this Agreement are for the purpose of protecting the System's brand and Marks and to assist Franchisee in the operation of the Franchised Business and not for the purpose of controlling or in any way intended to exercise or exert control over Franchisee's decisions or day-to-day operations of the Franchised Business.

6.5.7 If Franchisee believes any component of Franchisor's initial training, Field Training, or pre-opening support was materially deficient, Franchisee must notify Franchisor in writing within fifteen (15) days of completion of the relevant component, identifying the specific deficiency in reasonable detail. Franchisor will work with Franchisee in good faith to address any legitimate deficiency raised. Failure to provide timely written notice will be deemed acceptance of the training and support as provided and a waiver of any claim that it was materially deficient. Nothing in this Section limits Franchisee's right to request additional training under Sections 6.5.3 and 6.5.4.

6.6 Supervision and Hiring.

Franchisee's business must be under the control of a designated primary contact ("**Primary Contact**") who meets Franchisor's then-current Primary Contact standards and requirements as defined in **Attachment A** to this Agreement. The day-to-day operations of the Franchised Business must be under the supervision of the Franchisee (or, if the Franchisee is a business entity, the Franchisee's Primary Contact or branch manager/operations manager) who will continuously devote full-time energy and best efforts to the management and operation of the Amada Senior Care Business. Prior to there being any change to Franchisee's designated Primary Contact, Franchisee must provide Franchisor with advance written notice of this change and Franchisor must confirm that Franchisee's proposed replacement Primary Contact meets Franchisor's then-current Primary Contact standards and requirements. Franchisee's designation of a branch manager/operations manager does not relieve Franchisee or Franchisee's Primary Contact of the obligation to devote full-time energy and best efforts to the active management and oversight of the Franchised Business. When Franchisee or the Primary Contact is temporarily absent from the Premises, Franchisee must ensure that a branch manager/operations manager who has successfully completed Franchisor's then-current training requirements is on duty and responsible for day-to-day operations.

Franchisee must hire or retain a marketing manager who is approved by Franchisor. The Marketing Manager may be the Franchisee, an employee of the Franchised Business, or an independent contractor, provided that the individual or entity satisfies Franchisor's qualifications and is approved in writing by Franchisor. Franchisee is solely responsible for all costs, compensation, and compliance related to the Marketing Manager. Franchisor may revoke its approval at any time if the Marketing Manager fails to perform their duties in accordance with Franchisor's standards or otherwise fails to meet Franchisor's requirements.

6.6.1 Franchisee will keep Franchisor informed at all times of the identity of any employee required to enter into the confidentiality and non-competition covenants as required under Section 11 of this Agreement. Franchisee acknowledges and agrees that Franchisee alone is responsible for all employment decisions of the business, including hiring, firing, training, promotion, wage and hour requirements, recordkeeping, supervision and discipline of employees. No employee of Franchisee will be deemed to be an employee of Franchisor for any purpose whatsoever, and nothing in any aspect of the System or the Marks in any way shifts any employee or employment related responsibility from Franchisee to Franchisor. Any standards, specifications, or requirements Franchisor imposes under this Agreement are intended solely to protect the System's brand and quality standards and do not constitute control over Franchisee's employment decisions or relationships. Franchisee must notify Franchisor in writing within forty-eight (48) hours of receiving notice of any employment-related investigation, audit, claim, or proceeding involving the Franchised Business, including any proceeding in which Franchisor is named or identified as a potential joint employer. Franchisor's receipt of such notice does not create any obligation on Franchisor to respond, advise, or participate and shall not be construed as evidence of any employment relationship between Franchisor and Franchisee's employees or caregivers.

Franchisee must screen all prospective and current employees, caregivers, aides, companions, contractors, and any other individual providing direct client services in full compliance with all applicable federal, state, and local laws and regulations governing background checks, fingerprinting, registry searches, and personnel screening in the homecare industry. Such screening must at a minimum include: (i) a criminal background investigation prior to commencing any client-facing role; (ii) searches of applicable state elder abuse, sex offender, and abuse and neglect registries; (iii) verification against the OIG List of Excluded Individuals and Entities and any applicable state exclusion lists; and (iv) any additional screening required by applicable law. Franchisee must conduct periodic re-screening at intervals required by applicable law and must immediately remove from any client-facing role any individual who fails required screening or becomes disqualified under applicable law. All screening obligations apply regardless of whether the individual is classified as an employee or independent contractor. Franchisee is solely responsible for all screening decisions and their compliance with applicable law including, but not limited to, overtime pay requirements, live-in pay requirements, OSHA training, Hepatitis B vaccination and Health Insurance Portability and Accountability Act (HIPAA).

Franchisee must ensure that all caregivers, aides, companions, and other individuals providing direct client services complete all training required by applicable law and Franchisor's then-current caregiver training standards as set forth in the Operations Manual prior to providing unsupervised client services, and complete all ongoing and refresher training required by applicable law or Franchisor's standards thereafter. Franchisee is solely responsible for all caregiver training decisions and compliance with applicable law..

6.6.2 Franchisee must hire a sufficient number of qualified, competent personnel, in order to offer prompt, courteous and efficient service to the public, and otherwise operate the Franchised Business in compliance with the System so as to preserve, maintain and enhance the reputation and goodwill of the System. Franchisee will at all times use Franchisee's best efforts to diligently operate the Franchised Business so as to maximize the revenues and will do all things reasonably requested by Franchisor to maximize revenues. This full-time active management obligation applies from and after the Opening Date. Prior to the Opening Date, Franchisee or Franchisee's Primary Contact must be actively and diligently engaged in completing all pre-opening conditions, including training, licensure, site selection, and other obligations required by this Agreement, but is not required to devote full-time hours solely to the Franchised Business during that period.

6.6.3 All employees engaged in the operation of Franchisee's Franchised Business during working hours must dress conforming to Franchisor's standards, must present a neat and clean appearance (wearing System uniforms, if required) in conformance with Franchisor's reasonable standards and must render competent, empathetic service to the customers of Franchisee's business.

6.6.4 From and after the Opening Date, either Franchisee (if an individual) or Franchisee's designated Primary Contact (if Franchisee is a business entity) must devote full-time energy and best efforts to the active management and operation of the Franchised Business ("**Active Operator**"). The Active Operator must:

(i) personally attend and successfully complete all in-person components of Franchisor's initial training program and any required refresher or successor training programs, which attendance and completion are conditions precedent to the Opening Date and to continued operation of the Franchised Business;

(ii) serve as the primary point of contact between Franchisee and Franchisor for all operational, compliance, and support matters;

(iii) be actively present and engaged in the management of the Franchised Business on a full-time basis during normal business hours; and

(iv) not engage in any other full-time employment, business ownership, or outside activity that materially interferes with the Active Operator's ability to devote full-time energy and best efforts to the Franchised Business.

6.6.5 Franchisee may designate a replacement Active Operator only with Franchisor's prior written approval and only after the replacement has completed all training requirements then applicable to an Active Operator. During any period in which no approved Active Operator is in place, Franchisee shall be in default under this Agreement subject to the cure period set forth in Section 13.2.6. Franchisor's approval of any Active Operator may be revoked if the Active Operator fails to meet Franchisor's then-current standards.

6.7 Maintenance of Premises. Franchisee agrees to maintain the Premises, and all fixtures, furnishings, signs and equipment thereon, in conformity with Franchisor's then-current standards at all times during the term of this Agreement and to make such repairs and replacements thereto as Franchisor may require. Without limiting the generality of the foregoing, Franchisee specifically agrees:

6.7.1 To keep the Premises at all times in a high degree of repair, order and condition, including, without limitation, such periodic repainting of the exterior and interior of the business, such replacement of, and/or maintenance and repair to, all fixtures, furnishings, signs and equipment as Franchisor may from time to time reasonably direct;

6.7.2 To meet and maintain at all times all governmental standards and ratings applicable to the operation of the Franchised Business or such higher minimum standards and ratings as set forth by Franchisor from time to time in its Operations Manual or otherwise in writing; and

6.7.3 To cause its employees to wear apparel which conforms strictly to the specifications, design, color and style approved by Franchisor from time to time.

6.8 Operation of Franchised Business. Franchisee agrees to comply with all System rules, regulations, policies and standards which are by their terms mandatory including, without limitation, those contained in the Operations Manual. Franchisee must operate and maintain the Franchised Business solely in the manner and pursuant to the standards prescribed herein, in the Operations Manual or in other materials provided by Franchisor to Franchisee from time to time.

Franchisee must make such repairs and replacements to the Premises and the business as Franchisor may require Franchisee to ensure that Franchisor's required degree of quality, service and image is maintained and must refrain from deviating therefrom and from otherwise operating in any manner which adversely reflects on Franchisor's name and goodwill or on the Marks. Without limiting the generality of the foregoing, Franchisee specifically agrees as follows:

6.8.1 To purchase, install and use, at Franchisee's expense, all such fixtures, furnishings, signs and equipment, all as may be required by Franchisor, and meet the specifications of the approved site layout and plan, and all other such items as Franchisor may prescribe from time to time and to refrain from purchasing, installing or using on, about or in connection with the Premises any such item not meeting Franchisor's standards and specifications. Notwithstanding anything in this Section to the contrary, Franchisee must replace all signs within two (2) weeks of receiving notice from Franchisor.

6.8.2 To maintain in sufficient supply, and use at all times, only operating products, materials, supplies and expendables, as conform with Franchisor's then-current standards and specifications and to refrain from using non-conforming items without Franchisor's prior consent.

6.8.3 To sell and to offer for sale all such services and products as Franchisor may, from time to time require, and only those which Franchisor may, from time to time approve, which are not subsequently disapproved, as meeting its quality standards and specifications. In addition to any remodeling, repairs, replacement and redecoration required by this Section 6, in order to introduce new services and products throughout the System, Franchisee may be required to expend additional amounts on new, different or modified software, equipment or fixtures necessary to offer such new services or products.

6.8.4 To purchase hardware and software ("**Required Technology**") in accordance with the requirements set forth in the Operations Manual. Franchisor reserves the right to modify these requirements from time to time. Franchisee must install and commence using the Required Technology at the earlier of (1) the first servicing of a client; or (2) obtaining of a home care license and completion of Pre-Opening Business Training; or (3) the completion of Pre-Opening Business Training where no home care licensure is needed. Franchisee acknowledges and agrees that all hardware and computer network maintenance and upgrades of other software are Franchisee's responsibility and must be done in a timely manner. There are no contractual limitations on the frequency or cost of upgrades or changes in the Required Technology that Franchisor may impose. Franchisee must also obtain and maintain an Internet connection which meets the bandwidth specifications set forth in the Operations Manual.

6.8.5 Any software, platform, or technology used in connection with protected health information or sensitive client information must be specifically approved by Franchisor for that purpose consistent with Section 6.9. General approval of software for operational use does not constitute approval for use with protected health information unless Franchisor expressly states otherwise in writing. The software approval requirement in this Section applies to all technology used in connection with the Franchised Business, including without limitation artificial intelligence tools, automated decision-making systems, machine

learning platforms, predictive analytics tools, automated scheduling or care planning systems, and any other emerging technology, regardless of whether such technology is characterized as software, a platform, a service, or otherwise. Franchisee may not use any other software without Franchisor's prior written consent. Franchisor reserves the right to withdraw any such written consent at any time. **FRANCHISOR AND ITS AFFILIATES MAKE NO WARRANTY OF ANY KIND, WHETHER EXPRESS OR IMPLIED, WITH REGARD TO THE LICENSED SOFTWARE. FRANCHISOR AND ITS AFFILIATES DISCLAIM ANY AND ALL WARRANTIES RELATED TO THE LICENSED SOFTWARE, WHETHER EXPRESS OR IMPLIED, WRITTEN OR ORAL, INCLUDING BUT NOT LIMITED TO, THE IMPLIED WARRANTIES OF MERCHANTABILITY, INTEROPERABILITY, FITNESS FOR A PARTICULAR PURPOSE, NON-INFRINGEMENT, QUIET ENJOYMENT, OR THOSE ARISING FROM TRADE USAGE OR COURSE OF DEALING. FRANCHISOR AND ITS AFFILIATES DO NOT WARRANT THAT THE LICENSED SOFTWARE WILL BE FREE FROM DEFECTS OR THAT USE OF THE LICENSED SOFTWARE WILL BE UNINTERRUPTED OR ERROR FREE. IN NO EVENT WILL FRANCHISOR OR ITS AFFILIATES BE LIABLE FOR ANY INDIRECT, CONSEQUENTIAL, INCIDENTAL, SPECIAL OR PUNITIVE DAMAGES (INCLUDING, WITHOUT LIMITATION, ANY DAMAGES ASSOCIATED WITH LOSS OF USE, INTERRUPTION OF BUSINESS, LOSS OF DATA OR LOSS OF PROFITS) ARISING OUT OF OR IN ANY WAY RELATED TO THE LICENSED SOFTWARE OR ITS USE.**

6.8.6 To use such standardized accounting forms, accounting systems, reporting forms and other forms as may be developed from time to time by Franchisor or any of its Affiliates and to file such forms with Franchisor in a timely manner as may be required by Franchisor.

6.8.7 To record all billings and maintain all Business Records (as defined below) associated with the Franchised Business using the reporting systems and associated equipment specified by Franchisor in the Operations Manual and to maintain, without alteration, all information and categories required by Franchisor to be programmed into the billing reporting system unless Franchisor provides prior written approval or instructions to the Franchisee to alter such categories. Franchisee acknowledges and agrees that Franchisor owns all business records, accounts, books, data, licenses, reports, and contracts ("**Business Records**") with respect to customers, and other service professionals of, and related to, the Franchised Business including, without limitation, all databases (whether in print, electronic or other form), including all names, addresses, phone numbers, email addresses, customer purchase records, and all other records contained in the databases, and all other Business Records created and maintained by Franchisee. Franchisee hereby authorizes Franchisor to access all such Business Records from such reporting systems (including but not limited to Business Records maintained in any aspect or feature of the Required Technology) and associated equipment whether by inspection on the Premises or via electronic retrieval or access, as Franchisor deems necessary. The reporting systems and associated equipment must be accessible to Franchisor twenty-four (24) hours per day, for every day of the year, including Sundays and holidays, for electronic access, and during normal business hours for personal access, and Franchisee agrees not to inhibit Franchisor's access to the reporting system or associated equipment.

6.8.8 If Franchisee provides Administration Services, Franchisee must comply with all applicable federal and state laws and regulations governing long-term care insurance administration, all requirements of each insurer with whom Franchisee has an administration relationship, and Franchisor's then-current Administration Services standards as set forth in the Operations Manual. Franchisee must notify Franchisor in writing prior to entering any new LTC insurer administration relationship and within forty-eight (48) hours of receiving notice of any insurer audit, investigation, claim dispute, or regulatory inquiry relating to Administration Services. Franchisee must cooperate fully with Franchisor in connection with any such audit, investigation, or inquiry.

6.8.9 Franchisee may not use any artificial intelligence tool, automated decision-making system, machine-learning model, or other emerging technology in connection with the Franchised Business unless Franchisor grants prior written approval for that specific use. Franchisee may not use any such tool for client care decisions, care planning, clinical assessments, billing, or any function involving Protected Health Information ("**PHI**") or sensitive client data unless specifically approved in writing for that purpose, and may not use any such tool to share, transmit, or use client data for model training or any purpose beyond the approved function without Franchisor's prior written consent. Franchisor's then-current standards for approved AI and emerging technology tools are set forth in the Operations Manual and may be updated by Franchisor at any time.

Any technology — whether or not characterized as AI or emerging technology — used to access, store, transmit, or otherwise handle PHI or sensitive client information requires Franchisor's separate prior written approval for that specific purpose consistent with Section 6.9. General operational approval does not extend to PHI-related use unless Franchisor expressly states otherwise in writing. Any vendor whose technology is used with PHI must have an executed Business Associate Agreement meeting Franchisor's then-current requirements before such use begins. Unauthorized use of technology with PHI or without a required Business Associate Agreement is a default under Section 13.

6.9 Participation in Promotions. Franchisee agrees to participate in system-wide and applicable regional promotions and advertising campaigns that Franchisor originates or approves. These may include promotions via the Internet, e-commerce, electronic media or other technologically advanced media. These programs may include minimum and maximum price policies. Franchisee also agrees to participate at its sole expense in all client loyalty, gift certificate and similar programs created by Franchisor.

6.9.1 Purchases. Franchisee acknowledges and agrees that Franchisee's obligations set forth in this Agreement and the Operations Manual are reasonable and necessary for the operation of the business and to maintain uniformity throughout the System. Franchisee must operate its business according to the methods, standards, and specifications set forth in this Agreement and the Operations Manual and any revisions or amendments to the same. Franchisee must only use approved services and products necessary to operate a Franchised Business ("**Approved Supplies**"). Franchisor shall provide Franchisee with a list of the Approved Supplies ("**Approved Supplies List**"). Franchisor shall also provide Franchisee with a list of the approved manufacturers, suppliers, and distributors authorized to supply Approved Supplies used to operate a

Franchised Business or for offer for sale to clients of a Franchised Business (“**Approved Suppliers List**”). Franchisor reserves the right to revise the Approved Suppliers List and the Approved Suppliers List from time to time. Franchisee acknowledges and agrees that Franchisee may incur an increased cost to comply with such changes at Franchisee’s expense. Franchisee may not purchase, use, or engage any vendor, supplier, software provider, service provider, platform, technology provider, staffing vendor, marketing vendor, or other third party in connection with the operation of the Franchised Business where Franchisor's approval is required by this Agreement, the Operations Manual, or Franchisor's written policies, unless Franchisor has given prior written approval. The use of any unapproved vendor or supplier where approval is required is a default under this Agreement. Franchisee's obligation to use only approved vendors and suppliers applies to all aspects of the Franchised Business, including but not limited to software, technology, payroll, billing, staffing, recruiting, marketing, client data management, and any function involving regulated, sensitive, or confidential information. The use of any vendor or supplier where Franchisor's approval is required and has not been obtained is a default under this Agreement subject to the cure periods set forth in Sections 13.2.10 and 13.2.11, as applicable.

6.9.2 Recognizing that preservation of the System depends upon product and service uniformity and the maintenance of Franchisor’s trade dress, Franchisee agrees to purchase certain signs, furnishings, supplies, fixtures, equipment and inventory from the Approved Suppliers that Franchisor specifies. Franchisee hereby acknowledges and agrees that Franchisor, any of Franchisor’s Affiliates, or a third party may be one of several, or the only, Approved Supplier of any service or product.

6.9.3 Franchisee must purchase, sell, and use only those services and products that are listed on the Approved Suppliers List from suppliers that are on the Approved Suppliers List. Franchisee may not contract for alternate supplies or with alternate suppliers directly. In the event Franchisee would like to offer for sale or use any alternate product, material, or service that is not on the Approved Suppliers List, Franchisee must notify Franchisor and obtain Franchisor’s prior written approval. At Franchisor’s request, Franchisee must provide Franchisor, for testing purposes, a sample of the item Franchisee wishes to purchase and other information so that Franchisor can make an informed decision as to whether the product, material, supply, or supplier meets Franchisor’s specifications and quality standards. Franchisee must also provide Franchisor with the name, address, and telephone number of the proposed supplier. Franchisor is not required to approve any particular proposed supply or supplier. Franchisor has the sole and absolute discretion to approve or deny any proposed vendor, supplier, product, or service for any reason or no reason. Upon receipt of written notice of any such revocation, Franchisee must cease purchasing products from such supplier. Franchisor shall notify Franchisee of its approval or disapproval of a proposed supplier, product, or service within sixty (60) days of receiving all requested information. Franchisee must use products purchased from Approved Suppliers solely in connection with the operation of the Franchised Business.

6.9.4 Although suppliers, products, or services may be approved by Franchisor, Franchisor and its Affiliates expressly disclaim all warranties, including warranties of merchantability and fitness for any particular purpose regarding products, services, fixtures,

furniture (including without limitation any required computer systems), signs, stationery, suppliers, or other approved items sold to or provided to Franchisee by Franchisor, any of Franchisor's Affiliates, or any third party, including any Approved Supplier.

6.9.5 Franchisor may establish business relationships, from time to time, with Approved Suppliers who may produce, among other things, certain furnishings, supplies, fixtures, equipment and inventory according to Franchisor's proprietary standards and specifications or private label goods which Franchisor has authorized and prescribed for sale by System franchisees ("**System Approved Suppliers**"). Franchisee recognizes that such products are essential to the operation of the Franchised Business and to the System generally. Franchisee further recognizes that Franchisee's failure to pay System Approved Suppliers may interfere with such suppliers' willingness to supply the System which may result in other System franchisees' inability to obtain product or ability to obtain product only on less favorable credit terms. Accordingly, Franchisee agrees to pay System Suppliers as and when due.

6.9.6 Franchisor reserves the right to designate any vendor, supplier, software provider, service provider, or other third party as the exclusive approved source for any product, service, platform, or function used in connection with the operation of the Franchised Business. Franchisee acknowledges and agrees that Franchisor, any of Franchisor's Affiliates, or any entity designated by Franchisor may be the sole approved vendor for any product, service, or function, and that Franchisee may have no alternative source for such product or service. Franchisor and its Affiliates may receive fees, commissions, volume rebates, or other consideration from approved and designated vendors in connection with Franchisee's purchases and is not required to disclose, account for, or share any such amounts with Franchisee. Franchisee's obligation to use any designated exclusive vendor applies regardless of price differential, availability, or Franchisee's preference for any alternative source. Franchisor reserves the right to add, remove, or change designated exclusive vendors at any time upon written notice to Franchisee.

6.10 Hours of Business. Unless otherwise specifically approved by Franchisor, the Franchised Business must be open for the conduct of business at such times and for the minimum number of hours specified by Franchisor in the Operations Manual, as may be amended from time to time or, if different, for such hours as may be required by the terms of any lease of the Premises; and Franchisee must at all times staff the Franchised Business with such number of employees and operate the business diligently so as to maximize the revenues and profits therefrom.

6.11 Printed Materials. Franchisee must use only business stationery, business cards, marketing materials, advertising materials, printed materials or forms which have been approved in advance by Franchisor. Any translation of such materials must be approved by Franchisor. Any and all supplies or materials purchased, leased or licensed by Franchisee must always meet those standards specified by Franchisor in the Operations Manual or otherwise in writing.

6.12 Identification of Franchised Business. In all advertising displays and materials at the Franchised Business, Franchisee must, in such form and manner as may be specified by Franchisor in the Operations Manual, notify the public that Franchisee is operating the business

licensed hereunder as a Franchisee of Franchisor and must identify its business in the manner specified by Franchisor in the Operations Manual.

6.13 Client Complaints and Incident Reporting. Franchisee must respond promptly to client complaints in accordance with Franchisor's then-current standards as set forth in the Operations Manual. Franchisee must notify Franchisor in writing within twenty-four (24) hours of becoming aware of any of the following: (i) any client injury, adverse event, fall, medication error, or other safety incident occurring in connection with the Franchised Business; (ii) any allegation, complaint, or report of elder abuse, neglect, exploitation, or caregiver misconduct involving a client; (iii) any investigation, inquiry, or audit by any governmental authority, adult protective services agency, or licensing authority arising from or related to client care; or (iv) any client death occurring while services are being provided by the Franchised Business. Each notice must identify the client and incident, describe the known facts, and summarize steps taken or planned in response. Franchisee must cooperate fully with Franchisor in connection with any incident response, regulatory inquiry, or claim management effort and must not make any public statement, admission, or settlement offer in connection with any incident without Franchisor's prior written consent.

6.14 Third Party Actions. Franchisee must notify Franchisor in writing within five (5) days of any written threat or the actual commencement of any action, suit or proceeding, or of the issuance of any order, writ, injunction, award or decree of any court, agency or other governmental instrumentality which may adversely affect the operation or financial condition of the Franchised Business.

6.15 Inspection of Franchised Business Premises. Franchisee hereby grants to Franchisor and its agents the right to enter upon the Premises, without notice, at any reasonable time for the purpose of conducting inspections of the Premises, Franchisee's Business Records, computer hardware and software, and other business equipment, and Franchisee agrees to render such assistance as may reasonably be requested and to take such steps as may be necessary immediately to correct any deficiencies detected during such an inspection upon the request of Franchisor or its agents. Any evaluation or inspection conducted by Franchisor is not intended to exercise, and does not constitute, control over Franchisee's day-to-day operation of the Franchised Business or to assume any responsibility for Franchisee's obligations under this Agreement.

6.16 Possible Variation in Certain Standards. Because complete and detailed uniformity under many varying conditions may not be possible or practical, Franchisor specifically reserves the right and privilege to vary standards for any System franchisee based upon the peculiarities of a particular site or circumstance, density of population, business potential, population of trade area, licensing requirements, existing business practices or any other conditions which Franchisor deems to be of importance to the successful operation of such franchisee's business. Franchisee will have no recourse against Franchisor on account of any variation from standard specifications and practices granted to any franchisee and will not be entitled to require Franchisor to grant Franchisee a like or similar variation hereunder.

6.17 Annual Conference and Annual Branch Leadership Conference. As provided herein, Franchisee or Franchisee's representative must attend any annual conference ("**Annual Conference**") of franchisees held by Franchisor. If conducted, Franchisor shall determine its duration, curriculum, and location. Franchisor reserves the right to require Franchisee to pay

Franchisor's then-current registration fee up to Two Thousand Five Hundred Dollars (\$2,500) per person, which Franchisee must pay regardless as to whether Franchisee attends such Annual Conference. Franchisee shall be responsible for all other expenses incurred in connection with any such meetings, including the costs of travel, lodging, meals, and payroll expenses. Franchisor reserves the right to use contributions to the Advertising Fund for purposes related to the Annual Conference, including costs related to productions, programs, and materials. The parties understand and agree that Franchisee will be required to be in attendance for no more than three (3) business days for any Annual Conference. Franchisor may periodically conduct an annual branch leadership conference for all branch manager/operations managers, directors, and sales personnel to attend ("**Annual Branch Leadership Conference**"). Any such conference shall last no more than three (3) business days. Franchisor reserves the right to charge a registration fee for such a conference. Franchisee shall be responsible for all other expenses incurred in connection with any such conference, including the costs of travel, lodging, meals, and payroll expenses. Franchisor reserves the right to use contributions to the Advertising Fund for purposes related to the Annual Branch Leadership Conference, including costs related to productions, programs, and materials.

6.18 Intellectual Property Belongs to Franchisor. If Franchisee, Franchisee's employees, or principals develop any new concept, process or improvement in the operation or promotion of the Franchised Business, Franchisee will promptly notify Franchisor and provide Franchisor with all necessary related information, without compensation. Any such concept, process, or improvement will become Franchisor's sole property and Franchisor will be the sole owner of all patents, patent applications, trademarks, copyrights and other intellectual property rights related thereto. Franchisee and Franchisee's principals hereby assign to Franchisor any rights Franchisee may have or acquire therein, including the right to modify such concept, process or improvement, and otherwise waive and/or release all rights of restraint and moral rights therein and thereto. Franchisee and Franchisee's principals agree to assist Franchisor in obtaining and enforcing the intellectual property rights to any such concept, process or improvement in any and all countries and further agree to execute and provide Franchisor with all necessary documentation for obtaining and enforcing such rights. Franchisee and Franchisee's principals hereby irrevocably designate and appoint Franchisor as Franchisee's agent and attorney-in-fact to execute and file any such documentation and to do all other lawful acts to further the prosecution and issuance of patents or other intellectual property rights related to any such concept, process or improvement. In the event that the foregoing provisions of this Section 6.19 are found to be invalid or otherwise unenforceable, Franchisee and Franchisee's principals hereby grant to Franchisor a worldwide, perpetual, non-exclusive, fully-paid license to use and sublicense the use of the concept, process or improvement to the extent such use or sublicense would, directly or indirectly infringe Franchisee's rights therein.

6.19 Step-In Rights. In addition to Franchisor's right to terminate this Agreement, and not in lieu of such right, or any other rights Franchisor may have against Franchisee, upon a failure to meet any of the requirements of this Section 6 or cure any default within the applicable time period (if any), Franchisor has the right, but not the obligation, to enter upon the Franchised Business premises and exercise complete authority with respect to the operation of the business until such time as Franchisor determines that the default has been cured, and Franchisee is otherwise in compliance with this Agreement. In the event Franchisor exercises the rights described in this Section, Franchisee must reimburse Franchisor for all reasonable costs and overhead, if any, incurred in connection with its operation of Franchisee's business including, without limitation,

costs of personnel for supervising and staffing the Franchised Business and their travel and lodging accommodations, plus a fee not to exceed One Thousand Dollars (\$1,000) per day. If Franchisor undertakes to operate the business pursuant to this section, Franchisee agrees to indemnify and hold Franchisor (and Franchisor's representative(s) and employees) harmless from and against any fines, claims, suits or proceedings which may arise out of Franchisor's operation of the business.

6.20 Data Security and Privacy. Franchisee must at all times operate the Franchised Business in full compliance with all applicable data security and privacy laws and regulations, including without limitation the Health Insurance Portability and Accountability Act of 1996 and its implementing regulations ("HIPAA"), the Payment Card Industry Data Security Standards, and any applicable state privacy or data security laws. Franchisee must also comply with Franchisor's then-current data security and privacy standards and protocols as set forth in the Operations Manual, which Franchisor may update from time to time. Franchisee must notify Franchisor in writing within twenty-four (24) hours of discovering any actual or reasonably suspected breach of protected health information or other sensitive client information, regardless of whether the breach triggers mandatory regulatory notification. Such notice must describe the nature of the breach, the information and individuals affected, and the steps Franchisee has taken or intends to take to contain and remediate the breach. Franchisee must cooperate fully with Franchisor in connection with any breach investigation, regulatory response, or remediation effort. Franchisee is solely responsible for all costs of breach investigation, notification, remediation, and regulatory response and must indemnify Franchisor and all Indemnified Parties under Section 19.1 for all costs, damages, and expenses arising from any breach of this Section.

6.21 Vehicle. If Franchisee operates a vehicle in connection with its Franchised Business, any vehicle and vehicle wrap must be approved by Franchisor and the vehicle must conform with the standards set forth in the Operations Manual. Franchisee agrees to secure any insurance that Franchisor requires in connection with the vehicle.

6.22 Lead Policy. Franchisee acknowledges and agrees that, in order to promote the overall success of the Amada franchise system, it is required to submit to Franchisor, or directly to other Amada franchisees as directed by Franchisor, all bona fide leads or potential customer inquiries relating to business opportunities located within another Amada franchisee's Designated Territory. Franchisee shall submit such leads in accordance with the procedures and timelines specified in the Franchise Operations Manual. Franchisee further agrees to promptly and diligently follow up on any leads it receives from Franchisor or other franchisees regarding business opportunities within its own Designated Territory, in accordance with the policies and standards set forth in the Franchise Operations Manual. Failure by Franchisee to: (a) submit such leads to other franchisees as required; or (b) timely and appropriately follow up on such leads it receives in accordance with the policies in the Franchise Operations Manual shall constitute a material breach of this Agreement. In addition to any other remedies available to Franchisor, Franchisor may, upon 30 days' written notice to Franchisee, reduce the size of, or eliminate, Franchisee's Designated Territory if Franchisee fails to comply with these lead referral and follow-up obligations on multiple occasions.

7. OPERATIONS MANUAL

7.1 Compliance with Operations Manual. In order to protect the reputation and goodwill of the businesses operating under the System and to maintain standards of operation under the Marks, Franchisee must conduct the business operated under the System in accordance with various written instructions, including technical bulletins and confidential manuals, directives, memoranda, invoices, letters, emails, intranet data, documents, programs, videos, transmittances and communications in any form (including electronic form) prepared by Franchisor for use by franchisees generally or for Franchisor in particular, including any advice, standards, requirements, marketing information and procedures, operating procedures, instructions and policies relating to the operation of the Franchised Business or the operation of franchises (hereinafter and previously referred to collectively as the “**Operations Manual**”), including such amendments thereto, as Franchisor may publish from time to time, all of which Franchisee acknowledges belong solely to Franchisor and are available from Franchisor during the term of this Agreement via Franchisor’s intranet website. When any provision in this Agreement requires that Franchisee comply with any standard, specification or requirement of Franchisor, unless otherwise indicated, such standard, specification or requirement will be as set forth in this Agreement or as may, from time to time, be set forth by Franchisor in the Operations Manual. Any required standards exist to protect Franchisor’s interests in the System and the Marks and not for the purpose of establishing any control or duty to take control over those matters that are reserved to Franchisee. The Operations Manual also will include guidelines or recommendations in addition to required standards. In some instances, the required standards will include recommendations or guidelines to meet the required standards. Franchisee may follow the recommendations or guidelines or some other suitable alternative, provided Franchisee meets and complies with the required standards. In other instances, no suitable alternative may exist. In order to protect Franchisor’s interests in the System and Marks, Franchisor reserves the right to determine if Franchisee is meeting a required standard and whether an alternative is suitable to any recommendations or guidelines.

7.2 Confidential Use. Franchisee must at all times use its best efforts to keep access to the Operations Manual and any other manuals, materials, goods and information created or used by Franchisor and designated for confidential use within the System and the information contained therein as confidential, and limit access to employees of Franchisee on a need-to-know basis. Franchisee acknowledges that the unauthorized use or disclosure of Franchisor’s confidential information or trade secrets will cause irreparable injury to Franchisor and that damages are not an adequate remedy. Franchisee accordingly covenants that it will not at any time, without Franchisor’s prior written consent, disclose, use, permit the use thereof (except as may be required by applicable law or authorized by this Agreement), copy, duplicate, record, transfer, transmit, allow access to or otherwise reproduce such information, in any form or by any means, in whole or in part, or otherwise make the same available to any unauthorized person or source. Any and all information, knowledge and know-how not known about the System and Franchisor’s products, services, standards, procedures, techniques and such other information or material as Franchisor may designate as confidential will be deemed confidential for purposes of this Agreement.

7.3 Revisions. Franchisee understands and acknowledges that Franchisor may, from time to time, revise the contents of the Operations Manual to implement new or different requirements for the operation of the Franchised Business, and Franchisee expressly agrees to comply with all such changed requirements which are by their terms mandatory; provided, however

that such requirements will also be applied in a reasonably nondiscriminatory manner to comparable businesses operated under the System by other Franchisees. Franchisee acknowledges that Franchisor may provide updates to the Operations Manual electronically over its intranet website. Franchisee agrees, therefore, to periodically check Franchisor's intranet website, at least twice per week, for such updates. The implementation of such requirements may require the expenditure of reasonable sums of money by Franchisee. If Franchisor elects to provide Franchisee with a hard copy of the Operations Manual, Franchisee must at all times ensure that its copy of the Operations Manual is kept on the Franchised Business Premises and kept current and up to date. In the event of any dispute as to the contents thereof, the terms and dates of the master copy thereof maintained by Franchisor at its principal place of business will be controlling.

8. ADVERTISING AND MARKETING

8.1 Advertising Fund. Franchisor or its designee will create, administer, and maintain a general marketing fund ("**Advertising Fund**"). Franchisor will use Advertising Fund contributions to develop, produce and distribute national, regional and/or local advertising and to create advertising materials and public relations programs which promote, in Franchisor's sole judgment, the Marks, any other marks owned by Franchisor or its Affiliates, and/or the products and services offered by System Franchisees. Franchisor has the sole right to determine contributions and expenditures from the Advertising Fund, or any other advertising program, and sole authority to determine, without limitation, the selection of the advertising materials and programs; provided, however, that Franchisor will make a good faith effort to expend Advertising Fund contributions in the general best interests of the System on a national or regional basis. Franchisor may use the Advertising Fund to satisfy any and all costs of maintaining, administering, directing, preparing, and producing advertising, including the cost of preparing and producing Internet (including by using social media platforms), television, radio, magazine and newspaper advertising campaigns, the cost of direct mail and outdoor billboard advertising; the cost of public relations activities and advertising agencies; the cost of developing and maintaining an Internet website; the cost of developing and maintaining a social media presence; and personnel and other departmental costs for advertising that Franchisor internally administers or prepares. Franchisor also may use the Advertising Fund to procure leads and prospects for potential clients for System franchisees, and to cover costs and expenses associated with the Annual Conference and Branch Leadership Conference, including costs related to productions, programs and materials. Franchisee acknowledges that not all System franchisees will benefit directly or on a pro rata basis from such expenditures. While Franchisor does not anticipate that any part of the Advertising Fund contributions will be used for advertising which is principally a solicitation for franchisees, Franchisor reserves the right to use the Advertising Fund for public relations or recognition of the Amada brand, for the creation, maintenance and search engine optimization of a web site, a portion of which can be used to explain the franchise offering and solicit potential franchisees, and to include a notation in any advertisement indicating "Franchises Available."

8.1.1 Franchisor may periodically assist franchisees to maintain high quality standards through customer surveys, customer interviews, and other similar initiatives ("**Surveys**"). The cost of such programs can be paid by the Advertising Fund. The cost of these programs may be charged directly to Franchisee if Franchisee's results from a Survey

fall below minimum standards for such Surveys established by Franchisor for the System. Any such fees charged will be contributed to the Advertising Fund.

8.1.2 Franchisor has the right to reimburse itself from the Advertising Fund contributions for such reasonable costs and overhead, if any, as Franchisor may incur in activities reasonably related to the direction and implementation of the Advertising Fund.

8.1.3 Franchisee agrees that the Advertising Fund may otherwise be used to meet any and all costs incident to such Advertising Fund, including joint or collective advertising campaigns of Franchisor's direct or indirect parent corporations or subsidiaries thereof or affiliated companies, if any, using the System.

8.1.4 Franchisor may terminate, and resume, the Advertising Fund periodically during the term of this Agreement; however, any decision to terminate or resume the Advertising Fund will apply to all franchisees and Franchisor-owned locations equally. Franchisor will not terminate the Advertising Fund before making arrangements to spend or rebate any balance in the Advertising Fund after payment of all expenses. If Franchisor resumes the Advertising Fund, Franchisor will give Franchisee at least thirty (30) days written notice before Advertising Fees become due again, and will collect Advertising Fund Fees at the original rate in this Agreement.

8.2 Accounting for Advertising Fund. The Advertising Fund will be maintained by Franchisor in a separate bank account which will be designated as a "Trust Account," and which will not be commingled with any funds of Franchisor. Any interest that may accrue or be earned on the Advertising Fund will be added to and become part of the Advertising Fund. Upon written request, Franchisor will furnish Franchisee with an unaudited summary of Advertising Fund expenditures in a form determined by Franchisor. Franchisor may elect to accumulate monies in the Advertising Fund for such periods of time as it deems necessary or appropriate, with no obligation to expend all monies received in any fiscal year during such fiscal year.

8.3 Cooperative Advertising and other Programs. Franchisor reserves the right to form local or regional advertising cooperatives and/or peer performance groups among franchisees based on their location in a designated marketing area or based on other common traits. Fees and costs associated for participation therein are borne by each franchisee. The terms and conditions required for participation in any such cooperative advertising program(s) or marketing programs will be as specified in the Operations Manual. Franchisor reserves the right to form, change, dissolve or merge any local or regional advertising cooperative and/or any peer performance group in its sole discretion. Peer performance groups are intended to facilitate sharing of best practices, business strategies, and operational improvements among participating franchisees and participation is optional. If Franchisee participates in any cooperative and/or peer performance group Franchisee acknowledges and agrees that Franchisee will be solely responsible for any costs associated with participation, which may include membership fees, travel costs, and meeting expenses. Franchisee acknowledges and agrees that Franchisor does not guarantee any specific outcomes or benefits from participation.

8.4 Local Advertising and Promotion. Franchisee must spend the greater of one percent (1%) of its monthly Gross Billings or One Thousand Dollars (\$1,000) per month on local

advertising and promotion (“**Local Advertising and Promotion**”). Within thirty (30) days of the end of each month, Franchisee must furnish to Franchisor, in a manner approved by Franchisor, an accurate accounting of Franchisee’s Local Advertising and Promotion expenditures for the preceding calendar month just ended. Franchisee’s accounting of Local Advertising and Promotion expenditures must be separated from the accounting for Franchisee’s contributions to the Advertising Fund. Franchisor shall provide Franchisee with guidelines for Local Advertising and Promotion and any deviation from those guidelines by Franchisee requires prior approval from Franchisor. Franchisee may use its own advertising materials, or those produced by an outside agency, so long as Franchisee has received prior written permission from Franchisor and such advertising materials include Franchisor’s website address and the Marks in the form, color, and manner that Franchisor prescribes. If Franchisee proposes to use any advertising materials which Franchisor has not previously approved, Franchisor has the right to condition approval of the proposed advertising upon Franchisee’s agreement to provide other System franchisees, whose Franchised Businesses are located within the circulation area of the proposed advertising, the opportunity to contribute to and participate in the advertising. Franchisee must provide any proposed advertising materials to Franchisor at least fourteen (14) days before Franchisee proposes to use those materials. Franchisor is not contractually obligated to approve or reject any advertising materials submitted to Franchisor within those fourteen (14) days, but Franchisor will attempt to do so. Franchisee may not use the advertising material unless Franchisor provides its approval in writing. Franchisee may not establish a website using or displaying any of the Marks, and Franchisee may not advertise its Franchised Business or the sale of services or products offered by the Franchised Business on the Internet except as the Franchisor permits. Franchisor may host and give access to a separate web page for the Franchised Business on Franchisor’s website(s) as specified below. Any website or electronic materials Franchisee proposes to use must be approved in advance by Franchisor before publication to the site. Franchisee may not advertise or use in advertising or any other form of promotion, Franchisor’s copyright works, trademarks, service marks, or commercial symbols with the appropriate © or ® registration marks or the designation TM or SM where applicable.

8.5 Grand Opening Advertising. Prior to the Opening Date, Franchisee must develop and submit to Franchisor for approval a grand opening marketing plan and budget ('Grand Opening Plan'). Franchisor must approve the Grand Opening Plan in writing before Franchisee may begin any grand opening marketing activity or incur any grand opening marketing expenditure. Franchisee must spend a minimum of Two Thousand Five Hundred Dollars (\$2,500) on Franchisor-approved grand opening marketing activities before the Opening Date. Expenditures made before Franchisor approves the Grand Opening Plan, or after the Opening Date, do not count toward this minimum unless Franchisor expressly approves otherwise in writing. Grand opening marketing activities must be conducted during the period beginning thirty (30) days before the Opening Date and ending thirty (30) days after the Opening Date (“**Grand Opening Period**”). All grand opening marketing activities must comply with Franchisor's then-current marketing standards and guidelines and must be approved in advance by Franchisor. Within thirty (30) days after the end of the Grand Opening Period, Franchisee must provide Franchisor with written documentation evidencing all grand opening marketing expenditures, including invoices, receipts, and a summary of activities conducted.

8.6 Web Site. Franchisor reserves the right, but not the obligation, to establish and maintain a website (“**Amada Website**”), which may promote the Marks, System, and Franchised

Businesses operating under the System. Franchisor reserves the sole right to control all aspects of the Amada Website, including its design, content, functionality, links to other websites, legal notices, policies and terms of usage. Franchisor also reserves the right to discontinue operating the Amada Website at any time without notice to Franchisee. Without Franchisor's advance written approval, Franchisee may not maintain its own website, any similar pages on the Internet (including on social media), its own email address or domain, or otherwise maintain a presence online, nor may Franchisee conduct online or pay-per-click advertising using any public computer network in connection with the Amada Senior Care Business. Franchisor will provide Franchisee a fictitious business name to use in marketing Franchisee's Designated Territory ("**Territory Name**") and for use in conjunction with the Amada Website. Franchisee acknowledges that it is not guaranteed a right to use the Territory Name for the duration of this Agreement or upon renewal and Franchisor reserves the right to modify the Territory Name. Franchisee must adhere to Franchisor's standards and policies in connection with any website or other Internet presence or advertising that Franchisor approves. Franchisor reserves the right to use monies from the Advertising Fund to pay or reimburse the costs associated with the development, maintenance and update of the Web Site. Franchisee must also participate in any System-wide area computer business, intranet system, or extranet implemented by Franchisor as described above. Franchisee acknowledges that Franchisor is the lawful, rightful and sole owner of the Internet domain names: www.Amadahomecare.com, www.Amadafranchise.com, www.Amadahomecarefranchise.com, and any other Internet domain names registered by Franchisor, and unconditionally disclaims any ownership interest in those or any similar Internet domain name. Franchisee agrees not to register any Internet domain name in any class or category that contains words used in or similar to any brand name owned by Franchisor or Franchisor's Affiliates or any abbreviation, acronym, phonetic variation or visual variation of those words.

8.7 Social Media. Franchisee acknowledges that the use of any social networking websites or webpages, including but not limited to Facebook, Instagram, YouTube, LinkedIn, TikTok and Twitter, which exploits, utilizes, displays, or otherwise makes use of any of the Marks or Franchisor's intellectual property ("**Social Media Sites**") is Franchisor's sole property, and Franchisee shall promptly submit to Franchisor all passwords for such Social Media Site(s) and any changes to a password shall be submitted to Franchisor within three (3) days of the change. Franchisor shall be granted full access to any Social Media Sites. Franchisee shall have no right, title or interest to any webpage on any of Franchisee's Social Media Sites including, but not limited to, all "fans", "followers", "friends" and "contacts" associated therewith which mentions, uses or refers in any way to the Proprietary Marks or Franchisor's intellectual property even if such webpage is established by Franchisee or otherwise held in Franchisee's name or by any guarantor. Franchisee acknowledges it is responsible for paying all expenses associated with such Social Media Sites.

Upon expiration, transfer or termination of this Agreement, Franchisee shall immediately take whatever steps are necessary to cancel or dismantle any such social networking account or webpage or transfer the account or webpage and all related information, including all "fans", "followers", "friends" and "contacts" associated with such accounts or webpages, to Franchisor or as Franchisor may otherwise direct. Franchisor reserves the right to hyperlink any Social Media Sites used by Franchisee to any other Internet site related to the System that Franchisor designates. Franchisor also reserves the rights to modify or use any of the content on such Social Media Sites and to authorize third parties to modify or use any of the content on such Social Media Sites, subject

to the requirements of the social network service that hosts the applicable Social Media Sites, without payment of any compensation to Franchisee. Franchisee must keep Franchisor advised at all times of the addresses and domain names of any Social Media Sites used by Franchisee. Franchisee acknowledges and agrees that Franchisor has sole ownership of all domain names related to the Social Media Sites used by Franchisee, subject to the requirements of the social network service that hosts the applicable Social Media Sites.

9. MODIFICATIONS.

9.1 Modifications to the System. Franchisor reserves the right to develop other business activities or modify existing business activities in response to changes in the business environment, including those resulting from technological advances, e-commerce, expansion into new markets and other factors that may not presently be anticipated. Franchisor reserves the right to change or modify the Marks, the Franchised Business concept, the Operations Manual, and any proprietary software Franchisor requires Franchisee to use in connection with the Franchised Business. Franchisor may adopt and use new or modified trade names, trademarks, service marks, logos, equipment, software, products, techniques or concepts. Franchisor may add new and different services and products and withdraw services or products or change their names or image; redesign the trade dress, software programs and equipment or fixture standards; or discontinue them as Franchisor considers appropriate. Franchisee must accept and use the changes as if they were part of this Agreement. If changes are related to the Marks, then Franchisee will have one hundred twenty (120) days from the date of notice to implement any such changes under this Section 9.1.

9.2 Modifications not Requiring Significant Changes in Fixtures or Equipment. If any changes or modifications involving services or products would not require the installation of new fixtures or equipment, Franchisor may instruct Franchisee to begin offering the new services or products on a date specified in a supplement to the Operations Manual or other notice. Likewise, Franchisor may direct Franchisee to stop offering the service or product on a date specified in a supplement to the Operations Manual or other notice. Franchisee agrees to comply with these instructions and directions.

9.3 Modifications Requiring Significant Changes in Fixtures or Equipment. If any changes or modifications involving new trademarks, concepts, services or products or items necessitate the addition or removal of fixtures, equipment or signs, Franchisor may instruct Franchisee to adapt the business to the change through a supplement to the Operations Manual. In consultation with Franchisor's franchisees, Franchisor will establish a schedule for Franchisee to implement the change, which will depend, among other factors, on the amount Franchisee has spent in recent periods on any other changes to the System. Franchisee will have one hundred twenty (120) days from the date of notice to implement any such changes under this Section 9.3.

9.4 Test Marketing. If Franchisor permits Franchisee to participate in any new service or product concept test, Franchisee agrees to do so in compliance with Franchisor's standards and requirements.

9.5 Dual Branding. Franchisor reserves the right to co-brand one or more concepts with the Marks ("**Dual Branding**"). Dual Branding may involve changes to the Marks and to

the System. If Dual Branding is implemented, the scope and type of Dual Branding may vary in different markets. If Franchisor elects to conduct Dual Branding in the market in which Franchisee's Franchised Business is located, Franchisor will give Franchisee notice regarding such contemplated Dual Branding. Franchisee will then be required to implement Dual Branding in connection with the Franchised Business within the time period specified in the notice, and Franchisee must at its expense make the modifications necessary to implement the Dual Branding. However, Franchisor is not obligated to offer any Dual Branding opportunity available to Franchisee.

10. BUSINESS RECORDS AND FINANCIAL STATEMENTS

10.1 Maintenance of Business Records. Franchisee must obtain the right to use, maintain and update (including any required replacements) the accounting system prescribed by Franchisor in the Operations Manual, or otherwise. Franchisee must, in a manner satisfactory to Franchisor, maintain original, full and complete Business Records which will accurately reflect all particulars relating to Franchisee's business and such statistical and other information or records as Franchisor may require and keep all such information for not less than seven years, even if this Agreement is no longer in effect. Upon Franchisor's request, from time to time, Franchisee must furnish Franchisor with copies of any or all supply invoices reflecting purchases by the Franchised Business. In addition, Franchisee must compile and provide to Franchisor any statistical or financial information regarding the operation of the business, the products sold by it or data of a similar nature as Franchisor may reasonably request for purposes of evaluating or promoting the business or the System in general. Franchisee acknowledges and agrees that it is Franchisee's responsibility to ensure that Franchisee is in compliance with all laws that are applicable to the proprietary software or other technology used in the operation of the Franchised Business, including all data protection or security laws as well as payment card industry compliance.

10.2 Examination of Business Records. Franchisor and its designated agents, including accountants and auditors, shall have the right to examine and audit such Business Records at all reasonable times at the place(s) where such Business Records are maintained by or for Franchisee to ensure that Franchisee is complying with the terms of this Agreement. Franchisor has the right to have an independent third party audit the Business Records. If the independent third party's examination reveals that any financial information Franchisee reported and any amounts Franchisee paid Franchisor or its Affiliates are less than the amounts Franchisor calculates, Franchisee must immediately pay Franchisor the amount owing in accordance with the corrected report, plus interest as provided in this Agreement. If an independent third party finds a discrepancy of two percent (2%) or more of the amount that Franchisee should have paid or reported or that Franchisee has failed to submit timely reports and/or remittances for any two reporting periods within any twelve (12) month period, Franchisee also must pay and reimburse Franchisor for all expenses connected with the examination. This may include reasonable accounting and legal fees and travel expenses. Franchisor also may exercise any other remedies Franchisor may have under this Agreement, including the right to terminate this Agreement after providing a thirty (30) day cure period.

10.3 Reports. Upon Franchisor's request, Franchisee shall prepare and furnish Franchisor with signed reports and returns of Gross Billings, bank statements, quarterly unaudited profit and loss statements, use and gross receipt taxes and complete copies of any state or federal

income tax returns covering the operation of the Franchised Business and such other reports as Franchisor may reasonably request, all of which Franchisee must certify as true and correct.

10.4 Unaudited Annual Statements. In addition to the foregoing statements, within forty-five (45) days after the close of each fiscal year of Franchisee, Franchisee must furnish to Franchisor financial statements which will include a statement of income and retained earnings, a statement of changes in financial position and a balance sheet of Franchisee, all as of the end of such fiscal year, which must be certified to by Franchisee as being true and correct.

11. COVENANTS NOT TO COMPETE AND MAINTAIN CONFIDENTIALITY

11.1 Franchisee Defined. Unless otherwise specified, the term “**Franchisee**” as used in this Section 11 will include, collectively and individually, all owners, guarantors, officers, directors, members, shareholders, managers, partners, as the case may be, and holders of any ownership interest in Franchisee.

11.2 Confidential Information. For purposes of this Agreement, “**Confidential Information**” means any information that the Franchisor regards as confidential or proprietary and shall include, but is not limited to, the whole or any portion of know-how, knowledge, methods, specifications, processes, procedures and/or improvements relating to the System, the Operations Manual, the methods of site selection, marketing methods, recruiting, service analysis and selection, service methods and skills, prospective and current customer information, employee information, and any other business information that is not generally known to Franchisor’s competitors. Confidential Information includes without limitation the identities, contact information, availability, compensation, and scheduling information of caregivers, aides, companions, and direct care workers employed or engaged by any System franchisee, company-owned location, or Affiliate-owned location obtained through or in connection with the System.

11.3 Non-Use and Non-Disclosure of Confidential Information. Franchisee acknowledges and agrees that over the term of this Agreement, Franchisee will receive Confidential Information which Franchisor has developed over time and at great expense. Franchisee acknowledges and agrees that such Confidential Information is not generally known in the industry and is beyond Franchisee’s own present skills and experience, and that it would be expensive, time consuming and difficult for Franchisee to develop. Franchisee further acknowledges that Franchisor’s Confidential Information provides a competitive advantage and would be valuable to Franchisee in the development of its business. Accordingly, Franchisee acknowledges that it will not, during the term of this Agreement or at any time thereafter, use any Confidential Information for any purpose except to operate the business. Franchisee will not disclose any Confidential Information to any individual, entity or organization, except to any of Franchisee’s representatives to the extent necessary for the operation of the business, and only after the representatives are advised of the confidential nature of the information and agree to maintain its confidentiality. The protections granted hereunder will be in addition to and not in lieu of all other protections for such trade secrets and Confidential Information as may otherwise be afforded in law or in equity.

11.4 Non-Compete Covenants. Franchisee acknowledges and agrees that it will receive valuable training, goodwill, and Confidential Information that it otherwise would not receive

or have access to but for the rights licensed to it under this Agreement. Franchisee therefore agrees to the following non-competition covenants:

11.4.1 Franchisee covenants that during the term of this Agreement that it will not divert or attempt to divert any business, client or potential client of the Franchised Business to any competitor, by direct or indirect inducement or otherwise, or to do or perform, directly or indirectly, any other act injurious or prejudicial to the goodwill associated with the Marks or the System.

11.4.2 Franchisee covenants that during the term of this Agreement that it will not either directly or indirectly, for itself, or through, on behalf of, or in conjunction with any person or entity, own, manage, operate, maintain, engage in, consult with or have any interest in any business, other than the one authorized by this Agreement or any other agreement between Franchisor and Franchisee that would be considered to be a Competing Business. For purposes of this Section 11.4, a “**Competing Business**” is any business that provides (a) senior placement or referral services; (b) comprehensive care, including medical and/or non-medical services, to home care clients within their homes; (c) employee staffing services to hospitals, skilled nursing facilities, doctors’ offices, assisted living communities, home health or hospice agencies; (d) services administering and/or coordinating care for long-term insurance claims; or (e) any other services or products Franchisor may now or in the future authorize Franchisee to offer or sell in connection with the operation of the Franchised Business.

11.4.3 Franchisee covenants that it will not, for a period of twenty-four (24) months after the expiration, non-renewal or termination of this Agreement, regardless of the cause of termination, or within twenty-four (24) months of the sale of the Franchised Business or any interest in Franchisee, either directly or indirectly, for itself, or through, on behalf of, or in conjunction with any person or entity, own, manage, operate, maintain, engage in, consult with or have any interest in any Competing Business:

- a. At the premises of the former Franchised Business;
- b. Within the Designated Territory of the former Franchised Business; or
- c. Within twenty-five (25) miles of any System franchisee’s Designated Territory or any company-owned or Affiliate-owned location.

11.4.4 Franchisee covenants that it will not, for a period of twenty-four (24) months after the expiration, non-renewal or termination of this Agreement, regardless of the cause of termination, or within twenty-four (24) months of the sale of the business or any interest in Franchisee, solicit business from customers of Franchisee’s former business or from any National Accounts, or contact any of Franchisor’s suppliers or vendors for any competitive business purpose.

11.4.5 Franchisee agrees that the length of time in Sections 11.4.3 and 11.4.4 will be tolled for any period during which Franchisee is in breach of the covenants or any other period during which Franchisor seeks to enforce this Agreement. The parties agree that each of the foregoing covenants will be construed as independent of any other covenant or provision of this Agreement. In the event any court of competent jurisdiction determines

that the geographical limits, time period or line of business defined by this Section 11 is unreasonable, Franchisee and Franchisor agree that such a court of competent jurisdiction may determine an appropriate limitation to accomplish the intent and purpose of this Section, and the parties, and each of them, agree to be bound by such determination.

11.5 Limited Exclusion. The restrictions contained in Section 11.4 will not apply to ownership of less than two percent (2%) of the shares of a company whose shares are listed and traded on a national securities exchange if such shares are owned for investment only, and are not owned by an officer, director, employee or consultant of such publicly-traded company.

11.6 Employees. Franchisee must ensure that all of its principals, office and sales employees, and members of Franchisee's immediate family with access to Franchisor's Confidential Information execute a confidentiality and non-compete agreement in the form substantially similar to the agreement attached in **Exhibit J** to the Franchise Disclosure Document, or as Franchisor otherwise prescribes. Franchisee must furnish Franchisor a copy of each executed agreement.

11.7 Irreparable Harm. Franchisee acknowledges that any breach or threatened breach of this Section 11 will cause Franchisor immediate and irreparable harm for which monetary damages would be an inadequate remedy, and that Franchisor is entitled to seek injunctive and other equitable relief without the necessity of proving actual damages, posting bond, or satisfying any other condition precedent.

12. TRANSFER AND ASSIGNMENT

12.1 Transfer by Franchisor. Franchisor shall have the right to transfer all or any part of its rights or obligations herein to any person or legal entity, including to any competitor of Franchisor which agrees to assume Franchisor's obligations hereunder.

12.2 Transfer by Franchisee. Franchisee understands and acknowledges that the rights and duties created by this Agreement are personal to Franchisee and that Franchisor has granted Franchisee the right to operate the business in reliance on many factors, including, without limitation, the individual or collective character, skill, aptitude and business and financial capacity of Franchisee and Franchisee's principals. Accordingly, neither Franchisee nor any person owning any direct or indirect equity interest therein, will, without Franchisor's prior written consent, directly or indirectly sell, assign, transfer, convey, give away, pledge, mortgage or otherwise encumber any interest in this Agreement or any portion or aspect thereof, or any equity or voting interest in Franchisee (any such act or event is referred to as a "**Transfer**"). Any such purported Transfer occurring by operation of law or otherwise, including any assignment by a trustee in bankruptcy, without Franchisor's prior written consent will be a material default of this Agreement. In the event Franchisee proposes to sell the Franchised Business, Franchisor has the right but not the obligation to broker such sale. If Franchisor elects to broker the sale, Franchisee agrees to pay to Franchisor a brokerage fee ("**Brokerage Fee**") equal to ten percent (10%) of the sales price of the Franchised Business up to \$1 million dollars plus eight percent (8%) of the sales price of the Franchised Business exceeding \$1 million dollars, if any, including the fair market value of any in-kind consideration.

12.3 Representations as to Ownership. Franchisee represents that as of the execution of this Agreement its equity and voting control is owned as shown in **Attachment B** hereto. If Franchisee, or any approved successor thereof, is a partnership, limited liability company or privately-held corporation, Franchisee shall submit to Franchisor prior to any proposed Transfer of an equity or voting interest, and at any other time upon request, a list of all owners reflecting their respective present and/or proposed direct or indirect interests in Franchisee, in such form as Franchisor may require.

12.4 Conditions to Franchisor's Consent to Transfer. Franchisee understands and acknowledges the vital importance of the performance of Franchisee to the market position and overall image of Franchisor. Franchisee also recognizes the many subjective factors that comprise the process by which Franchisor selects a suitable franchisee. Franchisor shall not unreasonably withhold its consent to a Transfer by Franchisee of any interest in this Franchise or any equity or voting interest in Franchisee and such consent will remain a subjective determination and will include, but not be limited to, the following conditions:

12.4.1 The transferee must demonstrate to Franchisor's sole satisfaction that it meets all of Franchisor's requirements for becoming a Franchisee, including, without limitation, that it meets Franchisor's financial, entrepreneurial, and managerial and business standards then in effect for similarly situated franchisees, possesses a good moral character, business reputation and satisfactory credit rating, will comply with all instruction and training requirements of Franchisor and has the aptitude and ability to operate the business (as may be evidenced by prior related business experience or otherwise). Transferee must further demonstrate that it has the ability to assume Franchisee's lease for the remaining term of this Agreement.

12.4.2 As of the effective date of the proposed Transfer, all obligations of Franchisee hereunder and under any other agreements between Franchisee and Franchisor are fully satisfied.

12.4.3 Franchisee has satisfied all monetary obligations owed to Franchisor, its Affiliates and its designated suppliers.

12.4.4 Franchisee has been in substantial compliance with this Agreement and all other agreements between Franchisee and Franchisor, its Affiliates, or its designated suppliers through the Initial Term and any Successor Term of this Agreement;

12.4.5 As of the effective date of the proposed Transfer, all obligations of the transferee to the Franchisor, its Affiliates, and designated suppliers (if any) must be fully satisfied.

12.4.6 As of the effective date of the proposed Transfer, the transferee must have the unconditional right to occupy the Premises.

12.4.7 If the transferee is new to the System and Franchisor provided the lead ("**Lead**"), Franchisee or the proposed transferee must pay to Franchisor a transfer fee ("**Transfer Fee**") equal to one hundred percent (100%) of Franchisor's then-current Initial Franchise Fee. A transferee is a "Lead" if the person or entity contacted Franchisor prior to

Franchisee becoming aware of or being introduced to the person or entity. If the transferee is new to the System and Franchisor did not provide a Lead, Franchisee or the proposed transferee must pay to Franchisor a transfer fee equal to fifty percent (50%) of Franchisor's then-current Initial Franchise Fee as determined based on the residential population within the Designated Territory of the Franchised Business. If the transferee is an existing franchisee of the System, the Transfer Fee will be equal to twenty-five percent (25%) of Franchisor's then-current Initial Franchise Fee as determined based on the residential population within the Designated Territory of the Franchised Business. In either instance, Franchisee must also pay any fees to any third-party broker who helped Franchisee find the transferee. Franchisee must pay Franchisor a fee of \$2,500 for approval of transfers of non-controlling ownership interests. Provided, however, the Transfer Fee does not apply to a Transfer to Franchisee's survivor pursuant to Section 12.5 or a Transfer to a corporation, limited liability company or partnership controlled by Franchisee.

12.4.8 If the proposed transferee is going to be involved in the day-to-day operations of the Franchised Business, Franchisor may require the transferee to attend and successfully complete Franchisor's initial training program and pay to Franchisor the then-current training fee to attend such training program.

12.4.9 Franchisee and each direct and indirect owner of Franchisee must execute a general release in a form satisfactory to Franchisor, of any and all claims against Franchisor, its parent, subsidiaries, Affiliates and their officers, directors, attorneys, owners and employees, in their corporate and individual capacities, including, without limitation, claims arising under federal, state and local laws, rules and ordinances arising out of, or connected with, the performance of this Agreement.

12.4.10 The transferee must execute Franchisor's then-current form of franchise agreement, which may contain terms and conditions substantially different from those in this Agreement for a full initial ten (10) year Initial Term, which will be provided in writing as requested by Franchisee when listing the business for sale.

12.4.11 If Franchisee's Designated Territory is more than twice the size of Franchisor's then current territory size based upon population, the transferee may be required to divide the Designated Territory into two and sign multiple corresponding franchise agreements.

12.4.12 The transferee and/or its designated managerial personnel must have completed, to Franchisor's satisfaction, the training then required of comparable franchisees.

12.4.13 The transferee must obtain all licenses and registrations necessary to operate the Franchised Business.

12.4.14 Franchisee and its principals, owners, officers, directors, and employees comply with the post-termination provisions of this Agreement, including the non-competition and non-disclosure covenants.

12.4.15 Franchisee and Transferee agree to perform all maintenance and upgrades required to bring the Franchised Business up to Franchisor's then current standards for a Franchised Business.

12.4.16 Franchisee or transferee must provide Franchisor a copy of the executed purchase agreement relating to the proposed transfer with all supporting documents and schedules, including transferee's assumption of, and agreement to faithfully perform, all of Franchisee's obligations under this Agreement, for Franchisor's prior written approval.

12.4.17 Franchisee, all owners, and any party receiving or paying transfer consideration must execute Franchisor's then-current transfer documents, including any seller payment subordination and payment-blocking provisions Franchisor requires.

12.4.18 The transferee must have designated an Active Operator who has completed all training required by Franchisor to Franchisor's satisfaction.

12.4.19 Franchisee must request that Franchisor provide the prospective transferee with Franchisor's current form of Franchise Disclosure Document.

12.4.20 Franchisor's approval of the transfer will not constitute a waiver of any claims Franchisor may have against the transferring party.

12.4.21 Franchisor will have the right to disclose to any prospective transferee such revenue reports and other financial information concerning Franchisee and Franchisee's business as Franchisee has supplied Franchisor hereunder.

12.4.22 In any event, Franchisor may withhold or condition Franchisor's consent to any transfer as Franchisor deems appropriate based on the circumstances of the transfer or otherwise.

12.4.23 Franchisor reserves the right, depending on all of the applicable circumstances, to waive any of the above conditions and qualifications.

12.5 Transfer in the Event of Death or Mental Incompetence. Upon the death or mental incompetence (as reasonably determined by an independent third party such as a licensed doctor) of any person with any direct or indirect interest in Franchisee, the executor, administrator, or personal representative of such person must transfer his interest to a third party approved by Franchisor within six months after the death or incompetence. Such transfers will be subject to the same conditions as set forth in Section 12.4. If the heirs or beneficiaries of any such person are unable to meet the conditions in Section 12.4 hereof, Franchisor may terminate this Agreement.

12.6 Consent to Transfer not a Waiver. Franchisor's consent to a Transfer of any interest in Franchisee will not constitute a waiver of any claims it may have against the transferring party, nor will it be deemed a waiver of Franchisor's right to demand exact compliance with any of the terms of this Agreement by the transferee.

12.7 Right of First Refusal. If Franchisee or any of its owners wishes to complete a Transfer under this Section, Franchisor shall have a right of first refusal. The transferor must obtain

a bona fide, executed written offer with a good faith earnest money deposit of at least 5% of the proposed purchase price from a responsible, fully disclosed purchaser and must submit an exact copy to Franchisor. Franchisee agrees to provide additional information upon request within 15 days. Franchisor shall have 30 days from the date that it receives a complete copy of all information from Franchisee in which to notify Franchisee of its intent to exercise its right of first refusal.

Franchisor may purchase the Interest at the offered price and terms, except Franchisor may substitute cash for any non-cash payments and will not be responsible for finder's or broker's fees or any claimed value of intangible benefits (e.g., tax benefits). Franchisor may withhold consent if the offer includes non-monetary consideration. Franchisor's credit will be deemed equal to any proposed purchaser's, and Franchisor will have at least 60 days to prepare for closing from the date that it notifies Franchisee of its intent to exercise its right of first refusal. Franchisor will be entitled to standard representations and warranties. If assets are included that are not a part of the Franchised Business, Franchisor may purchase only those related to the Franchised Business, with an equitable allocation of purchase price.

If Franchisor does not exercise its right, the transferor may proceed with the sale under the approved terms, subject to Franchisor's approval under this Section. Franchisee must notify Franchisor of any changes in the offer terms. Any change will reset Franchisor's right of first refusal. If the sale is not completed within 120 days of approval, Franchisor's approval expires, and a later sale will be deemed a new offer, reinstating Franchisor's rights. Franchisor will not exercise its right for Transfers of less than a controlling interest. Franchisor's right of first refusal under this Section is fully assignable.

13. DEFAULT AND TERMINATION

13.1 Immediate Termination. Franchisee will be deemed to be in default subject to immediate termination under this Agreement, without prior notice of the default from Franchisor and without an opportunity to cure the default, if any of the following events occur:

13.1.1 Voluntary Bankruptcy. If Franchisee becomes insolvent or makes a general assignment for the benefit of creditors, or if a petition in bankruptcy is filed by or against Franchisee and is not released within sixty (60) days or is consented to by Franchisee, or if Franchisee is adjudicated bankrupt, or if a bill in equity or other proceeding for the appointment of a receiver or custodian for Franchisee or the Franchised Business or assets is filed and consented to by Franchisee, or if a receiver or other custodian (permanent or temporary) of the Franchised Business or a substantial part of the assets is appointed by any court of competent jurisdiction, or if a proceeding for a compromise with creditors under any state or federal law is instituted by or against Franchisee; or

13.1.2 Involuntary Bankruptcy. If a final judgment against Franchisee remains unsatisfied or of record for sixty (60) days or longer (unless a supersedeas bond is filed), or if execution is levied against the Franchised Business or property, or suit to foreclose any lien or mortgage against the Franchisee's Premises or equipment is instituted against Franchisee and not dismissed within sixty (60) days.

13.1.3 Criminal Acts and Other Misconduct. If Franchisee or Franchisee's principals are convicted of or plead guilty or no contest to a felony or take part in any criminal misconduct or other misconduct that, is reasonably likely, in the sole opinion of Franchisor, to adversely affect the Franchisor's Marks, System, reputation or the goodwill associated therewith or the Franchisor's interests therein.

13.1.4 Fraud. If Franchisee, any of Franchisee's owners, principals, officers, managers, or employees, or any person Franchisor reasonably determines was acting at the direction of or with the knowledge of Franchisee or any owner or principal, commits any act of fraud, misrepresentation, waste, abuse, false billing, upcoding, billing for services not rendered, double billing, kickbacks, improper referral arrangements, improper insurance submissions, insurance fraud, or any other dishonest or unlawful conduct in connection with the Franchised Business, regardless of the payor or party affected, including private pay clients, long-term care insurance carriers, government payors, commercial insurers, and any other third-party payor. Franchisor's reasonable determination that any such conduct occurred and that it was directed by or known to Franchisee or any owner or principal shall be sufficient to trigger this Section, and Franchisee shall bear the burden of demonstrating otherwise.

13.1.5 Misrepresentation. If Franchisee or Franchisee's principals make any misrepresentation or omission in connection with Franchisee's franchise application, including but not limited to any financial misrepresentation.

13.1.6 Repeated Breaches. If Franchisor sends Franchisee more than two notices to cure pursuant to Section 13.2 hereof in any twelve (12) month period or more than three (3) notices to cure pursuant to Section 13.2 in any twenty-four (24) month period.

13.1.7 Misuse of the Marks or Confidential Information. If Franchisee or Franchisee's principals materially violate any provision hereof pertaining to Marks or Confidential Information or misuse the Marks or Confidential Information.

13.1.8 Violation of Health Code. If Franchisee violates any health, safety or sanitation law, ordinance or regulation or operate the Franchised Business in a manner that presents a health or safety hazard to customers, or the general public.

13.1.9 Violation of In-term Restrictive Covenant. If Franchisee violates the in-term restrictive covenant contained in Section 11.

13.1.10 Liens. If a levy of writ of attachment or execution or any other lien is placed against Franchisee or any of Franchisee's principals or any of their assets which is not released or bonded against within thirty (30) days.

13.1.11 Insolvency. If Franchisee or any of Franchisee's principals become insolvent.

13.1.12 Abandonment. If Franchisee voluntarily or otherwise abandons the Franchised Business. The term "abandon" includes any conduct which indicates a desire or intent to discontinue the Franchised Business in accordance with the terms of this

Agreement and will apply if Franchisee fails to operate the Franchised Business as a Franchised Business for a period of five (5) or more consecutive days without Franchisor's prior written approval.

13.1.13 Proprietary Software. Franchisee misuses or makes unauthorized use of Franchisor's proprietary software, if any.

13.1.14 Insurance. Franchisee fails to maintain insurance or to repay Franchisor for insurance paid for by it or otherwise fails to adhere to the requirements of Section 16.

13.1.15 Government Regulations. Franchisee fails, within thirty (30) calendar days after notification of non-compliance by federal, state or local government authorities to comply with any law or regulation applicable to the Franchised Business.

13.1.16 Anti-Terrorist Activities. Franchisee fails to comply with the provisions of Section 26.

13.1.17 Personal Use of Franchised Business Property. If Franchisee takes for Franchisee's own personal use any assets or property of the Franchised Business, including employee taxes, FICA, insurance or benefits.

13.1.18 Insufficient Funds. If there are insufficient funds in Franchisee's bank account to cover a check or EFT payment to Franchisor three or more times within any 12-month period.

13.1.19 Breach of Other Agreements. If Franchisee commits any fraud, criminal acts or other misconduct or makes any misrepresentation or omission to Franchisor relating to any other agreement with Franchisor or Franchisor's Affiliates.

13.1.20 Nonpayment. If Franchisee fails to pay any sums owed to Franchisor, any of Franchisor's Affiliates, or any of Franchisor's designated suppliers or vendors within ten days after receiving notice that such fees, sums, or amounts are overdue.

13.1.21 Systemic or Repeated Fraud, Waste, or Abuse. If two or more incidents of fraud, waste, abuse, false billing, billing for services not rendered, upcoding, double billing, kickbacks, or improper submissions to any payor occur within any twelve (12) month period involving Franchisee's employees, caregivers, contractors, or agents, regardless of whether Franchisee or any owner or principal personally directed or had knowledge of such conduct; or if any single incident involves systemic false billing or misconduct affecting multiple clients, caregivers, or payors. The occurrence of repeated or systemic incidents constitutes evidence of inadequate supervision, willful blindness, or a failure of internal controls sufficient to warrant immediate termination regardless of Franchisee's personal involvement.

13.1.22 HIPAA and Privacy Violations. If Franchisee willfully violates any requirement of HIPAA or applicable state privacy law in connection with the operation of the Franchised Business; fails to notify Franchisor of a breach of PHI or sensitive client information within the forty-eight (48) hour period required by Section 6.20; experiences

two or more breaches of PHI or sensitive client information within any twenty-four (24) month period regardless of cause; or receives any finding, consent order, or corrective action plan from the U.S. Department of Health and Human Services Office for Civil Rights or any state regulatory authority arising from the operation of the Franchised Business.

13.1.23 Loss of Required Licensure. If any license, permit, or certification required to lawfully operate the Franchised Business is suspended for cause, revoked, denied renewal or otherwise lost, or if any governmental authority issues an order prohibiting or materially restricting Franchisee's operation of the Franchised Business.

13.1.24 Failure to Report or Concealment of Incidents. If Franchisee fails to notify Franchisor of any reportable incident within the period required by Section 6.13; makes any public statement, admission, or settlement offer in connection with a client incident without Franchisor's prior written consent; or takes any action to conceal, suppress, or misrepresent any client safety incident, elder abuse allegation, caregiver misconduct, or regulatory investigation.

13.2 Termination after Failure to Cure. Franchisee will be deemed to be in default under this Agreement and Franchisor has the right to terminate this Agreement and all rights granted under this Agreement if within thirty (30) days after Franchisor sends Franchisee written notification setting out the nature of the default ("**Notice to Cure**"), or within any shorter period expressly set forth in the following clauses as to such default, Franchisee does not correct the default to Franchisor's satisfaction:

13.2.1 Under-reporting or Misreporting of Gross Billings. If any audit reveals that Franchisee has understated Franchisee's royalty or advertising payments, or Franchisee's local advertising expenditures, by more than two percent (2%), or if Franchisee has failed to submit timely reports and/or remittances for any two reporting periods within any twelve (12) month period, as described in Section 10.

13.2.2 Endorsement of Checks. If Franchisee fails to immediately endorse and deliver to Franchisor or another franchisee any payments due to Franchisor or another franchisee from any third party that is erroneously made to Franchisee.

13.2.3 Unauthorized Products or Services. If Franchisee orders, purchases, or offers for sale any unauthorized and unapproved services or products at, from, or through the Franchised Business.

13.2.4 Failure to Open. If Franchisee fails to commence operations of the Franchised Business by the Opening Date as defined in Section 1.1 and authorized in Section 6.2 of this Agreement.

13.2.5 Licenses, Certifications and Permits. If Franchisee fails to timely procure or renew any license, certification, or permit necessary for the operation of the Franchised Business, or fails to notify Franchisor of any threatened regulatory action as required by Section 4.6.

13.2.6 Primary Contact. If Franchisee does any of the following: (i) at any time during the term of this Agreement the Franchised Business is not under the direct supervision of its designated Primary Contact or Active Operator as required by Section 6.6.4; (ii) Franchisee designates a replacement Primary Contact without first providing notice to Franchisor; or (iii) any replacement Primary Contact does not meet Franchisor's then-current Primary Contact standards and requirements.

13.2.7 Unauthorized Transfer. If Franchisee purports to sell, transfer or otherwise dispose of Franchise or any interest in the franchise business in violation of Section 12 hereof.

13.2.8 Failure to Complete Training. If Franchisee fails to complete the initial training program as set forth in Section 6.5

13.2.9 Failure to Comply with this Agreement, other Agreements or Operations Manual. If Franchisee fails to perform or comply with any of the terms or conditions of this Agreement, any ancillary agreements between Franchisee and Franchisor or Franchisor's Affiliates, or the Operations Manual.

13.2.10 Vendor Compliance. If Franchisee purchases from, contracts with, or uses any vendor, supplier, software provider, service provider, or other third party where Franchisor's prior written approval is required by this Agreement, the Operations Manual, or Franchisor's written policies and such approval has not been obtained, or if Franchisee continues to use any vendor or supplier after Franchisor has revoked its approval in writing. Franchisee must, within thirty (30) days of receiving written notice from Franchisor, completely cease use of the unapproved vendor and transition to a Franchisor-approved alternative. Where the unapproved vendor use involves a sensitive function as defined in Section 13.2.11, the cure period shall be seven (7) days rather than thirty (30) days and the requirements of Section 13.2.11 shall govern. Franchisee's failure to complete the required transition within the applicable cure period constitutes a material default under this Agreement and entitles Franchisor to terminate this Agreement without further notice or additional opportunity to cure.

13.2.11 Sensitive Vendor Violations. If Franchisee uses any unapproved vendor, supplier, software provider, or service provider for any sensitive function without Franchisor's prior written approval, Franchisee must: (i) immediately upon receipt of written notice from Franchisor, cease all new transactions, data transfers, and activity with the unapproved vendor; and (ii) within seven (7) days of such notice, complete all steps necessary to fully transition to a Franchisor-approved alternative and provide Franchisor written confirmation of completion. Sensitive functions include payroll, client billing, client data management, staffing or recruiting platforms, marketing involving the Marks, licensure compliance, any software or platform handling regulated or confidential information, and any other function Franchisor designates in the Operations Manual or by written notice. Failure to immediately cease new activity or to complete the full transition within seven (7) days is a material default entitling Franchisor to terminate this Agreement without further notice or opportunity to cure. Nothing in this Section limits Franchisor's right to immediate

termination under Section 13.1 where the violation involves fraud, misrepresentation, or a data security breach.

13.2.12 Isolated Employee or Caregiver Fraud. If a single incident of fraud, waste, abuse, false billing, or improper submission to any payor by an employee, caregiver, or contractor occurs and Franchisor determines no evidence exists that the conduct was directed by or known to Franchisee or any owner or principal, Franchisee must within ten (10) days of written notice: (i) ensure the individual responsible does not have any role involving client contact, billing or recordkeeping; (ii) audit all billing and submissions involving that individual and provide Franchisor written results; (ii) remediate all improper billing with the affected payor or client; (iii) implement corrective measures Franchisor requires; and (iv) provide written certification from Franchisee and each owner of no prior knowledge or involvement. Franchisor reserves the right in its sole discretion to treat any incident as an immediate termination default under Section 13.1.4 or 13.1.22 regardless of this Section. Failure to complete all required steps within ten (10) days is a material default entitling Franchisor to terminate without further notice.

13.2.13 Technical or Isolated Privacy Violations. If Franchisee commits an isolated or technical violation of HIPAA or applicable state privacy law that does not involve a breach of unsecured PHI, willful conduct, or repeated non-compliance, Franchisee must within fourteen (14) days of written notice from Franchisor: (i) fully remediate the violation and implement corrective measures satisfactory to Franchisor; (ii) provide Franchisor with written documentation of the remediation and corrective measures taken; and (iii) complete any additional privacy or security training Franchisor requires. Failure to complete all required steps within fourteen (14) days is a material default entitling Franchisor to terminate this Agreement without further notice. Any subsequent privacy violation within twenty-four (24) months is an immediate termination default under Section 13.1.23. Franchisor reserves the right in its sole discretion to treat any violation as an immediate termination default under Section 13.1.23 if Franchisor determines the circumstances warrant that treatment.

13.3 Nonwaiver. Franchisor's delay in exercising or failing to exercise any right or remedy under this Agreement or Franchisor's acceptance of any late or partial payment due hereunder will not constitute a waiver of Franchisor's rights against Franchisee.

13.4 Step-In Rights. In addition to Franchisor's right to terminate this Agreement, and not in lieu of such right, or any other rights Franchisor may have against Franchisee, upon a failure to cure any default within the applicable time period (if any), Franchisor has the right, but not the obligation, to enter upon the Premises and exercise complete authority with respect to the operation of the Franchised Business until such time as Franchisor determines that the default has been cured, and Franchisee is otherwise in compliance with this Agreement. In the event Franchisor exercises the rights described in this Section 13.4, Franchisee must reimburse Franchisor for all reasonable costs and overhead, if any, incurred in connection with its operation of Franchisee's business including, without limitations, costs of personnel for supervising and staffing the business and their travel and lodging accommodations, as well as pay a fee of up to One Thousand Dollars (\$1,000) per day. If Franchisor undertakes to operate the Franchised Business pursuant to this Section 13.4, Franchisee agrees to indemnify and hold Franchisor (and Franchisor's representative(s) and

employees) harmless from and against any fines, claims, suits or proceedings which may arise out of Franchisor's operation of the business.

14. POST TERM OBLIGATIONS

14.1 Obligations upon Termination or Expiration. Upon the termination or expiration of this Agreement for any reason, Franchisee must immediately:

14.1.1 Cease to be a Franchisee of Franchisor under this Agreement and cease to operate the former Franchised Business under the System. Franchisee must not thereafter, directly or indirectly, represent to the public that the former Franchised Business is or was operated or in any way be connected with the System or hold itself out as a present or former Franchisee of Franchisor;

14.1.2 Immediately vacate the Premises if Franchisor exercises Franchisor's rights pursuant to the Collateral Assignment of Lease;

14.1.3 Pay all sums owing to Franchisor. Upon termination for any default by Franchisee, such sums will include actual damages including, without limitation, reasonable attorneys' fees, incurred by Franchisor as a result of the default;

14.1.4 Return to Franchisor the Operations Manual, Confidential Information, and all trade secrets, confidential materials and other property owned by Franchisor. Franchisee may not retain a copy or record of any of the foregoing; provided, however, that Franchisee may retain its copy of this Agreement, any materials necessary to operate a franchise under an existing franchise agreement, any correspondence between the parties and any other document which Franchisee reasonably needs for compliance with any applicable provision of law. Franchisee must also return business cards, brochures, marketing materials and other promotional materials to Franchisor. Franchisee's obligation to return confidential materials extends to all forms of storage including digital files, cloud storage, email archives, USB drives, portable storage devices, and any other medium on which Confidential Information has been stored. Within ten (10) days of termination or expiration, Franchisee must either return all digital Confidential Information to Franchisor or certify in writing to Franchisor that all digital copies have been permanently destroyed and are not recoverable. Franchisee must also direct any third-party cloud storage or software provider holding Confidential Information on Franchisee's behalf to delete or return such information and provide Franchisor with written confirmation of deletion or return;

14.1.5 Franchisee acknowledges that all telephone numbers, facsimile numbers, social media websites, internet addresses, and email addresses (collectively "**Identifiers**") used in the operation of the Franchised Business constitute Franchisor's assets. Upon termination or expiration of this Agreement, Franchisee will take such action within five days to cancel or assign to Franchisor or its designee, as determined by Franchisor, all of Franchisee's right, title, and interest in and to such Identifiers. Franchisee will also notify the telephone company and all listing agencies of the termination or expiration of Franchisee's right to use any Identifiers, as well as any regular, classified, or other telephone

directory listing associated with the Identifiers, and authorize a transfer of the same to, or at Franchisor's direction. Franchisee agrees to take all actions required to cancel all assumed name or equivalent registrations related to Franchisee's use of the Marks. Franchisee acknowledges that Franchisor has the sole rights to, and interest in, all Identifiers used by Franchisee to promote the Franchised Business and/or associated with the Marks. Franchisee irrevocably appoints Franchisor, with full power of substitution, as Franchisee's true and lawful attorney-in-fact, which appointment is coupled with an interest, to execute such directions and authorizations as may be necessary or prudent to accomplish the foregoing. Franchisee further appoints Franchisor to direct the telephone company, postal service, registrar, Internet Service Provider, listing agency, website operator, or any other third party to transfer such Identifiers to Franchisor or its designee. The telephone company, postal service, registrar, Internet Service Provider, listing agency, website operator, or any other third party may accept such direction by Franchisor pursuant to this Agreement as conclusive evidence of Franchisor's rights to the Identifiers and its authority to direct their transfer.

14.1.6 Provide Franchisor a complete list of Franchisee's employees, clients, and contacts and their respective addresses and any outstanding obligations Franchisee may have to any third parties;

14.1.7 Cease to use in any manner whatsoever, including in Franchisee's business operations and advertising, any methods, procedures, technology or other component of the System in which Franchisor has any right, title or interest. Franchisee agrees that Franchisor or a designated agent may enter upon the Premises at any time to make such changes and take possession of such items at Franchisee's sole risk and expense and without liability for trespass or compensation to Franchisee;

14.1.8 Cease to use the Marks and any other marks and indicia of operation associated with the System including stationery and other printed matter and remove all trade dress, physical characteristics, color combinations and other indications of operation under the System from the Premises. Without limiting the generality of the foregoing, Franchisee agrees that in the event of any termination or expiration of this Agreement, it will remove all signage bearing the Marks, and, upon Franchisor's request, deliver the facia for such signs to Franchisor, and remove any items which are characteristic of the System trade dress from the Premises. Franchisee agrees that Franchisor or a designated agent may enter upon the Premises at any time to make such changes at Franchisee's sole risk and expense and without liability for trespass or compensation to Franchisee; and promptly comply with (and continue to comply with) all terms of the Confidentiality, Non-Disclosure and Non-Competition Agreement, and the terms of Sections 11.4.

14.1.9 Ensure continuity of care for all active clients by: (i) notifying all active clients of the termination or expiration of this Agreement in a form and manner approved by Franchisor within five (5) days of the termination or expiration date; (ii) continuing to provide care to all active clients for a transition period not to exceed fourteen (14) days after the termination or expiration date or until Franchisor or a successor operator assumes responsibility for client care, whichever is earlier; (iii) transferring all client care records, care plans, payor and billing information, service histories, and caregiver assignments to

Franchisor or Franchisor's designee within five (5) days of the termination or expiration date; and (iv) cooperating fully with Franchisor and any successor operator in transitioning client relationships, caregiver assignments, and ongoing care arrangements. Franchisee may not abandon, discontinue, or materially reduce services to any active client during the transition period without Franchisor's prior written consent. Nothing in this Section limits or waives Franchisor's right to exercise its step-in rights under Section 13.4 at any time, including immediately upon termination or expiration, if Franchisor determines in its sole discretion that client safety, care quality, or operational continuity requires immediate assumption of operational control. Franchisor's election to allow a transition period does not constitute a waiver of any right or remedy available to Franchisor under this Agreement.

14.2 Damages, Costs and Expenses Resulting. In the event of termination for any default by Franchisee, Franchisee must promptly pay to Franchisor all damages, costs and expenses, including reasonable attorneys' fees, incurred by Franchisor as a result of the default, which obligation will give rise to and remain, until paid in full, a lien in favor of Franchisor against any and all of Franchisee's personal property, furnishings, equipment, signs, fixtures and inventory related to the operation of the business.

14.3 Liquidated Damages. Upon termination of this Agreement by Franchisor under Section 13, or by Franchisee without legal cause, Franchisee agrees to pay to Franchisor within 15 days after the effective date of this Agreement's termination, in addition to the amounts owed hereunder, liquidated damages calculated by multiplying the combined average monthly Royalty Fees and Advertising Fund contributions (without regard to any fee waivers or other reductions) owed by Franchisee to Franchisor, beginning with date Franchisee opens its Franchised Business through the date of early termination, multiplied by the lesser of: (i) 36; or (ii) the number of full months remaining in the term of the Agreement, except that liquidated damages will not, under any circumstances, be less than \$30,000. The parties hereto acknowledge and agree that it would be impracticable to determine precisely the damages Franchisor would incur from this Agreement's termination and the loss of cash flow from Royalty Fees and Advertising Fund contributions due to, among other things, the complications of determining what costs, if any, Franchisor might have saved and how much the Royalty Fees and Advertising Fund contributions would have grown over what would have been this Agreement's remaining term. The parties hereto consider this liquidated damages provision to be a reasonable, good faith estimate of those damages.

The liquidated damages provision only covers Franchisor's damages from the loss of cash flow from the Royalty Fees and Advertising Fund contributions. It does not cover any other damages, including damages to Franchisor's reputation with the public and landlords and damages arising from a violation of any provision of this Agreement other than the Royalty Fee and Advertising Fund sections. Franchisee and each of Franchisee's owners agree that the liquidated damages provision does not give Franchisor an adequate remedy at law for any default under, or for the enforcement of, any provision of this Agreement other than the Royalty Fee and Advertising Fund sections.

14.4 Franchisor's Purchase Option. Upon termination or expiration of this Agreement, Franchisor will have the option, but not the obligation, exercisable for 30 days upon written notice to Franchisee, to purchase at fair market value all assets of the Franchised Business, including all approved equipment, fixtures, furniture, signs, supplies, materials, and other items imprinted with

any Mark. Franchisor may also take an assignment of the lease for the Premises and any other lease or concession agreement necessary for the operation of the Franchised Business.

If Franchisee and Franchisor cannot agree on the fair market value of the Franchised Business' assets within a reasonable time, such value shall be determined by an average of the appraisals of two independent appraisers, one selected by Franchisee and one by Franchisor. If the appraisals differ by more than ten percent (10%), Franchisee and Franchisor will mutually agree on a value, or if they cannot, their appraisers will cooperatively select a third appraiser whose determination of market value will be final.

Franchisor shall not assume any liabilities, debts, or obligations of the Franchised Business in connection with the Transfer, and Franchisee will indemnify Franchisor from any claims arising from the Transfer. All parties must comply with all applicable laws, and Franchisee agrees to cooperate in meeting these requirements.

The closing shall occur within 30 days after Franchisor exercises its option to purchase the assets, or later if necessary to comply with applicable bulk sales or similar laws. At closing, Franchisee and Franchisor agree to execute and deliver all documents necessary to vest title in the purchased assets and/or real property in Franchisor, free and clear of all liens and encumbrances, except those assumed by Franchisor and/or to effectuate the lease of the Office. Franchisee also agrees to provide all necessary information to close the transaction.

Franchisor reserves the right to assign its option to purchase the Franchise or designate a substitute purchaser. By signing this Agreement, Franchisee irrevocably appoints Franchisor as its lawful attorney-in-fact for matters in this Section, with full power and authority to execute and deliver all required documents if Franchisee fails to provide them in a timely and proper manner. Franchisee agrees to ratify and confirm Franchisor's actions as its lawful attorney-in-fact and to indemnify and hold Franchisor harmless from all claims, liabilities, losses, or damages incurred in doing so.

Once Franchisor gives notice of its intent to purchase the Franchise's assets, it will have the right to immediately take over operations. From the date Franchisor assumes control until the closing of the purchase, Franchisor may use the Franchise's Gross Revenue to operate the business and retain as a management fee up to ten percent (10%) of the balance of such Gross Revenue after operating expenses, plus any additional costs and expenses incurred.

15. DISPUTE RESOLUTION AND CORRESPONDING PROCEDURES.

15.1 Mediation. Except as specifically provided in this Agreement, all claims or disputes between the parties arising out of, or in any way relating to, this Agreement, or any of the parties' respective rights and obligations arising out of this Agreement, shall be submitted first to non-binding mediation prior to a hearing in binding arbitration or a trial court proceeding. Such mediation shall take place in the city in which Franchisor's principal place of business is located (currently San Clemente, California) in accordance with the Commercial Mediation Rules of the American Arbitration Association ("AAA") then in effect. Franchisee may not commence any action against us with respect to any such claim or dispute in any court or arbitration hearing unless mediation proceedings have been terminated either: (i) as the result of a written declaration of the

mediator(s) that further mediation efforts are not worthwhile; or (ii) as a result of a written declaration by Franchisor. The parties shall each bear their own costs of mediation and shall share equally the filing fee imposed by AAA and the mediator's fees. Franchisor reserves the right to specifically enforce its right to mediation. Prior to mediation and before commencing any legal action against Franchisor with respect to any such claim or dispute, Franchisee must submit a notice to Franchisor, which specifies in detail the precise nature and grounds of such claim or dispute.

15.2 Arbitration. Any dispute between Franchisee and Franchisor or their respective Affiliates arising under, out of, in connection with or in relation to this Agreement, the parties' relationship, or Franchisee's Franchised Business must be submitted to binding arbitration in Orange County, California (or Franchisor's then-current headquarters) in accordance with the Federal Arbitration Act and the Commercial Arbitration Rules of the AAA then in effect. Any arbitration must be on an individual basis and the parties and the arbitrator will have no authority or power to proceed with any claim as a class action or otherwise to join or consolidate any claim with any other claim or any proceedings involving their parties. In the event a court determines that this limitation on joinder of or class action certification of claims is unenforceable, then this entire commitment to arbitrate will become null and void and the parties must submit all claims to the jurisdiction of the courts. The Federal Arbitration Act, as amended, will govern the rights and duties of the parties to this Agreement to resolve any disputes by arbitration.

15.2.1 Each party must bear its own costs of arbitration. The arbitrator shall award the prevailing party all reasonable costs and attorneys' fees. The arbitrator will have no authority to determine class action claims and will have no authority to amend or modify the terms of the Agreement. To the extent permitted by applicable law, no issue of fact or law may be given preclusive or collateral estoppel effect in any arbitration, except to the extent such issue may have been determined in another proceeding between the parties.

15.2.2 Judgment upon the award of the arbitrator must be submitted for confirmation to any court having competent jurisdiction. The decision of the arbitrator shall be final and binding on all parties to the dispute; however, the arbitrator may not under any circumstances: (1) stay the effectiveness of any pending termination of this Agreement; (2) assess punitive or exemplary damages, or (3) make any award which extends, modifies or suspends any lawful term of this Agreement or any reasonable standard of business. This Agreement to arbitrate will survive any termination or expiration of this Agreement.

15.3 Exceptions to Arbitration and Mediation. Notwithstanding Sections 15.1 & 15.2, the parties agree that the following claims will not be subject to mediation or arbitration:

15.3.1 Any action for declaratory or equitable relief, including, without limitation, seeking preliminary or permanent injunctive relief, specific performance, other relief in the nature of equity to enjoin any harm or threat of harm to such party's tangible or intangible property, brought at any time, including, without limitation, prior to or during the pendency of any arbitration proceedings initiated hereunder;

15.3.2 Any action in ejectment or for possession of any interest in real or personal property; and

15.3.3 Any action involving the Franchisor's Marks and licensing of the Marks.

15.4 Prior Notice of Claims. As a condition precedent to commencing an action for damages or for violation or breach of this Agreement, Franchisee must notify Franchisor within thirty (30) days after the discovery of the violation or breach and grant Franchisor a reasonable opportunity to cure any alleged default. Failure to timely give such notice will preclude any claim for damages, provided that nothing in this Section is intended to shorten any applicable statute of limitations or waive any right that cannot be waived under applicable law.

15.5 Third Party Beneficiaries. Franchisor's officers, directors, shareholders, agents and/or employees are express third party beneficiaries of this Agreement, each having authority to specifically enforce the right to mediate/arbitrate claims asserted against such person(s) by Franchisee. The notice condition precedent set forth in Section 15.4 applies to any such claim.

15.6 No Right to Offset. Franchisee may not withhold all or any part of any payment to Franchisor or any of its Affiliates on the grounds of Franchisor's alleged nonperformance or as an offset against any amount Franchisor or any of Franchisor's Affiliates allegedly may owe Franchisee under this Agreement or any related agreements.

15.7 Venue. Nothing contained in this Agreement will prevent Franchisor or Franchisee from applying to and obtaining from any court having jurisdiction a writ of attachment, a temporary injunction, preliminary injunction and/or other emergency relief available to safeguard such party's interests. The parties expressly agree to the jurisdiction and venue of any court of general jurisdiction in Orange County, California, and the jurisdiction and venue of the United States District Court presiding over Orange County, California. Franchisee acknowledges that this Agreement has been entered into in the State of California, and that Franchisee is to receive valuable and continuing services emanating from Franchisor's headquarters, including but not limited to assistance, support and the development of the System. In recognition of such services and their origin, Franchisee hereby irrevocably consents to the personal jurisdiction of the state and federal courts of California set forth above.

15.8 Limitation on Actions. The parties further agree that no cause of action arising out of or under this Agreement may be maintained by Franchisee against Franchisor unless brought before the expiration of one year after the act, transaction or occurrence upon which such action is based or the expiration of one year after the complaining party becomes aware of facts or circumstances reasonably indicating that such party may have a claim against the other party hereunder, whichever occurs sooner, and that any action not brought within this period will be barred as a claim, counterclaim, defense or set-off.

15.9 Waiver of Punitive Damages. Franchisee hereby waives to the fullest extent permitted by law, any right to or claim for any punitive, exemplary, incidental, indirect, special or consequential damages (including, without limitation, lost profits) against Franchisor arising out of any cause whatsoever (whether such cause be based in contract, negligence, strict liability, other tort or otherwise) and agrees that in the event of a dispute, Franchisee's recovery is limited to actual damages. If any other term of this Agreement is found or determined to be unconscionable or unenforceable for any reason, the foregoing provisions will continue in full force and effect, including, without limitation, the waiver of any right to claim any consequential damages.

15.10 Jury Trial Waiver. With respect to any proceeding not subject to mediation and arbitration, the parties hereby agree to waive trial by jury in any action, proceeding or counterclaim, whether at law or equity, regardless of which party brings suit. This waiver will apply to any matter whatsoever between the parties hereto which arises out of or is related in any way to this Agreement, the performance of either party, and/or Franchisee's purchase from Franchisor of the franchise and/or any goods or services.

16. INSURANCE

16.1 Lines of Insurance. Franchisee must, at its expense and no later than upon commencement of the Franchised Business contemplated by this Agreement, procure and maintain in full force and effect throughout the term of this Agreement insurance policies, in such amounts and on such terms, as prescribed by Franchisor in the Operations Manual, by an insurance company acceptable to Franchisor at all times during the terms of this Agreement. Franchisee must obtain such policies within thirty (30) days after signing this Agreement. Insurance coverage must include professional liability, general liability, non-owned automobile coverage, special form property insurance (including business income and extra expense must be included in an amount), workers compensation, a first-party bond and a third-party bond, employment practices liability that must include a "3rd Party Endorsement" to respond to client allegations of similar wrongful acts, and all other occurrences against claims of any person, employee, customer, agent or otherwise in an amount per occurrence of not less than such amount set forth in the Operations Manual and adjusted by Franchisor periodically in Franchisor's sole discretion. Insurance policies must insure Franchisee and Franchisor and their Affiliates, officers, stockholders, directors, and all other parties designated by Franchisor, as additional named insureds against any liability that may accrue against them by reason of the ownership, maintenance or operation by Franchisee of the Franchised Business. The policies must also stipulate that Franchisor shall receive a thirty (30) day prior written notice of cancellation. Original or duplicate copies of all insurance policies, certificates of insurance, or other proof of insurance acceptable to Franchisor, including original endorsements affecting the coverage required by this Section, shall be furnished to Franchisor together with proof of payment within ten (10) days of issuance thereof. Franchisee shall also furnish Franchisor with certificates and endorsements evidencing such insurance coverage within ten (10) days after each of the following events: (i) at all policy renewal periods, no less often than annually, and (ii) at all instances of any change to, addition to, or replacement of any insurance. The certificates and endorsements for each insurance policy are to be signed by a person authorized by that insurer to bind coverage on its behalf. All certificates and endorsements are subject to approval by Franchisor. Franchisor reserves the right to require complete, certified copies of all required insurance policies at any time in Franchisor's sole discretion. Franchisee is also required to collect loss history statements ("**Loss Runs**") from its insurance carrier(s) and remit the Loss Runs to Franchisor upon Franchisee's annual renewal of insurance. Franchisee must at all times manage its insurance obligations honestly and in full compliance with applicable law and the terms of all insurance policies maintained in connection with the Franchised Business. Franchisee must promptly report all claims, incidents, and potential claims to the appropriate insurer in accordance with policy requirements and must not misrepresent, conceal, or manipulate any claim, loss history, or coverage information. Maintaining insurance honestly and accurately and in full compliance with this Section is a material obligation of this Agreement, and any breach of this obligation shall constitute an immediate termination default under Section 13.1.14.

16.2 Franchisor's Procurement of Insurance for Franchisee. In the event Franchisee fails to obtain the required insurance and to keep the same in full force and effect, Franchisor may, but shall not be obligated to, purchase insurance on Franchisee's behalf from an insurance carrier of Franchisor's choice, and Franchisee shall reimburse Franchisor for the full cost of such insurance, along with a service charge (not to exceed eighteen percent (18%) of the policy premium) ("**Insurance Service Charge**") to compensate Franchisor for the time and effort expended to secure such insurance, within five (5) days of the date Franchisor delivers an invoice detailing such costs and expenses to Franchisee. Notwithstanding the foregoing, failure of Franchisee to obtain insurance constitutes a material breach of this Agreement entitling Franchisor to terminate this Agreement or exercise any or a combination of the other default remedies set forth in Section 13 of this Agreement. Franchisee shall also procure and pay for all other insurance required by state or federal law, including, without limitation, workers' compensation and unemployment insurance.

17. FRANCHISEE'S OWNERSHIP AND ORGANIZATION

17.1 Disclosure of Ownership Interests. Franchisee and each of its owners represents, warrants and agrees that **Attachment B** to this Agreement is current, complete and accurate. Franchisee agrees that updates to **Attachment B** to this Agreement shall be furnished promptly to Franchisor, so that the information on **Attachment B** (as so revised and signed by Franchisee) is at all times current, complete and accurate. Each owner of Franchisee must be an individual acting in his or her individual capacity, unless Franchisor waives this requirement.

17.2 Organizational Documents. If Franchisee is, or at any time becomes, a business corporation, partnership, limited liability company or other legal entity, Franchisee and each of its owners represents, warrants and agrees that: (a) Franchisee is duly organized and validly existing under the laws of the state of its organization; (b) Franchisee has the authority to execute and deliver this Agreement and all related agreements and to perform its obligations under all such agreements; (c) the articles of incorporation, partnership agreement or other organizational documents recite that the issuance, transfer or pledge of any direct or indirect legal or beneficial ownership interest in Franchisee is restricted by the terms of this Agreement; and (d) all certificates representing direct or indirect legal or beneficial ownership interests now or hereafter issued bear a legend in conformity with applicable law reciting or referring to such restrictions. Franchisee must be, and remain throughout the term of this Agreement, a special purpose entity formed and operated solely to own and operate the Franchised Business under this Agreement. Franchisee may not conduct any other business activity, own or operate any other line of business, commingle assets, liabilities, employees, contracts, accounts, or operations with any other business or entity, or use Franchisee's accounts, personnel, systems, or records for any purpose unrelated to the Franchised Business, without Franchisor's prior written consent. Franchisee's organizational documents must at all times reflect this limitation on Franchisee's purpose and activities.

17.3 Personal Guaranty Covenants and Assumption of Obligations. Each owner (regardless of the owner's ownership interest in Franchisee) executing **Attachment B** to this Agreement must sign and irrevocably be bound by the Personal Guarantee included as **Attachment C** to this Agreement.

18. TAXES, PERMITS AND INDEBTEDNESS

18.1 Taxes. Franchisee must promptly pay when due any and all federal, state and local taxes including, without limitation, unemployment and sales taxes, levied or assessed with respect to any services or products furnished, used or licensed pursuant to this Agreement and all accounts or other indebtedness of every kind incurred by Franchisee in the operation of the business licensed hereunder.

18.2 Permits. Franchisee must comply with all federal, state and local laws, rules and regulations and timely obtain any and all permits, certificates and licenses for the full and proper conduct of the business licensed hereunder. System franchisees are prohibited by Franchisor from participating in Medicare, Medicaid or other governmental payor programs without Franchisor's advanced written permission, which Franchisor has the right to grant or deny in its sole discretion.

18.3 Full and Sole Responsibility for Debts and Obligations. Franchisee hereby expressly covenants and agrees to accept full and sole responsibility for any and all debts and obligations incurred in the operation of the Franchised Business.

19. INDEMNIFICATION AND INDEPENDENT CONTRACTOR

19.1 Indemnification. Franchisee shall, during and after the Initial Term and any Successor Term, and after the termination or expiration of this Agreement, indemnify and defend Franchisor, its Affiliates, and their respective owners, directors, officers, managers, partners, shareholders, members, employees, agents and contractors and the successors, assigns, personal representatives, heirs and legatees of all these persons or entities (collectively, the "**Indemnified Parties**") and hold them harmless to the fullest extent permitted by law harmless from and against all claims, fines, demands, losses, damages (including punitive damages), costs, suits, judgments, penalties, expenses (including travel, investigation and living expenses of employees, witness fees, expert witness fees and expenses, reasonable attorney fees, and amounts paid in settlement or compromise) and liabilities of any kind, whether or not ultimately determined to be meritorious (and including damages suffered by Franchisee or any of its property) (collectively, "**Damages**"), including Franchisor's sole negligence but not for Franchisor's willful or intentional conduct, as a result of or arising out of: (a) Franchisee's operation of the Franchised Business; (b) any breach of this Agreement or any failure by Franchisee to comply with the terms and conditions of this Agreement; (c) any negligent or willful act or omission of Franchisee, its officers, owners, directors, managers, members, partners, employees, agents, servants, contractors or others for whom it is, in law, responsible; (d) any violation of any federal, state or local law, ordinance or regulation imposing requirements or prohibitions on Franchisee in the operation of the Franchised Business; (e) any advertising or promotional material distributed, broadcasted or in any way disseminated by Franchisee, or on its behalf unless such material has been produced, or approved in writing, by Franchisor; (f) any loss of data, including but not limited to customer information, resulting from a breach of such data caused, in whole or in part, by Franchisee or Franchisee's negligence; (g) Franchisee's employment or other contractual relationship with its employees, caregivers, nurses, workers, managers, or independent contractors, including but limited to any allegation, claim, finding, or ruling that Franchisor is an employer or joint employer of Franchisee's employees; (h) any act of fraud, waste, abuse, false billing, kickbacks, improper referral arrangements, insurance fraud or misrepresentation, or any other dishonest or unlawful conduct by Franchisee, any owner

or principal of Franchisee, or any employee, caregiver, contractor, or agent of Franchisee in connection with the Franchised Business, regardless of whether such conduct was directed by or known to Franchisee or any owner or principal, including all costs of investigation, remediation, regulatory response, and defense of any resulting claim or proceeding; and (i) any actual or suspected breach of protected health information or sensitive client information arising from or related to the operation of the Franchised Business, including all costs of breach investigation, notification to affected individuals and regulatory authorities, remediation, regulatory response, fines, penalties, and defense of any resulting claim or proceeding, regardless of whether the breach resulted from Franchisee's intentional conduct, negligence, or the acts or omissions of Franchisee's employees, caregivers, contractors, or vendors. Franchisor reserves the right to select its own legal counsel to represent its interests, and Franchisee must reimburse Franchisor for its costs and attorneys' fees immediately upon Franchisor's request as they are incurred. Franchisee and Franchisee's owners waive all Claims against the Indemnified Parties for damages to property or injuries to persons arising out of the operation of the Franchised Business.

19.2 Notice of Proceedings and Cost of Enforcement or Defense. Franchisee agrees to give Franchisor notice of any action, suit, proceeding, claim, demand, inquiry, or investigation described above. The Indemnified Parties shall have the right, in their sole discretion, to: (i) retain counsel of their own choosing to represent them with respect to any claim; and (ii) control the response thereto and the defense thereof, including the right to enter into an agreement to settle such claim. Franchisee may participate in such defense at its own expense. Franchisee agrees to give its full cooperation to the Indemnified Parties in assisting them with the defense of any such claim, and to reimburse the Indemnified Parties for all of their costs and expenses in defending any such claim, including court costs and reasonable attorney fees, within ten days of the date of each invoice delivered by such Indemnified Party to franchisee enumerating such costs, expenses, and attorney fees.

19.3 No Fiduciary Relationship; Independent Contractor Status. In all dealings with third parties including, without limitation, franchisees, employees, suppliers, and clients, Franchisee must disclose in an appropriate manner acceptable to Franchisor that it is an independent entity licensed by Franchisor. Nothing in this Agreement is intended by the parties hereto to create a fiduciary relationship between them nor to constitute Franchisee as a subsidiary, joint venturer, partner, agent or employee of Franchisor for any purpose whatsoever. It is understood and agreed that Franchisee is an independent contractor and is in no way authorized to make any warranty or representation on behalf of Franchisor other than those contained in any disclosure document prepared by Franchisor for use by Franchisee, nor is Franchisee authorized to create any obligation or enter into any contract binding on Franchisor.

20. WRITTEN APPROVALS, WAIVERS, AND AMENDMENT

20.1 Approval Process. Whenever this Agreement requires Franchisor's prior approval, Franchisee must make a timely written request. Unless a different time period is specified in this Agreement, Franchisor will respond with its approval or disapproval within thirty (30) calendar days.

20.2 No Waiver. No failure of Franchisor to exercise any power reserved to it by this Agreement and no custom or practice of the parties at variance with the terms hereof will constitute

a waiver of Franchisor's right to demand exact compliance with any of the terms herein. A waiver or approval by Franchisor of any particular default by Franchisee will not be considered a waiver or approval by Franchisor of any preceding or subsequent breach by Franchisee of any term, covenant or condition of this Agreement.

20.3 Amendments. No amendment, change or variance from this Agreement will be binding upon Franchisor or Franchisee except by mutual written agreement. If an amendment of this Agreement is executed at Franchisee's request, any legal fees or preparation cost in connection therewith must be paid by Franchisee.

20.4 Non-uniform Agreements. No warranty or representation is made by Franchisor that all other agreements with System franchisees heretofore or hereafter issued by Franchisor do or will contain terms substantially similar to those contained in this Agreement. Further, Franchisee recognizes and agrees that Franchisor may, due to local business conditions or otherwise, waive or modify comparable provisions of other franchise agreements granted to other System franchisees in a non-uniform manner, subject, however, to those provisions of this Agreement which require Franchisor to act toward its franchisees and franchise owners on a reasonably nondiscriminatory basis.

21. NOTICES

All notices required or permitted under this Agreement must be in writing and delivered by: (i) personal delivery; (ii) nationally recognized overnight courier; or (iii) registered or certified mail, postage prepaid, return receipt requested, to the addresses set forth below or such other address as either party designates in writing.

Notices to Franchisor:	Legal Department Amada Franchise, Inc. 180 Avenida La Pata, Suite 200 San Clemente, CA 92673
------------------------	---

Notices to Franchisee:	Address listed in <u>Attachment A</u>
------------------------	---------------------------------------

Notice is deemed given: (i) upon personal delivery; (ii) one (1) business day after deposit with a nationally recognized overnight courier with tracking confirmed; or (iii) three (3) business days after deposit in the United States mail as provided above.

Franchisee is solely responsible for maintaining a current notice address with Franchisor at all times and must notify Franchisor in writing of any address change at least ten (10) days before the change takes effect. Any notice sent to the last address provided by Franchisee to Franchisor in writing is deemed effectively delivered regardless of whether actually received. Franchisee waives any defense based on failure to receive notice sent to such address.

22. GOVERNING LAW

22.1 THIS AGREEMENT SHALL, WITHOUT GIVING RISE TO ANY CONFLICT OF LAWS PRINCIPLES, BE GOVERNED BY THE LAWS OF THE STATE WHERE FRANCHISEE'S PREMISES IS LOCATED; AND SHALL BE INTERPRETED AND

CONSTRUED UNDER THE LAWS THEREOF, WHICH LAWS SHALL PREVAIL IN THE EVENT OF ANY CONFLICT OF LAW.

22.2 STATE LAWS GOVERNING (1) THE OFFER AND SALE OF FRANCHISES; (2) FRANCHISE RELATIONSHIPS; AND (3) BUSINESS OPPORTUNITIES, WILL NOT APPLY UNLESS THE APPLICABLE JURISDICTIONAL REQUIREMENTS ARE MET INDEPENDENTLY WITHOUT REFERENCE TO THIS PARAGRAPH.

22.3 FRANCHISEE ACKNOWLEDGES THAT THIS AGREEMENT IS ENTERED INTO IN THE STATE OF CALIFORNIA AND THAT ANY ACTION SOUGHT TO BE BROUGHT BY EITHER PARTY SHALL BE BROUGHT IN ORANGE COUNTY, CALIFORNIA. THE PARTIES DO HEREBY WAIVE ALL QUESTIONS OF PERSONAL JURISDICTION OR VENUE FOR THE PURPOSES OF CARRYING OUT THIS PROVISION.

22.4 NO RIGHT OR REMEDY CONFERRED UPON OR RESERVED TO FRANCHISOR OR FRANCHISEE BY THIS AGREEMENT IS INTENDED TO BE, NOR SHALL BE DEEMED, EXCLUSIVE OF ANY OTHER RIGHT OR REMEDY HEREIN OR BY LAW OR EQUITY PROVIDED OR PERMITTED, BUT EACH SHALL BE CUMULATIVE OF EVERY OTHER RIGHT OR REMEDY.

22.5 FRANCHISEE ACKNOWLEDGES THAT BREACHES OF THE PROVISIONS OF THIS AGREEMENT RELATING TO THE MARKS, CONFIDENTIAL INFORMATION, NON-COMPETITION, AND SYSTEM STANDARDS WILL CAUSE FRANCHISOR IRREPARABLE HARM FOR WHICH MONETARY DAMAGES ARE AN INADEQUATE REMEDY, AND THAT FRANCHISOR IS ENTITLED TO SEEK INJUNCTIVE AND OTHER EQUITABLE RELIEF WITHOUT PROOF OF ACTUAL DAMAGES OR THE POSTING OF ANY BOND.

23. SEVERABILITY AND CONSTRUCTION

23.1 Severability. Should any provision of this Agreement be for any reason held invalid, illegal or unenforceable, such provision will be deemed restricted in application to the extent required to render it valid, and the remainder of this Agreement will in no way be affected and will remain valid and enforceable for all purposes, both parties hereto declaring that they would have executed this Agreement without inclusion of such provision. In the event such total or partial invalidity or unenforceability of any provision of this Agreement exists only with respect to the laws of a particular jurisdiction, this Section 23 will operate upon such provision only to the extent that the laws of such jurisdiction are applicable to such provision. Each party agrees to execute and deliver to the other any further documents which may be reasonably required to effectuate fully the provisions hereof. Franchisee understands and acknowledges that Franchisor will have the right to reduce the scope of any covenant of this Agreement binding upon Franchisee, or any portion hereof, without Franchisee's consent, effective immediately upon receipt by Franchisee of written notice thereof, and Franchisee agrees that it will comply forthwith with any covenant as so modified, which will be fully enforceable.

23.2 Execution in Counterparts. This Agreement may be executed in any number of counterparts, each of which when so executed and delivered will be deemed an original, but such counterparts together will constitute one and the same instrument.

23.3 Headings and Captions. The headings and captions contained herein are for the purposes of convenience and reference only and are not to be construed as part of this Agreement. All terms and words used herein will be construed to include the number and gender as the context of this Agreement may require. The parties agree that each section of this Agreement will be construed independently of any other section or provision of this Agreement.

23.4 Interpretation of Rights and Obligations. The following provisions apply to and govern the interpretation of this Agreement, the parties' rights under this Agreement, and the relationship between the parties.

23.4.1 Franchisor's Rights. Whenever this Agreement provides that Franchisor has a certain right, that right is absolute and the parties intend that Franchisor's exercise of that right will not be subject to any limitation or review. Franchisor has the right to operate, administrate, develop, and change the System in any manner that is not specifically precluded by the provisions of this Agreement, although this right does not modify any express limitations set forth in this Agreement.

23.4.2 Franchisor's Reasonable Business Judgment. Whenever Franchisor reserves discretion in a particular area or where Franchisor agrees to exercise its rights reasonably or in good faith, Franchisor will satisfy its obligations whenever it exercises reasonable business judgment ("**Reasonable Business Judgment**") in making a decision or exercising a right. Franchisor's decisions or actions will be deemed to be the result of Reasonable Business Judgment, even if other reasonable or even arguably preferable alternatives are available, if Franchisor's decisions or actions are intended, in whole or significant part, to promote or benefit the System generally even if the decision or action also promotes Franchisor's financial or other individual interests. Examples of items that will promote or benefit the System include, without limitation, enhancing the value of the Marks, improving customer service and satisfaction, improving product quality, improving uniformity, enhancing or encouraging modernization and improving the competitive position of the System.

24. ENTIRE AGREEMENT

This Agreement, any Exhibit attached hereto and the documents referred to herein, shall be construed together and constitute the entire, full and complete agreement between Franchisor and any parent company, subsidiary or Affiliate of Franchisor, and Franchisee concerning the subject matter and supersede all prior agreements. Subject to Section 29 of this Agreement, no other representation has induced Franchisee to execute this Agreement, and there are no representations, inducements, promises or agreements, oral or otherwise, between the parties not embodied herein, which are of any force or effect with reference to this Agreement or otherwise. No amendment, change or variance from this Agreement shall be binding on either party unless executed in writing by both parties. Nothing in this or in any related agreement, however, is intended to disclaim the representations made in the Franchise Disclosure Document furnished by Franchisor to Franchisee.

25. SPOUSAL CONSENT

Franchisee's spouse, or if Franchisee is a legal entity, each owner's spouse, personally and unconditionally guarantees without notice, demand or presentment the payment of all of Franchisee's monetary obligations under this Agreement as if each spouse were an original party to this Agreement in his or her individual capacity. All such spouses further agree to be bound by the Franchisee's non-competition and confidentiality covenants as if each were an original party to this Agreement in his or her individual capacity. All such spouses must execute a spousal consent in the form attached hereto as **Attachment D**. In the event of divorce and re-marriage, or subsequent marriage, Franchisee, or if Franchisee is a legal entity, its owners, covenant and agree to provide Franchisor with a properly executed spousal consent, in the form prescribed by Franchisor.

26. ANTI-TERRORIST ACTIVITIES

Franchisee certifies that neither Franchisee, nor Franchisee's owners, principals, employees or anyone associated with Franchisee is listed in the Annex to Executive Order 13224. (The Annex is available at <https://www.state.gov/executive-order-13224>.) Franchisee agrees not to hire or have any dealings with a person listed in the Annex. Franchisee certifies that Franchisee has no knowledge or information that, if generally known, would result in Franchisee, Franchisee's owners, principals, employees, or anyone associated with Franchisee being listed in the Annex to Executive Order 13224. Franchisee agrees to comply with and/or assist Franchisor to the fullest extent possible in Franchisor's efforts to comply with the Anti-Terrorism Laws (as defined below). In connection with such compliance, Franchisee certifies, represents, and warrants that none of Franchisee's property or interests are subject to being "blocked" under any of the Anti-Terrorism Laws and that Franchisee and Franchisee's owners or principals are not otherwise in violation of any of the Anti-Terrorism Laws. Franchisee is solely responsible for ascertaining what actions must be taken by Franchisee to comply with all such Anti-Terrorism Laws, and Franchisee specifically acknowledges and agrees that Franchisee's indemnification responsibilities as provided in Section 19 of this Agreement pertain to Franchisee's obligations under this Section 26. Any misrepresentation by Franchisee under this Section or any violation of the Anti-Terrorism Laws by Franchisee, Franchisee's owners, principals or employees will constitute grounds for immediate termination of this Agreement and any other agreement Franchisee has entered into with Franchisor or one of Franchisor's Affiliates in accordance with the terms of Section 13 of this Agreement. As used herein, "Anti-Terrorism Laws" means Executive Order 13224 issued by the President of the United States, the Terrorism Sanctions Regulations (Title 31, Part 595 of the U.S. Code of Federal Regulations), the Foreign Terrorist Organizations Sanctions Regulations (Title 31, Part 597 of the U.S. Code of Federal Regulations), the Cuban Assets Control Regulations (Title 31, Part 515 of the U.S. Code of Federal Regulations), the USA PATRIOT Act, and all other present and future federal, state and local laws, ordinances, regulations, policies lists and any other requirements of any Governmental Authority (including without limitation, the United States Department of Treasury Office of Foreign Assets Control) addressing or in any way relating to terrorist acts and acts of war.

27. FORCE MAJEURE

Whenever a period of time is provided in this Agreement for either party to do or perform any act or thing, except the payment of monies, neither party shall be liable or responsible for any delays due to strikes, lockouts, casualties, acts of God, war, government regulation or control or other causes beyond the reasonable control of the parties, and in any event said time period for the performance of an obligation hereunder shall be extended for the amount of time of the delay. This clause shall not apply or not result in an extension of the term of this Agreement.

28. ACKNOWLEDGMENTS

Franchisee acknowledges having received from Franchisor a copy of Franchisor's Disclosure Document, together with a copy of all proposed Exhibits and Agreements relating to the sale of the franchise, at one time and in one document in accordance with all applicable franchise legislation, at least fourteen (14) days prior to signing this Agreement; or at least fourteen (14) days prior to any payment of any consideration by or on behalf of Franchisee to Franchisor or any of Franchisor's associates for the sale of this franchise.

29. NO WAIVER OR DISCLAIMER OF RELIANCE IN CERTAIN STATES.

The following provision applies only to franchisees and franchises that are subject to state franchise registration/disclosure laws in California, Hawaii, Illinois, Indiana, Maryland, Michigan, Minnesota, New York, North Dakota, Rhode Island, South Dakota, Virginia, Washington, or Wisconsin:

No statement, questionnaire, or acknowledgement signed or agreed to by Franchisee in connection with the commencement of the franchise relationship shall have the effect of (i) waiving any claims under any applicable state franchise law, including fraud in the inducement, or (ii) disclaiming reliance on any statement made by Franchisor, any franchise seller, or any other person acting on behalf of Franchisor, any franchise seller, or any other person acting on behalf of Franchisor. This provision supersedes any other term of any document executed in connection with the franchise.

(Signature Page Following)

IN WITNESS WHEREOF, the parties hereto have duly executed this Agreement on the date first written above.

FRANCHISOR:

AMADA FRANCHISE, INC.

By:_____

Title:_____

FRANCHISEE:

By:_____

Title:_____

FRANCHISEE:

By:_____

Title:_____

ATTACHMENT A

DATA SHEET

1. **EFFECTIVE DATE.** The “Effective Date” set forth in the introductory Paragraph of the Franchise Agreement is: _____.
2. **FRANCHISEE.** The Franchisee set forth in the introductory Paragraph of the Franchise Agreement is: _____.
3. **NOTICE ADDRESS.** The address for notices and payments by Franchisee to Franchisor under Section 21 of the Franchise Agreement is:

Attn: _____

4. **DBA** – Franchisee shall only operate under the Amada Senior Care Business under this Franchise Agreement in the name “Amada Senior Care of _____”.
5. **INITIAL FRANCHISE FEE.** The Initial Franchise Fee payable pursuant to Section 4.1:

☐ Fifty-Seven Thousand Dollars (\$57,000) for the right to operate an Amada Senior Care Business within a Designated Territory that has a population of approximately thirty-two thousand (32,000) to forty-two thousand (42,000) people who are age 65 and older.

Fifty-Sev ☐ housand Dollars (\$57,000) for the right to operate an Amada Senior Care Business within a Designated Territory ☐ has a population of approximately thirty-two thousand (32,000) to forty-two thousand (42,000) people who are age 65 and older, of which \$10,000 was already deposited in a Territory Deposit Agreement.

☐ Fifty-One Thousand Three Hundred Dollars (\$51,300) for the right to operate an Amada Senior Care Business within a Designated Territory that has a population of approximately thirty-two thousand (32,000) to forty-two thousand (42,000) people who are age 65 and older (10% discount given to a veteran of the United States Armed Forces).

☐ _____ Dollars (\$_____) for the right to operate an Amada Senior Care Business within a Designated Territory that has a population of approximately thirty-two thousand (32,000) to forty-two thousand (42,000) people who are age 65 and older.

☐ No initial franchise fee for the right to operate an Amada Senior Care Business within a Designated Territory is payable because a transfer fee was paid.

☐ No initial franchise fee for the right to operate an Amada Senior Care Business within a Designated Territory is payable because a Successor Fee was paid.

TOTAL INITIAL FRANCHISE FEE: \$ _____

6. **PRIMARY CONTACT.** Franchisee’s “Primary Contact” set forth in Section 6.6 of the Franchise Agreement shall be:

NAME

TITLE

ADDRESS

7. **DESIGNATED TERRITORY.** The Designated Territory granted to Franchisee in Section 1.1 of the Agreement will consist of the following Zip Codes: _____

8. **TERRITORY DESIGNATION MAP.** The following page is for illustrative purposes and describes Franchisee's Designated Territory by map image. Notwithstanding the following map image, the zip codes set forth in Section 2 shall remain the definitive territory for the term of the Franchise Agreement.

[insert map]

(Signature Page Following)

FRANCHISOR:

AMADA FRANCHISE, INC.

By:_____

Title:_____

FRANCHISEE:

By:_____

Title:_____

FRANCHISEE:

By:_____

Title:_____

ATTACHMENT B

STATEMENT OF FRANCHISEE OWNERSHIP

Franchisee hereby acknowledges that Franchisee is a(n): (check one)

☐ individual ☐ corporation
☐ partnership ☐ limited liability company
☐ joint venture ☐ other business form _____ (describe)

Franchisee hereby warrants and represents that the following persons own, either legally or beneficially, voting control of Franchisee:

State and Date of Formation: _____

Name	Address	Percentage Owned

Franchisee acknowledges that Franchisor is relying on the accuracy of the above information, and that the information set forth above is true and correct. (The following persons must sign: each person who owns ten percent (10%) or more of a corporation or limited liability company; each partner; sole proprietor.)

Print Name: _____

Social Security No.: _____

Print Name: _____

Social Security No.: _____

Print Name: _____

Social Security No.: _____

ATTACHMENT C

PERSONAL GUARANTY AND ASSUMPTION OF OBLIGATIONS

THIS GUARANTY AND ASSUMPTION OF OBLIGATIONS (“Guaranty”), dated, made by _____, _____, and _____, (collectively, “**Guarantors**”), in favor of Amada Franchise, Inc., a Delaware corporation (“**Franchisor**”).

WHEREAS, the Guarantors, and each of them, desire to guarantee the obligations of _____, a _____ [*corporation / partnership / sole proprietor / limited liability company*] (“**Franchisee**”), under that certain Franchise Agreement by and between Franchisee and Franchisor, of even date herewith (“**Franchise Agreement**”); and

WHEREAS, Franchisor desires to accept such guarantee.

NOW, THEREFORE, in consideration of the covenants and conditions herein set forth, and in order to induce Franchisor to enter into the Franchise Agreement, the Guarantors, and each of them, hereby agree, for the benefit of Franchisee, its successors and assigns, as follows:

1. Guaranty. Guarantors and each of them hereby unconditionally guarantee the punctual payment when due, whether at stated maturity, by acceleration or otherwise, of all obligations of Franchisee now or hereafter existing under the Franchise Agreement, whether for fees, expenses, interest, or otherwise including without limitation all indemnification obligations of Franchisee under Section 19 of the Franchise Agreement (such obligations being “**Obligations**”), and agree to pay any and all expenses (including attorney fees and expenses) incurred by Franchisor in enforcing any rights under this Guaranty.

2. Guaranty Absolute. Guarantors and each of them guarantee that the Obligations will be paid strictly in accordance with the terms of the Franchise Agreement, regardless of any law, regulation or order now or hereafter in effect in any jurisdiction affecting any of such terms or the rights of Franchisor with respect thereto. The liability of the Guarantors under this Guaranty will be absolute and unconditional irrespective of:

- (i) any lack of validity or enforceability of the Franchise Agreement or any other agreement or instrument relating thereto;
- (ii) any change in the time, manner or place of payment of, or in any other term of, all or any of the Obligations, or any other amendment or waiver of or any consent to departure from the Franchise Agreement;
- (iii) any exchange, release or non-perfection of any collateral, or any release or amendment or waiver of or consent to departure from any other guaranty, for all or any of the Obligations; or
- (iv) any other circumstance which might otherwise constitute a defense available to, or a discharge of, Franchisee or a Guarantor.

This Guaranty will continue to be effective or be reinstated, as the case may be, if at any time any payment of any of the Obligations is rescinded or must otherwise be returned by Franchisor upon the insolvency, bankruptcy or reorganization of Franchisee or otherwise, all as though such payment had not been made.

3. Role of Guarantors. Guarantors are the beneficial owners of all of the direct or indirect equity interest, membership interest, or other entity controlling interest in Franchisee and acknowledge there are benefits received by each Guarantor, jointly and severally, and for themselves, their heirs, legal representatives, and assigns. Franchisee's obligations under the Franchise Agreement, including the confidentiality and non-compete obligations, would be of little value to Franchisor if Franchisee's direct and indirect owners were not bound by the same requirements. Under the provisions of the Franchise Agreement, Guarantors are required to enter into this Guaranty as a condition to Franchisor entering into the Franchise Agreement with Franchisee. Guarantors will be jointly and severally liable for any breach of this Guaranty.

4. Non-Disclosure and Protection of Confidential Information.

4.1 *Confidentiality.* Under the Franchise Agreement, Franchisor will provide Franchisee with specialized training, proprietary trade secrets, and other Confidential Information (defined in the Franchise Agreement) relating to the establishment and operation of a franchised business. The provisions of the Franchise Agreement governing Franchisee's non-disclosure obligations relating to Franchisor's Confidential Information are hereby incorporated into this Guaranty by reference, and Guarantors agree to comply with each obligation as though fully set forth in this Guaranty as a direct and primary obligation of Guarantors. Further, Franchisor may seek the same remedies against Guarantors under this Guaranty as Franchisor may seek against Franchisee under the Franchise Agreement. Any and all information, knowledge, know-how, techniques, and other data, which Franchisor designates as confidential, will also be deemed Confidential Information for purposes of this Guaranty.

4.2 *Immediate Family Members.* Guarantors acknowledge that they could circumvent the purpose of Section 4.1 by disclosing Confidential Information to an immediate family member (i.e., spouse, parent, sibling, child, or grandchild). Guarantors also acknowledge that it would be difficult for Franchisor to prove whether Guarantors disclosed the Confidential Information to family members. Therefore, each Guarantor agrees that he or she will be presumed to have violated the terms of Section 4.1 if any member of his or her immediate family uses or discloses the Confidential Information or engages in any activities that would constitute a violation of the covenants listed in Section 5, below, if performed by Guarantors. However, Guarantors may rebut this presumption by furnishing evidence conclusively showing that Guarantors did not disclose the Confidential Information to the family member.

5. Covenant Not to Compete and To Not Solicit.

5.1 *Non-Competition and Non-Solicitation During and After the Term of the Franchise Agreement.* Guarantors acknowledge that as a participant in Franchisor's system, they will receive proprietary and confidential information and materials, trade secrets, and the unique methods, procedures and techniques which Franchisor has developed. The provisions of the Franchise

Agreement governing Franchisee's restrictions on competition and solicitation both during the term of the Franchise Agreement and following the expiration or termination of the Franchise Agreement are hereby incorporated into this Guaranty by reference, and Guarantors agree to comply with and perform each such covenant as though fully set forth in this Guaranty as a direct and primary obligation of Guarantors. Further, Franchisor may seek the same remedies against Guarantors under this Guaranty as Franchisor may seek against Franchisee under the Franchise Agreement.

5.2 *Construction of Covenants.* The parties agree that each such covenant related to noncompetition and non-solicitation will be construed as independent of any other covenant or provision of the Guaranty. If all or any portion of a covenant referenced in this Section 5 is held unreasonable or unenforceable by a court or agency having valid jurisdiction in a final decision to which Franchisor are a party, Guarantors agree to be bound by any lesser covenant subsumed within the terms of such covenant that imposes the maximum duty permitted by law, as if the resulting covenant were separately stated in and made a part of this Section 5.

5.3 *Franchisor's Right to Reduce Scope of Covenants.* Additionally, Franchisor has the right, in its sole discretion, to unilaterally reduce the scope of all or part of any covenant referenced in this Section 5, without Guarantors' consent (before or after any dispute arises), effective when Franchisor gives Guarantors written notice of this reduction. Guarantors agree to comply with any covenant as so modified.

6. Waiver. Guarantors hereby waive promptness, diligence, notice of acceptance and any other notice with respect to any of the Obligations and this Guaranty and any requirement that Franchisor protect, secure, perfect or insure any security interest or lien or any property subject thereto or exhaust any right or take any action against Franchisee or any other person or entity or any collateral.

7. Waiver of Subrogation. Notwithstanding anything to the contrary in this Guaranty, Guarantors hereby irrevocably waive all rights they may have at law or in equity, to the extent that such rights may interfere with any claim or demand by Franchisor under the Franchise Agreement or this Guaranty (including, without limitation, any law subrogating the Guarantors to the rights of Franchisor), to seek contribution, indemnification, or any other form of reimbursement from Franchisee, any other Guarantor, or any other person now or hereafter primarily or secondarily liable for any obligations of Franchisee to Franchisor, for any disbursement made by the Guarantors under or in connection with this Guaranty or otherwise. If (i) Guarantors will make payment to Franchisor of all or any part of the Obligations and (ii) all the Obligations will be paid in full, Franchisor will, at Guarantors' request, execute and deliver to Guarantors appropriate documents, without recourse and without representation or warranty, necessary to evidence the transfer by subrogation to Guarantors of an interest in the Obligations resulting from such payment by Guarantors.

8. Amendments, Etc. No amendment or waiver of any provision of this Guaranty nor consent to any departure by the Guarantors therefrom will in any event be effective unless the same will be in writing and signed by Franchisor, and then such waiver or consent will be effective only in the specific instance and for the specific purpose for which given.

9. No Waiver; Remedies. No failure on the part of Franchisor to exercise, and no delay in exercising any right hereunder will operate as a waiver thereof; nor shall any single or partial

exercise of any right hereunder preclude any other or further exercise thereof or the exercise of any other right. The remedies herein provided are cumulative and not exclusive of any remedies provided by law.

10. Continuing Guaranty: Transfer of Franchise Agreement. This Guaranty is a continuing guaranty and will (i) remain in full force and effect until payment in full of the Obligations and all other amounts payable under this Guaranty, (ii) be binding upon the Guarantors, their successors and assigns, and (iii) inure to the benefit of and be enforceable by Franchisor and its successors, transferees and assigns. Without limiting the generality of the foregoing clause (iii), Franchisor may assign or otherwise transfer the Franchise Agreement to any other person or entity, and such other person or entity shall thereupon become vested with all the rights in respect thereof granted to Franchisor herein or otherwise.

11. Governing Law. This Guaranty will be governed by, and construed in accordance with, the laws of the state where the Franchised Business to be operated under the Franchise Agreement is located.

IN WITNESS WHEREOF, Guarantors have executed this Guaranty as of the date first above written.

GUARANTOR

Print Name: _____

Percentage of Ownership in Franchisee: _____%

Address: _____

Social Security No.: _____

GUARANTOR

Print Name: _____

Percentage of Ownership in Franchisee: _____%

Address: _____

Social Security No.: _____

ATTACHMENT D

SPOUSAL CONSENT AND GUARANTY

NOTE: EACH SPOUSE OF FRANCHISEE, OR IF FRANCHISEE IS A LEGAL ENTITY, THE SPOUSE OF EACH OWNER OF FRANCHISEE, MUST SIGN THIS SPOUSAL CONSENT.

The individual(s) listed below represents to Amada Franchise, Inc. (“**Franchisor**”) that each is the spouse of the individual(s) who have signed a Franchise Agreement with the Company.

In consideration of the grant by the Franchisor to Franchisee under the Franchise Agreement, each of the individual spouses listed below agrees, in consideration of benefits received and to be received by each of them, agrees to be bound by the covenants not to compete and maintain confidentiality that are set forth in Section 11 of the Franchise Agreement as if fully stated herein.

IN WITNESS WHEREOF, this Spousal Consent has been executed as of the dates below.

SPOUSE

Date: _____

Print Name: _____

SPOUSE

Date: _____

Print Name: _____

SPOUSE

Date: _____

Print Name: _____

In consideration of the grant by the Franchisor to Franchisee under the Franchise Agreement, each of the individual spouses listed below agrees, in consideration of benefits received and to be received by each of them, jointly and severally, and for themselves, their heirs, legal representatives and assigns that they, and each of them unconditionally guarantees the full and timely performance by Franchisee of all of Franchisee's obligations under the Franchise Agreement, including, without limitation, any of Franchisee's indebtedness arising under or by virtue of the Franchise Agreement. This Guaranty extends to all community property and joint property of spouse and Franchisee. Separate property of spouse is excluded from this Guaranty; provided however that if at any time separate property of spouse is commingled with community property or Franchisee's property, or if separate property is used directly or indirectly in connection with the Franchised Business, such property shall be deemed subject to this Guaranty to the extent of its use in or benefit to the Franchised Business. Nothing in this Section limits the enforceability of this Guaranty as to community property or any property that ceases to be separate property under applicable law.

IN WITNESS WHEREOF, this Spousal Guaranty has been executed as of the dates below.

SPOUSE

Date: _____

Print Name: _____

SPOUSE

Date: _____

Print Name: _____

SPOUSE

Date: _____

Print Name: _____

ATTACHMENT E

STAFFING SERVICES ADDENDUM

THIS STAFFING SERVICES ADDENDUM to the Franchise Agreement (“**Agreement**”) is entered into on _____ (“**Addendum Effective Date**”) by and between **Amada Franchise, Inc.**, (“**Franchisor**”) and _____, (“**Franchisee**”). Franchisor and Franchisee may sometimes be referred to in the singular as a “Party” or jointly as the “Parties.”

WHEREAS, the Franchisor and Franchisee entered into the Agreement on _____ pursuant to which Franchisee acquired the exclusive right to open and operate a Franchised Business within the Designated Area defined in the Agreement.

WHEREAS, Franchisee desires to offer to its clients staffing services, as defined below (“**Staffing Services**”) within the Designated Area defined in the Agreement.

WHEREAS, Franchisor is willing to grant Franchisee the right to provide Staffing Services in connection with the operation of the Franchised Business, subject to the terms of this Addendum.

NOW, THEREFORE, the undersigned, having read this Addendum and understanding its terms, hereby agrees as follows:

1. Staffing Services Defined. For purposes of this Addendum, “**Staffing Services**” means providing hospitals, skilled nursing facilities, doctors’ offices, assisted living communities, and home health and hospice agencies and other approved healthcare related entities with caregivers, registered nurses, licensed practical nurses, nurse practitioners, home health aides, medical assistants, medical secretary/receptionists, occupational health nurses, phlebotomists, physician assistants, certified nurse assistants, physical therapists, occupational therapists, speech therapists, case managers and other approved healthcare practitioners, provided that Franchisee must sign and comply with the Skilled Care Services Addendum to provide staffing involving skilled care services. Staffing may only be provided for the healthcare and senior care industries.

2. Franchisor Approval. Franchisor hereby grants Franchisee the right to offer Staffing Services in connection with the operation of the Franchised Business, subject to the terms and conditions herein. Franchisee acknowledges and understands that Franchisor reserves the right to revoke such approval for any reason at any time during the term of this Agreement by providing Franchisee thirty (30) days’ written notice. Franchisor reserves the right to no longer provide Staffing Services and thereby revoke approval for any and all Franchisees then providing Staffing Services, obligating Franchisee to perform all required actions in response to Franchisor’s revoked approval in order to comply with state and federal laws.

3. Requirements to Begin Providing Staffing Services. Franchisee represents that, as of the Addendum Effective Date, Franchisee or its Owners meet the following participation criteria for providing Staffing Services and is willing upon request to provide Franchisor with written proof of the following:

(a) Franchisee must have obtained and continue to maintain in full force and effect all insurance policies required by the Agreement to provide Staffing Services;

(b) Franchisee must be in full compliance with all federal, state, and local requirements pertaining to personnel and staffing requirements;

(c) If applicable, Franchisee has complied with all requirements for creating a separate affiliated entity as set forth in Section 6.

4. Franchisee Continuing Obligations. Franchisee acknowledges and agrees that to continue providing Staffing Services it must:

(a) Maintain or renew any health care or employment related permits, licenses, certifications or other indications of authority necessary for providing Staffing Services;

(b) Where applicable, maintain documented policies and procedures necessary to comply with HIPAA and applicable state law, including records showing that Franchisee's employees are trained within the mandated time frame pursuant to state or federal law on the content of those policies and procedures or other requisite content;

(c) Be in full compliance, without any uncured defaults, of the Agreement, this Addendum and all other addenda, attachments and exhibits to the Agreement;

(d) Be in full compliance with all federal, state, and local laws and regulations including wage orders, wage and hour requirements and any applicable employment or labor law; and

(e) Have not used independent contractors for Staffing Services.

If Franchisee, at any time, fails to continue to satisfy the requirements of this Section, Franchisor will have the right to terminate the approval granted to Franchisee to provide Skilled Care services, as provided in Section 2 of this Addendum.

6. Affiliated Entity. If Franchisee desires or is required by applicable laws to create a separate legal entity to perform Staffing Services (an "**Affiliated Entity**"), Franchisee agrees that it shall cause the Affiliated Entity to sign the Joinder to Amada Franchise Agreement attached hereto as Exhibit 1, pursuant to which such Affiliated Entity shall agree to be bound by the terms and conditions contained in the Agreement and this Addendum. Franchisee understands and acknowledges that the rights and duties created by the Agreement and this Addendum are personal to Franchisee and that Franchisor has granted Franchisee the right to offer Staffing Services in reliance on many factors, including meeting the minimum participation criteria for the Staffing Services Program, the individual or collective character, skill, aptitude and business and financial capacity of Franchisee and Franchisee's principals. Accordingly, unless otherwise approved by Franchisor in writing, Franchisee and the Affiliated Entity must have the same ownership, which shall be disclosed to Franchisor on Attachment B of the Agreement.

7. Continuation of Franchised Business. Non-medical senior care services will remain the primary focus of Franchised Business. In the event the Franchised Business's ability to offer Staffing Services is in any way suspended, revoked, or terminated by any federal, state, or local governmental agency or Franchisor, the Franchised Business will continue to provide non-medical senior care services throughout the remainder of the term of the Agreement; further, pursuant to the applicable section of the Agreement, Operating Principal will continue to exert its best efforts to the supervision and conduct of the Franchised Business.

8. Fees and Reporting. Gross Billings from the performance of Staffing Services shall be subject to the same fees and payment obligations that apply to the Franchised Business generally. Gross Billings from Staffing Services shall be segregated from other Gross Billings within reports provided to Franchisor, as required by the Agreement. In addition, Franchisee acknowledges and agrees that Franchisor may require Franchisee to obtain and use, at Franchisee's sole cost and expense, a separate point-of-sale system for Staffing Services. Franchisee recognizes and acknowledges that Gross Billings obtained from Staffing Services may not be used to meet the Minimum Gross Billings Standards set forth in the Agreement.

9. Compliance with System. Franchisee agrees, upon request, to provide evidence of compliance with Agreement, this Addendum and Franchisor's System, as it is defined in the Agreement. Franchisee agrees to satisfy any other requirements established from time to time by Franchisor that Franchisor believes are necessary for a Franchised Business to continue offering Staffing Services, including but not limited to attending additional training related to Staffing Services as directed by Franchisor and acquiring any and all applicable insurance coverages. Franchisor reserves the right to charge a fee for providing Franchisee continuing educational training programs, seminars, or webinars, which Franchisor provides at its sole discretion.

10. Relationship of the Parties/Indemnification. In all dealings with third parties, including, without limitation, franchisees, employees, suppliers, and clients, Franchisee must disclose in an appropriate manner acceptable to Franchisor that it is an independent entity licensed by Franchisor. Nothing in this Addendum is intended by the parties hereto to create a fiduciary or employment relationship between them nor to constitute Franchisee as a subsidiary, joint venture, partner, agent or employee of Franchisor for any purpose whatsoever. Franchisee must fully protect, indemnify and hold Franchisor and its owners, directors, officers, successors and assigns harmless from all claims, demands, damages and liabilities arising out of the providing of Staffing Services (regardless of whether or not caused by Franchisee's negligent or willful failure or failure to act).

11. Employees. Franchisee acknowledges and agrees that Franchisee has sole responsibility and authority for Franchisee's labor relations and employment practices, including, among other things, employee selection, hiring, promotion, supervision, termination, recordkeeping, wage and hour requirements including hours worked, rates of pay, benefits, work assigned, discipline, adjustments of grievances and complaints, and working conditions. Franchisee's employees are exclusively under the Franchisee's control. No employee providing Staffing Services will be deemed to be an employee of Franchisor for any purpose whatsoever, and nothing in this Addendum in any way shifts any employee or employment related responsibility from Franchisee to Franchisor. Franchisee is responsible for and assumes liability

for compliance with all applicable federal and state employment practices, pertaining to providing Staffing Services as well as compliance with HIPAA.

12. Intellectual Property Belongs to Franchisor. If Franchisee, Franchisee's employees, or principals develop any new concept, process, manual or improvement in the operation or promotion of the Franchised Business, including the offering of Staffing Services, Franchisee will promptly notify Franchisor and provide Franchisor with all necessary related information, without compensation. Any such concept, process, or improvement will become Franchisor's sole property and Franchisor will be the sole owner of all patents, patent applications, trademarks, copyrights and other intellectual property rights related thereto.

13. Capitalized Terms. All capitalized terms not defined in this Addendum have the same meaning as in the Agreement.

14. Not Transferrable by Franchisee. The terms of this Addendum are personal to Franchisee and are not transferrable by Franchisee with the sole exception that an Affiliated Entity may obtain these rights by signing the Joinder and complying with each of the Franchisee's obligations.

15. No Further Changes. Except as specifically provided in this Addendum, all of the terms, conditions and provisions of the Agreement will remain in full force and effect as originally written and signed.

[Signatures to Follow]

FRANCHISOR:

AMADA FRANCHISE, INC.
a Delaware corporation

By: _____

Printed Name: _____

Title: _____

Effective Date: _____

FRANCHISEE:

By: _____

Printed Name: _____

Title: _____

Date Signed: _____

ATTACHMENT E - EXHIBIT 1

JOINDER TO AMADA FRANCHISE AGREEMENT

This Joinder to Amada Franchise Agreement (this “Joinder”) is executed by the undersigned (the “Affiliated Entity”) pursuant to the terms of that certain Staffing Services Addendum, attached as Exhibit F to that certain Amada Franchise Agreement dated _____, by and between Amada Franchise, Inc. and _____ (as such agreement may be amended or supplemented from time to time, the “Franchise Agreement”). Capitalized terms used but not defined herein have the respective meanings ascribed to such terms in the Franchise Agreement. By the execution of this Joinder, the Affiliated Entity signing below agrees as follows:

1. Acknowledgment. The Affiliated Entity acknowledges that such Affiliated Entity is permitted to perform Staffing Services under the Staffing Services Addendum that is attached to and made part of the Franchise Agreement, subject to all of the terms and conditions of the Franchise Agreement.

2. Agreement. The Affiliated Entity (i) agrees that such Affiliated Entity will be bound by and subject to the terms of the Franchise Agreement, and (ii) hereby agrees to be bound by the terms and conditions of the Franchise Agreement with the same force and effect as if the Affiliated Entity were originally a party thereto.

3. Notice. Any notice required or permitted by the Franchise Agreement may be given to the Affiliated Entity at the same address that notice is permitted to be given to Franchisee under the Franchise Agreement.

EXECUTED AND DATED as of _____.

AMADA FRANCHISE, INC.

By: _____

Name: _____

Title: _____

Accepted and Agreed:

AFFILIATED ENTITY:

By: _____

Name: _____

Title: _____

EXHIBIT B

STATE ADDENDA

The following modifications are to the Amada Franchise, Inc. Franchise Disclosure Document and may supersede, to the extent then required by valid applicable state law, certain portions of the Franchise Agreement dated _____, and Statement of Franchisee.

NO WAIVER OR DISCLAIMER OF RELIANCE IN CERTAIN STATES.

The following provisions applies only to franchisees and franchises that are subject to state franchise registration/disclosure laws in California, Hawaii, Illinois, Indiana, Maryland, Michigan, Minnesota, New York, North Dakota, Rhode Island, South Dakota, Virginia, Washington, or Wisconsin:

No statement, questionnaire, or acknowledgement signed or agreed to by Franchisee in connection with the commencement of the franchise relationship shall have the effect of (i) waiving any claims under any applicable state franchise law, including fraud in the inducement, or (ii) disclaiming reliance on any statement made by Franchisor, any franchise seller, or any other person acting on behalf of Franchisor, any franchise seller, or any other person acting on behalf of Franchisor. This provision supersedes any other term of any document executed in connection with the franchise.

It is agreed that this state law addendum supersedes any inconsistent portion of the Franchise Agreement dated _____, and of the Franchise Disclosure Document.

DATED: _____.

FRANCHISOR:

Amada Franchise, Inc.

By: _____

Title: _____

FRANCHISEE:

By: _____

Title: _____

CALIFORNIA

BEFORE THE FRANCHISOR CAN ASK YOU TO MATERIALLY MODIFY YOUR EXISTING FRANCHISE AGREEMENT, SECTION 31125 OF THE CALIFORNIA CORPORATIONS CODE REQUIRES THE FRANCHISOR TO FILE A MATERIAL MODIFICATION APPLICATION WITH THE DEPARTMENT THAT INCLUDES A DISCLOSURE DOCUMENT SHOWING THE EXISTING TERMS AND THE PROPOSED NEW TERMS OF YOUR FRANCHISE AGREEMENT. ONCE THE APPLICATION IS REGISTERED, THE FRANCHISOR MUST PROVIDE YOU WITH THAT DISCLOSURE DOCUMENT WITH AN EXPLANATION THAT THE CHANGES ARE VOLUNTARY.

THE CALIFORNIA FRANCHISE INVESTMENT LAW REQUIRES THAT A COPY OF ALL PROPOSED AGREEMENTS RELATING TO THE SALE OF THE FRANCHISE BE DELIVERED TOGETHER WITH THE FRANCHISE DISCLOSURE DOCUMENT.

OUR WEBSITE HAS NOT BEEN REVIEWED OR APPROVED BY THE CALIFORNIA DEPARTMENT OF FINANCIAL PROTECTION AND INNOVATION. ANY COMPLAINTS CONCERNING THE CONTENT OF THE WEBSITE MAY BE DIRECTED TO THE CALIFORNIA DEPARTMENT OF FINANCIAL PROTECTION AND INNOVATION at www.dfpi.ca.gov.

For franchisees operating outlets located in California, the California Franchise Investment Law and the California Franchise Relations Act will apply regardless of the choice of law or dispute resolution venue stated elsewhere. Any language in the Franchise Agreement or any amendment thereto or any agreement to the contrary is superseded by this condition.

Any interest rate charged to a California franchisee shall comply with the California Constitution. The interest rate shall not exceed either (a) 10% annually or (b) 5% annually plus the prevailing interest rate charged to banks by the Federal Reserve Bank of San Francisco, whichever is higher.

Under California law, an agreement between a seller and a buyer regarding the price at which the buyer can resell a product (known as vertical price-fixing or resale price maintenance) is illegal. Therefore, requirements on franchisees to sell goods or services at specific prices set by the franchisor may be unenforceable.

No statement, questionnaire, or acknowledgement signed or agreed to by Franchisee in connection with the commencement of the franchise relationship shall have the effect of (i) waiving any claims under any applicable state law, including fraud in the inducement, or (ii) disclaiming reliance on any statement made by Franchisor, any franchise seller, or any other person acting on behalf of Franchisor, any franchise seller, or any other person acting on behalf of Franchisor. This provision supersedes any other term of any document executed in connection with the franchise.

The registration of this franchise offering by the California Department of Financial Protection and Innovation does not constitute approval, recommendation, or endorsement by the commissioner.

1. Item 1 is amended by the addition of the following language under the heading “Regulations”:

g. California Regulations: You may need to comply with the “Home Care Services Consumer Protection Act” of California, which provides for the licensure and regulation of home care organizations, as defined, by the State Department of Social Services, and the registration of home care aides.

2. Item 3 is amended by the addition of the following language:

Neither we, our affiliates, nor any person identified in Item 2 of the Franchise Disclosure Document is subject to any currently effective order of any national securities association or nation securities exchange, as defined in the Securities Exchange Act of 1934, 15 U.S.C.A. 78a *et seq.*, suspending or expelling such persons from membership in such association or exchange.

3. Item 17 is amended by the addition of the following language to the original language:

The following language is added as a second section before the chart/columns.

A. You must sign a general release of claims if you renew or transfer your franchise. California Corporations Code Section 31512 voids a waiver of your rights under the Franchise Investment Law (California Corporations Code Sections 31000 through 31516). Business and Professions Code Section 20010 Voids a waiver of your rights under the Franchise Relations Act (Business and Professions Code Sections 20000 through 20043). The Franchise Agreement requires Franchisee to execute a General Release of Claims upon renewal or transfer of the Franchise Agreement.

B. California Business and Professions Code Sections 20000 through 20043 provide rights to you concerning termination, transfer, or non-renewal of a franchise. If the Franchise Agreement contains a provision that is inconsistent with the law, and the law applies, the law will control.

C. The Franchise Agreement provides for termination upon bankruptcy. This provision may not be enforceable under federal bankruptcy law (11 U.S.C.A. Sec. 101 *et seq.*).

D. The franchise agreement contains a covenant not to compete which extends beyond the termination of the franchise. A contract that restrains a former franchisee from engaging in a lawful trade or business is to that extent void under California Business and Professions Code Section 16600.

E. The Franchise Agreement contains a liquidated damages clause. Under California Civil Code Section 1671, certain liquidated damages clauses are unenforceable.

4. Item 19 is amended by the addition of the following language to the original language:

“The financial performance representations do not reflect the costs of sales, operating expenses or other costs or expenses that must be deducted from the gross revenue or gross sales figures to obtain your net income or profit. You should conduct an independent investigation of the costs and expenses you will incur in operating your franchised business. Franchisees or former franchisees, listed in the Franchise Disclosure Document, may be one source of this information.”

[Signature Page Follows]

It is agreed that this state law addendum supersedes any inconsistent portion of the Franchise Agreement dated _____, and of the Franchise Disclosure Document.

DATED: _____.

FRANCHISOR:

Amada Franchise, Inc.

By: _____

Title: _____

FRANCHISEE:

By: _____

Title: _____

HAWAII

This addendum amends the Franchise Disclosure Document, and all agreements used in the state of Hawaii or by a Hawaii resident.

THESE FRANCHISES WILL BE/HAVE BEEN FILED UNDER THE FRANCHISE INVESTMENT LAW OF THE STATE OF HAWAII. FILING DOES NOT CONSTITUTE APPROVAL, RECOMMENDATION OR ENDORSEMENT BY THE DIRECTOR OF REGULATORY AGENCIES OR A FINDING BY THE DIRECTOR OF REGULATORY AGENCIES THAT THE INFORMATION PROVIDED HEREIN IS TRUE, COMPLETE AND NOT MISLEADING.

THE FRANCHISE INVESTMENT LAW MAKES IT UNLAWFUL TO OFFER OR SELL ANY FRANCHISE IN THIS STATE WITHOUT FIRST PROVIDING TO THE PROSPECTIVE FRANCHISEE, OR SUBFRANCHISOR, AT LEAST SEVEN DAYS PRIOR TO THE EXECUTION BY THE PROSPECTIVE FRANCHISEE OF ANY BINDING FRANCHISE OR OTHER AGREEMENT, OR AT LEAST SEVEN DAYS PRIOR TO THE PAYMENT OF ANY CONSIDERATION BY THE FRANCHISEE, OR SUBFRANCHISOR, WHICHEVER OCCURS FIRST, A COPY OF THE OFFERING CIRCULAR, TOGETHER WITH A COPY OF ALL PROPOSED AGREEMENTS RELATING TO THE SALE OF THE FRANCHISE.

THIS OFFERING CIRCULAR CONTAINS A SUMMARY ONLY OF CERTAIN MATERIAL PROVISIONS OF THE FRANCHISE AGREEMENT. THE CONTRACT OR AGREEMENT SHOULD BE REFERRED TO FOR A STATEMENT OF ALL RIGHTS, CONDITIONS, RESTRICTIONS AND OBLIGATIONS OF BOTH THE FRANCHISOR AND THE FRANCHISEE.

Payment of Initial Franchise Fees will be deferred until Franchisor has met its pre-opening obligations to franchisee, and franchisee is open for business. This financial assurance requirement was imposed by the State of Hawaii Department of Commerce and Consumer Affairs due to Franchisor's financial condition.

No statement, questionnaire or acknowledgement signed or agreed to by a franchisee in connection with the commencement of the franchise relationship shall have the effect of: (i) waiving any claims under any applicable state franchise law, including fraud in the inducement, or (ii) disclaiming reliance on behalf of the Franchisor. This provision supersedes any other term of any document executed in connection with the franchise.

It is agreed that this state law addendum supersedes any inconsistent portion of the Franchise Agreement dated _____, and of the Franchise Disclosure Document.

DATED: _____.

FRANCHISOR:

Amada Franchise, Inc.

By: _____

Title: _____

FRANCHISEE:

By: _____

Title: _____

ILLINOIS

Illinois law shall apply to and govern the Franchise Agreement(s).

In conformance with Section 4 of the Illinois Franchise Disclosure Act, any provision in a franchise agreement that designates jurisdiction and venue in a forum outside of the State of Illinois is void. However, a franchise agreement may provide for arbitration to take place outside of Illinois.

Section 19 of the Illinois Franchise Disclosure Act sets forth the conditions and notice requirements for termination of a franchise agreement.

Section 20 of the Illinois Franchise Disclosure Act sets forth the conditions of non-renewal of a franchise agreement, along with the compensation requirements.

In conformance with section 41 of the Illinois Franchise Disclosure Act, any condition, stipulation or provision purporting to bind any person acquiring any franchise to waive compliance with the Illinois Franchise Disclosure Act or any other law of Illinois is void.

The Franchisor reserves the right to establish, identify and service "National Accounts" within your Exclusive Territory. You are required to participate in servicing National Accounts. If you elect not to participate, or are deemed "unable to fully service" a National Account - the Franchisor, an affiliate or another franchisee will service the account within your Exclusive Territory with no compensation paid to you.

No statement, questionnaire or acknowledgement signed or agreed to by a franchisee in connection with the commencement of the franchise relationship shall have the effect of: (i) waiving any claims under any applicable state franchise law, including fraud in the inducement, or (ii) disclaiming reliance on behalf of the Franchisor. This provision supersedes any other term of any document executed in connection with the franchise.

ILLINOIS PROHIBITS THE CORPORATE PRACTICE OF MEDICINE. UNLICENSED INDIVIDUALS AND ENTITIES ARE PROHIBITED FROM OWNING, OPERATING AND MAINTAINING AN ESTABLISHMENT FOR THE STUDY, DIAGNOSIS AND TREATMENT OF HUMAN AILMENTS AND INJURIES, WHETHER PHYSICAL OR MENTAL. See Medical Corporation Act, 805 ILCS 15/2, 5 (West 2018) and Medical Practice Act of 1987, 225 ILCS 60/ (West 2018).

If you are NOT licensed/certified in Illinois to provide services of the nature described in this disclosure document, you must negotiate the terms of a Management Agreement with licensed professionals who will provide the services that this franchised business offers. Retain an experienced attorney who will look out for your best interests in this business venture.

See: <https://www.newlifestyles.com/resources/state-licensing/illinois> **for general information about placement options for seniors in Illinois.**

See: <http://www.dph.illinois.gov/topics-services/health-care-regulation/facilities/home-health> for info on Home Health state certification and licensure requirements, costs, and process.

See: <http://www.idph.state.il.us/about/hfpb/conprocess.htm> and <https://www2.illinois.gov/sites/hfsrb/CONProgram/Pages/default.aspx> for information regarding the nature of, and application process for, the Illinois Certificate of Need Program.

It is agreed that this state law addendum supersedes any inconsistent portion of the Franchise Agreement dated _____, and of the Franchise Disclosure Document.

DATED: _____.

FRANCHISOR:

Amada Franchise, Inc.

By: _____

Title: _____

FRANCHISEE:

By: _____

Title: _____

MARYLAND

The Franchise Agreement is each amended to state that “All representations requiring prospective franchisees to assent to a release, estoppel or waiver of any liability are not intended to nor shall they act as a release, estoppel or waiver of any liability incurred under the Maryland Franchise Registration and Disclosure Law.”

FEE DEFERRAL:

Item 5 of the Franchise Disclosure Document and Section 4.1 of the Franchise Agreement are amended to state the following:

Based on the franchisor’s financial condition, the Maryland Securities Commissioner has required a financial assurance. Therefore, all initial fees and payments owed by franchisees shall be deferred until the franchisor completes its pre-opening obligations under the franchise agreements.

Item 17 of the Franchise Disclosure Document and sections of the Franchise Agreement are amended to state that you may bring a lawsuit in Maryland for claims arising under the Maryland Franchise Registration & Disclosure Law. Any claims arising under the Maryland Franchise Registration and Disclosure Law must be brought within 3 years after the grant of the franchise.

Item 17 of the Franchise Disclosure Document and sections of the Franchise Agreement are amended to state that the release in the General Release shall not apply to liability under the Maryland Franchise Registration and Disclosure Law.

The Franchise Agreement provides for termination upon bankruptcy. This provision may not be enforceable under Federal Bankruptcy Law (11 U.S.C.A. Sec. 101 *et seq.*).

All representations requiring prospective franchisees to assent to a release, estoppel or waiver of any liability are not intended to nor shall they act as a release, estoppel or waiver of any liability incurred under the Maryland Franchise Registration and Disclosure Law.

It is agreed that this state law addendum supersedes any inconsistent portion of the Franchise Agreement dated _____, and of the Franchise Disclosure Document.

DATED: _____.

FRANCHISOR:

Amada Franchise, Inc.

By: _____

Title: _____

FRANCHISEE:

By: _____

Title: _____

MINNESOTA

1. The first Risk Factor is amended by the addition of the following language at the end thereof:

“MINNESOTA STATUTE SECTION 80C.21 AND MINNESOTA RULE PART 2860.4400J PROHIBIT FRANCHISOR FROM REQUIRING LITIGATION TO BE CONDUCTED OUTSIDE MINNESOTA. IN ADDITION, NOTHING IN THE FRANCHISE DISCLOSURE DOCUMENT OR AGREEMENTS CAN ABROGATE OR REDUCE ANY OF YOUR RIGHTS AS PROVIDED FOR IN MINNESOTA STATUTES, CHAPTER 80C, OR YOUR RIGHTS TO ANY PROCEDURE, FORUM OR REMEDY PROVIDED FOR BY THE LAWS OF THE JURISDICTION.”

2. Item 4 is amended to include the following: On May 13, 2014, Jeremy Brooker, our Vice President of Franchise Marketing, filed for bankruptcy under Chapter 7 of the U.S. Bankruptcy Code (U.S. Bankruptcy Court for the Central District of California, Case 8:14-bk-13291-MW). On September 15, 2014, the court granted a discharge of debt to Mr. Brooker. Mr. Brooker is located in our San Clemente offices.

3. The following language is added to the end of Item 13:

“The Minnesota Department of Commerce requires that the Company indemnify Minnesota franchisees against liability to third parties resulting from claims by third parties that the franchisee’s use of the Company’s trademark infringes trademark rights of the third party. The Company does not indemnify against the consequences of the franchisee’s use of the Company’s trademark except in accordance with the requirements and tender the defense of the claim to the Company. If the Company accepts the tender of defense, the Company has the right to manage the defense of the claim including the right to compromise, settle or otherwise resolve the claim, and to determine whether to appeal a final determination of the claim.”

4. The following language is inserted as the first sentence in the “Summary” section of Item 17(c) entitled Requirements for you to Renew or Extend:

“You must have complied, and continue to comply, with all provisions of all agreements and must execute our then-current form of Franchise Agreement and sign general releases of all claims against us, provided however, that such general releases shall not apply to any claims arising under the Minnesota Franchise Law.”

5. All franchise contracts or agreements, and any other device or practice of a Company other than those classifications of franchises specifically recognized by the Commissioner will conform to the following provisions. It is an unfair and inequitable practice for any Company to:

A. Terminate or cancel a franchise without first giving written notice setting forth all the reasons for the termination or cancellation to the franchisee at least ninety (90) days in advance of termination or cancellation, and the franchisee fails to correct the reasons stated for termination or cancellation in the notice within sixty (60) days of receipt of the notice. However, the notice will be effective immediately upon receipt where the alleged grounds for termination or cancellation are:

- (i) Voluntary abandonment of the franchise relationship by the franchisee;

(ii) The conviction of the franchisee of an offense directly related to the business conducted pursuant to the franchise; or

(iii) Failure to cure a default under the Franchise Agreement which materially impairs the goodwill associated with the Company's trade name, trademark, service mark, logotype or other commercial symbol after the franchisee has received written notice to cure at least twenty-four (24) hours in advance thereof;

B. Terminate or cancel a franchise except for good cause. "Good cause" means failure by the franchisee to substantially comply with the material and reasonable franchise requirements imposed upon him by the Company including, but not limited to:

(i) The bankruptcy or insolvency of the franchisee;

(ii) Assignment for the benefit of creditors or similar disposition of the assets of the franchised business;

(iii) Voluntary abandonment of the franchised business;

(iv) Conviction or a plea of guilty or no contest to a charge of violating any law relating to the franchised business; or

(v) Any act by or conduct of the franchisee which materially impairs the goodwill associated with the Company's trademark, trade name, service mark, logotype or other commercial symbol; or

C. Except for failure to renew a franchise for good cause as defined in Section 2 above, and the franchisee has failed to correct reasons for termination as stated in Section 1 above, no person may fail to renew a franchise unless:

(i) The franchisee has been given written notice of the intention not to renew at least one hundred eighty (180) days in advance of the expiration of the franchise; and

(ii) The franchisee has been given an opportunity to operate the franchise over a sufficient period of time to enable the franchisee to recover the fair market value of the franchise as a growing concern, as determined and measured from the date of the failure to renew. No Company may refuse to renew a franchise if the refusal is for the purpose of converting the franchisee's business premises to an operation that will be owned by the Company for its own account.

D. Unreasonably withhold consent to an assignment, transfer, or sale of the franchise whenever the franchisee to be substituted meets the present qualifications and standards required of the franchisees of the particular Company.

6. Requirements for you to renew or extend: "Minnesota Rules, 1989, Department of Commerce, Chapter 2860, Section 4400D prohibits a Company from requiring a Franchisee to assent to a release, assignment, novation, or waiver that would relieve any person from liability imposed by Minnesota Statutes 1973 Supplement, section 80C.01 to 80C.22; provided, that this part shall not bar the voluntary settlement of disputes."

7. Minn. Stat. Sec. 80C.21 and Minn. Rule 2860.4400J might prohibit us from requiring litigation to be conducted outside Minnesota, requiring waiver of a jury trial or requiring you to consent to liquidated

damages, termination penalties or judgment notes. In addition, nothing in the Franchise Disclosure Document or Franchise Agreement can abrogate or reduce any of your rights as provided for in Minnesota Statutes 1984, Chapter 80C, or your rights to any procedure, forum or remedies provided for by the laws of the jurisdiction. Those provisions also provide that no condition, stipulation or provision in the Franchise Agreement will in any way abrogate or reduce any of your rights under the Minnesota Franchises Law, including, if applicable, the right to submit matters to the jurisdiction of the courts of Minnesota.

8. Franchisee cannot consent to the Franchisor obtaining injunctive relief. Franchisor may seek injunctive relief.

It is agreed that this state law addendum supersedes any inconsistent portion of the Franchise Agreement dated _____, and of the Franchise Disclosure Document.

DATED: _____.

FRANCHISOR:

Amada Franchise, Inc.

By: _____

Title: _____

FRANCHISEE:

By: _____

Title: _____

NEW YORK

1. The following information is added to the cover page of the Franchise Disclosure Document:

INFORMATION COMPARING FRANCHISORS IS AVAILABLE. CALL THE STATE ADMINISTRATORS LISTED IN EXHIBIT I OR YOUR PUBLIC LIBRARY FOR SOURCES OF INFORMATION. REGISTRATION OF THIS FRANCHISE BY NEW YORK STATE DOES NOT MEAN THAT NEW YORK STATE RECOMMENDS IT OR HAS VERIFIED THE INFORMATION IN THIS FRANCHISE DISCLOSURE DOCUMENT. IF YOU LEARN THAT ANYTHING IN THE FRANCHISE DISCLOSURE DOCUMENT IS UNTRUE, CONTACT THE FEDERAL TRADE COMMISSION AND NYS DEPARTMENT OF LAW, BUREAU OF INVESTOR PROTECTION AND SECURITIES, 28 LIBERTY STREET, 21ST FLOOR, NEW YORK, NEW YORK 10005.

THE FRANCHISOR MAY, IF IT CHOOSES, NEGOTIATE WITH YOU ABOUT ITEMS COVERED IN THE FRANCHISE DISCLOSURE DOCUMENT. HOWEVER, THE FRANCHISOR CANNOT USE THE NEGOTIATING PROCESS TO PREVAIL UPON A PROSPECTIVE FRANCHISEE TO ACCEPT TERMS WHICH ARE LESS FAVORABLE THAN THOSE SET FORTH IN THIS FRANCHISE DISCLOSURE DOCUMENT.

2. The following is added at the end of Item 3:

Except as provided above, with regard to the franchisor, its predecessor, a person identified in Item 2, or an affiliate offering franchises under the franchisor's principal trademark:

A. No such party has an administrative, criminal or civil action pending against that person alleging: a felony, a violation of a franchise, antitrust, or securities law, fraud, embezzlement, fraudulent conversion, misappropriation of property, unfair or deceptive practices, or comparable civil or misdemeanor allegations.

B. No such party has pending actions, other than routine litigation incidental to the business, which are significant in the context of the number of franchisees and the size, nature or financial condition of the franchise system or its business operations.

C. No such party has been convicted of a felony or pleaded nolo contendere to a felony charge or, within the 10 year period immediately preceding the application for registration, has been convicted of or pleaded nolo contendere to a misdemeanor charge or has been the subject of a civil action alleging: violation of a franchise, antifraud, or securities law; fraud; embezzlement; fraudulent conversion or misappropriation of property; or unfair or deceptive practices or comparable allegations.

D. No such party is subject to a currently effective injunctive or restrictive order or decree relating to the franchise, or under a Federal, State, or Canadian franchise, securities, antitrust, trade regulation or trade practice law, resulting from a concluded or pending action or proceeding brought by a public agency; or is subject to any currently effective order of any national securities association or national securities exchange, as defined in the Securities and Exchange Act of 1934, suspending or expelling such person from membership in such association or exchange; or is subject to a currently effective injunctive or restrictive order relating to any other business activity as a result of an action brought by a public agency or department, including, without limitation, actions affecting a license as a real estate broker or sales agent.

3. The following is added to the end of Item 4:

Except as provided above, with regard to the franchisor, its predecessor, a person identified in Item 2, or an affiliate offering franchises under the franchisor's principal trademark:

Neither the franchisor, its affiliate, its predecessor, officers, or general partner during the 10-year period immediately before the date of the offering circular: (a) filed as debtor (or had filed against it) a petition to start an action under the U.S. Bankruptcy Code; (b) obtained a discharge of its debts under the bankruptcy code; or (c) was a principal officer of a company or a general partner in a partnership that either filed as a debtor (or had filed against it) a petition to start an action under the U.S. Bankruptcy Code or that obtained a discharge of its debts under the U.S. Bankruptcy Code during or within 1 year after that officer or general partner of the franchisor held this position in the company or partnership.

4. The following is added to the end of Item 5:

The initial franchise fee constitutes part of our general operating funds and will be used as such in our discretion.

5. The following is added to the end of the "Summary" sections of Item 17(c), titled "**Requirements for franchisee to renew or extend**," and Item 17(m), entitled "**Conditions for franchisor approval of transfer**":

However, to the extent required by applicable law, all rights you enjoy and any causes of action arising in your favor from the provisions of Article 33 of the General Business Law of the State of New York and the regulations issued thereunder shall remain in force; it being the intent of this proviso that the non-waiver provisions of General Business Law Sections 687.4 and 687.5 be satisfied.

6. The following language replaces the "Summary" section of Item 17(d), titled "**Termination by franchisee**":

You may terminate the agreement on any grounds available by law.

7. The following is added to the end of the "Summary" section of Item 17(j), titled "**Assignment of contract by franchisor**":

However, no assignment will be made except to an assignee who in good faith and judgment of the franchisor, is willing and financially able to assume the franchisor's obligations under the Franchise Agreement.

8. The following is added to the end of the "Summary" sections of Item 17(v), titled "**Choice of forum**", and Item 17(w), titled "**Choice of law**":

The foregoing choice of law should not be considered a waiver of any right conferred upon the franchisor or upon the franchisee by Article 33 of the General Business Law of the State of New York.

It is agreed that this state law addendum supersedes any inconsistent portion of the Franchise Agreement dated _____, and of the Franchise Disclosure Document.

DATED: _____.

FRANCHISOR:

Amada Franchise, Inc.

By: _____

Title: _____

FRANCHISEE:

By: _____

Title: _____

NORTH DAKOTA

This addendum amends the Franchise Disclosure Document and all agreements used in North Dakota or by a North Dakota resident.

No statement, questionnaire, or acknowledgment signed or agreed to by a franchisee in connection with the commencement of the franchise relationship shall have the effect of (i) waiving any claims under any applicable state franchise law, including fraud in the inducement, or (ii) disclaiming reliance on any statement made by any franchisor, franchise seller, or other person acting on behalf of the franchisor. This provision supersedes any other term of any document executed in connection with the franchise.

Payment of Initial Franchise will be deferred until Franchisor has met its initial obligations to franchisee, and franchisee has commenced doing business. This financial assurance requirement was imposed by the North Dakota Securities Department due to Franchisor's financial condition.

Item 17(c) of the Franchise Disclosure Document and Section 2 of the Franchise Agreement requiring that you sign a general release, estoppel or waiver as a condition of renewal and or assignment, may not be enforceable as they relate to releases of the North Dakota Franchise Investment Law.

Item 17(i) of the Franchise Disclosure Document, Section 13 and 14 of the Franchise Agreement requiring you to consent to termination or liquidated damages may not be enforceable under Section 51-19-09 of the North Dakota Franchise Investment Law, and are amended accordingly to the extent required by law.

Item 17(r) of the Franchise Disclosure Document and Section 11 of the Franchise Agreement containing covenants restricting competition contrary to Section 9-08-06 of the North Dakota Century Code may not be enforceable under Section 51-19-09 of the North Dakota Franchise Law.

Item 17(u) of the Franchise Disclosure Document and Section 15 of the Franchise Agreement requiring resolution of disputes to be outside North Dakota may not be enforceable under Section 51-19-09 of the North Dakota Franchise Investment Law, and are amended accordingly to the extent required by law.

Item 17(v) of the Franchise Disclosure Document and Section 15 of the Franchise Agreement providing that franchisees must consent to the jurisdiction of courts in either California may not be enforceable under Section 51-19-09 of the North Dakota Franchise Investment Law, and are amended accordingly to the extent required by law.

Section 15 of the Franchise Agreement requiring you to consent to a limitation of claims within one year may not be enforceable under Section 51-19-09 and the statute of limitations under North Dakota Law will apply.

Section 15 of the Franchise Agreement requiring you to consent to a waiver of trial by jury, may not be enforceable under Section 51-19-09 of the North Dakota Franchise Investment Law, and are amended accordingly to the extent required by law.

Section 15 of the Franchise Agreement requiring you to consent to a waiver of exemplary and punitive damages, may not be enforceable under Section 51-19-09 of the North Dakota Franchise Investment Law, and are amended accordingly to the extent required by law.

It is agreed that this state law addendum supersedes any inconsistent portion of the Franchise Agreement dated _____, and of the Franchise Disclosure Document.

DATED: _____.

FRANCHISOR:

Amada Franchise, Inc.

By: _____

Title: _____

FRANCHISEE:

By: _____

Title: _____

VIRGINIA

The Franchise Agreement is amended to include the following statement:

“Under Section 13.1-564 of the Virginia Retail Franchising Act, it is unlawful for a franchisor to cancel a franchise without reasonable cause. If any grounds for default or termination stated in the franchise agreement does not constitute “reasonable cause,” as that term may be defined in the Virginia Retail Franchising Act or the laws of Virginia, that provision may not be enforceable.”

It is agreed that this state law addendum supersedes any inconsistent portion of the Franchise Agreement dated _____, and of the Franchise Disclosure Document.

DATED: _____.

FRANCHISOR:

Amada Franchise, Inc.

By:_____

Title:_____

FRANCHISEE:

By:_____

Title:_____

WASHINGTON ADDENDUM TO THE FRANCHISE DISCLOSURE DOCUMENT, THE FRANCHISE AGREEMENT, AND ALL RELATED AGREEMENTS

The provisions of this Addendum form an integral part of, are incorporated into, and modify the Franchise Disclosure Document, the franchise agreement, and all related agreements regardless of anything to the contrary contained therein. This Addendum applies if: (a) the offer to sell a franchise is accepted in Washington; (b) the purchaser of the franchise is a resident of Washington; and/or (c) the franchised business that is the subject of the sale is to be located or operated, wholly or partly, in Washington.

1. **Conflict of Laws.** In the event of a conflict of laws, the provisions of the Washington Franchise Investment Protection Act, chapter 19.100 RCW will prevail.
2. **Franchisee Bill of Rights.** RCW 19.100.180 may supersede provisions in the franchise agreement or related agreements concerning your relationship with the franchisor, including in the areas of termination and renewal of your franchise. There may also be court decisions that supersede the franchise agreement or related agreements concerning your relationship with the franchisor. Franchise agreement provisions, including those summarized in Item 17 of the Franchise Disclosure Document, are subject to state law.
3. **Site of Arbitration, Mediation, and/or Litigation.** In any arbitration or mediation involving a franchise purchased in Washington, the arbitration or mediation site will be either in the state of Washington, or in a place mutually agreed upon at the time of the arbitration or mediation, or as determined by the arbitrator or mediator at the time of arbitration or mediation. In addition, if litigation is not precluded by the franchise agreement, a franchisee may bring an action or proceeding arising out of or in connection with the sale of franchises, or a violation of the Washington Franchise Investment Protection Act, in Washington.
4. **General Release.** A release or waiver of rights in the franchise agreement or related agreements purporting to bind the franchisee to waive compliance with any provision under the Washington Franchise Investment Protection Act or any rules or orders thereunder is void except when executed pursuant to a negotiated settlement after the agreement is in effect and where the parties are represented by independent counsel, in accordance with RCW 19.100.220(2). In addition, any such release or waiver executed in connection with a renewal or transfer of a franchise is likewise void except as provided for in RCW 19.100.220(2).
5. **Statute of Limitations and Waiver of Jury Trial.** Provisions contained in the franchise agreement or related agreements that unreasonably restrict or limit the statute of limitations period for claims under the Washington Franchise Investment Protection Act, or rights or remedies under the Act such as a right to a jury trial, may not be enforceable.
6. **Transfer Fees.** Transfer fees are collectable only to the extent that they reflect the franchisor's reasonable estimated or actual costs in effecting a transfer.
7. **Termination by Franchisee.** The franchisee may terminate the franchise agreement under any grounds permitted under state law.
8. **Certain Buy-Back Provisions.** Provisions in franchise agreements or related agreements that permit the franchisor to repurchase the franchisee's business for any reason during the term of the franchise agreement without the franchisee's consent are unlawful pursuant to RCW 19.100.180(2)(j), unless the franchise is terminated for good cause.

9. **Fair and Reasonable Pricing.** Any provision in the franchise agreement or related agreements that requires the franchisee to purchase or rent any product or service for more than a fair and reasonable price is unlawful under RCW 19.100.180(2)(d).
10. **Waiver of Exemplary & Punitive Damages.** RCW 19.100.190 permits franchisees to seek treble damages under certain circumstances. Accordingly, provisions contained in the franchise agreement or elsewhere requiring franchisees to waive exemplary, punitive, or similar damages are void, except when executed pursuant to a negotiated settlement after the agreement is in effect and where the parties are represented by independent counsel, in accordance with RCW 19.100.220(2).
11. **Franchisor's Business Judgement.** Provisions in the franchise agreement or related agreements stating that the franchisor may exercise its discretion on the basis of its reasonable business judgment may be limited or superseded by RCW 19.100.180(1), which requires the parties to deal with each other in good faith.
12. **Indemnification.** Any provision in the franchise agreement or related agreements requiring the franchisee to indemnify, reimburse, defend, or hold harmless the franchisor or other parties is hereby modified such that the franchisee has no obligation to indemnify, reimburse, defend, or hold harmless the franchisor or any other indemnified party for losses or liabilities to the extent that they are caused by the indemnified party's negligence, willful misconduct, strict liability, or fraud.
13. **Attorneys' Fees.** If the franchise agreement or related agreements require a franchisee to reimburse the franchisor for court costs or expenses, including attorneys' fees, such provision applies only if the franchisor is the prevailing party in any judicial or arbitration proceeding.
14. **Noncompetition Covenants.** Pursuant to RCW 49.62.020, a noncompetition covenant is void and unenforceable against an employee, including an employee of a franchisee, unless the employee's earnings from the party seeking enforcement, when annualized, exceed \$100,000 per year (an amount that will be adjusted annually for inflation). In addition, a noncompetition covenant is void and unenforceable against an independent contractor of a franchisee under RCW 49.62.030 unless the independent contractor's earnings from the party seeking enforcement, when annualized, exceed \$250,000 per year (an amount that will be adjusted annually for inflation). As a result, any provision contained in the franchise agreement or elsewhere that conflicts with these limitations is void and unenforceable in Washington.
15. **Nonsolicitation Agreements.** RCW 49.62.060 prohibits a franchisor from restricting, restraining, or prohibiting a franchisee from (i) soliciting or hiring any employee of a franchisee of the same franchisor or (ii) soliciting or hiring any employee of the franchisor. As a result, any such provisions contained in the franchise agreement or elsewhere are void and unenforceable in Washington.
16. **Questionnaires and Acknowledgments.** No statement, questionnaire, or acknowledgment signed or agreed to by a franchisee in connection with the commencement of the franchise relationship shall have the effect of (i) waiving any claims under any applicable state franchise law, including fraud in the inducement, or (ii) disclaiming reliance on any statement made by any franchisor, franchise seller, or other person acting on behalf of the franchisor. This provision supersedes any other term of any document executed in connection with the franchise.

17. **Prohibitions on Communicating with Regulators.** Any provision in the franchise agreement or related agreements that prohibits the franchisee from communicating with or complaining to regulators is inconsistent with the express instructions in the Franchise Disclosure Document and is unlawful under RCW 19.100.180(2)(h).
18. **Advisory Regarding Franchise Brokers.** Under the Washington Franchise Investment Protection Act, a “franchise broker” is defined as a person that engages in the business of the offer or sale of franchises. A franchise broker represents the franchisor and is paid a fee for referring prospects to the franchisor and/or selling the franchise. If a franchisee is working with a franchise broker, franchisees are advised to carefully evaluate any information provided by the franchise broker about a franchise.
19. **Deferral of Initial Franchise Fee.** In lieu of an impound of franchise fees, the Franchisor will not require or accept the payment of any initial fees until the franchisee has (a) received all pre-opening and initial training obligations that it is entitled to under the franchise agreement or offering circular, and (b) is open for business.

The undersigned parties do hereby acknowledge receipt of this Addendum.

Dated this _____ day of _____ 20_____.

FRANCHISOR:
Amada Franchise, Inc.

FRANCHISEE:

By: _____

By: _____

Title: _____

Title: _____

EXHIBIT C

FRANCHISE DISCLOSURE QUESTIONNAIRE

(This questionnaire is not to be used for any franchise sale in or to residents of California, Hawaii, Illinois, Indiana, Maryland, Michigan, Minnesota, New York, North Dakota, Rhode Island, South Dakota, Virginia, Washington, or Wisconsin)

As you know, Amada Franchise Inc. (“we” or “us”), and you are preparing to enter into a Franchise Agreement for the operation of an Amada Senior Care franchise. **You cannot sign or date this questionnaire the same day as the Receipt for the Franchise Disclosure Document, but you must sign and date it the same day you sign the Franchise Agreement.** Please review each of the following questions carefully and provide honest responses to each question. If you answer “No” to any of the questions below, please explain your answer in the table provided below.

Do not sign this Questionnaire if you are a resident of Maryland or the franchise is to be operated in Maryland.

1. Yes___ No___ Have you received and personally reviewed the Franchise Agreement and each attachment or exhibit attached to it that we provided?
2. Yes___ No___ Have you received and personally reviewed the Franchise Disclosure Document and each attachment or exhibit attached to it that we provided?
3. Yes___ No___ Did you sign a receipt for the Franchise Disclosure Document indicating the date you received it?
4. Yes___ No___ Do you understand all the information contained in the Franchise Disclosure Document and Franchise Agreement?
5. Yes___ No___ Have you reviewed the Franchise Disclosure Document and Franchise Agreement with a lawyer, accountant, or other professional advisor, or have you had the opportunity for such review and chosen not to engage such professionals?
6. Yes___ No___ Have you had the opportunity to discuss the benefits and risks of developing and operating an Amada Senior Care Franchise with an existing Amada Senior Care franchisee?
7. Yes___ No___ Do you understand the risks of developing and operating an Amada Senior Care Franchise?
8. Yes___ No___ Do you understand the success or failure of your Amada Senior Care Franchise will depend in large part upon your skills, abilities, and efforts, and those of the persons you employ, as well as many factors beyond your control such as competition, interest rates, the economy, inflation, labor and supply costs, and other relevant factors?

9. Yes___ No___ Do you understand all disputes or claims you may have arising out of or relating to the Franchise Agreement must be arbitrated in California, if not resolved informally or by mediation (subject to state law)?
10. Yes___ No___ Do you understand that you must satisfactorily complete the initial training program before we will allow your Amada Senior Care Franchise to open or consent to a transfer of the Amada Senior Care Franchise to you?
11. Yes___ No___ Do you agree that no employee or other person speaking on our behalf made any statement or promise regarding the costs involved in operating an Amada Senior Care Franchise that is not contained in the Franchise Disclosure Document or that is contrary to, or different from, the information contained in the Franchise Disclosure Document?
12. Yes___ No___ Do you agree that no employee or other person speaking on our behalf made any statement or promise or agreement, other than those matters addressed in your Franchise Agreement and any addendum, concerning advertising, marketing, media support, marketing penetration, training, support service, or assistance that is contrary to, or different from, the information contained in the Franchise Disclosure Document?
13. Yes___ No___ Do you agree that no employee or other person speaking on our behalf made any statement or promise regarding the actual, average or projected profits or earnings, the likelihood of success, the amount of money you may earn, or the total amount of revenue an Amada Senior Care Franchise will generate that is not contained in the Franchise Disclosure Document or that is contrary to, or different from, the information contained in the Franchise Disclosure Document?
14. Yes___ No___ Do you understand that the Franchise Agreement, including each attachment or exhibit to the Franchise Agreement, contains the entire agreement between us and you concerning the Amada Senior Care Franchise?
15. Yes___ No___ Do you understand that we are relying on your answers to this questionnaire to ensure that the franchise sale was made in compliance of state and federal laws?

YOU UNDERSTAND THAT YOUR ANSWERS ARE IMPORTANT TO US AND THAT WE WILL RELY ON THEM. BY SIGNING THIS QUESTIONNAIRE, YOU ARE REPRESENTING THAT YOU HAVE CONSIDERED EACH QUESTION CAREFULLY AND RESPONDED TRUTHFULLY TO THE ABOVE QUESTIONS.

Signature of Franchise Applicant

Signature of Franchise Applicant

Name (please print)

Name (please print)

Date

Date

EXPLANATION OF ANY NEGATIVE RESPONSES

Statement Number	Explanation of Negative Response

EXHIBIT D

AMADA FRANCHISE, INC.

FINANCIAL STATEMENTS



Baker Tilly US, LLP
2050 Main Street
Suite 700
Irvine, CA 92614
United States of America

T: +1 (949) 221 4000
F: +1 (949) 221 4001

bakertilly.com

Consent of Independent Auditors

Baker Tilly US, LLP agrees to the inclusion in the Franchise Disclosure Document issued by Amada Franchise, Inc. (the Franchisor) on April 20, 2026, as it may be amended, of our report dated February 23, 2026, relating to the consolidated financial statements of the Franchisor, which are comprised of the consolidated balance sheets as of December 31, 2025, 2024, and 2023, and the related consolidated statements of operations, changes in stockholders' equity, and cash flows for the years then ended.

Baker Tilly US, LLP

Irvine, California
April 20, 2026



Report of Independent Auditors and
Consolidated Financial Statements

Amada Franchise, Inc.

December 31, 2025, 2024, and 2023

Table of Contents

	Page
Report of Independent Auditors	1
Consolidated Financial Statements	
Consolidated Balance Sheets	4
Consolidated Statements of Operations	5
Consolidated Statements of Changes in Stockholders' Equity	6
Consolidated Statements of Cash Flows	7
Notes to Consolidated Financial Statements	8

Report of Independent Auditors

The Board of Directors and Stockholders
Amada Franchise, Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the consolidated financial statements of Amada Franchise, Inc. (and its subsidiaries), which comprise the consolidated balance sheets as of December 31, 2025, 2024, and 2023, and the related consolidated statements of operations, changes in stockholders' equity, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Amada Franchise, Inc. (and its subsidiaries), as of December 31, 2025, 2024, and 2023, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Amada Franchise, Inc. (and its subsidiaries) and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Amada Franchise, Inc. (and its subsidiaries)'s ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Amada Franchise, Inc. (and its subsidiaries)'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Amada Franchise, Inc. (and its subsidiaries)'s, ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Baker Tilly US, LLP

Irvine, California
February 23, 2026

Consolidated Financial Statements

Amada Franchise, Inc.
Consolidated Balance Sheets
December 31, 2025, 2024, and 2023

	2025	2024	2023
ASSETS			
CURRENT ASSETS			
Cash	\$ 762,681	\$ 1,147,956	\$ 5,078,375
Accounts receivable	2,663,762	1,921,080	2,131,092
Due from related party	2,722,058	-	-
Due from stockholders	-	2,512,797	60,000
Prepaid expenses and other current assets	589,094	463,328	322,633
Income taxes receivable	79,829	122,983	-
Deposits	26,824	62,724	52,422
Total current assets	6,844,248	6,230,868	7,644,522
DEFERRED FRANCHISE FEE COMMISSIONS	4,141,487	2,676,912	1,487,092
PROPERTY AND EQUIPMENT, net	755,576	154,621	202,691
SOFTWARE DEVELOPMENT COSTS, net	416,845	-	-
RIGHT-OF-USE OPERATING LEASE ASSET, net	1,624,382	66,828	364,049
GOODWILL AND LOAN COSTS, net	716,473	948,145	1,179,795
TRADEMARKS	1,500,000	1,500,000	1,500,000
DEFERRED INCOME TAX ASSETS	490,918	164,829	206,967
	<u>\$ 16,489,929</u>	<u>\$ 11,742,203</u>	<u>\$ 12,585,116</u>
LIABILITIES AND STOCKHOLDERS' EQUITY			
CURRENT LIABILITIES			
Accounts payable and accrued liabilities	\$ 3,946,097	\$ 2,313,375	\$ 2,038,217
Retainers	171,528	201,570	197,768
Current portion – long-term debt	32,837	-	240,823
Current portion – lease liability	329,990	72,985	319,925
Deferred employee retention credit	-	-	2,937,062
Income taxes payable	-	-	183,447
Total current liabilities	4,480,452	2,587,930	5,917,242
LONG-TERM DEBT, net of current portion	429,290	240,000	1,660,984
LEASE LIABILITY, net of current portion	1,345,956	-	73,128
DUE TO STOCKHOLDERS	1,609,777	1,198,618	1,236,404
DEFERRED FRANCHISE FEE REVENUE	7,312,727	5,248,851	3,670,971
Total long-term liabilities	10,697,750	6,687,469	6,641,487
Total liabilities	15,178,202	9,275,399	12,558,729
STOCKHOLDERS' EQUITY			
Common stock	6,246	6,246	6,246
Series A preferred stock	4	4	4
Additional paid-in capital	1,017,250	1,017,250	1,017,250
Accumulated earnings (deficit)	288,227	1,443,304	(997,113)
Total stockholders' equity	1,311,727	2,466,804	26,387
	<u>\$ 16,489,929</u>	<u>\$ 11,742,203</u>	<u>\$ 12,585,116</u>

See accompanying notes.

Amada Franchise, Inc.
Consolidated Statements of Operations
Years Ended December 31, 2025, 2024, and 2023

	2025	2024	2023
REVENUES			
Royalty fees	\$ 13,574,665	\$ 11,469,958	\$ 9,524,596
Home care and placement fees	7,836,457	5,126,983	5,874,542
General marketing fund fees	2,692,317	2,336,019	1,898,891
Initial franchise fees	2,003,103	1,292,388	943,575
Software bundle fees	609,215	473,544	435,795
Other franchise revenue	435,144	453,008	698,923
Total revenue	27,150,901	21,151,900	19,376,322
DIRECT OPERATING EXPENSES			
Home care and placement expenses	4,543,617	3,181,110	3,571,326
Marketing	3,014,856	2,370,430	1,796,473
Commissions and related expenses	1,187,845	807,554	777,574
Software, dues, and subscriptions	464,969	417,374	263,240
Total direct operating expenses	9,211,287	6,776,468	6,408,613
INDIRECT OPERATING EXPENSES			
Personnel expenses	10,518,864	8,283,008	5,946,007
Professional fees	3,021,049	2,192,511	2,614,376
Franchisee training	1,293,834	825,704	685,189
Travel and entertainment	1,027,443	978,261	530,777
Office general and administrative	687,424	458,085	252,254
Occupancy	600,245	315,133	310,380
Automobile expense	443,392	271,223	172,887
Marketing	421,344	808,726	422,945
Software, dues, and subscriptions	371,225	233,286	195,379
Computer and internet expenses	255,848	121,535	83,711
Insurance	251,453	199,592	183,017
Amortization expense	231,672	231,650	231,684
Depreciation expense	151,105	90,897	106,226
Total indirect operating expenses	19,274,898	15,009,611	11,734,832
Operating (loss) income	(1,335,284)	(634,179)	1,232,877
OTHER (EXPENSE) INCOME			
Employee retention credit	-	2,937,062	-
Insurance proceeds – litigation	-	-	297,899
Litigation/settlement expenses	(105,000)	(260,680)	(700,000)
Interest expense	(163,818)	(123,243)	(339,514)
Other	112,641	379,646	73,377
Total other (expense) income	(156,177)	2,932,785	(668,238)
Net (loss) income before income taxes	(1,491,461)	2,298,606	564,639
INCOME TAX (BENEFIT) PROVISION			
Net (loss) income	\$ (1,155,077)	\$ 2,440,417	\$ 387,081

See accompanying notes.

Amada Franchise, Inc.
Consolidated Statements of Changes in Stockholders' Equity
Years Ended December 31, 2025, 2024, and 2023

	Common Stock		Preferred Stock		Additional	Accumulated	Total
	Shares	Amount	Shares	Amount	Paid-In Capital	Earnings (Deficit)	Stockholders' Equity (Deficit)
BALANCE, December 31, 2022	624,561	\$ 6,246	392,982	\$ 4	\$ 1,017,250	\$ (1,384,194)	\$ (360,694)
Net income	-	-	-	-	-	387,081	387,081
BALANCE, December 31, 2023	624,561	6,246	392,982	4	1,017,250	(997,113)	\$ 26,387
Net income	-	-	-	-	-	2,440,417	2,440,417
BALANCE, December 31, 2024	624,561	6,246	392,982	4	1,017,250	1,443,304	2,466,804
Net loss	-	-	-	-	-	(1,155,077)	(1,155,077)
BALANCE, December 31, 2025	624,561	\$ 6,246	392,982	\$ 4	\$ 1,017,250	\$ 288,227	\$ 1,311,727

See accompanying notes.

Amada Franchise, Inc.
Consolidated Statements of Cash Flows
Years Ended December 31, 2025, 2024, and 2023

	2025	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (loss) income	\$ (1,155,077)	\$ 2,440,417	\$ 387,081
Adjustments to reconcile net (loss) income to net cash provided by (used in) operating activities			
Non-cash adjustments			
Amortization	231,672	231,650	231,684
Depreciation	151,105	90,897	106,226
Deferred income taxes	(326,089)	42,138	(166,130)
Loss (gain) on disposal of property and equipment	906	(61,831)	-
Changes in operating assets and liabilities			
Accounts receivable	(742,682)	210,012	(556,810)
Due from related party	(2,722,058)	-	-
Due from stockholders	2,512,797	(2,452,797)	10,138
Prepaid expenses	(125,766)	(140,695)	41,347
Income taxes receivable	43,154	(122,983)	-
Deposits	35,900	(10,302)	52,263
Deferred franchise fee commissions	(1,464,575)	(1,189,820)	(218,877)
Operating lease right-of-use assets and lease liabilities, net	45,407	(22,847)	(9,708)
Accounts payable and accrued liabilities	2,079,506	655,158	1,000,314
Retainers	(30,042)	3,802	(15,923)
Deferred employee retention credit	-	(2,937,062)	2,937,062
Income taxes payable	-	(183,447)	180,539
Deferred franchise fee revenue	2,063,876	1,577,880	245,528
Net cash provided by (used in) operating activities	598,034	(1,869,830)	4,224,734
CASH FLOWS FROM INVESTING ACTIVITIES			
Capitalized software development	(416,845)	-	-
Proceeds from the sale of property and equipment	-	120,757	-
Purchase of property and equipment	(752,966)	(101,753)	(2)
Net cash (used in) provided by investing activities	(1,169,811)	19,004	(2)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of long-term debt	(13,367)	(1,661,807)	(1,720,175)
Proceeds from loans issued by stockholders	-	-	1,742,947
Repayment on loans issued by stockholders	(35,625)	(417,786)	(506,543)
Proceeds from long-term debt	235,494	-	-
Net cash provided by (used in) financing activities	186,502	(2,079,593)	(483,771)
Net (decrease) increase in cash	(385,275)	(3,930,419)	3,740,961
Total cash beginning of period	1,147,956	5,078,375	1,337,414
Total cash end of period	\$ 762,681	\$ 1,147,956	\$ 5,078,375
OTHER DISCLOSURES			
Interest paid for period	\$ 35,552	\$ 260,406	\$ 215,204
Income tax paid for period	\$ 7,126	\$ 103,745	\$ 151,589
SUPPLEMENTAL DISCLOSURE OF NONCASH INVESTING AND FINANCING ACTIVITY			
Loans issued by stockholders for accrued bonuses	\$ 446,784	\$ 380,000	\$ -

See accompanying notes.

Amada Franchise, Inc.

Notes to Consolidated Financial Statements

Note 1 – Organization and Significant Accounting Policies

Company activities – Amada Franchise, Inc. (the Company) was incorporated January 27, 2012, in the state of Wyoming to market and sell the franchise model of senior care; develop, locate, assist, and provide training for franchisees in the senior care industry under the name “Amada Senior Care”; provide the structure for franchise advertising and marketing, legal and accounting compliance, information technology and human resources; and provide health care services to the senior care franchise model. The Company redomiciled to the state of Delaware on April 27, 2022. The Company has two wholly owned subsidiaries, Amada OC, Inc. (AOC) and ASC Holdings, LLC (ASC Holdings). AOC was incorporated in California on November 8, 2018 to operate a corporate location that was acquired from a franchisee on February 15, 2019. The Company operates corporate locations in multiple regions, including Iowa, Idaho, and Tennessee. ASC Holdings was formed on February 22, 2024 in Delaware as the holding company for corporate locations. All intercompany balances and transactions have been eliminated in consolidation. During the year ended December 31, 2025, the Company acquired and subsequently completed the sale of its Tennessee location. The results of operations of the Tennessee location are included in continuing operations through the date of sale. The Amada Senior Care system currently has 297 total territories; 296 are franchises and one is Company-owned, with 263 open and operating, and 34 not yet opened, in a total of 42 states.

Basis of accounting – The consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). References to “ASC” and “ASU” included hereinafter refer to the Accounting Standards Codification and Accounting Standards Update established by the Financial Accounting Standards Board (FASB) as the source of authoritative U.S. GAAP.

Use of estimates – The preparation of consolidated financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and the disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash – For purposes of the consolidated statements of cash flows, cash includes the general checking accounts held by the Company.

Concentration of credit risk– Financial instruments that potentially subject the Company to concentrations of credit risk, as defined by the FASB ASC Topic 825, *Financial Instruments*, consists of cash. The Company places its cash with high credit quality financial institutions. As of December 31, 2025, 2024, and 2023, and at various times throughout the years then ended, the Company had bank deposits in excess of federally insured limits. If the financial institution with whom the Company does business were to be placed into receivership, the Company may be unable to access to the cash it has on deposit with such institutions. If the Company is unable to access its cash and cash equivalents as needed, its financial position and ability to operate its business could be adversely affected.

Amada Franchise, Inc.

Notes to Consolidated Financial Statements

Accounts receivable – Accounts receivable primarily consist of amounts due from franchisees for royalties and amounts due from customers related to home care services that are provided. The Company grants credit to its customers in the normal course of business. Accounts receivable are recorded at the invoiced amount and do not bear interest. The Company may create payment plans for customers with significant past-due balances. The Company's policy is to establish a reserve for credit losses in accordance with ASU 2016-13, *Financial Instruments – Credit Losses (Topic 326)* based upon factors surrounding the credit risk of specific customers, historical trends, and other information. The Company recorded \$19,351, \$21,297, and \$0 of credit allowances as of December 31, 2025, 2024, and 2023, respectively.

Revenue Recognition

The Company analyzes each contract for separate performance obligations existing over the term of the contract and recognizes revenue as those performance obligations are satisfied. The Company determines revenue recognition through the following steps:

- Identification of the contract, or contracts, with a customer;
- Identification of the performance obligations in the contract;
- Determination of the transaction price;
- Allocation of the transaction price to the performance obligations in the contract; and
- Recognition of revenue when, or as, the Company satisfies a performance obligation.

As part of its assessment of each franchise contract, the Company evaluates certain factors including the customer's ability to pay, or credit risk. For each contract, the Company considers the promise to fulfill services, each of which is distinct, to be the identified performance obligations. Franchise agreements, when granted, give the right to operate an Amada Senior Care Business within an exclusive territory (Designated Territory) that has a population of approximately 35,000 to 50,000 people aged 65 or older. Initial franchise fees are due and payable when a contract is signed. The terms of the franchise agreements are typically for ten years with a right to extend for additional ten-year terms subject to certain conditions.

The Company has the following revenue streams:

Initial franchise fees – Initial franchise fees are recognized as revenue as the performance obligations of the contract are satisfied. As part of each agreement, the Company identified one performance obligation that requires the Company to provide a combination of the following:

- *Intellectual Property (IP)* – Licenses grant a non-exclusive right to establish and operate a staffing and home care services business under the trademarks and systems established as part of the Amada license during the term of the agreement.
- *Marketing services* – These are ongoing local and national advertising programs that are implemented throughout the course of the contract term.

Amada Franchise, Inc.

Notes to Consolidated Financial Statements

- *Continuing consulting services* – These include the review and approval of office space and vendor selection.

The Company determined that the services noted above represent a set of integrated or highly interrelated tasks/services and are, therefore, accounted for as a single-performance obligation of providing the franchise license and will recognize the franchise and renewal fee over the term of the franchise and renewal periods, respectively.

In addition, the Company has also determined the following performance obligation is included in the initial franchise fee but is distinct from the above performance obligation:

- *Pre-opening services* – These provide primarily training programs, operating manuals, assistance in site selection, and setting up franchisee records. The revenue associated with this performance obligation is recognized at the point in time at which all pre-opening services have been rendered by the Company.

Royalty fees – The Company receives monthly royalty payments based on a percentage of each franchisee's gross billings. The franchisee is required to meet a certain minimum revenue level for the payment of these royalty fees in any given month. The Company records revenue monthly. The franchisees are also required to meet a certain minimum monthly royalties and minimum gross billing requirements.

Software bundle fees – The Company receives monthly fees for the use of software licenses based on \$345-\$395 per month and records revenue monthly.

Transfer fees – Franchise agreements include transfer options and require the franchisee to pay a transfer fee. The revenue for transfer fees is amortized over the life of the transfer agreement.

Successor fees – The Company earns successor fees equal to 10% of the initial franchise fee for each franchise that is renewed. These fees are recognized as revenue in the period in which the franchise is renewed.

Commissions that are earned on the sale of franchises are also recognized into expense over time as the above performance obligations are completed over the term of the franchise and renewal periods. Deferred franchise fee commissions were \$4,141,487, \$2,676,912, and \$1,487,092 as of December 31, 2025, 2024, and 2023, respectively.

Home care and placement fees – The Company receives home care and placement fees for services provided by Amada OC, Inc. The Company has agreements with third-party payors that provide for payments to the Company at amounts different from its standard charges. Home care and placement fee revenue is recognized as services are provided and is reported at the estimated net realizable amounts due from clients, third-party payors, and others for services rendered. Accordingly, the revenues reported in the Company's consolidated financial statements are recorded at the amount that is expected to be received.

Amada Franchise, Inc.

Notes to Consolidated Financial Statements

Contract Balances

The beginning and ending contract balances were as follows:

	December 31, 2025	December 31, 2024	December 31, 2023	January 1, 2023
Accounts receivable	\$ 2,663,762	\$ 1,921,080	\$ 2,131,092	\$ 1,574,282
Deferred franchise fee revenue	\$ 7,312,727	\$ 5,248,851	\$ 3,670,971	\$ 3,425,443

Revenue recognized for the years ended December 31, 2025, 2024, and 2023, that was included in the deferred franchise fee revenue balance at the beginning of the year was \$1,795,648, \$993,617, and \$807,714, respectively.

General marketing fund (GMF) fees – GMF fees represent fees earned from each of the franchisees in accordance with the franchise disclosure document and the franchise agreement. These fees consist of 1% of franchisee net billings and 0.25% of gross billings for skilled care services and are used to fund local franchise and national brand advertising activities directed by the franchisor. These fees are typically due on a monthly basis over the course of the contract term. The GMF funds received from the franchisees are recognized as revenue over time at the greater of the actual GMF fees earned or the contract monthly minimum each month and marketing expenses are recognized when incurred in the Company's consolidated statements of operations. Revenue from GMF fees was \$2,692,317, \$2,336,019, and \$1,898,891, for the years ended December 31, 2025, 2024, and 2023, respectively, and is included within the general marketing fund fee revenue in the consolidated statements of operations. GMF expense was \$3,014,856, \$2,370,430, and \$1,796,473 for the years ended December 31, 2025, 2024, and 2023, respectively, and is included in marketing within direct operating expenses in the consolidated statements of operations.

Property and equipment, net – Property and equipment, net consists of software, equipment, furniture, and vehicles and are recorded at historical cost, less accumulated depreciation. Depreciation is computed using the straight-line method over the estimated useful lives, three to seven years.

For property that is sold or retired, its cost and accumulated depreciation are removed from the consolidated balance sheet during the period of the disposition and any gain or loss on disposition is credited or charged to operations. Repair and maintenance costs are charged to expense as incurred.

The Company evaluates its property for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized when estimated undiscounted future cash flows expected to result from the use of the asset and its eventual disposition are less than its carrying amount. Management does not believe any impairment of its property existed as of December 31, 2025, 2024, and 2023.

Intellectual property – The Company owns valuable intellectual property including trade names, trademarks, service marks, logos, copyrights, trade symbols, and other proprietary information, which are of material importance to the Company's business. Depending on the jurisdiction, trademarks generally are valid as long as they are used or registered. The Company had \$1,500,000 in trademarks as of December 31, 2025, 2024, and 2023.

Amada Franchise, Inc.

Notes to Consolidated Financial Statements

Long-lived assets – The Company evaluates the carrying value of long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying amount of the asset, or related group of assets, may not be recoverable. When such circumstances arise, the Company records impairment losses on long-lived assets to the extent that undiscounted cash flows estimated to be generated by those assets are less than the carrying amount of those assets. No impairment was identified or recorded for the years ended December 31, 2025, 2024, and 2023.

Goodwill – Goodwill represents the excess of consideration paid over the fair value of the acquired net assets. The Company accounts for goodwill under FASB goodwill alternative, which permits a private company to amortize goodwill on a straight-line basis over a period of ten years, or less if the private company demonstrates that another useful life is more appropriate. The Company records any intangible asset that is capable of being separated or divided from the acquired entity and sold, transferred, licensed, rented, or exchanged (regardless of whether there is an intent to do so). Based upon management's understanding of the nature of these assets, there are no assets that meet the criteria to be considered separately identifiable. The Company has elected to amortize goodwill over a period of ten years.

Software development costs – In accordance with ASC 350, *Intangibles – Goodwill and Other*, the Company capitalizes costs incurred during the application development stage of internal use software related to its online platform user experience and services. Capitalized costs of computer software developed or obtained for internal use only are amortized on a straight-line basis over the estimated economic life of the software. Costs incurred during the preliminary project stage and the post-implementation stage are expensed as incurred. All of the Company's software development costs are currently in the development stage and therefore no costs have been amortized as of December 31, 2025. As of December 31, 2025, \$416,845 has been capitalized in relation to software development costs. No costs were incurred as of December 31, 2024 and 2023.

Leases – The Company accounts for leases in accordance with FASB ASU 2016-02, *Leases (Topic 842)*. The Company has elected the short-term lease recognition exemption for all applicable classes of underlying assets. Leases with an initial term of 12 months or less, that do not include an option to purchase the underlying asset that the Company is reasonably certain to exercise, are not recorded on the consolidated balance sheet. Management reviews contracts in order to identify leases and properly classify leases as either operating or financing. The Company is a lessee under noncancelable operating leases of equipment and franchisor offices. Operating right-of-use (ROU) liabilities are recognized based on the net present value of lease payments over the lease term at the commencement date of the lease and are reduced by payments made on each lease on a straight-line basis. Generally, the Company cannot determine the interest rate implicit in the lease because it does not have access to the lessor's estimated residual value or the amount of the lessor's deferred initial direct costs. Therefore, the Company elected the practical expedient to use a risk-free rate for a period comparable to the lease term. Rent expense for leases with an initial term of 12 months or less is not recorded on the consolidated balance sheet; rather, expense for these leases is recognized on a straight-line basis over the lease term, or when incurred if a month-to-month lease. The Company has elected the practical expedient of not separating lease components from non-lease components for its equipment and franchisor office leases.

Direct operating expenses – Direct operating expenses include commissions expenses, home care and placement fee expenses, marketing, and software expenses. Direct operating expenses are variable costs and will increase with sales volume.

Amada Franchise, Inc.

Notes to Consolidated Financial Statements

Selling, general, and administrative – The indirect operating expenses primarily consist of selling, general, and administrative expenses which include all corporate and administrative functions that support existing operations and provide infrastructure to facilitate future growth. The components of these costs include management salaries and related benefits including workers' compensation, travel, information systems, training, corporate rent, legal, professional and consulting fees, and advertising fees, which are expensed as incurred. Labor costs include direct hourly and management wages, bonuses, taxes, and benefits for employees. General marketing expense was \$421,344, \$808,726, and \$422,945 for the years ended December 31, 2025, 2024, and 2023, respectively.

Income taxes – Income taxes are accounted for under the asset and liability method, which requires recognition of deferred tax assets and liabilities for the expected future tax consequences of events that have been included in the consolidated financial statements. Under this method, deferred tax assets and liabilities are determined based on the difference between the consolidated financial statements and tax basis of assets and liabilities using enacted tax rates in effect for the year in which the differences are expected to reverse. The effect of a change in tax rates on deferred tax assets and liabilities is recognized in income in the period that includes the enactment date.

Net deferred tax assets are recorded to the extent the Company believes these assets will more likely than not be realized. In making such a determination, the Company considered all available positive and negative evidence, including future reversals of existing taxable temporary differences, projected future taxable income, tax-planning strategies, and results of recent operations. In the event the Company were to determine that the Company would be able to realize deferred income tax assets in the future in excess of their net recorded amount, the Company would make an adjustment to the deferred tax asset valuation allowance, which would reduce the provision for income taxes.

Fair value of financial instruments – None of the Company's debt instruments are held for trading purposes. The Company estimates that the fair value of all financial instruments as of December 31, 2025, 2024, and 2023, does not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying consolidated balance sheets. The estimated fair value amounts have been determined by the Company using available market information and appropriate valuation methodologies. Considerable judgment is necessarily required in interpreting market data to develop the estimates of fair value. Therefore, the estimates are not necessarily indicative of the amounts that the Company could realize in a market exchange.

Subsequent events – Subsequent events are events or transactions that occur after the consolidated balance sheet date but before the consolidated financial statements are available to be issued. The Company recognizes in the consolidated financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the consolidated balance sheet date, including the estimates inherent in the process of preparing the consolidated financial statements. The Company's consolidated financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the consolidated balance sheets but arose after the consolidated balance sheet date and before the consolidated financial statements are available to be issued. Subsequent events have been evaluated through February 23, 2026, which is the date the consolidated financial statements were available to be issued.

Amada Franchise, Inc.
Notes to Consolidated Financial Statements

Note 2 – Property and Equipment, Net

Property and equipment, net, consisted of the following:

<u>2025</u>	<u>Life in Years</u>	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Asset</u>
	Lesser of lease term or asset life			
Leasehold improvements		\$ 259,822	\$ (25,851)	\$ 233,971
Furniture and equipment	5–7	120,010	(97,775)	22,235
Vehicles	3	647,815	(148,445)	499,370
		<u>\$ 1,027,647</u>	<u>\$ (272,071)</u>	<u>\$ 755,576</u>
<u>2024</u>	<u>Life in Years</u>	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Asset</u>
Leasehold improvements	3	\$ 38,846	\$ (13,710)	\$ 25,136
Furniture and equipment	5–7	123,029	(83,152)	39,877
Vehicles	3	279,670	(190,062)	89,608
		<u>\$ 441,545</u>	<u>\$ (286,924)</u>	<u>\$ 154,621</u>
<u>2023</u>	<u>Life in Years</u>	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Asset</u>
Leasehold improvements	3	\$ 38,846	\$ (20,566)	\$ 18,280
Furniture and equipment	5–7	126,651	(69,990)	56,661
Vehicles	3	413,290	(285,540)	127,750
		<u>\$ 578,787</u>	<u>\$ (376,096)</u>	<u>\$ 202,691</u>

Depreciation charged to operations during the years ended December 31, 2025, 2024, and 2023, was \$151,105, \$90,897, and \$106,226, respectively.

Amada Franchise, Inc.
Notes to Consolidated Financial Statements

Note 3 – Goodwill and Loan Costs, Net

Goodwill and loan costs, net, consisted of the following:

<u>2025</u>	<u>Life in Years</u>	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Asset</u>
Goodwill	10	\$ 2,230,717	\$ (1,542,892)	\$ 687,825
Loan costs	10	86,000	(57,352)	28,648
		<u>\$ 2,316,717</u>	<u>\$ (1,600,244)</u>	<u>\$ 716,473</u>
 <u>2024</u>	 <u>Life in Years</u>	 <u>Cost</u>	 <u>Accumulated Depreciation</u>	 <u>Net Asset</u>
Goodwill	10	\$ 2,230,717	\$ (1,319,820)	\$ 910,897
Loan costs	10	86,000	(48,752)	37,248
		<u>\$ 2,316,717</u>	<u>\$ (1,368,572)</u>	<u>\$ 948,145</u>
 <u>2023</u>	 <u>Life in Years</u>	 <u>Cost</u>	 <u>Accumulated Depreciation</u>	 <u>Net Asset</u>
Goodwill	10	\$ 2,230,717	\$ (1,096,770)	\$ 1,133,947
Loan costs	10	86,000	(40,152)	45,848
		<u>\$ 2,316,717</u>	<u>\$ (1,136,922)</u>	<u>\$ 1,179,795</u>

Amortization charged to operations during the years ended December 31, 2025, 2024, and 2023, was \$231,672, \$231,650, and \$231,684, respectively.

Amada Franchise, Inc.
Notes to Consolidated Financial Statements

Note 4 – Long-Term Debt Payable

Long-term debt consisted of the following:

	<u>2025</u>	<u>2024</u>	<u>2023</u>
10.74% contract payable to a financial institution, secured by automobile. Monthly payment of \$1,198. Maturing December, 2031.	\$ 63,362	\$ -	\$ -
7.84% contract payable to a financial institution, secured by automobile. Monthly payment of \$739. Maturing January, 2031.	36,465	-	-
8.99% contract payable to a financial institution, secured by automobile. Monthly payment of \$2,454. Maturing January, 2031.	122,300		
2.9% contract payable to a financial institution, secured by automobile. Paid in full during the year ended December 31, 2024.	-	-	45,113
Prime plus 2.75% contract payable to a financial institution with Small Business Administration (SBA) underwriting, secured by assets of Amada OC, Inc. and personal guarantees of 20% shareholders. Paid in full during the year ended December 31, 2024.	-	-	1,616,694
3.75% contract payable to SBA secured by assets of Amada Franchise, Inc. and personal guarantees of 20% shareholders. Due May 2050.	<u>240,000</u>	<u>240,000</u>	<u>240,000</u>
	462,127	240,000	1,901,807
Less installments due within one year	<u>32,837</u>	<u>-</u>	<u>240,823</u>
	<u>\$ 429,290</u>	<u>\$ 240,000</u>	<u>\$ 1,660,984</u>

Amada Franchise, Inc.

Notes to Consolidated Financial Statements

Future installments of long-term debt are as follows:

Years Ending December 31,	
2026	\$ 32,837
2027	36,533
2028	40,043
2029	43,893
2030	48,119
Thereafter	<u>260,702</u>
	<u>\$ 462,127</u>

Line of credit – In February 2024, the Company opened a line of credit which has a maximum borrowing amount of \$2,835,000, bears interest at a rate of 7.5% and has no maturity date. As of December 31, 2025 and 2024, there were no amounts outstanding under the line of credit.

Note 5 – Income Taxes

Components of income tax (benefit) expense for the years ended December 31 are as follows:

	<u>2025</u>	<u>2024</u>	<u>2023</u>
Current			
Federal	\$ (20,996)	\$ (180,499)	\$ 274,119
State	<u>10,701</u>	<u>(3,451)</u>	<u>69,570</u>
Total current tax (benefit) expense	<u>(10,295)</u>	<u>(183,950)</u>	<u>343,689</u>
Deferred			
Federal	(306,691)	32,053	(135,819)
State	<u>(19,398)</u>	<u>10,086</u>	<u>(30,312)</u>
Total deferred tax (benefit) expense	<u>(326,089)</u>	<u>42,139</u>	<u>(166,131)</u>
Total tax (benefit) expense	<u>\$ (336,384)</u>	<u>\$ (141,811)</u>	<u>\$ 177,558</u>

Amada Franchise, Inc.

Notes to Consolidated Financial Statements

Total deferred tax assets and liabilities as of December 31 are as follows:

	2025	2024	2023
Deferred tax assets			
ROU lease liability	\$ 417,529	\$ 18,144	\$ 97,644
Net operating losses	283,168	151,890	-
Accrued Bonus	212,431	-	-
Accrued vacation	66,134	39,775	24,939
Intangible basis	50,031	29,856	49,423
Accrued expenses	36,881	7,486	158,991
State income taxes	30,832	8,031	20,195
Accrued commission	28,145	16,830	-
Charitable Contributions	15,879	2,835	-
	<u>1,141,030</u>	<u>274,847</u>	<u>351,192</u>
Deferred tax liabilities			
ROU asset	(404,683)	(16,613)	(90,438)
Unrealized gain/loss	(63,198)	(63,062)	(3,434)
Software, manuals, furniture basis	(182,231)	(30,343)	(50,353)
	<u>(650,112)</u>	<u>(110,018)</u>	<u>(144,225)</u>
Net deferred tax assets	<u>\$ 490,918</u>	<u>\$ 164,829</u>	<u>\$ 206,967</u>

In assessing the realizability of deferred tax assets, management considers whether it is more likely than not that all, or some portion, of such deferred tax assets will not be recognized. Management considers the scheduled reversal of deferred tax liabilities, projected future taxable income, and tax planning strategies in assessing the valuation allowance. Based upon the level of historical taxable income and projections for future taxable income over the periods in which the deferred tax assets are deductible, management currently believes it is more likely than not that the Company will realize all the benefits of these deductible differences. There was no valuation allowance during the years ended December 31, 2025, 2024 and 2023, respectively.

As of December 31, 2025, 2024 and 2023, the Company had net operating loss carryforwards for federal income tax purposes of approximately \$283,000, \$152,000 and \$0, respectively, which, subject to possible annual limitations, are available to offset future taxable income, if any. The federal net operating loss carryforwards do not expire.

Note 6 – Stockholders' Equity

Common stock – The Company is authorized to issue 1,100,000 shares of Common Stock, \$0.00001 par value per share (Common Stock). As of December 31, 2025, 2024, and 2023, there were 624,561 shares of Common Stock issued and outstanding.

Amada Franchise, Inc.

Notes to Consolidated Financial Statements

Series A Preferred Stock – In 2022, the Company authorized the issuance of up to 392,984 shares of a new series of Preferred Stock, \$0.00001 par value per share (Preferred Stock). As of December 31, 2025, 2024, and 2023, there were 392,982 shares of Preferred Stock issued and outstanding.

The Preferred Stock may be eligible for a dividend at the discretion of the Board of Directors, per the terms and conditions of the Articles of Incorporation, if the Company were to declare, pay, or set aside any dividends on shares of any other class or series of capital stock of the Company (other than accruing dividends). No dividends have been accrued as of December 31, 2025, 2024, and 2023.

Each share of Preferred Stock shall be convertible, at the option of the holder, at any time and from time to time, and without the payment of additional consideration by the holder thereof, into such number of fully paid and nonassessable shares of the Common Stock as is determined by dividing the Original Issue Price (as defined below) by the Conversion Price (as defined below) in effect at the time of conversion. The “Conversion Price” with respect to the applicable shares of Series A Preferred Stock, shall initially be equal to the Original Issue Price of the Preferred Stock. Such initial Conversion Price, and the rate at which shares of Preferred Stock may be converted into shares of Common Stock, shall be subject to adjustment as set forth in the applicable stock purchase agreement. There have been no changes to the conversion price as of December 31, 2025, 2024, and 2023.

The “Original Issue Price” shall mean \$57.00 per share, subject to appropriate adjustments in the event of any stock dividend, stock split, combination, or other similar recapitalization with respect to the Preferred Stock.

In the event of any Deemed Liquidation Event, the Company shall send a written notice to each holder of the Preferred Stock no later than the 90th day after the event advising such holders of their right and the requirements to be met to secure such right, to require the redemption of such shares of the Preferred Stock, and if the Requisite Holders so request in a written instrument delivered to the Company no later than 120 days after the event, the Company shall use the consideration received by the Company for the event net of any retained liabilities associated with the assets sold or technology licensed, together with any other assets of the Company available for distribution to its stockholders (the Available Proceeds), on the 150th day after the event, to redeem all outstanding shares of Preferred Stock at a price per share equal to the applicable Liquidation Amount as defined in the Articles of Incorporation. In the event that the Available Proceeds are not sufficient to redeem all outstanding shares, the Company shall redeem a pro rata portion of each holder’s shares of Preferred Stock to the fullest extent of the Available Proceeds. Prior to the distribution or redemption, the Company shall not expend or dissipate the consideration received for the event, except to discharge expenses incurred in connection with the event or in the ordinary course of the business. There has been no Deemed Liquidation Event as of December 31, 2025, 2024, and 2023.

Stock options – In June 2023, the Company adopted the Stock Incentive Plan (the Plan) for the benefit of the Company’s employees, directors, and consultants. The Company reserved up to 76,589 shares of common stock for the issuance of stock options. As of December 31, 2025, total shares outstanding and granted were 70,138 and 20,902, respectively. No options were exercised as of December 31, 2025, 2024 and 2023.

Amada Franchise, Inc.

Notes to Consolidated Financial Statements

Under the Plan, the Company's Board determines the terms and conditions of options granted, including the exercise price, which may not be less than the fair market value at the date of grant. Options awarded generally vest over one to five years. Options are exercisable in whole or in installments and expire ten years from the date of grant.

The Company has estimated the fair value of the stock options as of the date of grant using the Black-Scholes option pricing model. The Black-Scholes option pricing model considers, among other factors, the expected life of the award, estimated forfeitures, and the expected volatility of the Company's stock price. The Company has evaluated the assumptions used to value its stock options when the options are granted. The fair values generated by the Black-Scholes option pricing model may not be indicative of the actual fair values of the Company's equity awards, as it does not consider other factors important to those awards to employees, such as continued employment and periodic vesting. The Company utilizes the Black-Scholes option pricing model to value awards under the Plan.

Note 7 – Lease Agreements

In October 2015, the Company entered into a real property lease agreement for a term of 60 months. The agreement was extended in February 2022 for an additional 37 months, expiring in March 2025.

In June 2025, the Company entered into an office building lease with a related party, Woodbridge Distressed Properties, LLC (Woodbridge) for a term expiring in June 2030. The lease includes options to renew the lease for two additional terms of five years each. The options were not considered when assessing the value of the operating lease right-of-use asset because the Company is not reasonably certain that it will exercise its options to renew the lease.

On August 25, 2022, the Company entered into an equipment lease. The agreement was extended in June 2025 for an additional 36 months, expiring on June 30, 2028.

Amada Franchise, Inc.

Notes to Consolidated Financial Statements

The components of lease cost and other information related to leases as of and for the years ended December 31 was as follows:

	2025	2024	2023
Lease Cost			
Operating lease cost	\$ 357,337	\$ 374,269	\$ 298,313
Short-term lease cost	201,659	-	-
Total lease cost	<u>\$ 558,996</u>	<u>\$ 374,269</u>	<u>\$ 298,313</u>

Other Information

Operating cash flows from operating leases	\$ 141,921	\$ -	\$ 295,527
Right-of-use assets obtained in exchange for new operating lease liabilities	\$ 1,794,716	\$ -	\$ -
Weighted-average remaining lease term – operating leases (years)	4.47	0.27	1.27
Weighted-average discount rate – operating leases	4.08%	1.25%	1.14%

Maturities of lease liabilities under noncancelable leases are as follows:

For the Year Ending December 31,	
2026	\$ 392,318
2027	403,796
2028	410,765
2029	418,088
2030	215,315
Total undiscounted cash flow	<u>1,840,282</u>
Less present value discount	<u>(164,336)</u>
	<u>\$ 1,675,946</u>

Note 8 – Contingencies

The Company is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the Company carries commercial insurance. There have been no significant reductions in coverage from the prior year, and settlements, if any, have not exceeded coverage.

Amada Franchise, Inc.

Notes to Consolidated Financial Statements

The Company recorded insurance proceeds as litigation revenue for the years ended December 31, 2025, 2024, and 2023, of \$0, \$0, and \$297,899, respectively, and litigation/settlement expenses of \$105,000, \$260,680, and \$700,000, respectively, consisting of an estimated litigation accrual in 2025 and actual settlement expenses in 2024 and 2023.

In the matter of Juarez v. Amada Senior Care, Inc., et al., Los Angeles Superior Court, Case No. 20STCV18642, the Company reached a settlement agreement related to the case as of December 31, 2023. The settlement amount was \$700,000 and was paid in full during the year ended December 31, 2024.

Note 9 – Coronavirus Aid, Relief, and Economic Security (CARES) Act

On March 27, 2020, the United States Congress passed the CARES Act. This legislation included multiple programs and funding intended to provide relief from the COVID-19 pandemic. Key provisions of the CARES Act applicable to the Company included:

Employee Retention Credit (ERC) –The ERC is a refundable tax credit against certain employment taxes equal to 50% of qualified wages an eligible employer pays to employees after March 12, 2020, through December 31, 2020. The Taxpayer Certainty and Disaster Tax Relief Act of 2020 and American Rescue Plan Act of 2021 extended and expanded the ERC through September 30, 2021.

The Company claimed \$2,937,062 of ERC for qualified wages paid during the years ended December 31, 2021 and 2020. The Company received and recorded the balance as a liability on the consolidated balance sheet as of December 31, 2023. The statute of limitations on the amended returns for the year ended December 31, 2020, expired on April 15, 2024. The statute of limitations on the amended returns for the year ended December 31, 2021, expired on April 15, 2025. The Company recognized these credits as revenue during the year ended December 31, 2024, as management has evaluated its ERC claims and believes the Company qualified for the amounts claimed. The revenue is included within other (expense) income on the consolidated statements of operations.

Note 10 – Related-Party Transactions

During the years ended December 31, 2025, 2024, and 2023, the Company received loans from its stockholders. The loans bear interest annually at the Secured Overnight Financing rate plus 4% with a maturity date of December 31, 2028. The loans were provided to the Company to support its operations. As of December 31, 2025, 2024, and 2023, the Company had outstanding loan balances of \$1,609,777, \$1,198,618, and \$1,236,404, respectively.

During the year ended December 31, 2024, the Company extended loans to its stockholders, which bore interest at a rate of 15% and did not have a specified maturity date. These loans were expected to be settled in the normal course of business. As of December 31, 2024, the outstanding balance of the loans were \$2,512,797. No loans were issued to stockholders during the years ended December 31, 2023.

Amada Franchise, Inc.
Notes to Consolidated Financial Statements

The Company subsequently entered into a promissory note with a related party, Woodbridge in connection with these loans which bears interest at the Secured Overnight financing rate plus 4% and matures on December 31, 2026. As of December 31, 2025, the outstanding balance of the loan was \$2,666,628. Additionally, in 2025, the Company entered into an office building lease with Woodbridge. As of December 31, 2025, the Company's consolidated balance sheets include an operating lease right-of-use asset of \$1,601,521 and an operating lease liability of \$1,652,794 related to this lease.

Baker Tilly Advisory Group, LP and Baker Tilly US, LLP, trading as Baker Tilly, are members of the global network of Baker Tilly International Ltd., the members of which are separate and independent legal entities. Baker Tilly US, LLP is a licensed CPA firm that provides assurance services to its clients. Baker Tilly Advisory Group, LP and its subsidiary entities provide tax and consulting services to their clients and are not licensed CPA firms.

EXHIBIT E
OPERATIONS MANUAL TABLE OF CONTENTS

AMADA FRANCHISE, INC

TABLE OF CONTENTS

	Pages
SECTION 1 – INTRODUCTION	4
SECTION 2 - PRE-OPENING PROCEDURES	15
SECTION 3 – OPENING.....	13
SECTION 4 – AMADA OPERATIONS	10
SECTION 5 – THE SYSTEM.....	49
SECTION 6 – ACCOUNTING, REPORTS & RECORDS	5
SECTION 7 – TRADEMARKS AND LOGOS.....	7
SECTION 8 – AMADA GRAPHIC STANDARDS.....	2
SECTION 8 – APPROVED SUPPLIERS	2
SECTION 9 – APPENDIX	35
Total	152

EXHIBIT F

CURRENT FRANCHISEES AS OF DECEMBER 31, 2025

ALABAMA

Amada – Auburn / Montgomery
1280 Moores Mill Rd., Suite G
Auburn, AL 36830
Phone: 334-509-5500
Owner: Margaret McKinnon Fisher

Amada – Baldwin County
7801 AL-59, Suite F-2
Foley, AL 36535
Phone: 251-305-4500
Owners: Chad & Taura Domingue

Amada – Birmingham
3430 Independence Drive, Suite 20
Birmingham, AL 35209
Phone: 205-208-9466
Owner: Len Everts

Amada – Mobile
808 Downtowner Blvd., Suite E
Mobile, AL 36609
Phone: 251-305-4500
Owners: Chad & Taura Domingue

Amada – Shelby County
3430 Independence Drive, Suite 20
Birmingham, AL 35209
Phone: 205-208-9466
Owner: Len Everts

Amada – Tuscaloosa
3430 Independence Drive, Suite 20
Mobile, AL 36609
Phone: 205-208-9466
Owner: Len Everts

ARIZONA

Amada – Casa Grande
1118 North Pinal Ave
Casa Grande, AZ 85122
Phone: 480-463-1800
Owner: Collins Atubiga

Amada – Chandler
1660 S. Alma School Rd., Suite 223
Mesa, AZ 85210
Phone: 480-999-5250
Owners: Kimberly Perkins & Kris Patmos

Amada – Mesa
1660 S. Alma School Rd., Suite 223
Mesa, AZ 85210
Phone: 480-999-5250
Owners: Kimberly Perkins & Kris Patmos

Amada – Phoenix
1660 S. Alma School Rd., Suite 223
Mesa, AZ 85210
Phone: 480-999-5250
Owners: Kimberly Perkins & Kris Patmos

Amada – Phoenix West Valley
16165 N. 83rd Ave., Suite 200
Peoria, AZ 85382
Phone: 623-227-2100
Owners: Kimberlee Crosby, Chris Crosby, Eliza Cha & John Kim

Amada – San Tan Valley
1075 S. Idaho Road, Suite 203
Apache Junction, AZ 85119
Phone: 480-870-2424
Owner: Dionne Moore

Amada – Surprise-Sun City
16165 N. 83rd Ave., Suite 200
Peoria, AZ 85382
Phone: 623-227-2100
Owners: Kimberlee Crosby, Chris Crosby, Eliza Cha & John Kim

Amada – Tucson
7070 North Oracle Rd., Suite 120
Tucson, AZ 85704
Phone: 520-222-8262
Owners: Chris Ram, Christina Ram & Michael Robirds

CALIFORNIA

Amada – Alamitos
16185 Los Gatos Blvd., Suite 205
Los Gatos, CA 95032
Phone: 408-560-1940
Owner: Noel Monterastelli

Amada – Berkeley
5167 Clayton Road, Suite B
Concord, CA 94520
Phone: 510-975-3100
Owner: John Wu

Amada – Burbank
520 E. Wilson Ave., Suite 105
Glendale, CA 91206
Phone: 818-918-2907
Owner: Tigran Sargsyan

Amada – Carson
500 East Carson Plaza Dr., Suite 106
Carson, CA 90746
Phone: 310-295-0698
Owners: Yanan Guo & Bailey Yang

Amada - Central Sacramento
9281 Office Park Circle, Suite 142
Elk Grove, CA 95758
Phone: 916-963-7298
Owner: David Qin

Amada – Cerritos
18000 Studebaker Road, Suite 700
Cerritos, CA 90703
Phone: 562-262-4310
Owner: Vahid Rokrok Lor

Amada – Cupertino
1875 S. Bascom Ave., Suite 2400
Campbell, CA 95008
Phone: 408-775-6008
Owner: Amita Dhingra

Amada – Del Mar
2124 S. El Camino Real, Suite 205
Oceanside, CA 92054
Phone: 760-828-4150
Owners: Jonathan & Cherie Burrough

Amada – Dublin
5167 Clayton Road, Suite B
Concord, CA 94520
Phone: 510-975-3100
Owner: John Wu

Amada – East Bay
5167 Clayton Road, Suite B
Concord, CA 94520
Phone: 510-975-3100
Owner: John Wu

Amada – East Corona
4740 Green River Rd., Suite 105
Corona, CA 92880
Phone: 951-667-1747
Owner: Derek Li

Amada – East San Diego
3919 30th St., Suite 351
San Diego, CA 92104
Phone: 619-943-4978 ext 31
Owner: Gina Camardo

Amada – Fair Oaks
9281 Office Park Circle, Suite 142
Elk Grove, CA 95758
Phone: 916-963-7298
Owner: David Qin

Amada – Fallbrook-Valley Center
2124 S. El Camino Real, Suite 205
Oceanside, CA 92054
Phone: 760-828-4150
Owners: Jonathan & Cherie Burrough

Amada – Fremont
41111 Mission Blvd, Suite 213
Fremont, CA 94539
Phone: 510-900-7606
Owners: April Yun & Jason Yun

Amada – Grass Valley
11025 Pioneer Trail, Suite 208
Truckee, CA 96161
Phone: 530-201-4927
Owner: John Shepanek

Amada –Greater Pasadena
87 E. Green Street, Suite 301
Pasadena, CA 91105
Phone: 818-350-2915
Owner: Richard Babcock

Amada – Hacienda Heights
2720 Pellissier Place, Unit R01
City of Industry, CA 90601
Phone: 626-310-0853
Owner: Yung Choi

Amada – Los Angeles Central
3415 S. Sepulveda Blvd., Suite 11
Los Angeles, CA 90034
Phone: 747-262-3252
Owner: Ash Price

Amada – Modesto
931 10th St., Suite 815
Modesto, CA 95354
Phone: 209-554-1988
Owner: Heidi Coston

Amada – Monterey
2511 Garden Road, Suite C 200A
Monterey, CA 93940
Phone: 831-886-0763
Owners: Luis Quinonez & Gustavo Gama

Amada – Monterey Park
440 East Huntington Drive, Suite 300
Arcadia, CA 91006
Phone: 626-752-2100
Owners: Octavio Casado & Natalie Casado

Amada – North Bakersfield
5701 Truxtun Ave., Suite 220
Bakersfield, CA 93309
Phone: 661-407-2708
Owner: Greg Forsyth

Amada – North Los Angeles
1577 E. Chevy Chase Drive, Suite 310
Glendale, CA 91206
Phone: 818-350-2915
Owner: Richard Babcock

Amada – North Sacramento
180 Promenade Circle, Suite 300
Sacramento, CA 95834
Phone: 916-290-7230
Owners: Correy Webb & Joel Wilson

Amada – North San Diego
2124 S. El Camino Real, Suite 205
Oceanside, CA 92054
Phone: 760-828-4150
Owners: Jonathan & Cherie Burrough

Amada – Palo Alto
2100 Geng Rd Suite 210
Palo Alto, CA 94303
Phone: 650-800-9501
Owner: Noopur Gupta

Amada – Pomona
1371 Valley Vista Drive, Suite 200
Diamond Bar, CA 91765
Phone: 909-345-9657
Owners: Chizo & Nkeiruka Abanobi

Amada – Rancho Cucamonga
8280 Aspen, Suite 115
Rancho Cucamonga, CA 91730
Phone: 909-440-1005
Owners: Leonard & Maria L. Navarra

Amada – Roseville-Sacramento
13405 Folsom Blvd., Suite 700
Folsom, CA 95630
Phone: 916-945-3515
Owner: Naveen Vaid

Amada – San Diego Central
16766 Bernardo Center Drive, Suite 101
San Diego, CA 92128
Phone: 858-866-9005
Owners: John & Melissa Boodhansingh

Amada – San Dimas
1509 W Cameron Ave., Suite 220
West Covina, CA 91790
Phone: 626-608-1913
Owner: ReAnne Beeton

Amada – San Fernando Valley
6320 Canoga Ave., Suite 1500
Woodland Hills, CA 91367
Phone: 818-650-1002
Owners: Rick Hagins, Michelle Hagins, Terry
Frizzell & Francis Frizzell

Amada – Santa Maria
1414 South Miller Street
Santa Maria, CA 93454
Phone: 805-608-5300
Owner: David Adler

Amada – Santa Rosa
2135 Armory Drive, Suite 100
Santa Rosa, CA 95401
Phone: 707-387-0733
Owners: Michael & Angela Lynch

Amada – Sonoma County
4415 Sonoma Hwy 12, Suite G
Santa Rosa, CA 95409
Phone: 707-387-0733
Owners: Michael & Angela Lynch

Amada – South Bakersfield
5701 Truxtun Ave., Suite 220
Bakersfield, CA 93309
Phone: 661-407-2708
Owner: Greg Forsyth

Amada – South Bay Los Angeles
3812 Sepulveda Blvd., Suite 200
Torrance, CA 90505
Phone: 310-953-0440
Owners: Andre & Cyndi Pegus

Amada – South San Diego
16766 Bernardo Center Drive, Suite 101
San Diego, CA 92128
Phone: 858-866-9005
Owners: John & Melissa Boodhansingh

Amada – Tracy
1210 Central Blvd., Suite 109
Brentwood, CA 9451-3
Phone: 678-744-5397
Owner: Gurvinder Kaur

Amada – Vallejo
5167 Clayton Road, Suite B
Concord, CA 94520
Phone: 510-975-3100
Owner: John Wu

Amada – West Corona
4740 Green River Road, Suite 108
Corona, CA 92880
Phone: 951-667-1747
Owner: Derek Li

Amada – West Long Beach
3711 Long Beach Blvd., Suite 610-11
Long Beach, CA 90807
Phone: 562-772-0488
Owners: Lina Lopez & Maria Estrada

COLORADO

Amada – Denver West
6990 W. 38th Ave., Suite 204
Wheat Ridge, Co 80033
Phone: 720-902-7069
Owner: Lilla Odwyer

Amada – Monument / Colorado Springs
755 North Hwy 105, Unit D
Palmer Lake, CO 80133
Phone: 719-377-9120
Owner: Ken Jenson

Amada – Northwest Denver
6990 W. 38th Ave., Suite 204
Wheat Ridge, Co 80033
Phone: 720-902-7069
Owner: Lilla Odwyer

CONNECTICUT

Amada – Fairfield County
1010 Washington Blvd.
Stamford, CT 06901
Phone: 203-350-8489
Owners: Jennifer Matus, Logan Outerbridge, &
Oscar Farnacio

DELAWARE

Amada – Southern
1 Ashford Drive
Lewes, DE 19958
Phone: 302-272-9500
Owners: Dow Juliano & Renee Juliano

FLORIDA

Amada – Boca Raton
7284 W. Palmetto Park Road
Boca Raton, FL 33432
Phone: 561-282-2599
Owner: Keith Bercun

Amada – Citrus Park
25200 Sawyer Francis Ln, Suite 137
Lutz, FL 33559
Phone: 813-725-4585
Owner: Saad Yehia

Amada – Clermont
1230 Oakley Seaver Dr., Suite 308
Clermont, FL 34715
Phone: 352-580-6738
Owners: Krista-Gae Reid & Kithara Reid-Coates

Amada – Downtown Jacksonville
13400 Sutton Park Drive S., #1402
Jacksonville, FL 32224
Phone: 904-512-7747
Owners: Tom Nicholson & Neeta Nicholson

Amada – Jacksonville
13400 Sutton Park Drive S., #1402
Jacksonville, FL 32224
Phone: 904-512-7747
Owners: Tom Nicholson & Neeta Nicholson

Amada – Jupiter
110 Front Street, Suite 300
Jupiter, FL 33477
Phone: 561-658-1974
Owner: Jim Truesdale

Amada – North Sarasota
6901 Professional Parkway, Suite 268
Sarasota, FL 34240
Phone: 941-866-3468
Owner: Mary Agrawal

Amada – Ocala
1321 Citizens Blvd., Suite C
Leesburg, FL 34748
Phone: 352-702-3727
Owners: Cesar Pumariega & Kelli Staab

Amada – Pembroke Pines
3150 SW 145th Ave., Suite 381
Miramar, FL 33027
Phone: 954-416-9723
Owner: Michelle Reed

Amada – St. Augustine
350 Paseo Reyes Dr., Bldg. 6, Unit 350
St. Augustine, FL 32098
Phone: 386-868-5592
Owners: Alan Henderson & Jessie-Claire
Henderson

Amada – Tampa Bay
2202 N. West Shore Blvd., Suite 200
Tampa Bay, FL 33607
Phone: 813-556-2777
Owners: Robert & Lee Christina Hollenkamp

Amada – The Villages
1321 Citizens Blvd Suite C
Leesburg, FL 34748
Phone: 352-702-3727
Owners: Cesar Pumariega & Kelli Staab

Amada – Winter Garden
425 West Colonial Drive, Suite 206
Orlando, FL 32804
Phone: 407-378-6998
Owners: Dell & Veronica Gray

Amada – Winter Springs
801 International Parkway, Suite 500
Lake Mary, FL 32746
Phone: 407-545-4173
Owner: Stan Saeed

GEORGIA

Amada – Athens
1150 Julian Dr., Suite 100
Watkinsville, GA 30677
Phone: 706-534-9952
Owner: Bobby Wilson

Amada – Buckhead
191 Peachtree St. NE, 14th Floor
Atlanta, GA 30303
Phone: 470-502-4256
Owners: Samiha Sarwar & Aoun Hussain

Amada – Cumming
1875 Lockeway Drive, Suite 701
Alpharetta, GA 30004
Phone: 678-744-5397
Owners: Curette & Amanda Smith & Michelle DeHaarte

Amada – Duluth
11340 Lakefield Dr., Suite 284
Johns Creek, GA 30097
Phone: 678-921-5820
Owner: Gonzalo Manotas

Amada – Lake Lanier
4321 South Lee Street, Suite 400
Buford, GA 30518
Phone: 678-565-6500
Owners: Anthony & Ilona Crossley

Amada – Marietta
2470 Windy Hill Rd., Suite 354-356
Marietta, GA 30067
Phone: 770-545-6198
Owners: Malik Jamani & Rozina Merchant

Amada – Snellville
2330 Scenic Hwy S.
Snellville, GA 30078
Phone: 678-884-8338
Owners: Janet & Rohan McLaren

Amada – Southwest Atlanta
3400 Chapel Hill Rd Suite 303
Douglasville, GA 30135
Phone: 678-905-7400
Owner: Kimberly Cotto

IDAHO

Amada – Boise
3050 N. Lakeharbor Lane, Suite 110
Boise, ID 83703
Phone: 986-210-8501
Owners: Rob Christensen, Jonathan Baugh,
James Reynolds, & Mike Nelson

Amada – Caldwell
3050 N. Lakeharbor Lane, Suite 110
Boise, ID 83703
Phone: 973-510-2592
Owners: Rob Christensen, Jonathan Baugh,
James Reynolds, & Mike Nelson

Amada – East Boise
3050 N. Lakeharbor Lane, Suite 110
Boise, ID 83703
Phone: 973-510-2592
Owners: Rob Christensen, Jonathan Baugh,
James Reynolds, & Mike Nelson

Amada – Idaho Falls
3525 Merlin Drive
Idaho Falls, ID 83404
Phone: 208-936-3426
Owners: Noelia Morales Creager & Oglalivia Szobonya

ILLINOIS

Amada – Barrington
303 N. Northwest Highway, Suite 204
Barrington, IL 60010
Phone: 847-503-0028
Owner: Dan Clifford

Amada – City of Chicago
1030 W. North Ave., Suite 402
Chicago, IL 60642
Phone: 312-971-9292
Owners: Adam & Jennifer Busch

Amada – Geneva
128 James St., 1st Floor
Geneva, IL 60134
Phone: 630-828-5155
Owners: Alison Johnson & David Harmon

Amada – Greater Elgin
75 Market Street, Suite 5
Elgin, IL 60123
Phone: 855-262-3265
Owners: Kevin & Amber Hall

Amada – Melrose Park
1701 S. 1st Ave., Suite 202
Maywood, IL 60153
Phone: 630-923-9095
Owners: Osman Mohammad & Mustafa Ahmed Syed

Amada – North Side of Chicago
1030 W. North Ave., Suite 402
Chicago, IL 60642
Phone: 312-971-9292
Owners: Adam & Jennifer Busch

Amada – Northern Illinois
1099 North Corporate Circle, Suite J
Grayslake, IL 60030
Phone: 847-610-9300
Owner: Dave Johnson

Amada –North Shore / North Chicago
5550 W. Touhy Avenue, Suite 300
Skokie, IL 60076
Phone: 847-324-9450
Owner: Jennifer Novy

Amada – Orland Park
15020 S. Ravinia Ave., Suite 20
Orland Park, IL 60642
Phone: 708-467-1266
Owners: Robert Storey & Greg Farley

Amada – Plainfield
440 W. Boughton Road, Suite G
Bolingbrook, IL 60440
Phone: 815-270-8889
Owners: Lisa & Chad Capista

Amada – Western Suburbs
5550 W. Touhy Avenue, Suite 300
Skokie, IL 60076
Phone: 847-324-9450
Owner: Jennifer Novy

INDIANA

Amada – Carmel
8444 Castlewood Dr., Suite 500
Indianapolis, IN 46250
Phone: 317-960-4171
Owners: Kevin & Belinda Schluchter

Amada – Northwest Indiana
1504 North Main St., Unit C
Crown Point, IN 46307
Phone: 219-213-3517
Owners: Robert Storey & Gregory Farley

Amada – South Bend
1504 North Main St., Unit C
Crown Point, IN 46307
Phone: 219-213-3517
Owners: Robert Storey & Gregory Farley

Amada – South Indianapolis
8444 Castlewood Dr., Suite 500
Indianapolis, IN 46250
Phone: 317-960-4171
Owners: Kevin & Belinda Schluchter

IOWA

Amada – Cedar Rapids
454 First Ave.
Coralville, IA 52241
Phone: 319-382-3761
Owners: Laura & Benjamin Hartson

Amada – Davenport
2550 Middle Road, Suite 300
Bettendorf, IA 52722
Phone: 563-224-3924
Owner: Megan Rednour

KANSAS

Amada – Overland Park
7000 College Blvd. 5th Floor
Overland Park, KS 66210
Phone: 913-358-5881
Owner: Christina Hill

Amada – Wichita
3450 N. Rock Rd., Bldg. 600, Suite 603-B
Wichita, KS 67226
Phone: 316-448-3350
Owner: Asa Shuey

KENTUCKY

Amada – Lexington
198 Bevins Lanes, Suite A
Georgetown, KY 40324
Phone: 859-963-1842
Owners: James Bernoski & Laural Strong

Amada – Louisville
10200 Forest Greene Blvd., Suite 112
Louisville, KY 40223
Phone: 502-233-2700
Owners: James Bernoski & “D.R.” Salerno

LOUISIANA

Amada – New Orleans-North Shore
1331 Ochsner Blvd., Unit 101
Covington, LA 70433
Phone: 985-318-1909
Owners: Halie & Blake Moore

MAINE

Amada – Central Maine
615 Congress Street, Suite 219
Portland, ME 04101
Phone: 207-305-2233
Owners: Peter Light & Scott Lane

Amada – Southern Maine
18 Ocean Street, Suite 3
South Portland, ME 04106
Phone: 207-305-2233
Owners: Peter Light & Scott Lane

MARYLAND

Amada – Annapolis
134 Holiday Court, Suite 306
Annapolis, MD 21401
Phone: 443-569-0799
Owner: Dan Homa

Amada – Bethesda
301 East Patrick Street, Suite 100
Frederick, MD 21701
Phone: 301-850-1725
Owner: Rich Frizzell

Amada – Mid-Maryland
301 East Patrick Street, Suite 100
Frederick, MD 21701
Phone: 301-850-1725
Owner: Rich Frizzell

Amada – Nottingham
9712 Belair Road
Nottingham, MD 21236
Phone: 410-469-7295
Owners: Watchen Bruce & William Bruce

Amada – Silver Spring
11810 Grand Park Ave Suite 500
North Bethesda, MD 20852
Phone: 301-701-3511
Owner: Raquel Micit

Amada – Silver Spring
9712 Belair Road
Nottingham, MD 21236
Phone: 410-469-7295
Owners: Watchen Bruce & William Bruce

MASSACHUSETTS

Amada – Boston MetroWest
990 Washington Street, Suite 210
Dedham, MA 02026
Phone: 617-229-6567
Owners: Robert Appel & Daniel Appel

Amada – Chelmsford
200 Friberg Parkway, Suite 2006
Westborough, MA 01581
Phone: 508-219-7100
Owner: Kevin McLaughlin

Amada –South Shore
990 Washington Street, Suite 210
Dedham, MA 02026
Phone: 617-229-6567
Owners: Robert Appel & Daniel Appel

Amada – Westborough
200 Friberg Parkway, Suite 2006
Westborough, MA 01581
Phone: 508-219-7100
Owners: Kevin McLaughlin & Christine Cotter

Amada – Worcester South
120 Front Street, 6th Floor, Suite 650
Worcester, MA 01608
Phone: 508-379-3246
Owner: Michael Chisholm

MICHIGAN

Amada – Farmington Hills
25255 Southfield Road
Southfield, MI 48075
Phone: 248-237-6377
Owners: Gregory Hines, Sr. & Kevin Manuel

Amada – Lake Orion
400 South Broadway
Lake Orion, MI 48362
Phone:
Owners: Rizwan Ibadat, Ayyub Ahmad, & Mirza Baig

MINNESOTA

Amada – Hastings
105 New England Place, Suite 230
Stillwater, MN 55082
Phone: 651-386-3834
Owners: Dawn & Nic Barratt

Amada –Minneapolis-St. Paul
11204 86th Ave. N.
Maple Grove, MN 55369
Phone: 612-470-0105
Owner: Crystal Larson

Amada – Twin Cities
1405 Lilac Drive North, Suite 121
Golden Valley, MN 55422
Phone: 763-307-9138
Owner: Greg Getchell

Amada – Twin Cities
1405 Lilac Drive North, Suite 121
Golden Valley, MN 55422
Phone: 763-307-9138
Owners: Greg Getchell & Joseph Castle

MISSISSIPPI

Amada – Jackson
1867 Crane Ridge Dr., Suite 220-A
Jackson, MS 39216
Phone: 601-864-3752
Owner: John Merrell

MISSOURI

Amada – Columbia
601 W. Nifong Blvd., Suite 5B
Columbia, MO 65203
Phone: 573-818-2918
Owners: Chuck Fowler

Amada – Southeast Kansas City
400 E. Red Bridge Road, Suite 206
Kansas City, MO 64131
Phone: 816-574-4000
Owner: Brett Jones

Amada – Springfield
4145 S. McCann Court, Suite H
Springfield, MO 65804
Phone: 417-210-7300
Owners: Christopher Kerr & Timothy Swarengin

Amada – St. Louis
10097 Manchester Rd. Suite 208
Warson Woods, MO 63122
Phone: 314-626-3905
Owner: Chuck Fowler

NEBRASKA

Amada – Omaha
8031 West Center Road, Suite 215
Omaha, NE 68124
Phone: 402-281-0921
Owner: Ken Jenson

NEVADA

Amada – Centennial Hills
4175 S. Riley Street, Suite 203
Las Vegas, NV 89147
Phone: 702-998-3996
Owners: David & Stacey Stoddard

Amada – Reno
985 Damonte Ranch Pkwy, Suite 320
Reno, NV 89521
Phone: 775-432-6022
Owner: Ryan Hart

Amada – South Las Vegas
4175 S. Riley Street, Suite 203
Las Vegas, NV 89147
Phone: 702-998-3996
Owners: David & Stacey Stoddard

Amada – Spring Valley
4175 S. Riley Street, Suite 203
Las Vegas, NV 89147
Phone: 702-998-3996
Owners: David & Stacey Stoddard

NEW HAMPSHIRE

Amada – Manchester-Concord
116 South River Rd. Unit E-7C
Bedford, NH 03110
Phone: 603-865-7999
Owners: Dina & Andrew Bilsbury

NEW JERSEY

Amada – Bergen County
17 Arcadian Avenue, Suite 207
Paramus, NJ 07652
Phone: 201-431-7575
Owners: Kevin Outerbridge & Logan Outerbridge

Amada – Central New Jersey
116 Village Blvd., Suite 308
Princeton, NJ 08450
Phone: 609-293-3855
Owners: Kevin Outerbridge, Logan Outerbridge, Oscar Farnacio, & Wayne Morgan

Amada – Egg Harbor
110 K Greentree Road
Tunersville, NJ 08012
Phone: 856-593-4247
Owner: Bob Armstrong

Amada – Jersey City
1 Meadowlands Plaza, Suite 200
East Rutherford, NJ 07073
Phone: 551-304-4744
Owner: Hank Hsu

Amada – Middlesex
110 Fieldcrest Ave., 3rd Floor
Edison, NJ 08837
Phone: 848-292-2434
Owner: Sunish Kumar

Amada: Middlesex-Monmouth
4255 US 9 North Suite 5C
Freehold, NJ 07728
Phone: 732-400-5434
Owner: Wayne Espiritu

Amada –Morristown / Cranford
123 N. Union Ave. Suite 305
Cranford, NJ 07016
Phone: 973-510-2592
Owner: Mark Merriman

Amada – Northwest New Jersey
1 S. Corporate Drive, Suite 2C
Riverdale, NJ 07457
Phone: 973-440-5853
Owners: Eugene & Edilrhia Tee

Amada – Ocean Acres
615 Lacey Road, Unit K
Forked River, NJ 08731
Phone: 732-627-1114
Owner: Karen DeSimone

Amada – Roxbury Township
100 Enterprise Drive, Suite 301
Rockaway, NJ 07866
Phone: 973-291-3713
Owner: David Oliver

Amada – Rumson
4255 Route 9N, Suite 5C
Freehold, NJ 07728
Phone: 732-400-5434
Owners: Wayne Espiritu & Kevin McLaughlin

Amada – Saddle Brook
17 Arcadian Avenue, Suite 207
Paramus, NJ 07652
Phone: 201-431-7575
Owners: Logan & Kevin Outerbridge

Amada – Secaucus
1 Meadowlands Plaza, Suite 200
East Rutherford, NJ 07073
Phone: 551-304-4744
Owner: Hank Hsu

Amada – Sicklerville
110 B Greentree Road
Blackwood, NJ 08012
Phone: 856-593-4247
Owner: Bob Armstrong

Amada – South Jersey
4255 Route 9N, Suite 5C
Freehold, NJ 07728
Phone: 732-400-5434
Owners: Wayne Espiritu & Kevin McLaughlin

Amada – Swedesboro
553 Beckett Road
Swedesboro, NJ 08085
Phone: 856-490-5056
Owners: Mark & Megan Standing

Amada – Toms River
615 Lacey Road, Unit K
Forked River, NJ 08731
Phone: 732-627-1114
Owners: Karen & Michael DeSimone

Amada – Westfield / Morristown
123 N. Union Ave. Suite 305
Cranford, NJ 07016
Phone: 973-510-2592
Owner: Mark Merriman

NEW MEXICO

Amada – Albuquerque
3009 Louisiana Blvd NE, Suite C
Albuquerque, NM 87110
Phone: 505-521-2100
Owner: Brad Condon

NEW YORK

Amada – Lower Manhattan
17 Arcadian Ave., Suite 207
Paramus, NJ 07652
Phone: 201-431-7575
Owners: Logan Outerbridge, Kevin Outerbridge,
Oscar Farnacio, & Wayne Morgan

Amada – Midtown Manhattan
17 Arcadian Ave., Suite 207
Paramus, NJ 07652
Phone: 201-431-7575
Owners: Logan Outerbridge, Kevin Outerbridge,
Oscar Farnacio, & Wayne Morgan

Amada – Upper East Side Manhattan
17 Arcadian Ave., Suite 207
Paramus, NJ 07652
Phone: 201-431-7575
Owners: Logan Outerbridge, Kevin Outerbridge,
Oscar Farnacio, & Wayne Morgan

Amada – Upper West Side Manhattan
17 Arcadian Ave., Suite 207
Paramus, NJ 07652
Phone: 201-431-7575
Owners: Logan Outerbridge, Kevin Outerbridge,
Oscar Farnacio, & Wayne Morgan

NORTH CAROLINA

Amada – Charlotte
10135 Hickorywood Hill Ave.
Huntersville, NC 28078
Phone: 980-580-6100
Owners: Brad Smith & Gwen Smith

Amada – Eastern North Carolina
3701 Sunset Ave., Suite B
Rocky Mount, NC 27804
Phone: 252-231-2864
Owner: Tracy Eidson

Amada – Greensboro
1501 Highwoods Blvd., Suite 110
Greensboro, NC 27410
Phone: 336-815-7715
Owners: Quinton & Kristin Kocher

Amada – Raleigh
3915 Beryl Road, Unit 123
Raleigh, NC 27607
Phone: 984-250-7200
Owner: Tracy Eidson

Amada – South Charlotte
10135 Hickorywood Hill Ave.
Huntersville, NC 28078
Phone: 980-580-6100
Owners: Brad Smith & Gwen Smith

Amada – South Greensboro
1501 Highwoods Blvd., Suite 110
Greensboro, NC 27410
Phone: 336-815-7715
Owners: Quinton & Kristin Kocher

OHIO

Amada – Columbus
(Office Pending)
Phone: 614-721-0070
Owner: John Tolentino

Amada – Grove City
2323 West 5th Ave., Suite 120
Columbus, OH 43204
Phone: 614-977-0030
Owners: Abhishek & Preeti Srivastava

Amada – Metro Cincinnati
10778 Montgomery Road
Cincinnati, OH 45242
Phone: 513-712-4849
Owner: Paul Tobillo

Amada – Toledo
27475 Holiday Lane, Suite 7
Perrysburg, OH 43551
Phone: 419-574-9104
Owners: Christopher Gutman & Dwight Smith

Amada – West Cleveland
27500 Detroit Road, Suite 202
Westlake, OH 44145
Phone: 440-578-7400
Owner: Bob Mikolich

Amada – Westlake
27500 Detroit Road, Suite 202
Westlake, OH 44145
Phone: 440-578-7400
Owner: Bob Mikolich

OKLAHOMA

Amada – Ada
1831 E. 71st Street, Suite A100
Tulsa, OK 74136
Phone: 918-615-9191
Owner: Joe Hilliard

Amada – Broken Arrow
2608 West Kenosha, Suite 101
Brown Arrow, OK 74012
Phone: 918-615-9191
Owner: Joseph Hilliard

Amada – Central Oklahoma City
3750 W. Main Street, Suite 106
Norman, OK 73072
Phone: 405-292-4545
Owner: Greg Johnson

Amada – McAlester
1831 E. 71st Street, Suite A100
Tulsa, OK 74136
Phone: 918-615-9191
Owner: Joe Hilliard

Amada – Muskogee
1831 E. 71st Street, Suite A100
Tulsa, OK 74136
Phone: 918-615-9191
Owner: Joe Hilliard

Amada – Norman
1111 Magnolia Ct., Suite 209
Moore, OK 73160
Phone: 405-292-4545
Owner: Greg Johnson

Amada – North Oklahoma City
3750 W. Main Street, Suite 106
Norman, OK 73072
Phone: 405-292-4545
Owner: Greg Johnson

Amada – Poca City
1831 E. 71st Street, Suite A100
Tulsa, OK 74136
Phone: 918-615-9191
Owner: Joe Hilliard

Amada – South Oklahoma City
3750 W. Main Street, Suite 106
Norman, OK 73072
Phone: 405-292-4545
Owner: Greg Johnson

Amada – Tulsa
1831 E. 71st Street, Suite A100
Tulsa, OK 74136
Phone: 918-615-9191
Owner: Joe Hilliard

Amada – Vinita
1831 E. 71st Street, Suite A100
Tulsa, OK 74136
Phone: 918-615-9191
Owner: Joe Hilliard

OREGON

Amada – Portland
5933 NE Win Sivers Drive, Suite 201
Portland, OR 97220
Phone: 503-937-0233
Owners: Robert Christensen, Rory Trask &
James Reynolds

PENNSYLVANIA

Amada – Bucks County
715 Twining Rd, Suite 213
Dresher, PA 19025
Phone: 215-422-3095
Owners: Matthew Ushler

Amada – Chester County
1 North Bacton Hill Rd., Suite 205
Malvern, PA 19355
Phone: 484-653-6420
Owners: Judy Basler & Sheldon Feinberg

Amada – Coatesville
935 E. Lancaster Ave.
Downingtown, PA 19335
Phone: 484-569-7100
Owner: Ying Liu

Amada – East Pittsburgh
1781 Arona Rd., Suite 1
North Huntingdon, PA 15642
Phone: 724-305-6530
Owner: Joe Spehar

Amada – Lancaster
1007 W Main Street
Mount Joy, PA 17552
Phone: 717-553-2060
Owner: Brian Groff

Amada – Lehigh Valley
1605 N Cedar Crest Blvd., Suite 508
Allentown, PA 18104
Phone: 484-268-1778
Owner: Edward Duborg

Amada – Montgomery County
715 Twining Rd, Suite 213
Dresher, PA 19025
Phone: 215-422-3095
Owners: Matthew Ushler

Amada – Philadelphia West Suburbs
614 Darby Road
Havertown, PA 19083
Phone: 610-766-7222
Owner: Rabbi & Asha Mamun

Amada – Pittsburgh Northwest
2611 Nicholson Rd., Building 1
Sewickley, PA 15143
Phone: 724-318-6668
Owner: Chad Craig

Amada – Pottstown
649 N. Lewis Road, Unit 47
Royersford, PA 19468
Phone: 267-369-3338
Owners: Mina & Michael Girgis

SOUTH CAROLINA

Amada – Charleston
1156 Bowman Rd., Suite 200
Mount Pleasant, SC 29464
Phone: 843-800-0123
Owners: Don Pratt

Amada – Fort Mill
534 River Crossing Dr., Suite 512
Ft. Mill, SC 29732
Phone: 803-888-4675
Owner: Bain Taylor

Amada – Myrtle Beach
2423 Highway 17 S, Suite 9
North Myrtle Beach, SC 29582
Phone: 843-306-9922
Owner: Jon Francis

Amada – North Myrtle Beach
2423 Highway 17 S, Suite 9
North Myrtle Beach, SC 29582
Phone: 843-306-9922
Owner: Jon Francis

Amada – Simpsonville
133 Woodruff Place Circle, Suite 50
Simpsonville, SC 92681
Phone: 864-453-1119
Owner: Geoffrey Stinebaugh

SOUTH DAKOTA

Amada – Sioux Falls
3600 S. Kiwanis Ave., Suite 101
Sioux Falls, SD 57105
Phone: 605-223-1970
Owners: Kevin & Shanygne Gullickson

TENNESSEE

Amada – Chattanooga
514 Tremont Street, Suite 204
Chattanooga, TN 37405
Phone: 423-888-3449
Owner: Christopher Ray

Amada – Knoxville
2900 Tazewell Pike, Suite C
Knoxville, TN 37918
Phone: 865-804-2208
Owner: Jeff Pell

Amada – Memphis
(Office Pending)
Phone: 901-422-6400
Owners: John Parker Roy & Warren Ball, Jr.

Amada – North Knoxville
2900 Tazewell Pike, Suite C
Knoxville, TN 37918
Phone: 865-804-2208
Owner: Jeff Pell

Amada – North Nashville
402 Uptown Square
Murfreesboro, TN 37129
Phone: 615-933-7494
Owners: Kevin & Kelly Fehr

Amada – South Nashville
402 Uptown Square
Murfreesboro, TN 37129
Phone: 615-933-7494
Owners: Kevin & Kelly Fehr

TEXAS

Amada – Austin
1104 S. Mays St., Suite 117
Round Rock, TX 78664
Phone: 512-580-5118
Owner: Patrick Murphy

Amada – Cameron County
1821 N. 23rd St. Suite 407
McAllen, TX 78501
Phone: 956-713-8990
Owners: Olga & Marco Esquivel

Amada – Central Houston
2743 Smith Ranch Rd Unit 503
Pearland, TX 77584
Phone: 281-652-5492
Owners: William Long & Brent Partin

Amada – Clear Lake
2743 Smith Ranch Rd., Unit 503
Pearland, TX 77584
Phone: 281-652-5492
Owners: William Long & Brent Partin

Amada – College Station
4030 SH-6 South, Suite 200
College Station, TX 77845
Phone: 979-243-2308
Owner: John Reid

Amada – Denton / Frisco
405 Highway 121 Bypass, Suite A250
Lewisville, TX 75067
Phone: 469-906-2399
Owner: Sean McLeod

Amada – East Austin
1104 S. Mays St., Suite 117
Round Rock, TX 78664
Phone: 512-580-5118
Owner: Patrick Murphy

Amada – East Texas
4420 N. Wheeler St
Jasper, TX 75951
Phone: 409-489-4324
Owners: William Long & Brent Partin

Amada – Edinburg
135 Paseo del Prado, Suite 8
Edinburg, TX 78541
Phone: 956-450-6087
Owners: Valentin Quiroga Ramos & Nancy Perez Hernandez

Amada – El Paso
306 Thunderbird Dr., Suite B1
El Paso, TX 79912
Phone: 915-200-7200
Owners: Jorge & Deborah Nichole Andazola

Amada – Fort Worth
2312 School Lane
Bedford, TX 76021
Phone: 817-755-8787
Owner: Jason Logan

Amada – Garland
675 Town Square Blvd., Suite 200 1A
Garland, TX 75040
Phone: 469-314-9100
Owners: Wiley & Telise Murray

Amada – Greater San Antonio
1350 N loop 1604 E., Suite 106
San Antonio, TX 78232
Phone: 210-960-4304
Owners: John & Johanna Paschal

Amada – Huntsville
2743 Smith Ranch Road, Unit 503
Pearland, TX 77584
Phone: 281-652-5492
Owners: William Long & Bret Partin

Amada – Independence Heights
2743 Smith Ranch Road, Unit 503
Pearland, TX 77584
Phone: 281-652-5492
Owners: William Long & Bret Partin

Amada – Katy
2743 Smith Ranch Road, Unit 503
Pearland, TX 77584
Phone: 281-652-5492
Owners: William Long & Brent Partin

Amada – Mansfield
3901 Arlington Highlands Blvd., Suite 200
Arlington, TX 76018
Phone: 214-888-4535
Owners: Luiz Visani & Daniela Capricho

Amada – McAllen
1821 N. 23rd St. Suite 407
McAllen, TX 78501
Phone: 956-713-8990
Owners: Olga & Marco Esquivel

Amada – McKinney/Lewisville
405 Highway 121 Bypass, Suite A250
Lewisville, TX 75067
Phone: 469-906-2399
Owner: Sean McLeod

Amada – Mesquite
675 Town Square Blvd., Suite 200 1A
Garland, TX 75040
Phone: 469-314-9100
Owners: Wiley & Telise Murray

Amada – North Dallas
14330 Midway Rd., Building 1, Suite 100
Dallas, TX 75244
Phone: 214-550-5040
Owner: Eric vanGoethem

Amada – North Houston
286 Ed English Dr., Bldg. 8, Suite A
Shenandoah, TX 77385
Phone: 832-209-8846
Owners: Troy & Amy Tice

Amada – North San Antonio
16607 Blanco Rd., Bldg. 8, Suite 801
San Antonio, TX 78232
Phone: 210-960-4304
Owners: John & Johanna Paschal

Amada – Northeast Texas
109 W. California St., Suite 1
Gainesville, TX 76240
Phone: 940-239-3966
Owner: Raj Ampojwalam

Amada – Richland Hills
2312 School Lane
Bedford, TX 76021
Phone: 817-755-8787
Owner: Jason Logan

Amada – South Austin
202 S. CM Allen Pkwy, Suite 107
San Marcos, TX 78666
Phone: 512-210-8792
Owner: Victor Chavez Gleva

Amada – Southeast Houston
2743 Smith Ranch Rd., Unit 503
Pearland, TX 77584
Phone: 281-652-5492
Owners: William Long & Brent Partin

Amada – Southwest Houston
2743 Smith Ranch Rd., Unit 503
Pearland, TX 77584
Phone: 281-652-5492
Owners: William Long & Brent Partin

Amada – Sugarland
2743 Smith Ranch Rd., Unit 503
Pearland, TX 77584
Phone: 281-652-5492
Owners: William Long & Brent Partin

Amada – Tomball / Cypress
286 Ed English Dr., Bldg. 8, Suite A
Shenandoah, TX 77385
Phone: 832-209-8846
Owners: Troy & Amy Tice

Amada – University Park
14330 Midway Rd., Building 1, Suite 100
Dallas, TX 75244
Phone: 214-550-5040
Owner: Eric VanGoethem

Amada – Waco
510 Austin Ave., Suite 2555
Waco, TX 76701
Phone: 214-550-5040
Owners: Jason Logan & Eric VanGoethem

Amada – Weatherford
536 Santa Fe Drive
Weatherford, TX 76086
Phone: 682-803-2100
Owner: John Michael Rusinek

UTAH

Amada – East Salt Lake City
1410 N. Hill Field Road, Suite 4
Layton, UT 84041
Phone: 801-758-7900
Owner: Dave Bean

Amada – Lehi
3300 N. Triumph Blvd., Suite 100
Lehi, UT 84043
Phone: 801-640-6008
Owner: Randy Curtis

Amada – North Salt Lake City
1410 N. Hill Field Road, Suite 4
Layton, UT 84041
Phone: 801-758-7900
Owner: Dave Bean

Amada – Ogden
1410 N. Hill Field Road, Suite 4
Layton, UT 84041
Phone: 801-758-7900
Owner: Dave Bean

Amada – Salt Lake City
10421 South Jordan Gateway, Suite 600
South Jordan, UT 84095
Phone: 801-893-3877
Owners: Phil & Janni Jacobson

Amada – St. George
1031 S. Bluff Street, Suite 118
St. George, UT 84770
Phone: 435-248-0800
Owners: Cortland “Ty” & Craig Tippetts

Amada – Spanish Fork
648 N. 900 E., Suite 600
Spanish Fork, UT 84660
Phone: 385-406-4044
Owner: Tammra Goodrich

VIRGINIA

Amada – Alexandria
5641 Burke Centre Parkway, Suite 248
Burke, VA 22015
Phone: 571-297-7499
Owner: Louay Assaf

Amada – Chesapeake
610 Prosperity Way
Chesapeake, VA 23320
Phone: 757-831-8772
Owner: Shawnte Tynes

Amada – Richmond
6800 Paragon Place
Richmond, VA 23230
Phone: 804-793-8255
Owners: Jay Mann

Amada – South Fairfax
5641 Burke Centre Parkway, Suite 248
Burke, VA 22015
Phone: 571-297-7499
Owner: Louay Assaf

WASHINGTON

Amada – Bellevue
2340 130th Ave NE, Suite D-202
Bellevue, WA 98005
Phone: 425-818-3949
Owner: Eliza Cha

Amada – Bellingham
1313 E. Maple St., Suite 105
Bellingham, WA 98225
Phone: 360-483-3842
Owners: Nathaniel & Holly Egging

Amada – Covington
200 Auburn Ave., Suite 7
Auburn, WA 98002
Phone: 253-238-2688
Owner: Martin Onstot

Amada – Lynnwood
4020 Lake Washington Blvd., Suite 301
Kirkland, WA 98033
Phone: 425-818-3949
Owner: Eliza Cha

Amada – Mount Vernon
1313 E. Maple St., Suite 105
Bellingham, WA 98225
Phone: 360-483-3842
Owners: Nathaniel & Holly Egging

Amada – South Seattle
701 Fifth Ave., 42nd Floor
Seattle, WA 98104
Phone: 206-333-4750
Owner: Gagandeep Gill

Amada – Tacoma
3560 Bridgeport Way W. 3-A
University Place, WA 98466
Phone: 253-881-0014
Owners: Robert Christensen, Rory Trask &
James Reynolds

Amada – Vancouver
505 NE 87th Ave., LL46
Vancouver, WA 98664
Phone: 360-952-3100
Owners: Chris & Kimberlee Crosby

WEST VIRGINIA

Amada – Charleston
2 Hale Street, Suite 100
Charleston, WV 25301
Phone: 304-693-2500
Owner: Kari Peyatte

WISCONSIN

Amada – Green Bay
4424 Dickinson Road
De Pere, WI 54115
Phone: 920-600-8288
Owner: Chad Hendra

Amada – North Milwaukee
16655 W. Bluemound Rd., Suite 290
Brookfield, WI 53005
Phone: 262-395-7928
Owner: Irfan Siddiqui

Amada – South Milwaukee
16655 W. Bluemound Rd., Suite 290
Brookfield, WI 53005
Phone: 262-395-7928
Owner: Irfan Siddiqui

**FRANCHISE AGREEMENTS SIGNED BUT OUTLETS NOT OPENED
AS OF DECEMBER 31, 2025**

Franchise Name/Contact Person	City	State	Telephone Number
Ravi Assudani	Yuma	AZ	650-863-2915
Collins Atubiga	Casa Grande	AZ	480-876-5485
Rick Hagins	Thousand Oaks	CA	949-433-1555
David Qin	Elk Grove	CA	916-230-7999
Noopur Gupta	Palo Alto	CA	732-710-0851
David Adler	Santa Maria	CA	949-536-6054
Sheela Agarwal	San Mateo	CA	510-932-5943
Shaji Parol	Morgan Hill	CA	949-500-4623
Richard Spegal	Wilmington	DE	267-602-04747
Donnie Brewer	Naples	FL	630-625-2606
Saad Yehia	Wesley Chapel	FL	813-647-8898
Luis Vazquez	Coral Gables	FL	305-551-5656
George and Mariah Pate	St. Petersburg	FL	865-742-4216
George and Mariah Pate	Pinellas Park	FL	865-742-4219
Patrick Fischl	Davie	FL	954-357-3701
Seth Clark	North Ft. Lauderdale	FL	716-816-6157
Malik Jamani and Rozina Merchant	Marietta	GA	404-219-2740
Megan Rednour	Davenport	IA	309-781-7499
Kapil Kumar and Jyoti Gurbani	Lexington/Lincoln	MA	978-778-6914
Silas Nwagwu	Laurel	MD	510-353-1810
Greg Getchell	Shakopee	MN	612-508-3690
Paul Tobillo	South Dayton	OH	772-238-1391
Ziad Masri	Medina	OH	216-650-0733
Gordon Rose	Southside Chattanooga / Fort Oglethorpe	TN	404-934-9096
John Roy and Warren Ball	Collierville	TN	504-329-4534
Shawnte Tynes	Chesapeake	VA	757-831-7552
Sang and Sonia Yun	Woodbridge	VA	713-446-4646
Chadni Merchant	Everett	WA	425-408-2564
Mohit Gupta	Tukwila	WA	425-985-1354
Mohit Gupta	Sammamish	WA	425-985-1354

EXHIBIT G

COMPANY-OWNED OUTLETS AS OF DECEMBER 31, 2025

Amada – South Orange County, CA
Amada OC, Inc.
180 Avenida La Pata, Suite 204
San Clemente, CA 92673
Phone: 949-528-3500

Amada – North Orange County 1, CA
Amada OC, Inc.
180 Avenida La Pata, Suite 204
San Clemente, CA 92673
Phone: 949-528-3500

Amada – North Orange County 2, CA
Amada OC, Inc.
180 Avenida La Pata, Suite 204
San Clemente, CA 92673
Phone: 949-528-3500

Amada – North Orange County 3, CA
Amada OC, Inc.
180 Avenida La Pata, Suite 204
San Clemente, CA 92673
Phone: 949-528-3500

Amada – North Orange County 4, CA
Amada OC, Inc.
180 Avenida La Pata, Suite 204
San Clemente, CA 92673
Phone: 949-528-3500

EXHIBIT H

FRANCHISEES WHO LEFT THE SYSTEM DURING 2025 OR WHO HAVE NOT COMMUNICATED WITHIN 10 WEEKS OF ISSUANCE DATE

The following franchisees had an outlet terminated, canceled, not renewed, or otherwise voluntarily or involuntarily ceased to do business under the franchise agreement during the fiscal year 2025:

ARKANSAS

Amada – Bentonville
901 SE 28th Street, Suite 15
Bentonville, AR 72712
Phone: 918-851-4334
Owners: Dakota Pruitt & Angelica Rambo
(Terminated)

Amada – Thousand Oaks
30721 Russell Ranch Road, Suite 140
Westlake Village, CA 91362
Phone: 747-292-6063
Owner: Mahrad Bani Aman
(Reacquired)

CALIFORNIA

Amada – Davis
803 2nd Street, Suite A
Davis, CA 95618
Phone: 530-304-2227
Owner: Angelo Oliva
(Terminated)

Amada – North Fresno / Clovis
(Office not opened)
Phone: 559-681-1269
Owner: Raj Sodhi-Layne
(Terminated)

Amada – Corona
4740 Green River Road, Suite 214
Corona, CA 92880
Phone: 949-943-9509
Owner: Peter Shen
(Transferred)

COLORADO

Amada – Northern Colorado
2850 McClelland Dr. Suite 1900
Fort Collins, CO 80525
Phone: 970-237-5747
Owners: Jeff Culler, Josh Zuieback, Solar
Martinez & Lisa Olsen
(Ceased Operations - Other)

Amada – Moorpark
30721 Russell Ranch Road, Suite 140
Westlake Village, CA 91362
Phone: 747-292-6063
Owner: Mahrad Bani Aman
(Reacquired)

Amada – Northwest Denver
2850 McClelland Dr. Suite 1900
Fort Collins, CO 80525
Phone: 970-237-5747
Owners: Jeff Culler, Josh Zuieback, Solar
Martinez & Lisa Olsen
(Transferred)

Amada – Oxnard
30721 Russell Ranch Road, Suite 140
Westlake Village, CA 91362
Phone: 747-292-6063
Owner: Mahrad Bani Aman
(Reacquired)

GEORGIA

*Amada – Marietta
2470 Windy Hill Road SE, Suite 300
Marietta, GA 30067
Phone: 770-940-0318
Owners: Alan Waters & Lisa Waters
(Non-Renewal)

Amada – Santa Clarita
30721 Russell Ranch Road, Suite 140
Westlake Village, CA 91362
Phone: 747-292-6063
Owner: Mahrad Bani Aman
(Reacquired)

HAWAII

Amada – Kailua
(No Office Address)
Phone: 808-783-3333
Owner: Wil Yamamoto
(Failed to Open)

ILLINOIS

Amada – Schaumburg
440 W. Boughton Road, Suite G
Bolingbrook, IL 60440
Phone: 630-673-8099
Owners: Chad Capista & Lisa Capista
(Reacquired)

MARYLAND

Amada – West Baltimore
6865 Deerpath Road, Suite 101
Halethorpe, MD 21075
Phone: 305-494-3550
Owner: Japera Rahming
(Terminated)

MISSOURI

Amada – St. Louis
10097 Manchester Road, Suite 208
Warson Woods, MO 63122
Phone: 314-374-0132
Owner: Chris Fowler
(Transferred)

Amada – Columbia
601 W. Nifong Blvd., Suite 5B
Columbia, MO 65203
Phone: 314-374-0132
Owner: Chris Fowler
(Transferred)

NORTH CAROLINA

Amada – West Charlotte
2102 Cambridge Beltway Dr., Suite A
Charlotte, NC 28273
Phone: 704-641-4466
Owner: Korey Sixbury
(Terminated)

NEW HAMPSHIRE

*Amada – South New Hampshire
116 South River Rd., Unit E-7C
Bedford, NH 03110
Phone: 603-865-7999
Owners: Dina & Andrew Bilsbury
(Terminated)

NEW YORK

Amada – Brooklyn
300 Cadman Plz W, 12th Floor
Brooklyn, NY 11201
Phone: 314-761-8124
Owner: Kae Bradford
(Reacquired)

OHIO

Amada – Columbus
440 Polaris Parkway, Suite 110
Westerville, OH 43082
Phone: 419-388-8405
Owner: Dwight Smith
(Transferred)

Amada – East Columbus
4449 Easton Way, Suite 200
Columbus, OH 43219
Phone: 614-815-3325
Owner: Fatima Osman
(Reacquired)

PENNSYLVANIA

*Amada – Central
1007 W. Main Street
Mount Joy, PA 17552
Phone: 717-578-3035
Owner: Brian Groff
(Terminated)

*Amada – South Pittsburgh
1781 Arona Road, Suite 1
North Huntingdon, PA 15642
Phone: 412-874-2818
Owner: Joe Spehar
(Terminated)

SOUTH CAROLINA

Amada – Charleston
1156 Bowman Road, Suite 200
Mount Pleasant, SC 29464
Phone: 843-513-0550
Owner: Matt Griesemer
(Transferred)

TENNESSEE

Amada – Johnson City
207 N. Boone Street, Suite 1350
Johnson City, TN 37604
Phone: 703-488-8722
Owner: Alvaro Castillo Donado
(Terminated)

Amada – Memphis
2400 Poplar Avenue, Suite 245
Memphis, TN 38112
Phone: 901-489-3915
Owner: Alfred Milan
(Transferred)

VIRGINIA

Amada – Brambleton
(No Office Address)
Phone: 703-795-8831
Owner: Amit Das
(Failed to Open)

***Franchisees that have had an outlet terminated, ceased operations, or transferred in the year 2025, but still have other active franchise outlet(s) in Amada's franchise system are marked with an asterisk symbol above.**

The following franchisees have not communicated with us within 10 weeks of the Issuance Date of this disclosure document:

None.

If you buy this franchise, your contact information may be disclosed to other buyers when you leave the franchise system.

EXHIBIT I**STATE FRANCHISE ADMINISTRATORS AND AGENTS
FOR SERVICE OF PROCESS**

STATE	STATE ADMINISTRATOR	AGENT FOR SERVICE OF PROCESS
CALIFORNIA	Department of Financial Protection and Innovation One Sansome Street, Suite 600 San Francisco, CA 94104 415-972-8559 866-275-2677	Commissioner of Financial Protection and Innovation 320 West 4th Street, Suite 750 Los Angeles 90013-2344 866-275-2677
CONNECTICUT	Securities and Business Investment Division Connecticut Department of Banking 260 Constitution Plaza Hartford, CT 06103 860-240-8230	N/A
FLORIDA	Department of Agriculture & Consumer Services Division of Consumer Services 2005 Apalachee Parkway Tallahassee, FL 32399-0800 800-435-7352	N/A
GEORGIA	Secretary of State 214 State Capitol Atlanta, GA 30334 404-656-2881	N/A
HAWAII	State of Hawaii Business Registration Division Securities Compliance Branch Dept. of Commerce and Consumer Affairs 335 Merchant Street, Room 203 Honolulu, HI 96813 808-586-2722	Hawaii Commissioner of Securities Same Address
ILLINOIS	Franchise Division Office of the Attorney General 500 South Second Street Springfield, IL 62706 217-782-4465	Illinois Attorney General Same Address
INDIANA	Securities Commissioner Indiana Securities Division 302 West Washington Street, Room E 111 Indianapolis, IN 46204 317-232-6681	Indiana Secretary of State 201 State House 200 West Washington Street Indianapolis, IN 46204
IOWA	Iowa Department of Revenue Hoover State Office Building 1305 E. Walnut Street Des Moines, IA 50319 515-281-3114	N/A

STATE	STATE ADMINISTRATOR	AGENT FOR SERVICE OF PROCESS
KENTUCKY	Kentucky Attorney General's Office Consumer Protection Division 1024 Capitol Center Drive Frankfort, KY 40601 502-696-5300	N/A
LOUISIANA	Secretary of State Commercial Division 8585 Archives Ave. Baton Rouge, LA 70809 885-307-3893	N/A
MAINE	Department of Professional & Financial Regulation 121 State House Station Augusta, ME 04333 207-624-8551	N/A
MARYLAND	Office of the Attorney General Securities Division 200 St. Paul Place Baltimore, MD 21202 410-576-6360	Maryland Securities Commissioner 200 St. Paul Place Baltimore, MD 21202 410-576-6360
MICHIGAN	Michigan Department of Attorney General Consumer Protection Division - Franchise Section 525 W. Ottawa Street Lansing, MI 48933 517-373-1140	N/A
MINNESOTA	Minnesota Department of Commerce 85 7 th Place East, Suite 280 St. Paul, MN 55101 651-539-1500	Minnesota Commissioner of Commerce Same Address
NEBRASKA	Nebraska Department of Banking and Finance Bureau of Securities/Financial Institutions Division 245 Fallbrook Blvd., Suite 100 Lincoln, NE 68521 Tele: 402-471-2171	N/A
NEW HAMPSHIRE	Bureau of Securities Regulation 107 North Main Street, Room 204 Concord, NH 03301 603-271-1463	N/A
NEW YORK	Bureau of Investor Protection and Securities New York State Department of Law 28 Liberty Street, 21st Floor New York, NY 10005-1495 212-416-8222	Secretary of State of New York 99 Washington Avenue Albany, New York 12231
NORTH CAROLINA	Secretary of State's Office/Securities Division 430 North Salisbury Street Raleigh, NC 27603 919-814-5400	N/A

STATE	STATE ADMINISTRATOR	AGENT FOR SERVICE OF PROCESS
NORTH DAKOTA	North Dakota Insurance & Securities Department 600 East Boulevard Avenue Dept. 401 Bismarck, ND 58505-0510 701-328-2910	North Dakota Insurance Commissioner 600 East Boulevard Avenue Dept. 401 Bismarck, ND 58505-0510 701-328-2910
OHIO	Division of Securities 77 South High Street, 26 th Floor Columbus, OH 43215 614-644-7381	N/A
OKLAHOMA	Oklahoma Department of Securities 55 North Robinson, Suite 400 Oklahoma City, OK 73102 405-280-7700	N/A
OREGON	Division of Financial Regulation 350 Winter Street NE Salem, OR 97301 503-947-7984	N/A
RHODE ISLAND	Rhode Island Department of Business Regulation Securities Division John O. Pastore Center – Building 69-1 1511 Pontiac Avenue Cranston, RI 02920 401-462-9500	Director, Rhode Island Department of Business Regulation John O. Pastore Center Building 69-1 1511 Pontiac Avenue Cranston, RI 02920 401-462-9500
SOUTH CAROLINA	Secretary of State Securities Division 1205 Pendleton Street, Suite 525 Columbia, SC 29201 803-734-2166	N/A
SOUTH DAKOTA	Department of Labor and Regulation Division of Insurance & Securities 445 East Capitol Avenue Pierre, SD 57501 605-773-3563	Director of the Division of Insurance Department of Labor and Regulation 124 South Euclid, Suite 104 Pierre, SD 57501 605-773-3563
TEXAS	Secretary of State Statutory Documents Section P.O. Box 12887 Austin, TX 78711-2887 512-463-5555	N/A
UTAH	Division of Securities Department of Commerce 160 East 300 South Salt Lake City, UT 84111 801-530-6601	N/A

STATE	STATE ADMINISTRATOR	AGENT FOR SERVICE OF PROCESS
VIRGINIA	State Corporation Commission Division of Securities and Retail Franchising 1300 E. Main Street, 9th Floor Richmond, VA 23219 804-371-9051	Clerk of the State Corporation Commission 1300 E. Main Street, 1st Floor Richmond, VA 23219 804-371-9733
WASHINGTON	Department of Financial Institutions Securities Division 150 Israel Rd S.W. Tumwater, WA 98501 360-902-8762	Director, Dept. of Financial Institutions Securities Division 150 Israel Rd S.W. Tumwater, WA 98501
WISCONSIN	Wisconsin Dept. of Financial Institutions Division of Securities 4822 Madison Yards Way, North Tower Madison, WI 53705 608-266-8557	Wisconsin Commissioner of Securities 4822 Madison Yards Way, North Tower Madison, WI 53705 608-266-8557

EXHIBIT J

CONTRACTS FOR USE WITH THE AMADA FRANCHISE

The following contracts contained in Exhibit J are contracts that Franchisee is required to utilize or execute after signing the Franchise Agreement in the operation of the Amada Senior Care Business. The following are the forms of contracts that Amada Franchise Inc. uses as of the Issuance Date of this Franchise Disclosure Document. If they are marked “Sample,” they are subject to change at any time.

EXHIBIT J-1

SAMPLE FORM OF GENERAL RELEASE

This General Release (“**Release**”) made on _____, by and between Amada Franchise, Inc., a corporation formed under the laws of the State of Delaware and having its principal place of business at 180 Avenida La Pata, Suite 200, San Clemente, California 92673 (“**Franchisor**”), and each of the undersigned individuals/ partnerships/corporations/limited liability companies (jointly and severally, the “**Franchisee**”).

WITNESSETH:

WHEREAS, Franchisee acquired one or more franchises from Franchisor to open and operate one or more franchised businesses (“**Amada Senior Care Business(s)**”) pursuant to the Franchise Agreement(s) between Franchisor and Franchisee dated _____ (“**Franchise Agreement(s)**”);

WHEREAS, Franchisee has elected to assign and transfer or renew the Franchise Agreements and all Franchisee's rights thereunder in accordance with the terms of the Franchise Agreements; and

WHEREAS, Franchisor has agreed to consent to such assignment and transfer on condition that, among other things, Franchisee execute this Release.

NOW, in consideration of the above, and for other good and valuable consideration the receipt and sufficiency of which is hereby acknowledged, and intending to be legally bound hereby, Franchisee and Franchisor hereby agree as follows:

1. **Release.** Franchisee hereby absolutely and forever releases and discharges Franchisor and its Related Parties (as defined below), from and against any and all Claims (as defined below) of Franchisee arising out of or relating to the offer or sale of the Franchise Agreement(s), including violations of any federal or state law, rule, or regulation pertaining thereto. “**Related Parties**” means predecessors, affiliates, agents, employees, successors, assigns, and their respective officers, directors, shareholders, heirs, executors, and representatives. “**Claims**” means any and all claims, proceedings, demands, causes of actions, rights to terminate and rescind, liabilities, losses, damages, and rights of every kind and nature whatsoever, whether now known or unknown, suspected or unsuspected, at law or in equity, which the releasing party now has, owns or holds, at any time before this time ever had, owned or held, or at any time after this time has, owns or holds. Franchisee hereby irrevocably covenants not to assert, or to initiate any suit or proceeding based in whole or in part upon any Claim released hereunder.

With respect to the matters being released pursuant to the terms of this Release, Franchisee further voluntarily and unconditionally waive each and every right which they, or any of them, may have under Section 1542 of the Civil Code of the State of California and any similar law of any state or territory of the United States. Section 1542 reads as follows:

1542. A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS THAT THE CREDITOR OR RELEASING PARTY DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE, AND THAT IF KNOWN BY HIM OR HER, WOULD HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR OR RELEASED PARTY.

Franchisee understands and acknowledges that the significance and consequence of their waiver of Section 1542 of the Civil Code is that even if any of them should eventually suffer additional damages arising out of a matter being released pursuant to this Release, said party will not be permitted to make any claim for those damages. Furthermore, Franchisee acknowledges that they intend these consequences even as to claims for injury and/or damages that may exist as of the date of this Release but which Franchisee do not know exist, and which, if known, would materially affect Franchisee's decision to execute this Release, regardless of whether the parties' lack of knowledge is a result of ignorance, oversight, error, negligence, or any other cause.

2. Entire Agreement. This Release supersedes any prior negotiations and agreements, oral or written, with respect to its subject matter. This Release may not be amended except in a writing signed by all of the parties. No representations, warranties, agreements, or covenants have been made with respect to this Release, and in executing this Release, none of the parties is relying upon any representation, warranty, agreement, or covenant not set forth herein.

3. Acknowledgement. Each of the parties certifies to the other that it has read all of this Release and fully understands all of the same and that it has executed this Release after having had the opportunity to obtain legal advice as to such party's rights from legal counsel of its choice.

4. Power and Authority. Each of the parties represents and warrants to the other that it has the full power and authority to execute this Release, and to do any and all things reasonably required hereunder. Nothing herein shall constitute an admission of any liability or wrongdoing by any party hereto.

5. No Assignment. Franchisee represents and warrants to Franchisor that it has not assigned, transferred, or conveyed to any third party all or any part of or partial or contingent interest in any of the released matters which are called for to be released by this Release now or in the future, that it is aware of no third party who contends or claims otherwise, and that it shall not after this time purport to assign, transfer, or convey any such claim.

6. Choice of Law. This Release shall be construed in accordance with and all disputes hereunder shall be governed by the laws of the state of Delaware. If any legal action is necessary to enforce the terms and conditions of this Release, the parties hereby agree that any action sought to be brought by either party, shall be brought in the appropriate state or federal court covering Orange County, California, with jurisdiction over the matter.

7. Washington. This Release is inapplicable with respect to claims arising under the Washington Franchise Investment Protection Act, chapter 19.100 RCW, and the rules adopted thereunder.

IN WITNESS WHEREOF, the parties hereto, intending to be legally bound hereby, have duly executed this Release in multiple copies the day and year first above written.

ATTEST:

Amada Franchise, Inc.

By: _____

Title: _____

ATTEST/WITNESS:

FRANCHISEE:

By: _____

Title: _____

By: _____

Title: _____

EXHIBIT J-2

SAMPLE CONFIDENTIALITY, NON-DISCLOSURE AND NON-COMPETITION AGREEMENT

WHEREAS, the undersigned is an officer, director, member, manager, key employee, partner or owner of an interest in the equity or voting interests of _____, the Franchisee under, and signatory to, that certain Franchise Agreement dated _____ (“**Franchise Agreement**”) entered into with Amada Franchise, Inc. (“**Franchisor**”) granting Franchisee the right to own and operate an Amada franchised business (“**Franchised Business**”) on the terms and conditions stated in the Franchise Agreement.

WHEREAS, the undersigned acknowledges that, in order to induce Franchisor to enter into the Franchise Agreement, Franchisee must cause certain persons owning an interest in Franchise or who are associated with Franchisee in an executive or similar capacity, to sign this Confidentiality, Non-Disclosure and Non-Competition Agreement (“**Agreement**”) for the benefit of Franchisor.

NOW, THEREFORE, the undersigned, having read this Agreement and understanding its terms, hereby agrees as follows:

1. Nondisclosure of Confidential Information.

a. The undersigned agrees not to disclose, duplicate, sell, reveal, divulge, publish, furnish or communicate, either directly or indirectly, any Confidential Information (as defined below) to any other person, firm or entity, unless authorized in writing by Franchisor.

b. The undersigned agrees not to use any Confidential Information for his or her own personal gain or to further the purposes of others, whether or not the Confidential Information has been conceived, originated, discovered or developed, in whole or in part, by the undersigned or represents the undersigned’s work product. To the extent the undersigned has assisted in the preparation of any information which Franchisor considers to be Confidential Information or has prepared or created such information by himself or herself, the undersigned hereby assigns any rights that he or she may have in such information as creator to Franchisor, including all ideas made or conceived by the undersigned.

c. The undersigned understands and agrees that the use, publication or duplication of the Confidential Information for any purpose not authorized by this Agreement constitutes an unfair method of competition by the undersigned.

d. The provisions of this paragraph 1 shall survive the expiration or termination of all contracts between Franchisor and Franchisee.

e. The provisions concerning non-disclosure of Confidential Information shall not apply if disclosure of Confidential Information is legally compelled in a judicial or administrative proceeding, provided the undersigned shall have used its best efforts, and shall have afforded Franchisor the opportunity, to obtain an appropriate protective order or other assurance satisfactory to Franchisor of confidential treatment for the information required to be disclosed.

f. The term “**Confidential Information**” shall have the same meaning assigned to it in the Franchise Agreement. A copy of the relevant sections of the Franchise Agreement is attached to this Agreement as Schedule 1.

2. Return of Proprietary Materials.

Upon expiration or termination of the Franchise Agreement, the undersigned shall surrender to Franchisee, or, if directed by Franchisor, directly to Franchisor, all materials in the possession of the undersigned relating to or concerning any Confidential Information. The undersigned understands and agrees that such materials shall be and remain the sole property of Company.

3. Agreements Regarding Competition.

a. For purposes of this Paragraph 3 the term “**Competing Business**” shall mean a business that provides either or both (a) senior placement or referral services; (b) comprehensive care, including medical services, to private duty clients within their home; (c) employee staffing services to hospitals, skilled nursing facilities, doctors’ offices, assisted living communities, home health or hospice agencies; (d) services administering and/or coordinating care for long-term insurance claims; or (e) any other services or products Franchisor may now or in the future authorize Franchisee to offer or sell in connection with the operation of the Franchised Business.

b. For as long as the Franchise Agreement shall remain in effect, the undersigned agrees that he or she shall neither directly nor indirectly, whether individually, or through, on behalf of, as a member of, or in conjunction with any person, persons, partnership, corporation, or other legal entity, operate, advise on the development or operation of, be employed in a managerial or sales capacity by, or have any interest as an owner of any business, other than as a Franchisee of the Franchisor, that would be considered to be a Competing Business located anywhere in the world, provided, however, the restrictions stated in this paragraph shall not apply to the undersigned after twenty-four (24) months from the date that the undersigned ceases to be an officer, director, member, manager, key employee, partner or owner of an interest in the equity or voting interests in Franchisee.

c. For a period of twenty-four (24) months after expiration or termination of the Franchise Agreement, or an event of transfer as defined in the Franchise Agreement, whichever occurs first, the undersigned agrees that it, he or she shall neither directly nor indirectly, whether individually, or through, on behalf of, as a member of, or in conjunction with any person, persons, partnership, corporation, or other legal entity, operate, advise on the development or operation of, be employed in a managerial or sales capacity by, or have any interest as an owner of any business, other than as a Franchisee of the Franchisor, that would be considered to be a Competing Business within twenty-five (25) miles of any franchise or corporate-owned Amada location or territory under a development agreement.

d. This Agreement does not prohibit the undersigned from owning five percent (5%) or less of the voting stock of a company that is in a Competing Business and whose shares are publicly traded on a national exchange.

e. The parties understand and agree that the undersigned may engage in any activities not expressly prohibited by this Agreement. However, in connection with permitted activities, the undersigned shall not (i) use the Confidential Information or any of the Marks (as that term is defined in the Franchise Agreement); (ii) engage in any conduct or activity which suggests or implies that Franchisor endorses, or authorizes, the undersigned’s activities; or (iii) induce any person to engage in conduct prohibited by this Agreement.

4. Interference.

The undersigned agrees not to, directly or indirectly, for itself or on behalf of any other person, divert, or attempt to divert, any business or customer of any Franchised Business to any competitor by direct

or indirect inducement or perform any act which directly or indirectly could, or may, injure or prejudice the goodwill and reputation of the Marks or the Franchisor's system.

5. Irreparable Harm to Franchisor.

a. The undersigned understands and agrees that Franchisor will suffer irreparable injury not capable of precise measurement in monetary damages if it discloses or misuses any Confidential Information, or if the undersigned breaches the covenants contained in this Agreement. Accordingly, in the event of a breach of this Agreement by the undersigned, the undersigned consents to entry of interim relief, including, without limitation, the entry of a temporary restraining order, preliminary injunction, permanent injunction, writ of attachment, appointment of a receiver, and any other equitable relief which the court deems necessary in order to prevent irreparable injury, all without the requirement that bond be posted.

b. The undersigned agrees that the award of equitable remedies to Franchisor in the event of such breach is reasonable and necessary for the protection of the business and goodwill of Company.

6. Survival.

The agreements made by the undersigned shall survive the expiration or termination of all contracts between Franchisor and Franchisee.

7. Validity; Conformity With Applicable Law.

a. Wherever possible, each provision of this Agreement shall be interpreted in a manner as to be valid under applicable law, but if any provision of this Agreement shall be invalid or prohibited thereunder, the provision shall be ineffective only to the extent of the prohibition or invalidity without invalidating the remainder of this Agreement.

b. The parties agree that the laws of the state where the Franchised Business is located shall govern any dispute concerning or involving the construction, interpretation, validity or enforcement of the provisions of this Agreement regarding competition, but only with respect to the subjects covered in Paragraph 3.

8. Miscellaneous.

a. Any waiver granted to the undersigned by Franchisor excusing or reducing any obligation or restriction imposed under this Agreement shall be evidenced by a writing signed by Franchisor in order to be effective and shall only be effective to the extent specifically allowed in such writing. No waiver granted by Franchisor shall constitute a continuing waiver. Any waiver granted by Franchisor shall be without prejudice to any other rights Franchisor may have. The rights and remedies granted to Franchisor are cumulative. No delay on the part of Franchisor in exercising any right or remedy shall preclude Franchisor from fully exercising such right or remedy or any other right or remedy.

b. This Agreement sets forth the entire agreement made by the undersigned pertaining to the subject matter hereof, fully superseding any and all prior agreements or understandings that may exist between the undersigned and the Franchisor pertaining to such subject matter. No amendment, change, modification or variance to or from the terms and conditions contained in this Agreement shall be binding on the undersigned unless it is contained in a writing and duly signed by the undersigned and Franchisor.

c. This Agreement shall be binding on the undersigned's heirs, executors, successors and assigns as though originally signed by such persons.

d. The parties agree that all capitalized terms in this Agreement shall have the same meaning assigned to them in any Franchise Agreement between Franchisor and Franchisee, and incorporate such definitions into this Agreement.

IN WITNESS WHEREOF, the undersigned has entered into this Agreement as of the date shown above the undersigned's signature.

DATED: _____

Signature of Individual

Print Name of Individual

EXHIBIT J-3

SAMPLE COLLATERAL ASSIGNMENT OF LEASE

FOR VALUE RECEIVED, the undersigned (“**Assignor**”) hereby assigns, transfers and sets over unto Amada Franchise, Inc., a Delaware corporation, (“**Assignee**”) all of Assignor’s right, title and interest as tenant in, to and under that certain lease, a copy of which is attached hereto as Schedule 1 (“**Lease**”) respecting premises (“**Premises**”) located at _____ . This Agreement is for collateral purposes only and except as specified herein, Assignee will have no liability or obligation of any kind whatsoever arising from or in connection with this Collateral Assignment of the Lease unless Assignee takes possession of the Premises pursuant to the terms hereof and assumes the obligations of Assignor thereunder.

Assignor represents and warrants to Assignee that it has full power and authority to so assign the Lease and its interest therein and that Assignor has not previously, and is not obligated to, assign or transfer any of its interest in the Lease or the Premises.

Upon a default by Assignor under the Lease or under the franchise agreement between Assignee and Assignor (“**Franchise Agreement**”), or in the event of a default by Assignor under any document or instrument securing the Franchise Agreement, Assignee will have the right and is hereby empowered to take possession of the Premises, expel Assignor therefrom, and, in such event, Assignor will have no further right, title or interest in the Lease.

Assignor agrees it will not allow or permit any surrender, termination, amendment or modification of the Lease without the prior written consent of Assignee. Through the initial term of the Franchise Agreement and any successor terms thereto, Assignor agrees that it may elect and exercise all options to extend the term of or renew the Lease not less than thirty (30) days prior to the last day that such option must be exercised, unless Assignee otherwise agrees in writing. Upon failure of Assignee to otherwise agree in writing, and upon failure of Assignor to so elect to extend or renew the Lease as stated herein, Assignor hereby appoints Assignee as its true and lawful attorney-in-fact to exercise such extension or renewal options in the name, place and stead of Assignor for the sole purpose of effecting such extension or renewal.

[SIGNATURES AT END OF EXHIBIT]

SAMPLE CONSENT AND AGREEMENT OF LESSOR

The undersigned Lessor under the aforementioned Lease hereby:

- a. Agrees to notify Assignee in writing of and upon the failure of Assignor to cure any default by Assignor under the Lease;
- b. Agrees that Assignee will have the right, but not the obligation, to cure any default by Assignor under the Lease within thirty (30) days after delivery by Lessor of notice thereof in accordance with Paragraph (a) above;
- c. Consents to the foregoing Collateral Assignment and agrees that if Assignee takes possession of the Premises and confirms to Lessor the assumption of the Lease by Assignee as tenant thereunder, Lessor will recognize Assignee as tenant under the Lease, provided that Assignee cures within such 30-day period the defaults of Assignor under the Lease;
- d. Agrees that Assignee may further assign the Lease or its interest therein or sublet the Premises to a person, firm or corporation who is a System franchisee who is reasonably acceptable to Lessor. In the case of an assignment, Assignee will have no further liability or obligation under the Lease as assignee, tenant or otherwise. In the case of an assignment or sublease, this Consent and Agreement of Lessor will continue to apply with respect to any such subsequent System franchisee.

[SIGNATURES AT END OF EXHIBIT]

IN WITNESS WHEREOF, this Collateral Assignment of the Lease has been executed on

_____.

ASSIGNOR:

Print Name: _____

Title: _____

ASSIGNEE

Print Name: _____

Title: _____

LESSOR

Print Name: _____

Title: _____

EXHIBIT J-4

SAMPLE SKILLED CARE SERVICES ADDENDUM

THIS SKILLED CARE SERVICES ADDENDUM to the Franchise Agreement (“**Agreement**”) is entered into on _____ (“**Addendum Effective Date**”) by and between **Amada Franchise, Inc.**, (“**Franchisor**”) and _____, (“**Franchisee**”). Franchisor and Franchisee may sometimes be referred to in the singular as a “Party” or jointly as the “Parties.”

WHEREAS, the Franchisor and Franchisee entered into the Agreement on _____ pursuant to which Franchisee acquired the exclusive right to open and operate a Franchised Business within the Designated Area defined in the Agreement.

WHEREAS, Franchisee desires to offer to its clients ancillary services relating to skilled care services, as defined below (“**Skilled Care**”) within the Designated Area defined in the Agreement.

WHEREAS, Franchisee acknowledges that performing Skilled Care requires special skills, training, licensure and, potentially, accreditation for health care facilities and services in the state where the Franchise Business is located (the “**Accrediting Agency**”).

WHEREAS, Franchisor is willing to grant Franchisee the right to provide Skilled Care in connection with the operation of the Franchised Business, subject to the terms of this Addendum.

NOW, THEREFORE, the undersigned, having read this Addendum and understanding its terms, hereby agrees as follows:

1. Skilled Care Defined. For purposes of this Addendum, “**Skilled Care**” means a comprehensive home and community based model of care for clients, ordered by a physician and provided by licensed professional care staff. Examples of skilled care in the home include, but are not limited to, case management, vital signs monitoring, medication management, wound care, enteral nutrition, continence care, lab draws, geriatric assessments, infusion therapy, chemotherapy, ventilator support, memory care, physical therapy, occupational therapy, and speech therapy.

2. Franchisor Approval. Upon satisfaction of the requirements as defined in the Amada Senior Care Skilled Care Services Program, Franchisor hereby grants Franchisee the right to offer Skilled Care in connection with the operation of the Franchised Business, subject to the terms and conditions herein. Franchisee acknowledges and understands that Franchisor reserves the right to revoke such approval for any reason at any time during the term of this Agreement by providing Franchisee thirty (30) days’ written notice. Franchisor reserves the right to no longer provide Skilled Care services and thereby revoke approval for any and all Franchisees then providing Skilled Care, obligating Franchisee to perform all required actions in response to Franchisor’s revoked approval in order to comply with state and federal laws.

3. Franchisee Representations. Franchisee represents that, as of the Addendum Effective Date, Franchisee or its Owners:

- (a) Meet the minimum participation criteria for the Skilled Care Services Program;
- (b) Have contracted with a Franchisor approved third-party consulting firm;

- (c) Do not have any uncured defaults under the Agreement;
- (d) Are in full compliance with all federal, state, and local laws and regulations and have obtained all applicable licenses and permits, including all requirements under the applicable Nurse Practice Act and the Health Insurance Portability and Accountability Act of 1996 (“HIPAA”);
- (e) Have executed a Business Associate Agreement with Franchisor to comply with HIPAA and applicable state law;
- (f) Have not and will not become a Medicare-certified agency billing Medicare for Skilled Care services; and
- (g) Are in full compliance with all federal, state, and local requirements pertaining to personnel and staffing requirements.

4. Requirements to Begin Providing Skilled Care. To have the right to begin to offer Skilled Care subject to this Addendum and the Agreement, Franchisee must provide Franchisor with written proof of all of the following:

- (a) Franchisee has successfully contracted with a Franchisor approved third-party consulting firm that provides comprehensive training and support relating to Skilled Care;
- (b) Franchisee is in full compliance with the Agreement (to the extent documentation is requested);
- (c) Franchisee has obtained all applicable licenses and permits and is in full compliance with all federal, state, and local laws and regulations, including as required by the applicable Nurse Practice Act;
- (d) Franchisee has created policies and procedures necessary to comply with HIPAA and applicable state law;
- (e) Franchisee has obtained and continues to maintain in full force and effect all insurance policies required by the Agreement to provide Skilled Care;
- (f) If applicable, within six (6) months after the Addendum Effective Date, the Franchised Business must have completed all requirements of an Accrediting Agency for accreditation of its Skilled Care services and Franchisee must continue to maintain such accreditation during the term of this Agreement; and
- (g) If applicable, Franchisee has complied with all requirements for creating a separate affiliated entity as set forth in Section 8.

5. Requirements Applicable to Resales. If the non-medical or medical business operated pursuant to the Agreement was acquired from an entity already providing Skilled Care and approval is granted by Franchisor; then, in addition to the requirements as detailed in Sections 3 and 4, Franchisee will have the right to continue to provide Skilled Care if,

- (a) within one (1) month after acquiring the business Franchisee provides evidence that Franchisee has successfully contracted with an approved third-party consulting firm that provides comprehensive training and support relating to Skilled Care; and

(b) within six (6) months after acquiring the business Franchisee must have completed all requirements of the Accrediting Agency, if applicable, for accreditation of its Skilled Care services as of the date that Franchisee acquired the Franchised Business and Franchisee must continue to maintain such accreditation during the term of this Addendum. If Franchisee fails to comply with the foregoing requirements, upon delivery of written notice to Franchisee, Franchisor has the right to revoke its approval of the right to provide Skilled Care.

6. Franchisee Continuing Obligations. Franchisee acknowledges and agrees that to continue providing Skilled Care it must:

(a) Maintain or renew any health care or employment related permits, licenses, certifications or other indications of authority necessary for providing Skilled Care;

(b) Maintain ongoing support from a Franchisor approved third-party consulting firm;

(c) Maintain documented policies and procedures necessary to comply with HIPAA and applicable state law, including records showing that Franchisee's employees are trained within the mandated time frame pursuant to state or federal law on the content of those policies and procedures or other requisite content;

(d) Be in full compliance, without any uncured defaults, of the Agreement and this Addendum;

(e) Be in full compliance with all federal, state, and local laws and regulations and have obtained all applicable licenses and permits, including all requirements under the applicable Nurse Practice Act; and

(f) Have not become a Medicare-certified agency billing Medicare for Skilled Care services.

(g) If Franchisee, at any time, fails to continue to satisfy the requirements of this Section, Franchisor will have the right to terminate the approval granted to Franchisee to provide Skilled Care, as provided in Section 2 of this Addendum.

7. Limited Support Services. Franchisee acknowledges and agrees that Franchisor does not currently provide operational or marketing support ("**Support Services**") for Skilled Care, although Franchisor reserves the right to do so in the future at its sole discretion. Franchisee acknowledges that, unless Franchisor offers any Support Services, all Support Services shall be provided by an approved third-party consulting organization that Franchisor approves of in advance. The foregoing notwithstanding, Franchisor may, in its sole discretion, provide Franchisee with marketing templates or materials, for a website, print, radio or television, for use by the Franchisee in connection with providing Skilled Care. However, Franchisee is solely responsible for ensuring that any such marketing material complies with all applicable federal, state, and local laws and regulations.

8. Affiliated Entity. If Franchisee desires or is required by applicable laws to create a separate legal entity to perform Skilled Care services (an "**Affiliated Entity**"), Franchisee agrees that it shall cause the Affiliated Entity to sign the Joinder to Amada Franchise Agreement attached hereto as Exhibit 1, pursuant to which such Affiliated Entity shall agree to be bound by the terms and conditions contained in the Agreement and this Addendum. Franchisee understands and acknowledges that the rights and duties created by the Agreement and this Addendum are personal to Franchisee and that Franchisor has granted Franchisee the right to offer Skilled Care in reliance on many factors, including meeting the

minimum participation criteria for the Skilled Care Services Program, the individual or collective character, skill, aptitude and business and financial capacity of Franchisee and Franchisee's principals. Accordingly, unless otherwise approved by Franchisor in writing, Franchisee and the Affiliated Entity must have the same ownership, which shall be disclosed to Franchisor on Attachment B of the Agreement.

9. Continuation of Franchised Business. In the event the Franchised Business's ability to offer Skilled Care is in any way suspended, revoked, or terminated by any federal, state, or local governmental agency or Franchisor, the Franchised Business will continue to provide Core Services throughout the remainder of the term of the Agreement; further, pursuant to the applicable section of the Agreement, Operating Principal will continue to exert its best efforts to the supervision and conduct of the Franchised Business.

10. Fees and Reporting. Gross Billings from the performance of Skilled Care services shall be subject to the same fees and payment obligations that apply to the Franchised Business generally; provided, however, that with regard to Gross Billings from Skilled Care services, Franchisee's contribution to the Advertising Fund shall initially be equal to 0.25% of Gross Billings but may be increased upon thirty (30) days' notice from Franchisor to no more than 1% of Gross Billings. Despite the foregoing, Gross Billings from Skilled Care services shall be segregated from other Gross Billings within reports provided to Franchisor, as required by the Agreement. The following chart lists Minimum Gross Billings Standards that are applicable to Skilled Care services in the Designated Territory:

Year	Gross Billings*
By the end of Franchisee's First Year**	\$37,500
By the end of Franchisee's Second Year	\$75,000
By the end of Franchisee's Third Year	\$125,000
By the end of Franchisee's Fourth Year	\$187,500
By the end of Franchisee's Fifth Year	\$225,000
By the end of Franchisee's Sixth Year	\$300,000
By the end of Franchisee's Seventh Year	\$300,000
By the end of Franchisee's Eighth Year	\$300,000
By the end of Franchisee's Ninth Year	\$300,000
By the end of Franchisee's Tenth Year	\$300,000

The Minimum Gross Billings Standards that are applicable to Skilled Care services commence upon the signing of this Addendum. Gross Billings obtained from Skilled Care services outside of the Designated Territory including in any Contiguous Area may not be used to meet the Minimum Gross Billings Standards for Skilled Care services. Franchisee acknowledges and agrees that Franchisor may require Franchisee to obtain and use, at Franchisee's sole cost and expense, a separate point-of-sale system for Skilled Care services.

11. Compliance with System. Franchisee agrees, upon request, to provide evidence of compliance with Agreement, this Addendum and Franchisor's System, as it is defined in the Agreement. Franchisee agrees to contract with a third-party Skilled Care consulting firm approved by Franchisor, and to satisfy any other requirements established from time to time by Franchisor that Franchisor believes are necessary for a Franchised Business to continue offering Skilled Care, including but not limited to attending additional training related to Skilled Care as directed by Franchisor and acquiring any and all applicable insurance coverages. Franchisor reserves the right to charge a fee for providing Franchisee continuing educational training programs, seminars, or webinars, which Franchisor provides at its sole discretion.

12. Relationship of the Parties/Indemnification. In all dealings with third parties, including, without limitation, franchisees, employees, suppliers, and clients, Franchisee must disclose in an appropriate manner acceptable to Franchisor that it is an independent entity licensed by Franchisor. Nothing in this Addendum is intended by the parties hereto to create a fiduciary or employment relationship between them nor to constitute Franchisee as a subsidiary, joint venture, partner, agent or employee of Franchisor for any purpose whatsoever. Franchisee must fully protect, indemnify and hold Franchisor and its owners, directors, officers, successors and assigns harmless from and against any and all claims, demands, damages and liabilities of any nature whatsoever arising in any manner, directly or indirectly, out of or in connection with or incidental to the operation of Franchisee's business and the providing of Skilled Care services (regardless of whether or not caused by Franchisee's negligent or willful failure or failure to act).

13. Employees. Franchisee acknowledges and agrees that Franchisee has sole responsibility and authority for Franchisee's labor relations and employment practices, including, among other things, employee selection, hiring, promotion, supervision, termination, recordkeeping, wage and hour requirements including hours worked, rates of pay, benefits, work assigned, discipline, adjustments of grievances and complaints, and working conditions. Franchisee's employees are exclusively under the Franchisee's control. No employee providing Skilled Care will be deemed to be an employee of Franchisor for any purpose whatsoever, and nothing in this Addendum in any way shifts any employee or employment related responsibility from Franchisee to Franchisor. Franchisee is responsible for and assumes liability for compliance with all applicable federal and state employment practices, pertaining to providing Skilled Care as well as compliance with HIPAA.

14. Intellectual Property Belongs to Franchisor. If Franchisee, Franchisee's employees, or principals develop any new concept, process, manual or improvement in the operation or promotion of the Franchised Business, including the offering of Skilled Care, Franchisee will promptly notify Franchisor and provide Franchisor with all necessary related information, without compensation. Any such concept, process, or improvement will become Franchisor's sole property and Franchisor will be the sole owner of all patents, patent applications, trademarks, copyrights and other intellectual property rights related thereto. Franchisee and Franchisee's principals hereby assign to Franchisor any rights Franchisee may have or acquire therein, including the right to modify such concept, process or improvement, and otherwise waive and/or release all rights of restraint and moral rights therein and thereto. Franchisee and Franchisee's principals agree to assist Franchisor in obtaining and enforcing the intellectual property rights to any such concept, process or improvement in any and all countries and further agree to execute and provide Franchisor with all necessary documentation for obtaining and enforcing such rights. Franchisee and Franchisee's principals hereby irrevocably designate and appoint Franchisor as Franchisee's agent and attorney-in-fact to execute and file any such documentation and to do all other lawful acts to further the prosecution and issuance of patents or other intellectual property rights related to any such concept, process or improvement. In the event that the foregoing provisions of this section are found to be invalid or otherwise unenforceable, Franchisee and Franchisee's principals hereby grant to Franchisor a worldwide, perpetual, non-exclusive, fully-paid license to use and sublicense the use of the concept, process, manual or improvement to the extent such use or sublicense would, directly or indirectly infringe Franchisee's rights therein.

15. Capitalized Terms. All capitalized terms not defined in this Addendum have the same meaning as in the Agreement.

16. Not Transferrable by Franchisee. The terms of this Addendum are personal to Franchisee and are not transferrable by Franchisee with the sole exception that an Affiliated Entity may obtain these rights by signing herein and complying with each of the Franchisee's obligations.

17. No Further Changes. Except as specifically provided in this Addendum, all of the terms, conditions and provisions of the Agreement will remain in full force and effect as originally written and signed.

FRANCHISOR:

AMADA FRANCHISE, INC.
a Delaware corporation

By: _____

Printed Name: _____

Title: _____

Effective Date: _____

FRANCHISEE:

By: _____

Printed Name: _____

Title: _____

Date Signed: _____

Exhibit 1

SAMPLE Joinder to Amada Franchise Agreement

This Joinder to Amada Franchise Agreement (this “Joinder”) is executed by the undersigned (the “Affiliated Entity”) pursuant to the terms of that certain Skilled Care Services Addendum, dated _____, by and between Amada Franchise, Inc. and _____ (as such agreement may be amended or supplemented from time to time, the “Franchise Agreement”). Capitalized terms used but not defined herein have the respective meanings ascribed to such terms in the Franchise Agreement. By the execution of this Joinder, the Affiliated Entity signing below agrees as follows:

1. Acknowledgment. The Affiliated Entity acknowledges that such Affiliated Entity is permitted to perform Skilled Care services under the Skilled Care Services Addendum that is attached to and made part of the Franchise Agreement, subject to all of the terms and conditions of the Franchise Agreement.
2. Agreement. The Affiliated Entity (i) agrees that such Affiliated Entity will be bound by and subject to the terms of the Franchise Agreement, and (ii) hereby agrees to be bound by the terms and conditions of the Franchise Agreement with the same force and effect as if the Affiliated Entity were originally a party thereto.
3. Notice. Any notice required or permitted by the Franchise Agreement may be given to the Affiliated Entity at the same address that notice is permitted to be given to Franchisee under the Franchise Agreement.

EXECUTED AND DATED as of _____.

AMADA FRANCHISE, INC.

By: _____

Name: _____

Title: _____

Accepted and Agreed:

AFFILIATED ENTITY:

By: _____

Name: _____

Title: _____

EXHIBIT J-5

SAMPLE BUSINESS ASSOCIATE AGREEMENT

1. PREAMBLE AND DEFINITIONS.

1.1. Pursuant to the Health Insurance Portability and Accountability Act of 1996, as amended ("HIPAA"), _____ ("Covered Entity") and Amada Franchise, Inc. or any of its corporate affiliates ("Amada" or "Business Associate"), enter into this Business Associate Agreement ("BAA") for the purposes of complying with the Privacy Rule, the Security Rule and the Breach Notification Rule, each as defined at 45 C.F.R. part 160 and part 164, issued by the United States Department of Health and Human Services ("HHS") under the Health Insurance Portability and Accessibility Act of 1996 ("HIPAA"), as amended by the final regulations promulgated pursuant to the Health Information Technology for Economic and Clinical Health (such regulations, "HITECH") Act (Division A, Title XIII and Division B, Title IV of Pub. L. No. 111-5) (which was part of the American Recovery and Reinvestment Act of 2009) and applicable state law, as of the "Effective Date" of the Franchise Agreement.

1.2. The Parties' performance under the Franchise Agreement may require Covered Entity to disclose and/or provide to Amada private and/or protected health and/or medical information as designated under, and governed by, applicable state law and Individually Identifiable Health Information and/or Electronic Protected Health Information as defined in HIPAA and/or HIPAA regulations and may or will require Amada to receive, access, review, maintain, retain, modify, record, store, forward, produce, hold, use, create, disclose, and/or destroy such Protected Health Information ("PHI") (as defined under the HIPAA Rules).

1.3 Pursuant to changes required under the Health Information Technology for Economic and Clinical Health Act of 2009 (the "HITECH Act") and under the American Recovery and Reinvestment Act of 2009 ("ARRA"), this BAA also reflects federal breach notification requirements imposed on a Business Associate when "Unsecured PHI" (as defined under the HIPAA Rules) is acquired by an unauthorized party.

1.4 Unless the context indicates otherwise, the following terms in this BAA shall have the same meaning as those terms in the HIPAA Rules: Breach, Data Aggregation, Designated Record Set, disclosure, Electronic Media, Electronic Protected Health Information (ePHI), Health Care Operations, individual, Minimum Necessary, Notice of Privacy Practices, Required By Law, Secretary, Security Incident, Subcontractor, Unsecured PHI, and use.

2. GENERAL OBLIGATIONS OF BUSINESS ASSOCIATE.

2.1 Business Associate agrees not to use or disclose PHI, other than as permitted or required by this BAA or as Required By Law, or if such use or disclosure does not otherwise cause a Breach of Unsecured PHI.

2.2 Business Associate agrees to use appropriate physical, technical and administrative safeguards and comply with Subpart C of 45 C.F.R. Part 164 with respect to ePHI, to prevent use or disclosure of PHI other than as provided for by the BAA.

2.3 The Business Associate agrees to report without unreasonable delay to Covered Entity any Breach of Unsecured PHI not provided for by the BAA of which it becomes aware of, but in no case later than five calendar days of discovery. Such notice shall include the identification of each individual whose Unsecured PHI has been or is reasonably believed by Business Associate to have been, accessed, acquired, or disclosed in connection with such Breach. In addition, Business Associate shall provide any additional information reasonably requested by Covered Entity for purposes of investigating the Breach and any other available information that Covered Entity is required to include to the individual under 45 C.F.R. § 164.404(c) at the time of notification or promptly thereafter as information becomes available.

2.4 Business Associate agrees, in accordance with 45 C.F.R. §§ 164.502(e)(1)(ii) and 164.308(b)(2), if applicable, to require that any representatives, subcontractors, persons and/or entities (other than entities that are merely conduits) that create, receive, maintain, or transmit PHI on behalf of the Business Associate agree to the same restrictions, conditions, and requirements that apply to the Business Associate with respect to such information.

2.5 Business Associate agrees to make available PHI in a Designated Record Set to the Covered Entity as necessary to satisfy Covered Entity's obligations under 45 C.F.R. § 164.524. Business Associate agrees to make any amendments to PHI in a Designated Record Set as directed or agreed to by the Covered Entity pursuant to 45 C.F.R. § 164.526, or take other measures as necessary to satisfy Covered Entity's obligations under 45 C.F.R. § 164.526.

2.6 Business Associate agrees to account for the following disclosures:

(a) Business Associate agrees to maintain and document disclosures of PHI and Breaches of Unsecured PHI and any information relating to the disclosure of PHI and Breach of Unsecured PHI in a manner as would be required for Covered Entity to respond to a request by an individual or the Secretary for an accounting of PHI disclosures and Breaches of Unsecured PHI.

(b) Business Associate agrees to provide to Covered Entity, or to an individual at Covered Entity's request, information collected to permit Covered Entity to respond to a request by an individual or the Secretary for an accounting of PHI disclosures and Breaches of Unsecured PHI.

3. PERMITTED USES AND DISCLOSURES BY BUSINESS ASSOCIATE.

3.1 General Uses and Disclosures. Business Associate agrees to receive, create, use, or disclose PHI only in a manner that is consistent with this BAA.

3.2 Except as otherwise provided in this BAA, Business Associate may use PHI for its proper management, perform functions and administration or to carry out its legal responsibilities or on behalf of the Covered Entity, as permitted under applicable law or specified in this BAA.

3.3 Business Associate may not use or disclose PHI in a manner that would violate Subpart E of 45 C.F.R. Part 164 if done by the Covered Entity.

3.4 Business Associate may use or disclose PHI as Required By Law, including to report violations of law to appropriate federal and state authorities, consistent with 45 C.F.R. § 164.502(j)(1).

4. OBLIGATIONS OF COVERED ENTITY.

4.1 Covered Entity agrees that it will comply with HIPAA, as amended, including all regulations implementing HIPAA, the Privacy Rule as interpreted under applicable regulations and guidance of general application published by HHS, including all amendments thereto for which compliance is required, as amended by the HITECH Act, ARRA, and the HIPAA Rules, and any state-specific laws protecting the privacy and confidentiality of various types of health information.

4.2 Covered Entity will use appropriate safeguards to protect the privacy, security, and integrity of PHI and train its employees on the policies and procedures necessary to comply with HIPAA including all regulations implementing HIPAA.

4.3 Covered Entity will obtain all consents, permission or authorizations necessary and/or required by law for Covered Entity prior to furnishing Business Associate PHI in order to fulfill their obligations under the BAA.

4.4 Covered Entity will provide Business Associate with the Notice of Privacy Practices that Covered Entity produces in accordance with the Privacy Rule, and any changes or limitations to such notice under 45 C.F.R. § 164.520, to the extent that such changes or limitations may affect Business Associate's use or disclosure of PHI.

4.5 Covered Entity will notify Business Associate of any restriction to the use or disclosure of PHI that Covered Entity has agreed to or is required to abide by under 45 C.F.R. § 164.522, to the extent that such restriction may affect Business Associate's use or disclosure of PHI under this BAA.

4.6 Covered Entity will notify Business Associate of any changes in or revocation of permission by an individual to use or disclose PHI, if such change or revocation may affect Business Associate's permitted or required uses and disclosures of PHI under this BAA.

4.7 Upon any suspected or actual breach, unauthorized disclosure of the PHI or breach of the BAA, Covered Entity will meet and confer in good faith with Business Associate before notifying affected individuals, government agencies, and/or commencing any legal action.

5. TERM AND TERMINATION.

5.1 This BAA shall terminate upon the earlier of either the discharge of Business Associate's obligations under the Franchise Agreement, when all of the PHI provided by Covered Entity to Business Associate, or created or received by Business Associate on behalf of Covered Entity, is destroyed or returned to Covered Entity, or, if it is infeasible to return or destroy PHI, protections are extended to such information or if either party terminates for cause as authorized under Section 5.2.

5.2 Upon either party's knowledge of material breach by the other party, the non-breaching party shall provide an opportunity for the breaching party to cure the breach or end the violation; or terminate the BAA. If the breaching party does not cure the breach or end the violation within a reasonable timeframe not to exceed 14 days from the notification of the breach, or if a material term of the BAA has been breached and a cure is not possible, the non-breaching party may terminate this BAA, upon written notice to the other party.

5.3 Covered Entity acknowledges that due to the relationship with Business Associate, it will not be feasible for Business Associate to return or destroy PHI after the termination of the Franchise Agreement. Business Associate will continue to extend the protections of this Agreement to PHI and limit further uses and disclosures of such PHI for so long as the Business Associate maintains such PHI.

6. **MISCELLANEOUS.**

6.1 The parties agree to take such action as is necessary to amend this BAA to comply with the requirements of the Privacy Rule, HIPAA, ARRA, the HITECH Act, the HIPAA Rules, and any other applicable law.

6.2 This BAA shall be interpreted in the following manner:

(a) Any ambiguity shall be resolved in favor of a meaning that permits Business Associate to comply with the HIPAA Rules.

(b) Any inconsistency between the BAA's provisions and the HIPAA Rules, including all amendments, as interpreted by the HHS, a court, or another regulatory agency with authority over the Parties, shall be interpreted according to the interpretation of the HHS, the court, or the regulatory agency.

(c) Any provision of this BAA that differs from those required by the HIPAA Rules, but is nonetheless permitted by the HIPAA Rules, shall be adhered to as stated in this BAA.

6.3 This BAA constitutes the entire agreement between the parties related to the subject matter of this BAA, except to the extent that the Franchise Agreement imposes more stringent requirements related to the use and protection of PHI upon Business Associate. This BAA may not be modified unless done so in writing and signed by a duly authorized representative of both parties. If any provision of this BAA, or part thereof, is found to be invalid, the remaining provisions shall remain in effect.

6.4 This BAA will be binding on the successors and assigns of the Covered Entity and the Business Associate. However, this BAA may not be assigned, in whole or in part, without the written consent of the other party. Any attempted assignment in violation of this provision shall be null and void.

6.5 Except as otherwise provided in the BAA, there are no third-party beneficiaries to the BAA. Business Associate's obligations are to the Covered Entity only.

6.6 This BAA may be executed in two or more counterparts, each of which shall be deemed an original.

IN WITNESS WHEREOF, the parties hereto have executed this BAA as of the below date.

FRANCHISOR:

AMADA FRANCHISE, INC.
a Delaware corporation

By: _____

Printed Name: _____

Title: _____

Effective Date: _____

FRANCHISEE (COVERED ENTITY):

By: _____

Printed Name: _____

Title if an entity: _____

Date Signed: _____

EXHIBIT J-6

SAMPLE APPROVAL OF REQUESTED ASSIGNMENT

This Approval of Requested Assignment ("**Agreement**") is entered into this _____ between Amada Franchise Inc., ("**Franchisor**"), Delaware limited liability company _____, ("**Former Franchisee**"), the undersigned owners of Former Franchisee ("**Owners**") and _____, [a/an Formation State] [corporation/limited liability company] ("**New Franchisee**").

RECITALS

WHEREAS, Franchisor and Former Franchisee entered into that certain franchise agreement dated _____ ("**Former Franchise Agreement**"), in which Franchisor granted Former Franchisee the right to operate an Amada Senior Care franchise located at _____ ("**Franchised Business**"); and

WHEREAS, Former Franchisee desires to assign ("**Requested Assignment**") the Franchised Business to New Franchisee, New Franchisee desires to accept the Requested Assignment of the Franchised Business from Former Franchisee, and Franchisor desires to approve the Requested Assignment of the Franchised Business from Former Franchisee to New Franchisee upon the terms and conditions contained in this Agreement, including that New Franchisee sign Franchisor's current form of franchise agreement together with all exhibits and attachments thereto ("**New Franchise Agreement**"), contemporaneously herewith.

NOW, THEREFORE, in consideration of the mutual covenants, promises, and agreements herein contained, the parties hereto hereby covenant, promise, and agree as follows:

1. Payment of Fees. In consideration for the Requested Assignment, Former Franchisee acknowledges and agrees to pay Franchisor the Transfer Fee, as required under the Franchise Agreement ("**Franchisor's Assignment Fee**").

2. Assignment and Assumption. Former Franchisee hereby consents to assign all of its rights and delegate its duties with regard to the Former Franchise Agreement and all exhibits and attachments thereto from Former Franchisee to New Franchisee, subject to the terms and conditions of this Agreement, and conditioned upon New Franchisee's signing the New Franchise Agreement pursuant to Section 5 of this Agreement.

3. Consent to Requested Assignment of Franchised Business. Franchisor hereby consents to the Requested Assignment of the Franchised Business from Former Franchisee to New Franchisee upon receipt of the Franchisor's Assignment Fee from Former Franchisee and the mutual execution of this Agreement by all parties. Franchisor waives its right of first refusal set forth in the Former Franchise Agreement.

4. Termination of Rights to the Franchised Business. The parties acknowledge and agree that effective upon the date of this Agreement, the Former Franchise Agreement shall terminate and all of Former Franchisee's rights to operate the Franchised Business are terminated and that from the date of this Agreement only New Franchisee shall have the sole right to operate the Franchised Business under the New Franchise Agreement. Former Franchisee and the undersigned Owners agree to comply with all of the covenants in the Former Franchise Agreement that expressly or by implication survive the termination, expiration, or transfer of the Former Franchise Agreement. Unless otherwise precluded by state law, Former Franchisee shall execute Franchisor's current form of General Release Agreement.

5. New Franchise Agreement. New Franchisee shall execute the New Franchise Agreement for the Franchised Business (as amended by the form of Addendum prescribed by Franchisor, if applicable), and any other required contracts for the operation of an Amada Senior Care franchise as stated in Franchisor's Franchise Disclosure Document.

6. Former Franchisee's Contact Information. Former Franchisee agrees to keep Franchisor informed of its current address and telephone number at all times during the three-year period following the execution of this Agreement.

7. Acknowledgement by New Franchisee. New Franchisee acknowledges and agrees that the purchase of the rights to the Franchised Business ("**Transaction**") occurred solely between Former Franchisee and New Franchisee. New Franchisee also acknowledges and agrees that Franchisor played no role in the Transaction and that Franchisor's involvement was limited to the approval of Requested Assignment and any required actions regarding New Franchisee's signing of the New Franchise Agreement for the Franchised Business. New Franchisee agrees that any claims, disputes, or issues relating New Franchisee's acquisition of the Franchised Business from Franchisee are between New Franchisee and Former Franchisee, and shall not involve Franchisor.

8. Representation. Former Franchisee warrants and represents that it has not heretofore assigned, conveyed, or disposed of any interest in the Former Franchise Agreement or Franchised Business. New Franchisee hereby represents that it received Franchisor's Franchise Disclosure Document and did not sign the New Franchise Agreement or pay any money to Franchisor or its affiliate for a period of at least 14 calendar days after receipt of the Franchise Disclosure Document.

9. Notices. Any notices given under this Agreement shall be in writing, and if delivered by hand, or transmitted by U.S. certified mail, return receipt requested, postage prepaid, shall be deemed to have been given on the date so delivered or transmitted, if sent to the recipient at its address appearing on the records of the sending party.

10. Further Actions. Former Franchisee and New Franchisee each agree to take such further actions as may be required to effectuate the terms and conditions of this Agreement, including any and all actions that may be required or contemplated by the Former Franchise Agreement.

11. Affiliates. When used in this Agreement, the term “**Affiliates**” has the meaning as given in Rule 144 under the Securities Act of 1933.

12. Miscellaneous. This Agreement may not be changed or modified except in a writing signed by all of the parties hereto. This Agreement may be executed in any number of counterparts, each of which shall be deemed to be an original, and all of which together shall constitute one and the same document. This Agreement shall be binding upon and inure to the benefit of the parties and their respective successors and assigns.

13. Governing Law. This Agreement shall be governed by, and construed and enforced in accordance with, the laws of the state where the Franchised Business is located.

IN WITNESS WHEREOF, the parties have executed this Agreement under seal, with the intent that this be a sealed instrument, as of the day and year first above written.

FRANCHISOR:

AMADA FRANCHISE, INC.

By: _____
Printed Name: _____
Title: _____

FORMER FRANCHISEE:

By: _____
Printed Name: _____
Title: _____

NEW FRANCHISEE:

By: _____
Printed Name: _____
Title: _____

EXHIBIT J-7

**SAMPLE AUTHORIZATION
TO INITIATE DEBIT ENTRIES**

_____, the undersigned franchisee, hereby authorizes Amada Franchise, Inc. to initiate debit entries to its checking account indicated below at the depository identified below, hereinafter referred to as “**Depository**”, to debit to such account the amount of such entry reflecting fees and other amounts that become payable by the undersigned to Amada Franchise, Inc.:

Depository Name: _____

Depository Branch: _____

Depository Address: _____

Depository City, State, and Zip: _____

Routing Number: _____

Account Name: _____

Account Number: _____

For good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the undersigned agrees that:

This authorization is to remain in full force and effect until Amada Franchise, Inc. has received advance written notification of its termination from the undersigned in such manner as to afford Amada Franchise, Inc. and Depository reasonable time and opportunity to act upon such notification.

IN WITNESS WHEREOF, this authorization has been executed on _____.

FRANCHISEE:

FRANCHISEE:

By: _____

By: _____

Title: _____

Title: _____

Phone No.: _____

Phone No.: _____

EXHIBIT J-8

SAMPLE CONSENT TO TRANSFER

This Consent to Transfer Agreement (“**Agreement**”) is made and entered into this _____ (“**Effective Date**”), by and between Amada Franchise, Inc., a Delaware corporation (“**Franchisor**”), _____ (“**Former Franchisee**”), _____ (“**Former Owners**”), _____ (“**New Franchisee**”) _____ (“**New Owners**”).

RECITALS

WHEREAS, Franchisor and Former Franchisee entered into that certain franchise agreement dated _____ (“**Franchise Agreement**”), granting to Former Franchisee the right to operate an Amada Senior Care business (“**Franchised Business**”) within the Designated Territory set forth under the Franchise Agreement in the _____ market;

WHEREAS, Former Franchisee desires to assign (“**Requested Assignment**”) the Franchised Business to New Franchisee and New Franchisee desires to accept the Requested Assignment of the Franchised Business from Former Franchisee, and Franchisor desires to approve the Requested Assignment upon the terms and conditions contained in this Agreement.

AGREEMENT

NOW, THEREFORE, in consideration of the mutual agreements, covenants and undertakings herein contained and other valuable consideration, the adequacy of which is acknowledged by all parties, the parties hereby covenant, promise, and agree as follows:

1. Recitals. The above Recitals are hereby incorporated into and made part of this Agreement. Capitalized terms not defined in this Agreement shall have the meanings set forth in the Former Franchise Agreement or New Franchise Agreement.

2. Transfer Fee. The amount payable by Former Franchisee and New Franchisee to Franchisor shall total \$ _____ (“**Transfer Fee**”). The Transfer Fee concurrent with execution of this Agreement and as a condition to the effectiveness of this Agreement.

3. Assignment and Assumption. Former Franchisee hereby consents to assign all of its rights and delegate its duties with regard to the Franchise Agreement and all exhibits, attachments and amendments thereto from Former Franchisee to New Franchisee, subject to the terms and conditions of this Agreement. New Franchisee does hereby assume all right, title and interest of every kind and character whatsoever in, to or with respect to the Franchise Agreement. Former Franchisee and Former Owners shall remain liable for all direct and indirect obligations owed to Franchisor in connection with the Franchised Business operated pursuant to the Franchise Agreement arising prior to the Effective Date of this Agreement, and this Agreement shall not be construed to be a waiver or forbearance of any such obligations. New Franchisee hereby assumes the Franchised Business and agrees to perform all of the duties and obligations, and abide by all of the covenants, terms and conditions heretofore applicable to Former Franchisee as the franchisee under the Franchise Agreement.

4. Consent to Requested Assignment of Franchised Business. Franchisor hereby consents to the Requested Assignment of the Franchised Business from Former Franchisee to New Franchisee conditioned upon the mutual execution of this Agreement by all parties and New Franchisee entering into a franchise agreement with Franchisor within seven days of the Effective Date of this Agreement.

Franchisor waives its right of first refusal set forth in the Franchise Agreement. The new franchise agreement for New Franchisee will only become effective upon the completion of the assignment set forth herein. Former Franchisee and New Franchisee agree that any payments owed to Former Franchisee by New Franchisee related to the Requested Assignment shall be subordinated to payments owed by New Franchisee to Franchisor.

5. Representations by Former Franchisee and Former Owners. Former Franchisee and Former Owners each warrant and represent that: (a) Neither Former Franchisee nor any Former Owners (nor anyone or any entity acting on behalf of or in the name of Former Franchisee or any Former Owners) has heretofore assigned, impaired, conveyed or disposed of any interests in the Franchise Agreement; and (b) Former Franchisee and Former Owners have done no acts nor omitted to do any act which might prevent Franchisor from, or limit Franchisor in, acting upon or under any of the provisions herein or the Franchise Agreement.

6. Representation By New Franchisee and New Owners. New Franchisee and New Owners each represent and warrant that New Franchisee is duly formed, validly existing and in good standing under the laws of the State of _____, and has full power and authority to consummate the transactions contemplated under this Agreement.

7. Franchisee's Contact Information. Former Franchisee and Former Owners each agree to keep Franchisor informed of its current address and telephone number at all times during the three (3) year period following the execution of this Agreement.

8. Acknowledgements. Former Franchisee and New Franchisee each acknowledge and agree that the purchase of the rights to the Franchised Business ("**Transaction**") occurred between Former Franchisee and New Franchisee. Former Franchisee and New Franchisee also acknowledge and agree that Franchisor's involvement was limited to the approval of Requested Assignment and providing New Franchisee a franchise agreement. New Franchisee agrees that any claims, disputes, or issues relating to New Franchisee's acquisition of the Franchised Business from Former Franchisee are between New Franchisee and Former Franchisee, and shall not involve Franchisor. Former Franchisee and New Franchisee each represent and warrant to Franchisor that the Transaction has been completed correctly under all applicable laws such that it shall be effective in the manner and on the Effective Date set forth in this Agreement.

9. Further Actions. Each of the parties to this Agreement agree to take such further actions as may be required to effectuate the terms and conditions of this Agreement, including any and all actions that may be required or contemplated by the Franchise Agreement.

10. Release and Ongoing Obligations. Former Franchisee and Former Owners agree to sign the General Release attached hereto as **Exhibit A**. Former Franchisee and Former Owners agree to comply with all of the covenants in the Franchise Agreement that expressly or by implication survive the transfer of the Franchise Agreement including, but not limited to, the post-termination covenant not to compete, confidentiality and the terms of the Confidentiality, Non-Disclosure and Non-Competition Agreement.

11. Termination of Rights to Franchised Business. The parties acknowledge and agree that as of the Effective Date, the Former Franchise Agreement shall terminate and all of Former Owners' and Former Franchisee's rights to operate the Franchised Business are terminated and that from the Effective Date, only New Owner and New Franchisee shall have the sole rights to operate the Franchised Business under the New Franchise Agreement. Former Owners and Former Franchisee agree to comply with all of the covenants in the Former Franchise Agreement that expressly or by implication survive the termination, expiration, or transfer of the Former Franchise Agreement, including but not limited to: (i) the non-

competition and non-solicitation covenants in Section ____ of the Former Franchise Agreement; (ii) the post-termination obligations in Article ____ of the Former Franchise Agreement; (iii) the indemnification obligations in Article ____ of the Former Franchise Agreement; (iv) the continuing obligations in the Personal Guaranty and Assumption of Obligations in Attachment ____ of the Former Franchise Agreement; (v) the Spousal Guaranty in Attachment D of the Former Franchise Agreement; and (vi) that certain Confidentiality, Non-Disclosure and Non-Competition Agreement, which obligations, covenants and agreements shall continue in full force and effect.

12. New Franchise Agreement. New Owner and New Franchisee shall execute the New Franchise Agreement for the Franchised Business (as amended by those certain transfer addenda attached thereto), and any other required contracts for the operation of the Franchised Business as stated in Franchisor's Franchise Disclosure Document.

13. Breach. The Parties hereby agree that each of the matters stated herein are important, material, and confidential, and substantially affect the effective and successful conduct of the business of Franchisor and its reputation, and goodwill. Any breach of the terms of this Agreement will result in substantial and irreparable injury to Franchisor, for which the breaching party may be preliminarily and permanently enjoined and for which the breaching party shall also pay to Franchisor all damages (including, but not limited to, compensatory, incidental, consequential and lost profits damages) which arise from the breach, together with interest, costs and Franchisor's reasonable attorneys' fees (through final unappealable judgment) to enforce this Agreement. This Agreement does not limit any other remedies available at law or in equity available to Franchisor.

14. No Waiver. Franchisor may waive a provision of this Agreement only in writing executed by an authorized representative. No party shall rely upon any oral representations as to a waiver of any provision of this Agreement. No waiver by a party of a breach by another party of any provision of this Agreement shall operate or be construed as a waiver of any subsequent breach by the breaching party.

15. Assignment. This Agreement is fully transferable by Franchisor. New Franchisee and/or New Owners shall not assign, convey, sell, delegate or otherwise transfer this Agreement or any right or duty hereunder without first complying with all assignment provisions set forth in the Franchise Agreement, and first obtaining Franchisor's prior written consent.

16. Binding Agreement. This Agreement shall be binding upon the parties' heirs, successors, assigns, and legal representatives. This Agreement shall be enforceable by the successors and assigns of Franchisor, any person or entity which purchases substantially all of the assets of Franchisor, and any subsidiary, affiliate, or operation division of Franchisor.

17. Choice of Law and Venue. This Agreement shall be construed in accordance with and governed for all purposes in accordance with the choice of venue and choice of law provisions set forth in the Franchise Agreement.

18. Severance and Reformation. In case any one or more of the provisions or restrictions contained in this Agreement, or any part thereof, shall, for any reason, be held to be invalid, illegal or unenforceable in any respect, such invalidity, illegality, or unenforceability shall not affect any other provisions or restrictions of this Agreement. In case any one or more of the provisions or restrictions contained in this Agreement shall, for any reason, be held to be unreasonable, improper, overbroad or unenforceable in any manner, it is agreed that they are divisible and separable and should be valid and enforceable to the extent allowed by law. The intention of the Parties is that Franchisor shall be given the broadest protection allowed by law with respect to this Agreement.

19. Entire Agreement. No change, addition, deletion or amendment of this Agreement shall be valid or binding upon either party unless in writing and signed by the parties. Insofar as matters within the scope of this Agreement are concerned, this Agreement is the entire agreement between the Parties and replaces and supersedes all prior agreements and understandings pertaining to the matters addressed in this Agreement. There are no oral or other agreements or understandings between the Parties affecting this Agreement.

20. Counterparts. This Agreement may be executed in any number of counterparts, all of which shall be deemed to constitute one and the same instrument, and each counterpart shall be deemed an original.

21. Further Assurance. Each of the parties will, upon reasonable request of the other, sign any additional documents necessary or advisable to fully implement the terms and conditions of this Agreement.

22. Reaffirmation. Except as specifically modified by this Agreement, all of the terms and conditions of the Franchise Agreement (including provisions for notice, construction, and dispute resolution) are reaffirmed in their entirety. In the event of any inconsistency between the provisions of the Franchise Agreement and this Agreement, the terms of this Agreement shall control.

SIGNATURE PAGE FOLLOWS

IN WITNESS WHEREOF, the parties affix their signatures and execute this Agreement to be made effective as of the Effective Date.

FRANCHISOR:
AMADA FRANCHISE, INC.

FORMER OWNER:
(OWNER 1)

(Name), (Title)

(Owner 1), Individually

Date:_____

Date:_____

FORMER FRANCHISEE:
(FORMER FRANCHISEE)

NEW OWNER:
(OWNER 2)

By:_____
(Owner 1), Owner

(Owner 2), Individually

Date:_____

Date:_____

NEW FRANCHISEE:
(NEW FRANCHISEE)

By:_____
(Owner 2), Owner

Date:_____

EXHIBIT J-9

SAMPLE E-2 ADDENDUM TO FRANCHISE AGREEMENT

This Addendum to Franchise Agreement (“**Addendum**”) is made and entered into on _____ (the “**Effective Date**”), by and between Amada Franchise, Inc., a Delaware corporation (“**Franchisor**”) and _____ (Collectively, “**Owners**”).

BACKGROUND

A. Franchisor and _____ (“**Franchisee**”) are parties to that certain Amada Senior Care® Franchise Agreement dated _____, (the “**Franchise Agreement**”), pursuant to which Franchisee was granted the right and undertook the obligation to operate an Amada Senior Care® business within the Designated Territory (“**Franchised Business**”), as defined in the Franchise Agreement.

B. Owners are citizens of a foreign country and do not have the right to reside permanently in the United States. Owners have applied for an E-2 visa to allow for the right to live in the United States for an extended period.

C. Owners acknowledge the risk that Owners may be denied an E-2 visa by the U.S. government, which decision is entirely outside of Franchisor’s control. Owners further acknowledge that the inability of Owners to reside in the United States may prevent Franchisee from operating the Franchised Business in accordance with the Franchise Agreement.

D. Franchisor is willing to award Franchisee the Franchise Agreement, under the terms and conditions set forth in this Addendum.

NOW, THEREFORE, in consideration of the foregoing premises, and for other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, Franchisor, Owners, and Franchisee hereby agree as follows:

AGREEMENT

1. Definitions; Conflicts. Unless otherwise specifically indicated, capitalized terms used but not defined in this Addendum shall have the meanings provided in the Franchise Agreement. In the event of any conflict between any of the terms and conditions contained in this Addendum and the terms and conditions contained in the Franchise Agreement, the terms and conditions contained in this Addendum shall control.

2. Opening and Home Care License. Owners understand and acknowledge that Owners’ immigration status may delay or complicate the process of Franchisee’s ability to acquire the state home care license required to offer and sell certain services, including Senior Care. Owners further acknowledge that Owners’ immigration status is likely to cause Franchisee to incur additional expenses to open or operate its business, which may include additional insurance expenses and travel expenses. Any delay in acquiring, or inability to acquire, such a license shall not affect Franchisee’s obligations under the Franchise Agreement.

3. Minimum Gross Billings and Minimum Royalties. Franchisee acknowledges and agrees that it will be subject to the Minimum Gross Billings Standards as stated in Section 1.5 of the Franchise Agreement and the Minimum Royalty Fees as stated in Section 4.3 of the Franchise Agreement for the entire term of the Franchise Agreement, without regard to the Owners' immigration status.

4. Option to Terminate. If, at any time during the term of the Franchise Agreement, Owners lose the right to remain in the United States, Franchisor shall have the option, in its sole discretion, to terminate the Franchise Agreement. If Franchisor elects to terminate the Franchise Agreement, the Initial Franchise Fee shall not be refunded in whole or in part, and Franchisee shall be required to comply with all of its post-termination obligations, including those set forth in Section 14 of the Franchise Agreement. If Franchisor elects not to terminate the Franchise Agreement, Franchisee shall be obligated to retain an operations manager and/or marketing manager who is acceptable to Franchisor to operate the business, and to ensure that such person successfully completes all aspects of Franchisor's initial training program, as well as any additional training that Franchisor may require. Method of Payment and Electronic Funds Transfer. Notwithstanding anything to the contrary contained in the Franchise Agreement, Section 4.9 of the Franchise Agreement is amended to add the following language to the end of the section:

Franchisee agrees that such bank account must be established and serviced with a bank chartered in the United States for the purposes described herein.

5. Immigration Process is Solely Owners' Responsibility. Owner represents that Owner is working with independent immigration counsel in their visa application process. Owner acknowledges that Franchisor has not provided, and will not provide, any legal or other advice pertaining to the visa application process and has no obligations whatsoever relating to the visa application process. Owner acknowledges that Franchisor is not the sponsor of Owner's E-2 visa and that Owner is solely responsible for all efforts to obtain and that there are no guarantees that Owner will obtain an E-2 visa. Any assistance provided by Franchisor in obtaining the E-2 visa is merely assistance and does not create any liability for failure to obtain the E-2 visa and Owner will hold Franchisor harmless from any failure to obtain the E-2 visa. Representations and Warranties. Owners and Franchisee represent and warrant that: (i) it has all necessary power and authority to execute and deliver this Addendum; (ii) this Addendum is the legally valid and binding obligation of Owners and Franchisee, enforceable against Owners and Franchisee in accordance with its terms; (iii) it has entered into this Addendum freely and voluntarily; and (iv) this Addendum is not the result of any fraud, duress, or undue influence.

6. Entire Agreement. This Addendum, the Franchise Agreement, and any other Addenda or Amendments to the Franchise Agreement shall be construed together and constitute the entire, full, and complete agreement between Franchisor (or any parent company, subsidiary or affiliate), Owners, and Franchisee concerning the subject matter and supersede all prior agreements. No other representation has induced Owners and Franchisee to execute this Addendum, and there are no representations, inducements, promises, or agreements, oral or otherwise, between the parties not embodied herein, which are of any force or effect with reference to this Addendum or otherwise. No amendment, change or variance from this Addendum shall be binding on either party unless executed in writing by both parties. Nothing in this or in any related

agreement, however, is intended to disclaim the representations made in the Franchise Disclosure Document furnished by Franchisor to Owners.

7. Miscellaneous. Except as required by law, Owners and Franchisee agrees to keep confidential and not disclose the existence or terms of this Addendum without the prior written consent of Franchisor. This Addendum shall be interpreted, enforced, and governed under the laws of the state where the Franchised Business is to be located, without regard to conflicts of laws principles. The terms of this Addendum are personal to Owners and Franchisee and are not transferrable by Owners or Franchisee without Franchisor's prior written consent. Except as specifically provided in this Addendum, all of the terms, conditions and provisions of the Franchise Agreement will remain in full force and effect as originally written and signed. This Addendum may be executed in any number of counterparts, each of which when so executed and delivered shall be deemed an original for all purposes, and all such counterparts shall together constitute one and the same instrument. A signed copy of this Addendum delivered by email shall be deemed to have the same legal effect as delivery of an original signed copy of this Addendum.

IN WITNESS WHEREOF, Franchisor, Owners, and Franchisee have duly executed this Addendum as of the Effective Date.

FRANCHISOR:
AMADA FRANCHISE, INC.

OWNER:
(OWNER)

By: _____
(Name), (Title)

(Owner), Individually

Date: _____

Date: _____

FRANCHISEE:
(FRANCHISEE)

By: _____
(Owner), Owner

Date: _____

EXHIBIT J-10

SAMPLE ADDENDUM TO SUCCESSOR FRANCHISE AGREEMENT

This Addendum to Successor Franchise Agreement (“**Addendum**”) is made and entered into on _____ (the “**Effective Date**”), by and between Amada Franchise, Inc., a Delaware corporation (“**Franchisor**”), _____ (“**Franchisee**”), and _____ (“**Owner(s)**”).

BACKGROUND

A. Franchisor and Franchisee are parties to that certain Amada Senior Care® Franchise Agreement dated _____, (the “**Initial Franchise Agreement**”), pursuant to which Franchisee was granted the right and undertook the obligation to operate an Amada Senior Care® business within the Designated Territory, as defined in the Initial Franchise Agreement. Franchisee is wholly owned by Owner.

B. The Initial Franchise Agreement has expired or will soon expire, and Franchisee has requested a Successor Franchise Agreement, under which Franchisee will operate the Franchised Business for the Successor Term. Franchisee is signing Franchisor’s current form of franchise agreement concurrently with this Addendum.

C. Franchisor and Franchisee wish to modify certain requirements that do not apply to a continuing, experienced Franchised Business and to set forth a different set of standards in connection with the Successor Franchise Agreement.

NOW, THEREFORE, in consideration of the foregoing premises, and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Franchisor and Franchisee hereby agree as follows:

AGREEMENT

1. Background; Definitions; Conflicts. The Background Section is hereby incorporated into this Addendum as if set forth in full. Unless otherwise specifically indicated, capitalized terms used but not defined in this Addendum shall have the meanings provided in the Successor Franchise Agreement. In the event of any conflict between any of the terms and conditions contained in this Addendum and the terms and conditions contained in the Successor Franchise Agreement, the terms and conditions contained in this Addendum shall control.

2. Termination of Initial Franchise Agreement. As of the Effective Date of this Addendum, the Initial Franchise Agreement shall be deemed terminated, and Franchisee shall operate the Franchised Business in accordance with the terms of the Successor Franchise Agreement, as modified by this Addendum.

3. Minimum Gross Billings Standard. The Minimum Gross Billings Standards table set forth in Section 1.5 of the Successor Franchise Agreement shall be deleted and replaced with the following table:

Year During Successor Term	Gross Billings
By the end of your First Year	\$1,200,000
By the end of your Second Year	\$1,200,000
By the end of your Third Year	\$1,200,000
By the end of your Fourth Year	\$1,200,000
By the end of your Fifth Year	\$1,200,000
By the end of your Sixth Year	\$1,200,000
By the end of your Seventh Year	\$1,200,000
By the end of your Eighth Year	\$1,200,000
By the end of your Ninth Year	\$1,200,000
By the end of your Tenth Year	\$1,200,000

4. Royalty Fee. The Minimum Royalty Fee Chart displayed in Section 4.3.1 of the Successor Franchise Agreement is deleted in its entirety and replaced with the following table:

Minimum Royalty Fee Chart

Months in Operation	Minimum Royalty Fee
All months during Successor Term	\$4,000/month

5. Successor Fee. The Successor Fee due in connection with the Successor Franchise Agreement is \$_____.

6. Assistance Prior to Opening. Section 3.1 of the Successor Franchise Agreement is deleted in its entirety and intentionally left blank.

7. Site Location and Lease Premises. Franchisor acknowledges and approves Franchisee's current office, located at _____, as the Premises described in Section 6.1 of the Successor Franchise Agreement.

8. Initial Training Program. Notwithstanding anything to the contrary contained in the Successor Franchise Agreement, as long as Franchisee's Primary Contact and any branch manager/operations manager hired by Franchisee previously attended and successfully completed Franchisor's initial training program, they need not do so again, provided that they may be required to attend any additional or refresher training that Franchisor may require.

9. Licensure. Notwithstanding anything to the contrary contained in the Successor Franchise Agreement, any requirement for Franchisee to obtain a home care license or personal care license contained in the Successor Franchise Agreement is deleted as Franchisee is already in possession of such license(s). Franchisee shall remain obligated to maintain such license(s) in good standing for the duration of the Successor Term.

10. General Release.

(a) Prior Claims Released. Franchisee and Owner, for themselves and all persons or entities claiming by, through or under them, hereby unconditionally and forever releases and discharges Franchisor and its Related Parties (as defined below), from and against any and all Claims (as defined below) whatsoever that may be based in whole or in part on facts that occurred on or before the Effective Date of this Addendum, including but not limited to those arising out of or relating to the offer or sale of the Initial Franchise Agreement, Franchisee's operation under the Initial Franchise Agreement, and the parties' franchise relationship. "Related Parties" includes predecessors, affiliates, agents, employees, successors, assigns, and their respective officers, directors, shareholders, heirs, executors, and representatives, in both their individual and corporate capacities. "Claims" includes any and all obligations, claims, debts, proceedings, demands, causes of actions, rights to terminate and rescind, liabilities, losses, damages, and rights of every kind and nature whatsoever, whether now known or unknown, suspected or unsuspected, at law or in equity, which the releasing party now has, owns or holds, at any time before this time ever had, owned or held, or at any time after this time has, owns or holds. Franchisee and Owner hereby irrevocably covenant not to assert, or to initiate any suit or proceeding based in whole or in part upon, any Claim released hereunder.

(b) Known and Unknown Claims Released. With respect to the matters being released pursuant to the terms of this Release, Franchisee and Owner further voluntarily and unconditionally waive and relinquish each and every right or benefit that it may have under Section 1542 of the Civil Code of the State of California (and any similar statute and principle of law) of any state or territory of the United States. Section 1542 reads as follows:

1542. A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS THAT THE CREDITOR OR RELEASING PARTY DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE, AND THAT IF KNOWN BY HIM OR HER, WOULD HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR OR RELEASED PARTY.

Franchisee and Owner understand and acknowledge that the significance and consequence of their waiver of Section 1542 of the Civil Code is that even if they should eventually suffer or discover additional damages arising out of a matter being released pursuant to this Release, they will not be permitted to make any claim for those damages. Furthermore, Franchisee and Owner acknowledge that they intend these consequences even as to claims for injury and/or damages that may exist as of the date of this Release but which Franchisee and/or Owner do not know exist, and which, if known, would materially affect Franchisee's and/or Owner's decision to execute this Release, regardless of whether the parties' lack of knowledge is a result of ignorance, oversight, error, negligence, or any other cause.

(c) Acknowledgement. Franchisee and Owner certify that they have read all of this Release and fully understand all of the same and that they have executed this Release after having had the opportunity to obtain legal advice as to its rights from legal counsel of their choice.

(d) No Assignment. Franchisee and Owner represent and warrant that they have not assigned, transferred, or conveyed to any third party all or any part of or partial or contingent interest in any of the released matters which are called for to be released by this Release now or in the future, that they are aware of no third party who contends or claims otherwise, and that they shall not after this time purport to assign, transfer, or convey any such claim.

11. Representations and Warranties. Franchisee and Owner represent and warrant that: (i) they have all necessary power and authority to execute and deliver this Addendum; (ii) this Addendum is the legally valid and binding obligation of Franchisee and Owner, enforceable against them in accordance with its terms; (iii) they have entered into this Addendum freely and voluntarily; and (iv) this Addendum is not the result of any fraud, duress, or undue influence.

12. Entire Agreement. This Addendum, the Successor Franchise Agreement, and any other Addenda or Amendments to the Successor Franchise Agreement shall be construed together and constitute the entire, full, and complete agreement between Franchisor (or any parent company, subsidiary or affiliate) and Franchisee or Owner concerning the subject matter and supersede all prior agreements. No other representation has induced Franchisee or Owner to execute this Addendum, and there are no representations, inducements, promises, or agreements, oral or otherwise, between the parties not embodied herein, which are of any force or effect with reference to this Addendum or otherwise. No amendment, change or variance from this Addendum shall be binding on either party unless executed in writing by both parties. Nothing in this or in any related agreement, however, is intended to disclaim the representations made in the Franchise Disclosure Document furnished by Franchisor to Owner.

13. Miscellaneous. Except as required by law, Franchisee and Owner agree to keep confidential and not disclose the existence or terms of this Addendum without the prior written consent of Franchisor. This Addendum shall be interpreted, enforced, and governed under the laws of the state where the Franchised Business is located, without regard to conflicts of laws principles. The terms of this Addendum are personal to Franchisee and are not transferrable by Franchisee without Franchisor's prior written consent. Except as specifically provided in this Addendum, all of the terms, conditions and provisions of the Successor Franchise Agreement will remain in full force and effect as originally written and signed. This Addendum may be executed in any number of counterparts, each of which when so executed and delivered shall be deemed an original for all purposes, and all such counterparts shall together constitute one and the same instrument. A signed copy of this Addendum delivered by email shall be deemed to have the same legal effect as delivery of an original signed copy of this Addendum.

[Signatures on next page]

IN WITNESS WHEREOF, Franchisor, Franchisee, and Owner have duly executed this Addendum as of the Effective Date.

FRANCHISOR:
AMADA FRANCHISE, INC.

FRANCHISEE:
(FRANCHISEE)

By: _____
(Name), (Title)

By: _____
(Owner), Owner

Date: _____

Date: _____

OWNER:
(OWNER)

(Owner), Individually

Date: _____

EXHIBIT J-11

SAMPLE TRANSFER ADDENDUM

This Transfer Addendum (“**Addendum**”) is made and entered into on the last date executed below (the “**Effective Date**”), by and between Amada Franchise, Inc., a Delaware corporation (“**Franchisor**”) and _____, a[n] _____ [corporation][limited liability company][individual] (“**Franchisee**”).

BACKGROUND

- A. Franchisor and Franchisee are parties to that certain Amada Senior Care® Franchise Agreement of even date herewith (the “**Franchise Agreement**”), pursuant to which Franchisee is being granted rights to operate an Amada Senior Care® business (the “**Franchised Business**”) within the Designated Territory, as defined in the Franchise Agreement.
- B. The Franchised Business was previously operated by former owners of franchisee (the “**Transferor**”) pursuant to a former franchise agreement with Franchisor;
- C. The former owner transferred its ownership interest in Franchisee to a new owner in an Equity Purchase Agreement, contingent on approval by Franchisor which included that Franchisee replace the former franchise agreement with the Franchise Agreement;
- D. Franchisor and Franchisee wish to amend certain provisions of the Franchise Agreement to reflect that certain obligations do not apply or are amended for a transferred franchise.

NOW, THEREFORE, in consideration of the foregoing premises, and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Franchisor and Franchisee hereby agree as follows:

AGREEMENT

1. Definitions; Conflicts. Unless otherwise specifically indicated, capitalized terms used but not defined in this Addendum shall have the meanings provided in the Franchise Agreement. In the event of any conflict between any of the terms and conditions contained in this Addendum and the terms and conditions contained in the Franchise Agreement, the terms and conditions contained in this Addendum shall control.

2. Minimum Gross Billings Standard. Because Franchisee is an existing Franchisee of Franchisor and had operated the Franchised Business prior to entering into the Franchise Agreement, the chart set forth in Section 1.5 of the Franchise Agreement is deleted in its entirety and replaced with the following:

Year	Minimum Gross Billings
By the end of Franchisee’s First Year	\$ _____
By the end of Franchisee’s Second Year	\$ _____
By the end of Franchisee’s Third Year	\$ _____

Year	Minimum Gross Billings
By the end of Franchisee's Fourth Year	\$ _____
By the end of Franchisee's Fifth Year	\$ _____
By the end of Franchisee's Sixth Year	\$ _____
By the end of Franchisee's Seventh Year	\$ _____
By the end of Franchisee's Eighth Year	\$ _____
By the end of Franchisee's Ninth Year	\$ _____
By the end of Franchisee's Tenth Year	\$ _____

3. Royalty Fee. Because the Franchised Business is already opened and operating, the Minimum Royalty Fee Chart in Section 4.3.1 of the Franchise Agreement is deleted in its entirety and replaced with the following:

Minimum Royalty Fee Chart

Minimum Gross Billings Standard	Minimum Royalty Fee
\$ _____	\$ _____/month
\$ _____	\$ _____/month
\$ _____	\$ _____/month
\$ _____	\$ _____/month

4. Site Location and Lease Premises. Franchisor acknowledges and approves Franchisee's current office, located at _____, as the Premises described in Section 6.1 of the Franchise Agreement.

5. Representations and Warranties. Franchisee represents and warrants that: (i) it has all necessary power and authority to execute and deliver this Addendum; (ii) this Addendum is the legally valid and binding obligation of Franchisee, enforceable against Franchisee in accordance with its terms; (iii) it has entered into this Addendum freely and voluntarily; and (iv) this Addendum is not the result of any fraud, duress, or undue influence.

6. Entire Agreement. This Addendum, the Franchise Agreement, and any other Addenda or Amendments to the Franchise Agreement shall be construed together and constitute the entire, full, and complete agreement between Franchisor (or any parent company, subsidiary or affiliate) and Franchisee concerning the subject matter and supersede all prior agreements. No other representation has induced Franchisee to execute this Addendum, and there are no representations, inducements, promises, or agreements, oral or otherwise, between the parties not embodied herein, which are of any force or effect with reference to this Addendum or otherwise. No amendment, change or variance from this Addendum shall be binding on either party unless executed in writing by both parties. Nothing in this or in any related agreement, however, is intended to disclaim the representations made in the Franchise Disclosure Document furnished by Franchisor to Franchisee.

7. Miscellaneous. This Addendum shall be interpreted, enforced, and governed under the laws of the state where the Franchised Business is located, without regard to conflicts of laws principles. The terms of this Addendum are personal to Franchisee and are not transferrable by Franchisee without Franchisor's prior written consent. Except as specifically provided in this Addendum, all of the terms, conditions and provisions of the Franchise Agreement will remain in full force and effect as originally written and signed. This Addendum may be executed in any number of counterparts, each of which when so executed and delivered shall be deemed an original for all purposes, and all such counterparts shall together constitute one and the same instrument. A signed copy of this Addendum delivered by email shall be deemed to have the same legal effect as delivery of an original signed copy of this Addendum.

IN WITNESS WHEREOF, Franchisor and Franchisee have duly executed this Addendum as of the dates set forth below.

FRANCHISOR:
AMADA FRANCHISE, INC.

FRANCHISEE:
(FRANCHISEE)

By: _____
(Name), (Title)

By: _____
(Owner), Owner

Date: _____

Date: _____

EXHIBIT J-12

SAMPLE FRANCHISE DEPOSIT AGREEMENT

This Franchise Deposit Agreement ("**Agreement**") is entered into between Amada Franchise, Inc., a Delaware corporation ("**Amada**"), and _____ ("**you**") as of the date signed by Amada and written on the last page of this Agreement.

Amada grants franchises for the operation of an Amada Senior Care® business ("**Franchised Business**") and provides its franchisees with ongoing support in the provision of non-medical homemaker and homecare services for the elderly and others needing assistance in daily living, as well as placement services for seniors, administration and coordination of care under long-term insurance claims and, subject to certain qualifications, skilled nursing and staffing services.

You are deciding whether to enter into a franchise to operate a Franchised Business. The purpose of this Agreement is to compensate Amada for setting aside a Designated Territory in which you would operate the Franchised Business while you complete your decision-making process.

NOW, THEREFORE, in reliance on and in consideration of the above facts and the terms and conditions stated below, the parties agree as follows:

1. Territory Deposit. When you sign this Agreement, you will deliver to Amada the sum of Ten Thousand Dollars (\$10,000) in immediately available funds ("**Territory Deposit**") by wire transfer or cashier's check, to be used by Amada in any manner in which Amada decides to use it. The Territory Deposit is not refundable under any circumstances, including if you elect not to sign the Franchise Agreement or if Amada elects not to grant you a franchise. The entire Territory Deposit will be applied as a credit toward your Initial Franchise Fee for an Amada Senior Care® franchise if you sign a Franchise Agreement with Amada within thirty (30) days of signing this Agreement, as provided in Section 2 of this Agreement. If you sign the Franchise Agreement within that thirty (30) day period, the remaining balance of the Initial Franchise Fee, in the amount of Forty-Seven Thousand Dollars (\$47,000), will be due and payable upon signing the Franchise Agreement.

2. Reservation of Designated Territory. For thirty (30) days after you sign this Agreement, Amada will set aside, and will not grant a franchise to any other person or entity for, the following Designated Territory:

("Designated Territory")

If you sign and deliver to Amada a fully executed Franchise Agreement for an Amada Senior Care® franchise by 5:00 p.m. Pacific time on the thirtieth (30th) day after the date you sign this Agreement, the Designated Territory described above will comprise your Designated Territory under the Franchise Agreement. If you do not sign a Franchise Agreement within the thirty (30) day period specified above, this Agreement will terminate automatically, the Territory Deposit will be forfeited in its entirety, and Amada will have full right to assign the Designated Territory described above, or any portion thereof, as part of a territory granted to another Amada Senior Care® franchisee or to retain for company or affiliate use, without any obligation or compensation to you.

3. Termination. In addition to automatic termination of this Agreement under Section 2, Amada may, at its option, elect to terminate your rights under this Agreement immediately and without refund of the Territory Deposit if: (a) you have misstated or omitted any material information required by the

franchise application submitted to Amada or otherwise provided to Amada in connection with your potential purchase of an Amada Senior Care® franchise; or (b) Amada determines, in its sole discretion, that you do not meet Amada's then-current qualifications for franchisees. In either event, the Territory Deposit is forfeited and Amada shall have no further obligation to you under this Agreement.

4. No Guarantee of Franchise. This Agreement does not obligate Amada to grant you a franchise. Amada's agreement to reserve the Designated Territory during the thirty (30) day period described in Section 2 is Amada's sole obligation under this Agreement. Amada retains the right to reject your franchise application in its sole discretion notwithstanding your payment of the Territory Deposit, in which case the Territory Deposit is forfeited.

5. Arbitration. Any dispute arising out of or in connection with this Agreement must be determined by binding arbitration. Such arbitration must be conducted in Orange County, California, by JAMS, Inc. ("JAMS"), in accordance with the then-current arbitration rules of JAMS. The parties will jointly select one arbitrator from the panel of arbitrators maintained by JAMS. The arbitrator will be an attorney having substantial experience with the arbitration of franchise disputes. If the parties are not able to agree on the sole arbitrator within thirty (30) days after notice of arbitration has been provided by either party, unless such time is extended by the parties, then the parties must apply to JAMS to designate and appoint the sole arbitrator. The arbitrator will limit discovery to the greatest extent possible consistent with basic fairness. Judgment on any award may be entered by any court having jurisdiction. All expenses of the arbitration, including compensation of the arbitrator, must be paid by the party against whom the arbitrator renders a decision. The arbitrator will have no power to assess punitive, speculative, or exemplary damages or make any award that extends, modifies, or suspends any lawful term of this Agreement.

6. Miscellaneous.

(a) Governing Law. This Agreement is made in the State of California and its provisions will be governed by and enforced and interpreted under the laws of the State of California, except that: (i) conflicts of law rules will be excluded; and (ii) the arbitration provisions of this Agreement are expressly and exclusively governed by and construed in accordance with the Federal Arbitration Act.

(b) Notices and Communications. All payments are to be made and any notices or communications should be directed to the parties to this Agreement at the addresses specified on the final page of this Agreement, or at another address if a party has advised the other in writing that its address has changed. Notice may be delivered by overnight courier with tracking confirmed or by first-class mail, postage prepaid. Notice by overnight courier will be considered delivered one (1) business day after delivery to the courier; notice by first-class mail will be considered delivered three (3) business days after posting.

(c) Amendments. This Agreement may be amended, modified, or discharged, in whole or in part, only by a document in writing signed by all of the parties to this Agreement or by their authorized agents.

(d) Successors and Assigns. This Agreement will benefit and bind the parties to this Agreement and their heirs, successors, representatives, and permitted transferees. You may not assign your rights under this Agreement without Amada's prior written consent. Any attempted assignment without such consent is void.

(e) Waiver. Waiver of any default or breach of this Agreement will not be interpreted as a waiver of any subsequent breach. No waiver is effective unless made in writing and signed by the waiving party.

(f) Integration. This Agreement constitutes the complete agreement between the parties concerning the subject matter of this Agreement and supersedes all prior or contemporaneous agreements,

representations, or understandings between the parties regarding its subject matter. No representations, promises, or warranties not expressly stated in this Agreement have been made by either party to induce the other to sign this Agreement.

(g) Severability. Each section or provision of this Agreement will be considered severable. If, for any reason, any section or provision of this Agreement is determined to be invalid or in conflict with any existing or future law or regulation, such section or provision will not impair the operation of the remaining sections or provisions of this Agreement, which will continue to be given full force and effect and will bind the parties.

(h) Attorney Fees and Costs. If legal action or arbitration is necessary to enforce the terms and conditions of this Agreement, the prevailing party will be entitled to recover reasonable attorney fees, costs, and expenses, as fixed by a court of competent jurisdiction or by the arbitrator.

(i) Construction. Captions and paragraph headings included in this Agreement are for reference purposes only and will not modify or limit the statements contained in any section or provision. All words will be considered to include any number or gender as the context requires. In the event of any conflict between this Agreement and any other document, this Agreement will control.

(j) Disclaimer of Representations. NO REPRESENTATIONS, PROMISES, GUARANTIES OR WARRANTIES OF ANY KIND ARE MADE BY AMADA TO INDUCE YOU TO SIGN THIS AGREEMENT EXCEPT THOSE SPECIFICALLY STATED IN THIS AGREEMENT. YOU ACKNOWLEDGE THAT AMADA HAS MADE NO PROMISES OR WARRANTIES TO YOU CONCERNING THE APPROPRIATENESS OF THE DESIGNATED TERRITORY FOR AN AMADA SENIOR CARE FRANCHISED BUSINESS, THE AVAILABILITY OR TIMING OF ANY REQUIRED LICENSES OR PERMITS, OR CONCERNING THE PROFITABILITY OR LIKELIHOOD OF SUCCESS OF THE FRANCHISE.

The parties have signed this Agreement as of the date written below.

FRANCHISOR:
AMADA FRANCHISE, INC.

DEPOSITOR:
(DEPOSITOR)

By: _____
(Name), (Title)

By: _____
(Owner), Owner

Date: _____

Date: _____

EXHIBIT K

STATE EFFECTIVE DATES

The following states have franchise laws that 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 document is effective and may be used in the following states, where the document is filed, registered or exempt from registration, as of the Effective Date stated below:

State	Effective Date
California	Pending
Hawaii	Pending
Illinois	Pending
Indiana	Pending
Maryland	Pending
Michigan	Pending
Minnesota	Pending
New York	Not Registered
North Dakota	Pending
Rhode Island	Pending
South Dakota	April 20, 2026
Virginia	Pending
Washington	Pending
Wisconsin	April 20, 2026

Other states may require registration, filing, or exemption of a franchise under other laws, such as those that regulate the offer and sale of business opportunities or seller-assisted marketing plans.

EXHIBIT L

RECEIPT

This disclosure document summarizes certain provisions of the franchise agreement and other information in plain language. Read this disclosure document and all agreements carefully.

If Amada Franchise, Inc. offers you a franchise, it must provide this disclosure document to you 14 calendar-days before you sign a binding agreement with, or make a payment to, the franchisor or an affiliate in connection with the proposed franchise sale. New York requires that we give you this disclosure document at the earlier of the first personal meeting or 10 business days before the execution of the franchise or other agreement or the payment of any consideration that relates to the franchise relationship. Michigan and Oregon require that we give you this disclosure document at least 10 business days before the execution of any binding franchise or other agreement or the payment of any consideration, whichever occurs first.

If Amada Franchise, Inc. does not deliver this disclosure document on time or if it contains a false or misleading statement, or a material omission, a violation of federal law and state law may have occurred and should be reported to the Federal Trade Commission, Washington, DC 20580 and the state agency listed on **Exhibit I**.

The franchise seller(s) for this offering are Marcos Moura, Steve Kwon, Bobby Ullman, Ken Gifford, Kevin Pike, Matt Smith, Marisa Mamay, Tafa Jefferson, Chad Fotheringham, or Jared Turner, Amada Franchise, Inc., 180 Avenida La Pata, Suite 200, San Clemente, CA 92673, (949) 284-8036.

Issuance Date: April 20, 2026

We authorize the respective state agencies identified on **Exhibit I** to receive service of process for us in the particular state.

I received a disclosure document dated April 20, 2026 that included the following Exhibits:

- A. Franchise Agreement
- B. State Addenda
- C. Statement of Franchisee
- D. Financial Statements
- E. Operations Manual Table of Contents
- F. Current Franchisees
- G. Company-Owned Outlets
- H. Franchisees Who Left the System During Past Fiscal Year or Who Have Not Communicated Within 10 Weeks of Issuance Date
- I. State Franchise Administrators and Agents for Service of Process
- J. Contracts for use with the Amada Senior Care Franchise
- K. State Effective Dates

_____ Date	_____ Signature	_____ Printed Name
_____ Date	_____ Signature	_____ Printed Name

[This page to be signed and retained for your records.]

RECEIPT

This disclosure document summarizes certain provisions of the franchise agreement and other information in plain language. Read this disclosure document and all agreements carefully.

If Amada Franchise, Inc. offers you a franchise, it must provide this disclosure document to you 14 calendar-days before you sign a binding agreement with, or make a payment to, the franchisor or an affiliate in connection with the proposed franchise sale. New York requires that we give you this disclosure document at the earlier of the first personal meeting or 10 business days before the execution of the franchise or other agreement or the payment of any consideration that relates to the franchise relationship. Michigan and Oregon require that we give you this disclosure document at least 10 business days before the execution of any binding franchise or other agreement or the payment of any consideration, whichever occurs first.

If Amada Franchise, Inc. does not deliver this disclosure document on time or if it contains a false or misleading statement, or a material omission, a violation of federal law and state law may have occurred and should be reported to the Federal Trade Commission, Washington, DC 20580 and the state agency listed on **Exhibit I**.

The franchise seller(s) for this offering are Marcos Moura, Steve Kwon, Bobby Ullman, Ken Gifford, Kevin Pike, Matt Smith, Marisa Mamay, Tafa Jefferson, Chad Fotheringham, or Jared Turner, Amada Franchise, Inc., 180 Avenida La Pata, Suite 200, San Clemente, CA 92673, (949) 284-8036.

Issuance Date: April 20, 2026

We authorize the respective state agencies identified on **Exhibit I** to receive service of process for us in the particular state.

I received a disclosure document dated April 20, 2026, that included the following Exhibits:

- A. Franchise Agreement
- B. State Addenda
- C. Statement of Franchisee
- D. Financial Statements
- E. Operations Manual Table of Contents
- F. Current Franchisees
- G. Company-Owned Outlets
- H. Franchisees Who Left the System During Past Fiscal Year or Who Have Not Communicated Within 10 Weeks of Issuance Date
- I. State Franchise Administrators and Agents for Service of Process
- J. Contracts for use with the Amada Senior Care Franchise
- K. State Effective Dates

_____	_____	_____
Date	Signature	Printed Name
_____	_____	_____
Date	Signature	Printed Name

[This page is to be signed, dated, and returned to franchisor.]