

FRANCHISE DISCLOSURE DOCUMENT

Chicago's Pizza Franchising, Inc. Corp.
A Nevada Corporation
9850 S. Maryland Pkwy., Suite 6
Las Vegas, NV 89183
(916) 900-8961
Franchise@pizzatwist.com
www.pizzatwist.com/
www.chicagospizzatwist.com



The franchised business is to operate a pizza restaurant under the trade name “Pizza Twist”.

The total investment necessary to begin operation of a Pizza Twist franchise is \$289,500 to \$551,200. This includes \$37,500 to \$40,000 that must be paid to the franchisor or affiliate. The total investment necessary to begin operation under a three- to five-unit Multi-Unit Development Agreement (including the first unit) is \$320,500 to \$616,200. This includes \$67,500 to \$100,000 that must be paid to the franchisor. There is no minimum number of Pizza Twist units that you are required to develop under the Multi-Unit Development Agreement.

This disclosure document summarizes certain provisions of your franchise agreement and other information in plain English. Read this disclosure document and all accompanying agreements carefully. You must receive this disclosure document at least 14 calendar-days before you sign a binding agreement with, or make any payment to, the franchisor or an affiliate in connection with the proposed franchise sale. **Note, however, that no governmental agency has verified the information contained in this document.**

You may wish to receive your disclosure document in another format that is more convenient for you. To discuss the availability of disclosures in different formats, please contact Harpreet Dahyia and Tejinder Kooner at 9850 S. Maryland Pkwy., Suite 6, Las Vegas, NV 89183 and 916-752-0178, 916-549-9004.

The terms of your contract will govern your franchise relationship. Don't rely on the disclosure document alone to understand your contract. Read all of your contract carefully. Show your contract and this disclosure document to an advisor, like a lawyer or an accountant.

Buying a franchise is a complex investment. The information in this disclosure document can help you make up your mind. More information on franchising, such as “A Consumer's Guide to Buying a Franchise,” which can help you understand how to use this disclosure document, is available from the Federal Trade Commission. You can contact the FTC at 1-877-FTC- HELP or by writing to the FTC at 600 Pennsylvania Avenue, NW. Washington, D.C. 20580. You can also visit the FTC's home page at 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 16, 2024

How to Use This Franchise Disclosure Document

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

| QUESTION | WHERE TO FIND INFORMATION |
|--|---|
| How much can I earn? | Item 19 may give you information about outlet sales, costs, profits or losses. You should also try to obtain this information from others, like current and former franchisees. You can find their names and contact information in Item 20 or Exhibit H. |
| 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 F 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 Pizza Twist business in my area? | Item 12 and the “territory” provisions in the franchise agreement describe whether the franchisor and other franchisees can compete with you. |
| Does the franchisor have a troubled legal history? | Items 3 and 4 tell you whether the franchisor or its management have been involved in material litigation or bankruptcy proceedings. |
| What’s it like to be a Pizza Twist franchisee? | Item 20 or Exhibit H lists current and former franchisees. You can contact them to ask about their experiences. |
| What else should I know? | These questions are only a few things you should look for. Review all 23 Items and all Exhibits in this disclosure document to better understand this franchise opportunity. See the table of contents. |

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 A.

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 arbitration or litigation only in Nevada. Out-of-state arbitration or litigation may force you to accept a less favorable settlement for disputes. It may also cost more to arbitrate or litigate with the franchisor in Nevada than in your own state.
2. **Unopened Franchises.** The franchisor has signed a significant number of franchise agreements with franchisees who have not yet opened their outlets. If other franchisees are experiencing delays in opening their outlets, you may also experience delays in opening your own outlet.

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.

**(THE FOLLOWING APPLIES TO TRANSACTIONS GOVERNED BY
THE MICHIGAN FRANCHISE INVESTMENT LAW ONLY)**

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 the right of a franchisee to join an association of franchisees.
- (b) A requirement that a franchisee assent to a release, assignment, novation, waiver, or estoppel which deprives a franchisee of rights and protection provided in this act. This shall not preclude a franchisee, after entering into a franchise agreement, from settling any and all claims.
- (c) A provision that permits a franchisor to terminate a franchise prior to the expiration of its term except for good cause. Good cause shall include the failure of the franchisee 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 a franchisor to refuse to renew a franchise without fairly compensating the franchisee by repurchase or other means for the fair market value at the time of expiration of the franchisee's inventory, supplies, equipment, fixtures, and furnishings. Personalized materials which have no value to the franchisor and inventory, supplies, equipment, fixtures, and furnishings not reasonably required in the conduct of the franchise business are not subject to compensation. This subsection applies only if: (i) the term of the franchise is less than 5 years and (ii) the franchisee is 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 the franchisee does not receive at least 6 months advance notice of franchisor's intent not to renew the franchise.
- (e) A provision that permits the franchisor 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 the franchisee from entering into an agreement, at the time of arbitration, to conduct arbitration at a location outside this state.
- (g) A provision which permits a franchisor to refuse to permit a transfer of ownership of a franchise, except for good cause. This subdivision does not prevent a franchisor 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 the franchisor's then-current reasonable qualifications or standards.
- (ii) The fact that the proposed transferee is a competitor of the franchisor or sub-franchisor.
- (iii) The unwillingness of the proposed transferee to agree in writing to comply with all lawful obligations.
- (iv) The failure of the franchisee or proposed transferee to pay any sums owing to the franchisor or to cure any default in the franchise agreement existing at the time of the proposed transfer.

(h) A provision that requires the franchisee to resell to the franchisor items that are not uniquely identified with the franchisor. This subdivision does not prohibit a provision that grants to a franchisor 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 the franchisor the right to acquire the assets of a franchise for the market or appraised value of such assets if the franchisee has breached the lawful provisions of the franchise agreement and has failed to cure the breach in the manner provided in subdivision (c).

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

If the franchisor's most recent financial statements are unaudited and show a net worth of less than \$100,000, the franchisee may request the franchisor to arrange for the escrow of initial investment and other funds paid by the franchisee until the obligations, if any, of the franchisor to provide real estate, improvements, equipment, inventory, training or other items included in the franchise offering are fulfilled. At the option of the franchisor, a surety bond may be provided in place of escrow.

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 should be directed to:

State of Michigan Department of Attorney General
G. Mennen Williams Building, 7th Floor
525 W. Ottawa Street
Lansing, Michigan 48909
Telephone Number: (517) 373 7117

TABLE OF CONTENTS

| <u>Item</u> | <u>Page</u> |
|--|--------------------|
| Item 1 THE FRANCHISOR AND ANY PARENTS, PREDECESSORS, AND AFFILIATES ... | 1 |
| Item 2 BUSINESS EXPERIENCE | 3 |
| Item 3 LITIGATION | 3 |
| Item 4 BANKRUPTCY | 4 |
| Item 5 INITIAL FEES | 4 |
| Item 6 OTHER FEES..... | 5 |
| Item 7 ESTIMATED INITIAL INVESTMENT | 9 |
| Item 8 RESTRICTIONS ON SOURCES OF PRODUCTS AND SERVICES..... | 11 |
| Item 9 FRANCHISEE’S OBLIGATIONS | 14 |
| Item 10 FINANCING | 16 |
| Item 11 FRANCHISOR'S ASSISTANCE, ADVERTISING, COMPUTER SYSTEMS, AND TRAINING | 16 |
| Item 12 TERRITORY..... | 22 |
| Item 13 TRADEMARKS..... | 24 |
| Item 14 PATENTS, COPYRIGHTS AND PROPRIETARY INFORMATION..... | 26 |
| Item 15 OBLIGATION TO PARTICIPATE IN THE ACTUAL OPERATION OF THE FRANCHISE BUSINESS | 28 |
| Item 16 RESTRICTIONS ON WHAT THE FRANCHISEE MAY SELL | 29 |
| Item 17 RENEWAL, TERMINATION, TRANSFER, AND DISPUTE RESOLUTION | 29 |
| Item 18 PUBLIC FIGURES | 33 |
| Item 19 FINANCIAL PERFORMANCE REPRESENTATIONS | 33 |
| Item 20 OUTLETS AND FRANCHISEE INFORMATION | 34 |
| Item 21 FINANCIAL STATEMENTS..... | 39 |
| Item 22 CONTRACTS | 39 |
| Item 23 RECEIPTS..... | 39 |

Exhibits

- A. State Administrators and Agents for Service of Process
 - B. Franchise Agreement (with Guaranty and Non-Compete Agreement)
 - C. Multi-Unit Development Agreement
 - D. Rider to Lease Agreement
 - E. Form of General Release
 - F. Financial Statements
 - G. Brand Standards Manual Table of Contents
 - H. Current and Former Franchisees
 - I. State Addenda to Disclosure Document
 - J. State Addenda to Agreements
 - K. EFT Authorization Form
 - L. Confidentiality and Noncompete Agreement
- State Effective Dates
Receipt (2 copies)

Item 1
THE FRANCHISOR AND ANY PARENTS, PREDECESSORS, AND AFFILIATES

In this disclosure document, “we”, “us,” or “our” refers to Chicago’s Pizza Franchising, Inc. Corp. (but not to our officers, directors, agents, employees, affiliates, parents, or subsidiaries). “You” means the person to whom we grant a franchise. If you are a corporation, limited liability company, or other entity, each owner of the franchise entity must sign our Guaranty and Non-Compete Agreement, which means that all of the franchise agreement’s provisions also will apply to your owners.

Us, Any Parents, and Certain Affiliates

Our name is Chicago’s Pizza Franchising, Inc. Corp. Our principal business address is 39850 S. Maryland Pkwy., Suite 6, Las Vegas, NV 89183. We do not have any parent entities. We do not have any affiliates that offer franchises in any line of business or provide products or services to our franchisees, except the following:

Our affiliate, Authentic Food, Inc. (“AFI”) is a supplier to both affiliate-owned and franchisee-owned outlets stores. AFI was incorporated on January 24, 2017. AFI is located at 8200 Berry Avenue, Suite 150, Sacramento, CA 95828.

Our affiliate, Chicago’s Pizza IP Hold Co, LLC (“CP IP”) is the holder of several of our registered trademarks and pending trademark applications. CP IP is a Delaware limited liability company that was formed on January 15, 2020, and is located at 3841 North Freeway Blvd., Ste. 200, Sacramento, CA 95834.

Our Predecessors

We do not have any predecessors.

Our Business Name

We use the names “Chicago’s Pizza Franchising, Inc. Corp.”, “Chicago’s Pizza With A Twist”, and “Pizza Twist”. We do not intend to use any other names to conduct business.

Agent for Service of Process

Our agent for service of process in Nevada is Registered Agents, Inc., and the agent’s principal business address is 401 Ryland Street, Suite 200-A, Reno, NV 89052. Our agents for service of process in other states are disclosed in Exhibit A.

Business Organization

We are a Nevada Corporation. We were incorporated on August 28, 2017.

Information About Our Business and the Franchises Offered

We offer the opportunity to operate a Pizza Twist franchise. The franchised business is a restaurant that is in the business of selling pizza, including specialized Indian Cuisine inspired pizzas. Both veggie and non-veggie options are offered, as well as gluten free, vegan, and halal options. All menu items are prepared fresh. Customers can place orders in store or online. If you sign a franchise agreement with us, you will develop and operate a pizza restaurant under the trade name Pizza Twist.

We had previously franchised restaurants under the mark “Chicago’s Pizza With A Twist”, and we continue to sell franchised restaurants internationally under that mark. However, we are in the process of converting many of those restaurants to the mark Pizza Twist.

We do not operate businesses of the type being franchised, but we have affiliates which do.

We do not have any other business activities. We have not offered franchises in other lines of business.

If you sign a Multi-Unit Development Agreement (attached as Exhibit C to this disclosure document), you will develop multiple Pizza Twist outlets on an agreed-upon schedule. For each future unit franchise, we will require you to sign our then-current form of franchise agreement, which may be different from the form of franchise agreement included in this disclosure document.

If we provide you with any confidential information prior to executing a franchise agreement (for example, in connection with a discovery day or upon your request), we reserve the right to require you to execute a Confidentiality and Noncompete Agreement (attached as Exhibit L to this disclosure document) prior to receiving such confidential information.

The general market for a pizza restaurant business is anyone interested in operating a restaurant specializing in pizza. This market is highly developed. Our customers are the public, including pizza enthusiasts. Sales are not seasonal.

You will compete against national chains, regional chains, and independent owners. Some of these competitors are franchised.

Laws and Regulations

The following laws and regulations are specific to our industry:

The restaurant industry has certain laws and regulations specific to it. The U.S. Food and Drug Administration, the U.S. Department of Agriculture, and various state and local health departments administer and enforce laws and regulations that govern food preparation and service, waste disposal, and sanitary conditions. State and local agencies inspect restaurants for compliance with these requirements. Certain provisions of these laws impose limits on emissions resulting from commercial food preparation. Some states have also adopted or are considering proposals to regulate indoor air quality.

The menu labeling provisions of the Patient Protection and Affordable Health Care Act require restaurant chains with 20 or more units to post caloric information on menus and menu boards, and to provide additional written nutrition information available to consumers upon request. For smaller chains, some states and local governments may require you to comply with laws relating to the labeling that is included on your menus, menu boards, and related materials. Some state and local authorities have also adopted, or are considering adopting, laws or regulations that would affect the content or make-up of food served in restaurants, such as the level of trans-fat contained in a food item.

If your location serves alcohol, you will be required to obtain certain licenses that permit you to sell and serve alcoholic beverages from your location. These rules and regulations will vary greatly depending on your state or market where you operate the franchised business from. You should consult with an attorney to work with you on this process in order to verify you have gone through the appropriate licensing needed to serve alcohol.

You should consult with a legal advisor about legal requirements that may apply to your business, including any permits and licenses necessary to operate in your market.

Prior Business Experience

We have offered Chicago's Pizza With A Twist and/or Pizza Twist franchises since November 2017. None of our affiliates has offered franchises in other lines of business.

We have affiliates who have operated Chicago's Pizza With A Twist and/or Pizza Twist outlets since 2014.

Item 2 BUSINESS EXPERIENCE

Harpreet Dahvia, President: Mr. Dayhia has been our President since August 2017. He has also been President of Chicago's Pizza, Inc. since September 2015, Managing Member of HSN Foods, LLC since February 2014, President of Pizza way since 2014, President of Authentic Food, Inc. since January 2017, and Managing Member of Chicago's Pizza IP Hold Co. LLC since January 2020. All of these positions have been held in Sacramento, CA.

Tejinder Kooner, Director of Operations: Mr. Kooner has been our Director of Operations since November 2018, and our Manager between January 2017 through October 2018; these positions have been held in Sacramento, CA. Previously, he was a Franchise owner of QuickStop Markets from August 2010 through September 2016 in San Jose, CA.

Item 3 LITIGATION

Chicago's Pizza, Inc. v. KSM Pizza, Inc. (E.D. Cal., Civil File No. 2:19-cv-02373). On November 22, 2019, Chicago's Pizza, Inc. ("CPI") filed a trademark infringement action against KSM Pizza, Inc. ("KSM"), alleging that KSM used a mark which infringes on CPI's rights to one

of CPI's "CHICAGO'S PIZZA WITH A TWIST" marks (not one of the marks listed in this Item 13). KSM denied CPI's material allegations and filed a cross-complaint against CPI and several parties, including our President, Harpreet Dahyia, and multiple of our California franchisees. KSM alleges, among other allegations, that CPI misappropriated KSM's intellectual property, including trade secret receipts and trademark rights in "Chicago's Pizza". KSM seeks damages, injunctive relief, an accounting, interest, attorneys' fees, and costs. Several of the crossclaim defendants, including CPI and Mr. Dahyia, moved to dismiss the cross-complaint, and on October 13, 2021, the Court dismissed KSM's claims. On February 26, 2024, the Court entered default judgment in favor of CPI and ordered KSM to stop using CPI's marks and to pay CPI's costs and attorney's fees.

Except as provided in this Item 3, 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

Franchise Fee

When you sign your franchise agreement, you must pay us \$30,000 as the initial franchise fee. This fee is uniform and is not refundable.

The range of initial franchise fees we collected during the last fiscal year was \$30,000.

Initial Inventory

Prior to opening your business, you are required to purchase some of your initial inventory for your business from us. The total investment for this initial inventory will be \$2,500 to \$5,000. Any moneys paid to us are non-refundable.

Training Fee

When you schedule your initial training, you will be required to pay us an initial training fee of \$5,000. If you purchase more than one franchise, you will only need to pay the initial training fee which your first franchise; this fee will be waived on your future franchises. Other than this, fee is uniform. Once paid, a training fee is not refundable.

Multi-Unit Development

If you and we agree that you will develop multiple franchises, then you will sign our Multi-Unit Development Agreement ("MUDA") in the form of Exhibit C to this disclosure document. Your franchise fees will be reduced to \$15,000 for each franchise after the first franchise. You will pay all franchise fees upon signing the MUDA. They are not refundable.

**Item 6
OTHER FEES**

| Type of Fee | Amount | Due Date | Remarks |
|---------------------------------------|--|-----------------------------|--|
| Royalty | 4.5% of your gross sales | Weekly, on Tuesday | See Notes 1, 2, and 3. |
| Marketing Fund Contribution | 1% of your gross sales | Weekly, on Tuesday | |
| Market Cooperative Contribution | As determined by the cooperative. Currently, none. | Weekly, on Tuesday | We have the right to establish local or regional advertising cooperatives. If you are a member of a cooperative, you and other members may vote to require each member to contribute between 1% and 5% of adjusted gross sales to the cooperative. |
| Replacement / Additional Training fee | Currently, \$2,000 per training session | Prior to attending training | If you send a manager or other employee to our training program after you open, we will charge our then-current training fee. |
| Third party vendors | Pass-through of costs, plus reasonable administrative charge not to exceed the greater of \$500 or 10%. Currently, none. | Varies | We have the right to require franchisees to use third-party vendors and suppliers that we designate. Examples can include computer support vendors, mystery shopping, and customer feedback systems. The vendors and suppliers may bill franchisees directly, or we have the right to collect payment for these vendors together with a reasonable markup or charge for administering the payment program. |
| Technology Fee | Currently, none. | Weekly, on Tuesday | We reserve the right to charge a commercially reasonable fee for software and other technology products and services we provide. The technology fee will not necessarily be a pass-through of our exact costs. We may add, remove, or alter the software or technology products or services that we provide. |

| Type of Fee | Amount | Due Date | Remarks |
|------------------------------------|---|---------------------------|--|
| Non-compliance fee | \$500 per instance | On demand | We may charge you \$500 for any aspect of your business which is not in compliance with our system specifications or the franchise agreement and you fail to correct the non-compliance after 30 days' notice. Thereafter, we may charge you \$250 per week until you correct such non-compliance. |
| Reimbursement | Amount that we spend on your behalf, plus 10% | Within 15 days of invoice | If we pay any amount that you owe or are required to pay to a third party, you must reimburse us. |
| Late fee | \$100 plus interest on the unpaid amount at a rate equal to 18% per year (or, if such payment exceeds the maximum allowed by law, then interest at the highest rate allowed by law) | On demand | We may charge a late fee if you fail to make a required payment when due. |
| Insufficient funds fee | \$50 (or, if such amount exceeds the maximum allowed by law, then the maximum allowed by law) | On demand | We may charge an insufficient funds fee if a payment made by you is returned because of insufficient funds in your account. |
| Costs of collection or enforcement | Our actual costs | As incurred | Payable if we incur costs (including reasonable attorney fees) in attempting to collect amounts you owe to us or otherwise enforcing your franchise agreement. |
| Convention fee | As determined by us; currently, none. | Prior to convention | If we elect to conduct a national or regional convention, we will charge you the attendance fee even if you do not attend. You are responsible for all travel and living expenses of attending any such meeting or convention. |
| Special support fee | Our then-current fee, plus our expenses. Currently, \$600 per day. | On demand | If we provide in-person support to you in response to your request, we may charge this fee plus any out-of-pocket expenses (such as travel, lodging, and meals for employees providing onsite support). |

| Type of Fee | Amount | Due Date | Remarks |
|-----------------------------------|---|--|--|
| Customer complaint resolution | Our expenses | | We may take any action we deem appropriate to resolve a customer complaint about your business. If we respond to a customer complaint, we may require you to reimburse us for our expenses. |
| Audit costs | Our actual cost | On demand | Payable only if (1) we audit you because you have failed to submit required reports or other non-compliance, or (2) the audit concludes that you under-reported gross sales by more than 3% for any 4-week period. |
| Special inspection fee | Currently \$600, plus our out-of-pocket costs | On demand | Payable only if we conduct an inspection of your business because of a governmental report, customer complaint or other customer feedback, or your default or non-compliance with any system specification. |
| Non-compliance cure costs and fee | Our out-of-pocket costs and internal cost allocation, plus 10% | When billed | We may cure your non-compliance on your behalf (for example, if you do not have required insurance, we may purchase insurance for you), and you will owe our costs plus a 10% administrative fee. |
| Relocation fee | \$5,000 | Half due when we have agreed to work with you to relocate your business and the remainder due when we have accepted a relocation request | Payable if you ask us to consider relocating your business. You cannot relocate your business to new premises without our approval. We have no obligation to approve of any relocation request. |
| Transfer fee | \$10,000, plus any broker fees and other out-of-pocket costs we incur | \$1,500 when you notify us of your intent to transfer or sell your business; the balance due at the closing of the transaction | Payable if you desire to transfer or sell your business. |

| Type of Fee | Amount | Due Date | Remarks |
|--------------------------------|---|-----------|--|
| Liquidated damages | An amount equal to royalty fees and marketing fund contributions for the lesser of (i) 2 years or (ii) the remaining weeks of the franchise term. | On demand | Payable if we terminate your franchise agreement because of your default, or if you terminate the franchise agreement without the right to do so. |
| Temporary management fee | 10% of gross sales plus our expenses | On demand | We have the right to temporarily manage your business and charge this fee if (i) you die or become incapacitated, (ii) we exercise our right to purchase your business after your franchise agreement end, or (iii) you operate the business in a dangerous manner. |
| Indemnity | All of our costs and losses from any legal action related to the operation of your franchise or any act by you or your employees | On demand | You must indemnify and defend (with counsel reasonably acceptable to us) us and our affiliates against all losses in any action by or against us related to, or alleged to arise out of, the development or operation of your franchise, or any act or omission by you or any employee of your business (unless caused by our intentional misconduct or gross negligence). |
| Prevailing party's legal costs | Our attorney fees, court costs, and other expenses of a legal proceeding, if we are the prevailing party | On demand | In any legal proceeding (including arbitration), the losing party must pay the prevailing party's attorney fees, court costs and other expenses. |

All fees are payable only to us (other than software subscription charges). All fees are imposed by us and collected by us (other than software subscription charges). All fees are non-refundable. We do not represent that all fees are uniform for all franchisees; we reserve the right to change, waive, or eliminate fees for any one or more franchisees as we deem appropriate. There are currently no marketing cooperatives, purchasing cooperatives, or other cooperatives that impose fees on you.

Notes

1. "Gross Sales" is defined in our franchise agreement as the total dollar amount of all sales generated through your business for a given period, including, but not limited to, payment for any services or products sold by you, whether for cash or credit. It also includes any proceeds

you receive from business interruption insurance. Gross Sales does not include (i) bona fide refunds to customers, (ii) sales taxes collected, (iii) sale of used equipment not in the ordinary course of business, or (iv) sales of prepaid cards or similar products (but the redemption of any such card or product will be included in Gross Sales).

2. You must report your gross sales to us each week. If you fail to report your gross sales, we will withdraw estimated royalty fees and marketing fund contributions based on 125% of the most recent gross sales you reported. We will true-up the actual fees after you report gross sales.

3. We currently require you to pay royalty fees and other amounts due to us by pre-authorized bank draft. However, we can require an alternative payment method. If we permit you to pay by credit card or any other method which causes us to incur a processing fee, you will be responsible for the amount of the processing fee.

**Item 7
ESTIMATED INITIAL INVESTMENT**

YOUR ESTIMATED INITIAL INVESTMENT - FRANCHISE AGREEMENT

| Type of expenditure (see Note 1) | Amount | Method of payment | When due | To whom payment is to be made |
|---|-----------------------|-----------------------------|--------------------------------------|--------------------------------------|
| Initial franchise fee | \$30,000 - \$30,000 | Check or wire transfer | Upon signing the franchise agreement | Us |
| Training fee | \$5,000 - \$5,000 | Check or wire transfer | Upon scheduling initial training | Us |
| Real Estate / Rent (see Note 2) | \$3,000 - \$12,000 | Check | Upon signing lease | Landlord |
| Utilities | \$2,500 - \$5,000 | Check, debit, and/or credit | Upon ordering service | Utility providers |
| Leasehold Improvements | \$120,000 - \$250,000 | Check | As incurred or when billed | Contractors |
| Market Introduction Program | \$15,000 - \$30,000 | Check, debit, and/or credit | As incurred or when billed | Vendors and suppliers |
| Furniture, Fixtures, and Equipment | \$50,000 - \$100,000 | Check, debit, and/or credit | As incurred | Vendors and suppliers |
| Computer Systems | \$6,500 - \$10,000 | Check, debit, and/or credit | As incurred | Vendors and suppliers |
| Insurance | \$1,000 - \$3,000 | Check | Upon ordering | Insurance company |
| Signage | \$6,500 - \$10,500 | Check, debit, and/or credit | Upon ordering | Vendor |
| Office Expenses | \$1,500 - \$2,000 | Check, debit, and/or credit | As incurred | Vendors |

| | | | | |
|--|-----------------------|-----------------------------|----------------------------|-----------------------------------|
| Inventory | \$7,500 - \$15,000 | Check, debit, and/or credit | Upon ordering | Us and Vendors |
| Licenses and Permits (see Note 3) | \$5,000 - \$10,000 | Check | Upon application | Government |
| Vehicles (see Note 4) | \$0 - \$1,200 | | | |
| Dues and Subscriptions | \$1,000 - \$5,000 | Check, debit, and/or credit | As incurred | Vendors, trade organizations |
| Professional Fees (lawyer, accountant, etc.) | \$2,500 - \$5,000 | Check, debit, and/or credit | As incurred or when billed | Professional service firms |
| Travel, lodging and meals for initial training | \$2,500 - \$7,500 | Cash, debit or credit | As incurred | Airlines, hotels, and restaurants |
| Additional funds (for first 3 months) (see Note 5) | \$30,000 - \$50,000 | Varies | Varies | Employees, suppliers, utilities |
| Total | \$289,500 - \$551,200 | | | |

YOUR ESTIMATED INITIAL INVESTMENT - MULTI UNIT DEVELOPMENT AGREEMENT

| Type of expenditure | Amount | Method of payment | When due | To whom payment is to be made |
|--|-----------------------|------------------------|-----------------------|-------------------------------|
| First franchise (see table above) | \$289,500 - \$551,200 | | | |
| Additional initial franchise fees (see Note 6) | \$30,000 - \$60,000 | Check or wire transfer | Upon signing the MUDA | Us |
| Business planning and miscellaneous expenses | \$1,000 - \$5,000 | Check | As incurred | Vendors and suppliers |
| Total | \$320,500 - \$616,200 | | | |

Notes to Both Tables

1. Your lease security deposit and utility deposits will usually be refundable unless you owe money to the landlord or utility provider. None of the other expenditures in this table will be refundable. Neither we nor any affiliate finances any part of your initial investment.

2. A standard restaurant is between 1500 and 2200 square feet. Our estimates in this table assume you pay a security deposit equal to one month rent, and that you begin paying rent when (or shortly before) you open for business. For this to occur, you would need to negotiate a “free rent” period for the time it takes to build out your business. In our experience, you may be able to negotiate additional free rent or reduced rent periods after opening as well. We expect that

you will rent your location. If you choose to purchase real estate instead of renting, your costs will be significantly different.

3. In addition to any food licenses, the cost of a license to alcoholic beverages will vary widely by jurisdiction. You should investigate the cost of the appropriate licenses in your jurisdiction.

4. We do not require any particular type of vehicle. However, any vehicle must be in excellent or better condition, clean, dent-free, and otherwise presenting a professional appearance. The low-end estimate assumes you already have a personal vehicle for the business. The high-end assumes you lease a new vehicle, with certain fees and costs payable upon signing the lease

5. This includes any other required expenses you will incur before operations begin and during the initial period of operations, such as payroll, additional inventory, rent, and other operating expenses in excess of income generated by the business. It does not include any salary or compensation for you. In formulating the amount required for additional funds, we relied on the following factors, basis, and experience: the development of a Chicago's Pizza With A Twist and Pizza Twist business by our affiliate, and our general knowledge of the industry.

6. This estimate assumes you sign a Multi-Unit Development Agreement for three to five franchises. The franchise fee for your first unit is counted in the "Estimated Initial Investment – Franchise Agreement" table. Your initial franchise fees are reduced to \$15,000 for the second and each additional franchise. You will pay all franchise fees upon signing the MUDA.

Item 8

RESTRICTIONS ON SOURCES OF PRODUCTS AND SERVICES

Generally

We have the right to require you to purchase or lease all goods, services, supplies, fixtures, equipment, inventory, computer hardware and software, real estate, or comparable items related to establishing or operating your business (1) either from us or our designee, or from suppliers approved by us, or (2) according to our specifications. You must comply with any changes we make in the future to these requirements.

Specific Obligations

The following are our current specific obligations for purchases and leases:

A. Real Estate. Your business location is subject to our approval and must meet our specifications. If you lease your location, you must use reasonable efforts to have the landlord sign our form of Rider to Lease Agreement (attached to this disclosure document as Exhibit D).

B. Insurance. You must obtain insurance as described in the Franchise Agreement and in our Brand Standards Manual, which includes (i) "Special" causes of loss coverage forms, including fire and extended coverage, crime, vandalism, and malicious mischief, on all property of the Business, for full repair and replacement value (subject to a reasonable deductible); (ii)

Business interruption insurance covering at least 12 months of income; (iii) Commercial General Liability insurance, including products liability coverage, and broad form commercial liability coverage, written on an “occurrence” policy form in an amount of not less than \$1,000,000 single limit per occurrence and \$2,000,000 aggregate limit, (iv) Business Automobile Liability insurance including owned, leased, non-owned and hired automobiles coverage in an amount of not less than \$1,000,000, (v) Workers Compensation coverage as required by state law, and (vi) dram shop (if you will offer alcohol sales) insurance with limits of not less than \$1,000,000 single limit per occurrence and \$2,000,000 aggregate limit. Your policies (other than Workers Compensation) must list us and our affiliates as an additional insured, must include a waiver of subrogation in favor of us and our affiliates, must be primary and non-contributing with any insurance carried by us or our affiliates, and must stipulate that we receive 30 days’ prior written notice of cancellation.

C. Point-of-sale software and hardware, and related software and hardware. You must purchase (or lease) the point-of-sale software and hardware, and related software and hardware, that we specify. See Item 11 for more details.

D. Food Products, Supplies and Inventory. You must purchase some of the food products and inventory from our affiliate, AFI. Also, you will be required to purchase all food products and inventory from approved suppliers and vendors.

E. Advertising and Marketing. Except as otherwise provided in the Brand Standards Manual and advertising or marketing materials that we furnish to you, you must submit all advertising and marketing materials to us for our written approval before use. You must ensure that all advertising or marketing materials that you use are clear, factual, ethical, and not misleading; comply with our brand standards; and comply with all laws. We have the right to establish and control all digital marketing.

Us or our Affiliates as Supplier

We and/or our affiliates are currently a supplier of goods and/or services that you must purchase as provided in this Item. We reserve the right to be a supplier (or the sole supplier) of any and all other goods or services in the future.

Ownership of Suppliers

None of our officers owns an interest in any supplier to our franchises, except that our President, Harpreet Dahyia, is the owner of our affiliate, AFI.

Alternative Suppliers

If you want to use a supplier that is not on our list of approved suppliers, you must request our approval in writing. We have the sole discretion to approve or reject an alternative supplier. We may condition our approval on criteria we deem appropriate, such as evaluations of the supplier’s capacity, quality, financial stability, reputation, and reliability; inspections; product testing, and performance reviews. Our criteria for approving suppliers are not available to you. We permit you to contract with alternative suppliers who meet our criteria only if you request our approval in writing, and we grant approval. There is no fee for us to review or approve an alternate supplier. We will provide you with written notification of the approval or disapproval of any

supplier you propose within 30 days after receipt of your request. We may grant approvals of new suppliers or revoke past approvals of suppliers on written notice to you, or by updating our Manual.

Issuing Specifications and Standards

We issue specifications and standards to you for applicable aspects of the franchise in our Manual and/or in written directives. We may issue new specifications and standards for any aspect of our brand system, or modify existing specifications and standards, at any time by revising our Manual and/or issuing new written directives (which may be communicated to you by any method we choose). We will generally (but are not obligated to) issue new or revised specifications only after testing in our headquarters, in company-owned outlets, and/or a limited market test in multiple units.

Revenue to Us and Our Affiliates

We will derive revenue from the required purchases and leases by franchisees, including purchases of equipment, raw materials, software, and subscriptions. Our total revenue in the past fiscal year was \$2,893,915, and the revenue that we derived from these required purchases was under 1.3% of our total revenue.

Our affiliate, Authentic Food, Inc., received \$5,488,914.65, from required purchases and leases of product and services by franchisees last year (including purchases of raw materials and priority items). This was 100% of Authentic Food, Inc.'s revenue last year.

Proportion of Required Purchases and Leases

We estimate that the required purchases and leases to establish your business are 60% to 80% of your total purchases and leases to establish your business.

We estimate that the required purchases and leases of goods and services to operate your business are 50% to 70% of your total purchases and leases of goods and services to operate your business.

Payments by Designated Suppliers to Us

We may receive payments from designated suppliers from franchisee purchases based on the following: Food items, supplies and inventory used in the operation of the franchised business. In addition, in the future, we have the right to receive payments from other or additional designated suppliers based on franchisee purchases. We are not required to give you an accounting of any payments we receive from designated suppliers, nor are we required to share any benefits of supplier payments with you or with any other franchisee.

Purchasing or Distribution Cooperatives

No purchasing or distribution cooperative currently exists.

Negotiated Arrangements

We currently do negotiate a purchasing arrangement with one of our approved food vendors, including price terms, for the benefit of franchisees. However, we may do change this in the future.

Benefits Provided to You for Purchases

We do not provide any material benefit to you based on your purchase of particular goods or services, or your use of particular suppliers.

Item 9 FRANCHISEE’S OBLIGATIONS

This table lists your principal obligations under the franchise 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 or Article in franchise or other agreement | Disclosure document item |
|--|--|---------------------------------|
| a. Site selection and acquisition/lease | Franchise Agreement (“FA”): §§ 6.1, 6.2 Multi-Unit Development Agreement (“MUDA”): §§ 1, 3 | Item 11 |
| b. Pre-opening purchase/leases | FA: §§ 6.2, 6.3 MUDA: § 6 | Items 5, 7, 8 and 11 |
| c. Site development and other pre-opening requirements | FA: Article 6 MUDA: §§ 1, 3, 6 | Items 5, 7, 8 and 11 |
| d. Initial and ongoing training | FA: §§ 5.2, 6.4, 7.6 MUDA: Not Applicable | Items 5, 6, 8 and 11 |
| e. Opening | FA: §§ 6.5, 6.6 MUDA: § 1 | Items 7, 8 and 11 |
| f. Fees | FA: Article 4, §§ 5.3, 6.7, 7.8, 8.4, 10.5, 11.2, 11.3, 11.13, 14.5, 15.2, 16.1, 17.6 MUDA: § 1 | Items 5, 6 and 7 |
| g. Compliance with standards and policies/operating manual | FA: §§ 6.3, 7.1, 7.3, 7.5, 7.9 – 7.13, 7.15, 9.1, 9.2, 10.1, 10.4, 11.1 MUDA: § 6 | Items 8, 11 and 14 |

| Obligation | Section or Article in franchise or other agreement | Disclosure document item |
|---|---|---------------------------------|
| h. Trademarks and proprietary information | FA: Article 12, § 13.1 MUDA: Not Applicable | Items 13 and 14 |
| i. Restrictions on products/services offered | FA: § 7.3 MUDA: Not Applicable | Items 8, 11 and 16 |
| j. Warranty and customer service requirements | FA: §§ 7.3, 7.8, 7.9 MUDA: Not Applicable | Item 8 |
| k. Territorial development and sales quotas | FA: § 2.2 MUDA: §§ 1, 3 | Item 12 |
| l. Ongoing product/service purchases | FA: Article 8 MUDA: Not Applicable | Items 6 and 8 |
| m. Maintenance, appearance, and remodeling requirements | FA: §§ 3.2, 7.12, 7.13, 15.2 MUDA: Not Applicable | Items 6, 7 and 8 |
| n. Insurance | FA: § 7.15 MUDA: Not Applicable | Items 6, 7 and 8 |
| o. Advertising | FA: Article 9 MUDA: Not Applicable | Items 6, 7, 8 and 11 |
| p. Indemnification | FA: Article 16 MUDA: Not Applicable | Items 6 and 8 |
| q. Owner's participation/management/staffing | FA: §§ 2.4, 7.5 MUDA: Not Applicable | Items 15 |
| r. Records and reports | FA: Article 10 MUDA: Not Applicable | Item 11 |
| s. Inspections and audits | FA: §§ 10.5, 11.2 MUDA: Not Applicable | Items 6 and 11 |
| t. Transfer | FA: Article 15 MUDA: § 7 | Items 6 and 17 |
| u. Renewal | FA: §§ 3.2, 18.11 MUDA: Not Applicable | Item 17 |
| v. Post-termination obligations | FA: Article 13, § 14.3, 14.4 MUDA: Not Applicable | Item 17 |
| w. Non-competition covenants | FA: § 13.2 MUDA: Not Applicable | Item 17 |

| Obligation | Section or Article in franchise or other agreement | Disclosure document item |
|-----------------------|--|--------------------------|
| x. Dispute resolution | FA: Article 17 MUDA: § 7 | Items 6 and 17 |

**Item 10
FINANCING**

We do not offer direct or indirect financing. We do not guarantee your note, lease or 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 Pre-Opening Obligations

Before you open your business:

A. *Your site.* We will review and advise you regarding potential locations that you submit to us. (Section 5.2). If you sign a Multi-Unit Development Agreement, we will approve the location of future sites and territories for those sites, and our then-current standards for sites and territories will apply. We are not obligated to further assist you in locating a site or negotiating the purchase or lease of the site.

- (i) We generally do not own your premises and lease it to you.
- (ii) If your site is not already known and approved by us when you sign your franchise agreement, then we and you will specify in your franchise agreement the area in which you must select a site (Franchise Agreement, Summary Page). We do not select your site. You must find a potential site and submit your site to us for approval, together with all information and documents about the site that we request. When we accept a site, we will issue a Location Acceptance Letter (in the form of Attachment 2 to the Franchise Agreement).
- (iii) The factors we consider in approving sites are general location and neighborhood, competition, trade area demographics, traffic patterns, parking, size, physical characteristics of existing buildings, and lease terms.
- (iv) The time limit for us to approve or disapprove your proposed site is 30 days after you submit all of our required documents and information. (Section 6.1). If we and you cannot agree on a site, you will be unable to comply with your obligation to

develop and open the franchise by the deadline stated in the franchise agreement. Unless we agree to extend the deadline, you will be in default and we may terminate your franchise agreement.

- (v) We are not obligated to assist you in conforming the premises of your site to local ordinances and building codes and obtaining any required permits. This will be your responsibility.

B. *Constructing, remodeling, or decorating the premises.* We will advise you regarding the layout, design, and build-out of your business. (Section 5.2)

C. *Hiring and training employees.* Our opening support (as described below) includes assisting you in training employees. All hiring decisions and conditions of employment are your sole responsibility. (Section 7.5)

D. *Necessary equipment, signs, fixtures, opening inventory, and supplies.* We will provide you a list of our specifications and approved suppliers for equipment, signs, fixtures, opening inventory, and supplies necessary to open your business. (Section 5.2) We do not provide these items directly; we only provide the names of approved suppliers. We do not deliver or install these items.

E. *Brand Standards Manual.* We will give you access to our Brand Standards Manual (the “Manual”) in such format as we deem appropriate. (Section 5.1).

F. *Initial Training Program.* We will conduct our initial training program. (Section 5.2). The current initial training program is described below.

G. *Business plan review.* If you request, we will review your pre-opening business plan and financial projections. (Section 5.2)

H. *Market introduction plan.* We will advise you regarding the planning and execution of your market introduction plan. (Section 5.2)

I. *On-site opening support.* We will have a representative provide on-site support for at least 5 days in connection with your business opening, at our expense. (Section 5.2)

Length of Time to Open

The typical length of time between signing the franchise agreement and the opening of your business is 6 months. Factors that may affect the time period include your ability to obtain a lease, obtain financing, develop your location, obtain business permits and licenses, and hire employees.

Our Post-Opening Obligations

After you open your business:

A. *Developing products or services you will offer to your customers.* Although it is our intent to refine and develop products or services that you will offer to your customers, the franchise agreement does not obligate us to do so.

B. *Hiring and training employees.* All hiring decisions and conditions of employment are your sole responsibility. (Section 7.5)

C. *Improving and developing your business; resolving operating problems you encounter.* If you request, we will provide advice to you (by telephone or electronic communication) regarding improving and developing your business, and resolving operating problems you encounter, to the extent we deem reasonable. If we provide in-person support in response to your request, we may charge a fee (currently \$600 per day) plus any out-of-pocket expenses (such as travel, lodging, and meals for our employees providing onsite support). (Section 5.3)

D. *Establishing prices.* Upon your request, we will provide recommended prices for products and services. (Section 5.3). We have the right to determine prices charged by our franchisees for goods and services (but only to the extent permitted by applicable law).

E. *Establishing and using administrative, bookkeeping, accounting, and inventory control procedures.* To the extent we determine, we will provide you our recommended procedures for administration, bookkeeping, accounting, and inventory control (Section 5.3). We may make any such procedures part of required (and not merely recommended) procedures for our system.

F. *Marketing Fund.* We will administer the Marketing Fund (Section 5.3). We will prepare an unaudited annual financial statement of the Marketing Fund within 120 days of the close of our fiscal year and will provide the financial statement to you upon written request. (Section 9.3)

G. *Website.* We will maintain a website for the Pizza Twist brand, which will include your business information and telephone number. (Section 5.3)

Advertising

Our obligation. We will use the Marketing Fund only for marketing and related purposes and costs. Media coverage is primarily local. We use outside vendors and consultants to produce advertising. We are not required to spend any amount of advertising in the area or territory where any particular franchisee is located. We will maintain the brand website (which may be paid for by the Marketing Fund). We have no other obligation to conduct advertising.

Your own advertising material. You may use your own advertising or marketing material only with our approval. To obtain our approval, you must submit any proposed advertising or marketing material at least 14 days prior to use. If we do not respond, the material is deemed rejected. If you develop any advertising or marketing materials, we may use those materials for any purpose, without any payment to you. We have the right to establish and control all social media accounts and other digital marketing. You must ensure that all advertising or marketing materials that you use are clear, factual, ethical, and not misleading; comply with our brand standards; and comply with all laws.

Advertising council. We do not have an advertising council composed of franchisees. The franchise agreement does not give us the power to form an advertising council.

Local or Regional Advertising Cooperatives. We do not currently have any local or regional advertising cooperatives. We have the right to require you to participate in a local or regional advertising cooperative. We will define the area of the cooperative based on media markets, or other geographic criteria that we deem appropriate. Each franchisee in the area would have one vote per outlet (unless the franchisee is in default under its franchise agreement). The amount you must contribute to the cooperative will be determined by vote of the members, but not less than 1% and not more than 5% of gross sales. If our own outlets are members of a cooperative, they must contribute to the cooperative on the same basis as franchisees, and they will vote on the same basis as other members. We administer the cooperative, but we have the right to delegate responsibility for administration to an outside company such as an advertising agency or accounting firm, or to the franchisee members of the cooperative. We have the right to require the cooperative to operate from written bylaws or other governing documents that we determine. The documents are not currently available for you to review. Cooperatives will prepare annual financial statements which will be made available for review only by us and by the members of the cooperative. We have the power to require cooperatives to be formed, changed, dissolved, or merged.

Marketing Fund. You and all other franchisees must contribute to our Marketing Fund. Your contribution is 1% of gross sales per week. We reserve the right to have other franchisees contribute a different amount or at a different rate. Outlets that we or our affiliates own are not obligated to contribute to the Marketing Fund. We administer the fund. The fund is not audited. We will make unaudited annual financial statements available to you upon request.

In the most recently concluded fiscal year, we used the Marketing Fund for radio and television advertisements, social media advertising, paper products, and a social media brand consultant; we spent approximately 35% on production, 20% on media placement, 40% on administrative expenses, and 5% on other expenses, including community events, marketing-related equipment, website development, and travel expenses for marketing events.

If less than all marketing funds are spent in the fiscal year in which they accrue, the money will remain in the Marketing Fund to be spent in the next year.

No money from the Marketing Fund is spent principally to solicit new franchise sales.

Market introduction plan. You must develop a market introduction plan and obtain our approval of the plan at least 30 days before the projected opening date of your business.

Required spending. After you open, you must spend at least 4% of gross sales each week on marketing your business. This amount is only a minimum requirement, and we do not represent that it is the optimal amount of money for you to spend on marketing.

Point of Sale and Computer Systems

We require you to buy (or lease) and use a point-of-sale system and computer system as follows:

PRECISION POS (Point of Sale System & Online Ordering System)

Meazure Up (Quality Software)

Pizza Cloud (Phone System)

Sparkworks

The systems provide management, operational and marketing tools needed to operate the franchised business. These systems will generate or store data such as cash register details, customer history, inventory, promotions, etc.

We estimate that these systems will cost between \$6,500 and \$10,000 to purchase.

We are not obligated to provide any ongoing maintenance, repairs, upgrades, or updates. We do not require you enter into any such contract with a third party.

You must upgrade or update any system when we determine. There is no contractual limit on the frequency or cost of this obligation.

We estimate that the annual cost of any optional or required maintenance, updating, upgrading, or support contracts will be \$2,000 to \$4,000 per year.

You must give us independent access to the information that will be generated or stored in these systems. The information that we may access will include sales, customer data, and reports. There is no contractual limitation on our right to access the information.

Brand Standards Manual

See Exhibit G for the table of contents of our Manual as of the date this disclosure document, with the number of pages devoted to each subject. The Manual has 242 pages.

Training Program

Our training program consists of the following:

TRAINING PROGRAM

| Subject | Hours of Classroom Training: Our Location | Hours of On-The-Job Training: Your Location | Location |
|---|--|--|---|
| Getting Started - Establishing Your Entity - Insurance Payroll | 5 | 2 | Our Location, Sacramento, CA or Your Location or Online |

| Subject | Hours of Classroom Training: Our Location | Hours of On-The-Job Training: Your Location | Location |
|---|---|---|---|
| Knowing the Food <ul style="list-style-type: none"> - Prep Work and Managing Inventory - Knowing the Menu - What makes us different How to prepare and present | 20 | 2 | Our Location, Sacramento, CA or Your Location or Online |
| FOH <ul style="list-style-type: none"> - Interaction with the customers - Collecting Payment Creating a positive atmosphere | 4 | 6 | Our Location, Sacramento, CA or Your Location. |
| BOH <ul style="list-style-type: none"> - Kitchen Food Production | 20 | 6 | Our Location, Sacramento, CA or Your Location. |
| Managing Cleanliness <ul style="list-style-type: none"> - Daily Procedures Opening / Closing | 2 | 2 | Our Location, Sacramento, CA or Your Location. |
| Managing Operations <ul style="list-style-type: none"> - Managing the Business - Managing Staff Creating Excellent Customer Experiences | 8 | 8 | Our Location, Sacramento, CA or Your Location. |
| Developing Business: Marketing and Sales <ul style="list-style-type: none"> - Promoting the Brand - Creating Awareness Driving in Traffic | 4 | 4 | Our Location, Sacramento, CA or Your Location or Online |
| Business Planning | 2 | 2 | Our Location, Sacramento, CA or Your Location or Online |
| TOTALS: | 65 Hours | 32 Hours | |

Training classes will be scheduled in accordance with the needs of new franchisees. We anticipate holding training class once per month. Training will be held at our offices and business location Sacramento, CA, and virtually online. We reserve the right to vary the length and content of the initial training program based on the experience and skill level of any individual attending the initial training program.

The instructional materials consist of the Brand Standards Manual and other materials, lectures, discussions, and on-the-job demonstration and practice.

Training classes will be led or supervised by Mr. TJ Kooner or one of the members of his team. His experience is described in Item 2. He has 4 years of experience in our industry, and 5 years of experience with us or our affiliates.

There is no fee for up to 2 persons to attend training. You must pay the travel and living expenses of persons attending training.

You and your general manager must attend training. You may send any additional people to training that you want (up to the maximum described above). You must complete training to our satisfaction at least four weeks before opening your business.

Your business must at all times be under your on-site supervision or under the on-site supervision of a general manager who has completed our training program. If you need to send a new general manager to our training program, we will charge a fee, which is currently \$500. Otherwise, we do not currently require additional training programs or refresher courses, but we have the right to do so.

Item 12 TERRITORY

Your Location

Your franchise is for a specific location. If the specific location is not known at the time you sign a franchise agreement, then your location is subject to our approval.

Grant of Territory

Your franchise agreement will specify a territory, which will be determined by us. Your territory will have a population of approximately 30,000-50,000 people. Your territory will usually be specified as a radius around your location; however, we may use other boundaries (such as county lines or other political boundaries, streets, geographical features, or trade area). If your business location is not known when you sign your franchise agreement, then we will state your location and territory in a “Location Acceptance Letter” when we approve your location.

Relocation; Establishment of Additional Outlets

You do not have the right to relocate your business, and we have no obligation to approve any request for relocation. Our policy is to approve relocation of a franchisee’s business on a case-by-case basis, considering factors such as changes in demographics, profitability of your current business, or a loss of your premises due to circumstances beyond your control.

If you request our approval for you to relocate your business, you must pay us a \$5,000 fee. Half is due when you make the request, and the other half is due if and when we approve the

request. If we approve, you must comply with the conditions described in the franchise agreement for developing a location and satisfy any other conditions we require.

You do not have the right to establish additional franchised outlets unless you sign a Multi-Unit Development Agreement (“MUDA”) in the form attached as Exhibit C to this disclosure document. If you and we sign a MUDA, then you will have the right to establish a mutually-agreed number of additional outlets on a mutually-agreed schedule. Under the MUDA, your right to develop additional outlets is subject to (1) you must comply with the mutually-agreed development schedule, (2) you must have sufficient financial and organizational capacity to develop, open, operate, and manage each additional Pizza Twist business, (3) you must be in compliance with all brand requirements at your open Pizza Twist business(es), and (4) you must not be in default under any other agreement with us. We will approve the location of future sites and territories for those sites, and our then-current standards for sites and territories will apply. For each future site, you must sign our then-current form of Franchise Agreement, which may be materially different than the original Franchise Agreement that you signed. You are not obligated to develop additional outlets under the MUDA, and you may terminate it any time without penalty. If you do not meet your development schedule in the MUDA, we have the right to terminate your right to develop additional outlets.

Options to Acquire Additional Franchises

You do not receive any options, rights of first refusal, or similar rights to acquire additional franchises.

Territory Protection

In your franchise agreement, we grant you an exclusive territory. In your territory, we will not establish either a company-owned or franchised outlet selling the same or similar goods or services under the same or similar trademarks or service marks as a Pizza Twist outlet. The continuation of your territorial exclusivity does not depend on achieving a certain sales volume, market penetration, or other contingency. There are no circumstances that permit us to modify your territorial rights.

If you sign a MUDA, you do not receive an exclusive territory as an area developer. Therefore, with respect to a MUDA, we make the following disclosure: You will not receive an exclusive territory. You may face competition from other franchisees, from outlets that we own, or from other channels of distribution or competitive brands that we control.

Restrictions on Us from Soliciting or Accepting Orders in Your Territory

There are no restrictions on us from soliciting or accepting orders from consumers inside your territory. We reserve the right to use other channels of distribution, such as the internet, catalog sales, telemarketing, or other direct marketing sales, to make sales within your territory using our principal trademarks or using trademarks different from the ones you will use under your franchise agreement. We do not pay any compensation to you for soliciting or accepting orders from inside your territory.

Soliciting by You Outside Your Territory

All of your marketing and advertising (including telemarketing and direct marketing) is subject to our approval. You marketing and advertising needs to be restricted to your territory unless we agree in writing otherwise.

Your use of catering and third-party delivery service is subject to our approval. We currently do not restrict the geographic area in which you may provide catering and third-party delivery services, but we reserve the right to do so in the future.

We do not permit you to use any other channels of distribution (such as the Internet or catalog sales).



Competition by Us Under Different Trademarks




Neither we nor any of our affiliates operates, franchises, or has plans to operate or franchise a business under a different trademark selling goods or services similar to those you will offer (except that—as stated in Item 1—we do offer franchises under both the names “Chicago Pizza With A Twist” and “Pizza Twist”). However, the franchise agreement allows us to do so.

**Item 13
TRADEMARKS**

Principal Trademarks

The following are the principal trademarks that we license to you. These trademarks are owned by our affiliate, Chicago Pizza IP Hold Co. They are registered on the Principal Register of the United States Patent and Trademark Office.

| Trademark | Registration Date | Registration Number |
|---|--------------------------|----------------------------|
| PIZZA TWIST | September 22, 2020 | 6157186 |
|  | April 6, 2021 | 6316898 |
|  | September 22, 2020 | 6157187 |

| Trademark | Registration Date | Registration Number |
|---|-------------------|---------------------|
|  | August 25, 2020 | 6135830 |
|  | November 24, 2020 | 6207563 |
|  | November 24, 2020 | 6207562 |
| TASTE THE TWIST | February 4, 2020 | 5977965 |

Because the federal trademark registration is less than six years old, no affidavits are required at this time, and no required affidavits have been filed. The registrations have not yet been renewed. We intend on renewing these registrations by filing appropriate declarations when they would become due.

Determinations

There are no currently effective material determinations of the United States Patent and Trademark Office, the Trademark Trial and Appeal Board, or any state trademark administrator or court. There are no pending infringement, opposition, or cancellation proceedings.

Litigation

There is no pending material federal or state court litigation regarding our use or ownership rights in a trademark described in this Item 13, as we do not believe that the Chicago's Pizza, Inc. v. KSM Pizza, Inc. (E.D. Cal., Civil File No. 2:19-cv-02373) case referenced in Item 3 pertains to these trademarks.

Agreements

There are no currently effective agreements that significantly limit our rights to use or license the use of trademarks listed above in a manner material to the franchise.

Chicago's Pizza IP Hold Co, LLC, our affiliate, owns the trademarks described in this Item. Under an Intercompany License Agreement between us and Chicago's Pizza IP Hold Co, LLC, we have been granted the exclusive right to sublicense the trademarks to franchisees throughout the United States. The agreement is of perpetual duration. It may be modified only by mutual consent of the parties. It may be canceled by our affiliate only if (1) we materially misuse the trademarks and fail to correct the misuse, or (2) we discontinue commercial use of the trademarks for a continuous period of more than one year. The Intercompany License Agreement specifies that if it is ever terminated, your franchise rights will remain unaffected.

Protection of Rights

We protect your right to use the principal trademarks listed in this Item, and we protect you against claims of infringement or unfair competition arising out of your use of the trademarks, to the extent described in this section.

The franchise agreement obligates you to notify us of the use of, or claims of rights to, a trademark identical to or confusingly similar to a trademark licensed to you. The franchise agreement does not require us to take affirmative action when notified of these uses or claims. We have the right to control any administrative proceedings or litigation involving a trademark licensed by us to you.

If you use our trademarks in accordance with the franchise agreement, then (i) we will defend you (at our expense) against any legal action by a third party alleging infringement by your use of the trademark, and (ii) we will indemnify you for expenses and damages if the legal action is resolved unfavorably to you.

Under the franchise agreement, we may require you to modify or discontinue using a trademark, at your expense. You will have a reasonable period of time to comply with the change, not to exceed 90 days. After such period, you would no longer have the right to use the unmodified or discontinued trademark. Your rights under the franchise agreement do not change, other than the modification or discontinuation of the trademark.

Superior Prior Rights and Infringing Uses

We do not know of either superior prior rights or infringing uses that could materially affect your use of the principal trademarks. There may be other uses of marks similar to our trademarks that may affect your use of our trademarks. We cannot represent with certainty that we have exclusive or superior rights to our marks in all geographical areas.

Item 14 PATENTS, COPYRIGHTS AND PROPRIETARY INFORMATION

Patents

We do not own rights in, or licenses to, patents that are material to the franchise. We do not have any pending patent applications.

Copyrights

All of our original works of authorship fixed in a tangible medium of expression are automatically protected under the U.S. Copyright Act, whether or not we have obtained registrations. This includes our Brand Standards Manual as well as all other sales, training, management and other materials that we have created or will create. You may use these copyrighted materials during the term of the franchise, in a manner consistent with our ownership rights, solely for your franchised business.

We do not have any registered copyrights. There are no pending copyright applications for our copyrighted materials. There are no currently effective determinations of the U.S. Copyright Office (Library of Congress) or any court regarding any copyright.

There are no agreements currently in effect that limit our right to use or license the use of our copyrighted materials.

We have no obligation to protect any of our copyrights or to defend you against claims arising from your use of copyrighted items. The franchise agreement does not require us to take affirmative action when notified of copyright infringement. We control any copyright litigation. We are not required to participate in the defense of a franchisee or indemnify a franchisee for expenses or damages in a proceeding involving a copyright licensed to the franchisee. We may require you to modify or discontinue using the subject matter covered by any of our copyrights, at your expense.

We do not know of any copyright infringement that could materially affect you.

Proprietary Information

We have a proprietary, confidential Brand Standards Manual and related materials that include guidelines, standards and policies for the development and operation of your business. We also claim proprietary rights in other confidential information or trade secrets that include all methods for developing and operating the business, and all non-public plans, data, financial information, processes, vendor pricing, supply systems, marketing systems, formulas, techniques, designs, layouts, operating procedures, recipes, customer data, information and know-how.

All customer data and point-of-sale data generated by your business (except employee data) is confidential information and is exclusively owned by us. We license such data back to you without charge solely for your use in connection with your Pizza Twist business.

You (and your owners, if the franchise is owned by an entity) must protect the confidentiality of our Brand Standards Manual and other proprietary information, and you must use our confidential information only for your franchised business. We may require your managers and key employees to sign confidentiality agreements.

You must disclose to us all ideas, plans, improvements, concepts, methods, and techniques relating to your Pizza Twist business that you conceive or develop. We will automatically own all such innovations, and we will have the right to incorporate any innovations into our system for use by all franchisees, without any compensation to you.

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

Your Participation

You must devote substantial time and attention to your business.

If you are the sole owner of the business, then you are deemed the “Principal Executive”. If the business is owned through a corporation or limited liability company, you must designate one owner as your “Principal Executive”. The Principal Executive is the owner primarily responsible for the business and has decision-making authority on behalf of the business. The Principal Executive must own at least 10% of the business. The Principal Executive must complete our initial training program. The Principal Executive must complete any post-opening training programs that we develop in the future. The Principal Executive must make reasonable efforts to attend all in-person meetings and remote meetings (such as telephone or video conference calls), including regional or national brand conferences, that we require. The Principal Executive cannot fail to attend more than three consecutive required meetings.

If your business is owned by an entity, all owners of the business must sign our Guaranty and Non-Compete Agreement (see Attachment 3 to Exhibit B). We do not require owners’ spouses to sign the Guaranty, unless the spouse is also an owner).

“On-Premises” Supervision

You are not required to personally conduct “on-premises” supervision (that is, act as general manager) of your business. However, we recommend on-premises supervision by you.

There is no limit on who you can hire as an on-premises supervisor or general manager, and such person is not required to be an owner of the franchise; however, each person acting as on-premises supervisor or general manager (whether that is you or a hired person) must successfully complete our training program.

If the franchise business is owned by an entity, we do not require that the general manager /on-site supervisor own any equity in the entity.

Restrictions on Your Manager

If we request, you must have your general manager/on-site supervisor (and other key employees that we reasonably designate) sign a confidentiality and non-compete agreement. We will not require you to enter into a confidentiality and non-compete agreement that violates applicable state law. We do not require you to place any other restrictions on your manager or on-site supervisor.

Item 16
RESTRICTIONS ON WHAT THE FRANCHISEE MAY SELL

You must offer for sale only menu items, beverages, goods, and services that we have approved.

You must offer for sale all menu items, beverages, goods, and services that we require. We have the right to change the types of authorized menu items, beverages, goods, and services, and there are no limits on our right to make changes.

We do not restrict your access to customers, except that all sales must be made at or from your premises.

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 or other agreement | Summary |
|---|---|---|
| a. Length of the franchise term | Franchise Agreement (FA): § 3.1 Multi-Unit Development Agreement (MUDA): §1(a) | The term of the franchise agreement is 10 years from date of signing. The MUDA will expire on the date that your last franchise is scheduled to open. |
| b. Renewal or extension of the term | FA: § 3.2 MUDA: none | You may obtain a successor franchise agreement for up to two additional 5 year terms. |
| c. Requirements for franchisee to renew or extend | FA: §§ 3.2, 18.11 MUDA: none | For our franchise system, “renewal” means that at the end of your term, you sign our successor franchise agreement for an additional 5 year term. You may be asked to sign a contract with materially different terms and conditions than your original contract. To renew, you must give advance notice to us; be in compliance with all contractual obligations to us and third parties; must have substantially complied with the franchise agreement and other agreements with us throughout the term; have not defaulted more |

| Provision | Section in franchise or other agreement | Summary |
|--|---|--|
| | | <p>than twice under the franchise agreement; complied with all requirements of ethics and values; renovate to our then-current standards; sign then-current form of franchise agreement and related documents (including personal guaranty); sign general release (unless prohibited by applicable law).</p> <p>If you continue operating your franchise after the expiration of the term without a renewal agreement, then we may either consider the agreement as having expired (meaning that you are in violation of our rights) or consider the term to continue on a month-to-month basis.</p> |
| d. Termination by franchisee | FA: § 14.1 MUDA: § 4 | <p>If we violate a material provision of the franchise agreement and fail to cure or to make substantial progress toward curing the violation within 30 days after notice from you.</p> <p>If you sign a MUDA, you may terminate it at any time.</p> |
| e. Termination by franchisor without cause | Not Applicable | |
| f. Termination by franchisor with cause | FA: § 14.2 MUDA: § 4 | <p>We may terminate your agreement for cause, subject to any applicable notice and cure opportunity.</p> <p>If you sign a Multi-Unit Development Agreement, termination of your MUDA does not give us the right to terminate your franchise agreement. However, if your franchise agreement is terminated, we have the right to terminate your MUDA.</p> |
| g. “Cause” defined--curable defaults | FA: § 14.2 MUDA: none | Non-payment by you (10 days to cure); violate franchise agreement other than non-curable default (30 days to cure). |
| h. “Cause” defined--non-curable defaults | FA: § 14.2 MUDA: § 4 | FA: Misrepresentation when applying to be a franchisee; knowingly submitting false information; bankruptcy; fail to open by specified deadline; lose possession of your location; violation of law; violation of confidentiality; violation of non-compete; violation of ethics and values; violation of transfer restrictions; slander or libel of us; |

| Provision | Section in franchise or other agreement | Summary |
|--|---|---|
| | | refusal to cooperate with our business inspection; cease operations; operate in a manner dangerous to health or safety (if not corrected within 48 hours); three defaults in 12 months; cross-termination; charge or conviction of, or plea to a felony, or commission or accusation of an act that is reasonably likely to materially and unfavorably affect our brand; score below 90/A on government health inspections more than twice in 36 months; score below passing grade on brand inspection more than twice in 36 months; any other breach of franchise agreement which by its nature cannot be cured. MUDA: failure to meet development schedule; violation of franchise agreement or other agreement which gives us the right to terminate it. |
| i. Franchisee’s obligations on termination/non-renewal | FA: §§ 14.3 – 14.6 MUDA: none | Pay all amounts due; return Manual and proprietary items; cancel assumed names; cancel or transfer phone, post office boxes, directory listings, and digital marketing accounts; cease doing business; remove identification; purchase option by us. |
| j. Assignment of agreement by franchisor | FA: § 15.1 MUDA: § 7 | Unlimited |
| k. “Transfer” by franchisee - defined | FA: Article 1 MUDA: Background Statement | For you (or any owner of your business) to voluntarily or involuntarily transfer, sell, or dispose of, in any single or series of transactions, (i) substantially all of the assets of the business, (ii) the franchise agreement, (iii) any direct or indirect ownership interest in the business, or (iv) control of the business. |
| l. Franchisor’s approval of transfer by franchisee | FA: § 15.2 MUDA: § 7 | No transfers without our approval. |
| m. Conditions for franchisor’s approval of transfer | FA: § 15.2 MUDA: none | Pay transfer fee; buyer meets our standards; buyer is not a competitor of ours; buyer and its owners sign our then-current franchise agreement and related documents (including personal guaranty); you’ve made all payments to us and are in compliance with all contractual |

| Provision | Section in franchise or other agreement | Summary |
|---|---|---|
| | | requirements; buyer completes training program; you sign a general release (subject to state law); business complies with then-current system specifications (including remodel, if applicable). |
| n. Franchisor’s right of first refusal to acquire franchisee’s business | FA: § 15.5 MUDA: none | If you want to transfer your business (other than to your co-owner or your spouse, sibling, or child), we have a right of first refusal. |
| o. Franchisor’s option to purchase franchisee’s business | FA: § 14.6 MUDA: none | When your franchise agreement expires or is terminated, we will have the right to purchase any or all of the assets of your business. |
| p. Death or disability of franchisee | FA: §§ 2.4, 15.4 MUDA: none | If you die or become incapacitated, a new principal executive acceptable to us must be designated to operate the business, and your executor must transfer the business to an approved new owner within nine months. We have the right to temporarily operate the business if you die or become incapacitated. |
| q. Non-competition covenants during the term of the franchise | FA: § 13.2 MUDA: none | Neither you, any owner of the business, or any spouse of an owner may have ownership interest in, lend money or provide financial assistance to, provide services to, or be employed by, any competitor. |
| r. Non-competition covenants after the franchise is terminated or expires | FA: § 13.2 MUDA: none | For two years, neither you, any owner of the business, or any spouse of an owner may have ownership interest in, lend money or provide financial assistance to, provide services to, or be employed by a competitor located within five miles of your former territory (or of your site selection area if no territory had been set) or within five miles the territory of any other Pizza Twist business operating on the date of termination or expiration. |
| s. Modification of the agreement | FA: § 18.4 MUDA: § 7 | No modification or amendment of the agreement will be effective unless it is in writing and signed by both parties. This provision does not limit our right to modify the Manual or system specifications. |
| t. Integration/merger clause | FA: § 18.3 MUDA: § 7 | Only the terms of the agreement are binding (subject to state law). Any representations or promises outside of the disclosure document |

| Provision | Section in franchise or other agreement | Summary |
|---|---|--|
| | | and franchise agreement (or MUDA) may not be enforceable. However, no claim made in any franchise agreement (or MUDA) is intended to disclaim the express representations made in this Disclosure Document. |
| u. Dispute resolution by arbitration or mediation | FA: § 17.1 MUDA: § 7 | All disputes are resolved by arbitration (except for injunctive relief) (subject to applicable state law). |
| v. Choice of forum | FA: §§ 17.1; 17.5 MUDA: § 7 | Arbitration will take place where our headquarters is located (currently, Las Vegas, Nevada) (subject to applicable state law). Any legal proceedings not subject to arbitration will take place in the District Court of the United States, in the district where our headquarters is then located, or if this court lacks jurisdiction, the state courts of the state and county where our headquarters is then located (subject to applicable state law). |
| w. Choice of law | FA: § 18.8 MUDA: § 7 | Nevada (subject to applicable state law). |

For additional disclosures required by certain states, refer to Exhibit I - State Addenda to Disclosure Document.

**Item 18
PUBLIC FIGURES**

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

**Item 19
FINANCIAL PERFORMANCE REPRESENTATIONS**

The FTC’s Franchise Rule permits a franchisor to provide 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 if 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 possible performance at a particular location or under particular circumstances.

We do not make any representations about a franchisee’s future financial performance or the past financial performance of company-owned or franchised outlets. 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 Harpreet Dahyia, 9850 S. Maryland Pkwy., Suite 6, Las Vegas, NV 89183, and 916-752-0178, the Federal Trade Commission, and the appropriate state regulatory agencies.

**Item 20
OUTLETS AND FRANCHISEE INFORMATION**

**Table 1
Systemwide Outlet Summary
For Years 2021 to 2023**

| Column 1 Outlet Type | Column 2 Year | Column 3 Outlets at the Start of the Year | Column 4 Outlets at the End of the Year | Column 5 Net Change |
|---------------------------------|--------------------------|--|--|--------------------------------|
| Franchised | 2021 | 37 | 44 | +7 |
| | 2022 | 44 | 60 | +16 |
| | 2023 | 60 | 73 | +13 |
| Company-Owned | 2021 | 7 | 7 | 0 |
| | 2022 | 7 | 10 | +3 |
| | 2023 | 10 | 10 | 0 |
| Total Outlets | 2021 | 44 | 51 | +7 |
| | 2022 | 51 | 70 | +19 |
| | 2023 | 70 | 83 | +13 |

**Table 2
Transfers of Outlets from Franchisees to New Owners (other than the Franchisor)
For Years 2021 to 2023**

| Column 1 State | Column 2 Year | Column 3 Number of Transfers |
|---------------------------|--------------------------|---|
| Arizona | 2021 | 0 |
| | 2022 | 0 |
| | 2023 | 0 |
| California | 2021 | 1 |
| | 2022 | 4 |

| Column 1 State | Column 2 Year | Column 3 Number of Transfers |
|-------------------|------------------|---------------------------------|
| | 2023 | 6 |
| Idaho | 2021 | 0 |
| | 2022 | 0 |
| | 2023 | 1 |
| Indiana | 2021 | 0 |
| | 2022 | 0 |
| | 2023 | 1 |
| Nevada | 2021 | 0 |
| | 2022 | 1 |
| | 2023 | 2 |
| New Jersey | 2021 | 0 |
| | 2022 | 0 |
| | 2023 | 1 |
| Texas | 2021 | 0 |
| | 2022 | 1 |
| | 2023 | 0 |
| Total | 2021 | 1 |
| | 2022 | 6 |
| | 2023 | 11 |

**Table 3
Status of Franchised Outlets
For Years 2021 to 2023**

| Column 1 State | Column 2 Year | Column 3 Outlets at the Start of the Year | Column 4 Outlets Opened | Column 5 Termi- Nations | Column 6 Non- Renewals | Column 7 Reacquired by Franchisor | Column 8 Ceased Operations – Other Reasons | Column 9 Outlets at End of the Year |
|-------------------|------------------|---|-------------------------------|-------------------------------|------------------------------|--|--|--|
| Arizona | 2021 | 1 | 0 | 0 | 0 | 0 | 0 | 1 |
| | 2022 | 1 | 0 | 0 | 0 | 0 | 0 | 1 |
| | 2023 | 1 | 0 | 0 | 0 | 0 | 0 | 1 |
| California | 2021 | 22 | 5 | 0 | 0 | 0 | 0 | 27 |
| | 2022 | 27 | 8 | 0 | 0 | 0 | 0 | 35 |
| | 2023 | 35 | 7 | 0 | 0 | 0 | 2 | 40 |
| Idaho | 2021 | 0 | 1 | 0 | 0 | 0 | 0 | 1 |

| Column 1 State | Column 2 Year | Column 3 Outlets at the Start of the Year | Column 4 Outlets Opened | Column 5 Termi- Nations | Column 6 Non- Renewals | Column 7 Reacquired by Franchisor | Column 8 Ceased Operations – Other Reasons | Column 9 Outlets at End of the Year |
|-------------------|------------------|---|-------------------------------|-------------------------------|------------------------------|--|--|--|
| | 2022 | 1 | 0 | 0 | 0 | 0 | 0 | 1 |
| | 2023 | 1 | 1 | 0 | 0 | 0 | 0 | 2 |
| Illinois | 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 2022 | 0 | 1 | 0 | 0 | 0 | 0 | 1 |
| | 2023 | 1 | 0 | 0 | 0 | 0 | 0 | 1 |
| Indiana | 2021 | 3 | 0 | 0 | 0 | 0 | 0 | 3 |
| | 2022 | 3 | 0 | 0 | 0 | 0 | 0 | 3 |
| | 2023 | 3 | 0 | 0 | 0 | 0 | 0 | 3 |
| Michigan | 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 2022 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 2023 | 0 | 1 | 0 | 0 | 0 | 0 | 1 |
| Nevada | 2021 | 2 | 0 | 0 | 0 | 0 | 0 | 2 |
| | 2022 | 2 | 1 | 0 | 0 | 0 | 0 | 3 |
| | 2023 | 3 | 0 | 0 | 0 | 0 | 0 | 3 |
| New Jersey | 2021 | 2 | 0 | 0 | 0 | 0 | 0 | 2 |
| | 2022 | 2 | 1 | 0 | 0 | 0 | 0 | 3 |
| | 2023 | 3 | 3 | 0 | 0 | 0 | 0 | 6 |
| North Carolina | 2021 | 1 | 1 | 0 | 0 | 0 | 0 | 2 |
| | 2022 | 2 | 1 | 0 | 0 | 0 | 0 | 3 |
| | 2023 | 3 | 0 | 0 | 0 | 0 | 0 | 3 |
| Oklahoma | 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 2022 | 0 | 1 | 0 | 0 | 0 | 0 | 1 |
| | 2023 | 1 | 0 | 0 | 0 | 0 | 0 | 1 |
| Pennsylvania | 2021 | 1 | 0 | 0 | 0 | 0 | 0 | 1 |
| | 2022 | 1 | 0 | 0 | 0 | 0 | 1 | 0 |
| | 2023 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Tennessee | 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 2022 | 0 | 1 | 0 | 0 | 0 | 0 | 1 |
| | 2023 | 1 | 0 | 0 | 0 | 0 | 0 | 1 |
| Texas | 2021 | 1 | 0 | 0 | 0 | 0 | 0 | 1 |
| | 2022 | 1 | 1 | 0 | 0 | 0 | 0 | 2 |
| | 2023 | 2 | 2 | 0 | 0 | 0 | 0 | 4 |

| Column 1 State | Column 2 Year | Column 3 Outlets at the Start of the Year | Column 4 Outlets Opened | Column 5 Termi- Nations | Column 6 Non- Renewals | Column 7 Reacquired by Franchisor | Column 8 Ceased Operations – Other Reasons | Column 9 Outlets at End of the Year |
|-------------------|------------------|---|-------------------------------|-------------------------------|------------------------------|--|--|--|
| Utah | 2021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | 2022 | 0 | 1 | 0 | 0 | 0 | 0 | 1 |
| | 2023 | 1 | 0 | 0 | 0 | 0 | 0 | 1 |
| Virginia | 2021 | 4 | 0 | 0 | 0 | 0 | 0 | 4 |
| | 2022 | 4 | 1 | 0 | 0 | 0 | 0 | 5 |
| | 2023 | 5 | 1 | 0 | 0 | 0 | 0 | 6 |
| Totals | 2021 | 37 | 7 | 0 | 0 | 0 | 0 | 44 |
| | 2022 | 44 | 17 | 0 | 0 | 0 | 1 | 60 |
| | 2023 | 60 | 15 | 0 | 0 | 0 | 2 | 73 |

**Table 4
Status of Company-Owned Outlets
For Years 2021 to 2023**

| Column 1 State | Column 2 Year | Column 3 Outlets at the Start of the Year | Column 4 Outlets Opened | Column 5 Outlets Reacquired From Franchisee | Column 6 Outlets Closed | Column 7 Outlets Sold to Franchisee | Column 8 Outlets at End of the Year |
|-------------------|------------------|---|-------------------------------|---|-------------------------------|--|--|
| California | 2021 | 2 | 0 | 0 | 0 | 0 | 2 |
| | 2022 | 2 | 0 | 0 | 0 | 1 | 1 |
| | 2023 | 1 | 0 | 0 | 0 | 0 | 1 |
| New York | 2021 | 3 | 0 | 0 | 0 | 0 | 3 |
| | 2022 | 3 | 0 | 0 | 0 | 0 | 3 |
| | 2023 | 3 | 0 | 0 | 0 | 0 | 3 |
| Washington | 2021 | 2 | 0 | 0 | 0 | 0 | 2 |
| | 2022 | 2 | 4 | 0 | 0 | 0 | 6 |
| | 2023 | 6 | 0 | 0 | 0 | 0 | 6 |
| Totals | 2021 | 7 | 0 | 0 | 0 | 0 | 7 |
| | 2022 | 7 | 4 | 0 | 0 | 0 | 10 |
| | 2023 | 10 | 0 | 0 | 0 | 0 | 10 |

* These are owned by our affiliates.

Table 5
Projected Openings As Of December 31, 2023

| Column 1 State | Column 2 Franchise Agreements Signed But Outlet Not Opened | Column 3 Projected New Franchised Outlets In The Next Fiscal Year | Column 4 Projected New Company- Owned Outlets In the Next Fiscal Year |
|-------------------|---|--|--|
| Arizona | 1 | 1 | 0 |
| California | 8 | 8 | 0 |
| Colorado | 1 | 1 | 0 |
| Georgia | 1 | 1 | 0 |
| Illinois | 3 | 3 | 0 |
| Kansas | 1 | 1 | 0 |
| Kentucky | 1 | 1 | 0 |
| Missouri | 1 | 1 | 0 |
| Nebraska | 1 | 1 | 0 |
| New Jersey | 1 | 2 | 0 |
| Ohio | 2 | 2 | 0 |
| Oregon | 1 | 1 | 0 |
| Texas | 2 | 2 | 0 |
| Totals | 24 | 24 | 0 |

Current Franchisees

Exhibit H contains the names of all current franchisees (as of the end of our last fiscal year) and the address and telephone number of each of their outlets.

Former Franchisees

Exhibit H contains the name, city and state, and current business telephone number, or if unknown, the last known home telephone number of every franchisee who had an outlet terminated, canceled, not renewed, or otherwise voluntarily or involuntarily ceased to do business under the franchise agreement during the most recently completed fiscal year or who have not communicated with us within 10 weeks of the disclosure document issuance date.

If you buy this franchise, your contact information may be disclosed to other buyers when you leave the franchise system.

Confidentiality Clauses

In the last three fiscal years, no franchisees have signed any contract, order, or settlement provision that directly or indirectly restricts a current or former franchisee from discussing his or her personal experience as a franchisee in our system with any prospective franchisee.

Franchisee Organizations

There are no trademark-specific franchisee organizations associated with our franchise system.

Item 21 FINANCIAL STATEMENTS

Exhibit F contains our audited financial statements for the years ended December 31, 2023; December 31, 2022; and December 31, 2021. Our fiscal year ends December 31.

Item 22 CONTRACTS

Copies of all proposed agreements regarding this franchise offering are attached as the following Exhibits:

- B. Franchise Agreement (with Guaranty and Non-Compete Agreement)
- C. Multi-Unit Development Agreement
- D. Rider to Lease Agreement
- E. Form of General Release
- J. State Addenda to Agreements
- K. EFT Authorization Form
- L. Confidentiality and Noncompete Agreement

Item 23 RECEIPTS

Detachable documents acknowledging your receipt of this disclosure document are attached as the last two pages of this disclosure document.

EXHIBIT A

STATE ADMINISTRATORS AND AGENTS FOR SERVICE OF PROCESS

We may register this Disclosure Document in some or all of the following states in accordance with the applicable state law. If and when we pursue franchise registration, or otherwise comply with the franchise investment laws, in these states, the following are the state administrators responsible for the review, registration, and oversight of franchises in each state and the state offices or officials that we will designate as our agents for service of process in those states:

| State | State Administrator | Agent for Service of Process (if different from State Administrator) |
|------------|--|--|
| California | Commissioner of Financial Protection and Innovation Department of Financial Protection and Innovation 2101 Arena Blvd. Sacramento, CA 95834 866-275-2677 www.dfpi.ca.gov Ask.DFPI@difpi.ca.gov | |
| Hawaii | Department of Commerce and Consumer Affairs Business Registration Division Commissioner of Securities P.O. Box 40 Honolulu, HI 96810 (808) 586-2722 | Commissioner of Securities Department of Commerce and Consumer Affairs Business Registration Division Securities Compliance Branch 335 Merchant Street, Room 203 Honolulu, HI 96813 |
| Illinois | Franchise Bureau Office of Attorney General 500 South Second Street Springfield, IL 62706 (217) 782-4465 | |
| Indiana | Franchise Section Indiana Securities Division Secretary of State Room E-111 302 W. Washington Street Indianapolis, IN 46204 (317) 232-6681 | |
| Maryland | Office of the Attorney General Division of Securities 200 St. Paul Place Baltimore, MD 21202-2020 (410) 576-6360 | Maryland Commissioner of Securities 200 St. Paul Place Baltimore, MD 21202-2020 |

| State | State Administrator | Agent for Service of Process (if different from State Administrator) |
|--------------|--|---|
| Michigan | Michigan Attorney General's Office Consumer Protection Division Attn: Franchise Section 525 W. Ottawa Street Williams Building, 1st Floor Lansing, MI 48933 (517) 373-7117 | |
| Minnesota | Minnesota Department of Commerce Securities-Franchise Registration 85 7 th Place East, Suite 280 St. Paul, MN 55101-2198 (651) 539-1500 | Commissioner of Commerce Minnesota Department of Commerce 85 7 th Place East, Suite 280 St. Paul, MN 55101-2198 (651) 539-1500 |
| New York | New York State Department of Law Investor Protection Bureau 28 Liberty St. 21st Floor New York, NY 10005 212-416-8222 | Secretary of State 99 Washington Avenue Albany, NY 12231 |
| North Dakota | North Dakota Securities Department 600 East Boulevard Ave., State Capital Fifth Floor, Dept. 414 Bismarck, ND 58505-0510 (701) 328-4712 | |
| Oregon | Department of Consumer & Business Services Division of Finance and Corporate Securities Labor and Industries Building Salem, Oregon 97310 (503) 378-4140 | |
| Rhode Island | Department of Business Regulation Securities Division 1511 Pontiac Avenue Building 68-2 Cranston, RI 02920-4407 (401) 462-9527 | |
| South Dakota | Division of Insurance Securities Regulation 124 South Euclid Suite 104 Pierre, SD 57501-3185 (605) 773-3563 | |
| Virginia | State Corporation Commission 1300 East Main Street 9th Floor Richmond, VA 23219 (804) 371-9051 | Clerk of the State Corporation Commission 1300 East Main Street, 1st Floor Richmond, VA 23219 |
| Washington | Department of Financial Institutions Securities Division P.O. Box 41200 Olympia, WA 98504-1200 (360) 902-8760 | Department of Financial Institutions Securities Division 150 Israel Rd SW Tumwater, WA 98501 (360) 902-8760 |

| State | State Administrator | Agent for Service of Process (if different from State Administrator) |
|-----------|---|---|
| Wisconsin | Division of Securities Department of Financial Institutions 4822 Madison Yards Way Madison, WI 53705 (608) 266-0448 | Division of Securities Department of Financial Institutions 4822 Madison Yards Way Madison, WI 53705 (608) 261-7577 |

EXHIBIT B
FRANCHISE AGREEMENT



pizzatwist

FRANCHISE AGREEMENT

| SUMMARY PAGE | |
|---------------------------------|----------|
| 1. Franchisee | _____ |
| 2. Initial Franchise Fee | \$ _____ |
| 3. Site Selection Area | _____ |
| 4. Business Location | _____ |
| 5. Protected Territory | _____ |
| 6. Opening Deadline | _____ |
| 7. Principal Executive | _____ |
| 8. Franchisee's Address | _____ |

FRANCHISE AGREEMENT

This Agreement is made between Chicago's Pizza Franchising, Inc. Corp., a Nevada Corporation ("Pizza Twist Franchising"), and Franchisee effective as of the date signed by Pizza Twist Franchising (the "Effective Date").

Background Statement:

A. Pizza Twist Franchising and its affiliate Chicago's Pizza With A Twist, Inc. have created and own a system (the "System") for developing and operating a pizza restaurant business under the trade names "Chicago's Pizza With A Twist" and "Pizza Twist".

B. The System includes (1) methods, procedures, and standards for developing and operating a Pizza Twist business, (2) plans, specifications, equipment, signage and trade dress for Pizza Twist businesses, (3) particular menu items, beverages, products, and services, (4) the Marks, (5) training programs, (6) business knowledge, (7) marketing plans and concepts, and (8) other mandatory or optional elements as determined by Pizza Twist Franchising from time to time.

C. The parties desire that Pizza Twist Franchising license the Marks and the System to Franchisee for Franchisee to develop and operate a Pizza Twist business on the terms and conditions of this Agreement.

ARTICLE 1. DEFINITIONS

"Action" means any action, suit, proceeding, claim, demand, governmental investigation, governmental inquiry, or judgment, or appeal thereof, whether formal or informal.

"Advertising and Promotional Content" means all advertising, marketing, promotional, customer relationship management, public relations, and other brand-related programs, materials, and content relating to Pizza Twist or the Business, including without limitation any printed materials (such as business cards, signs, counter cards, banners, posters, displays, window clings, leaflets, direct mail materials, coupons, and published advertisements); promotional items (such as branded specialty and novelty items, products, and clothing); audio or video advertising (such as radio, television, or podcast ads or online video postings); and Digital Marketing.

"Approved Vendor" means a supplier, vendor, or distributor of Inputs which has been approved by Pizza Twist Franchising.

"Business" means the Pizza Twist business owned by Franchisee and operated under this Agreement.

"Competitor" means any business which offers pizza products from a retail or restaurant space and which derives 30% or more of its annual gross sales from pizza.

"Confidential Information" means all non-public information of or about the System, Pizza Twist Franchising, and any Pizza Twist business, including all methods for developing and operating the Business, and all non-public plans, data, financial information, processes, vendor

pricing, supply systems, marketing systems, formulas, techniques, designs, recipes, layouts, operating procedures, customer data, information and know-how.

“Data Security Event” means any act, both actual or suspected, that initiates either internally or from outside the Business’ computers, point-of-sale terminals, and other technology or networked environment and violates any laws or explicit or implied security policies, including attempts (either failed or successful) to gain unauthorized access (or to exceed authorized access) to the System, other Pizza Twist businesses, or their data or to view, copy, or use Privacy Information or Confidential Information without authorization or in excess of authorization; unwanted disruption or denial of service; unauthorized use of a system for processing or storage of data; and changes to system hardware, firmware, or software characteristics without Pizza Twist Franchising’s knowledge, instruction, or consent.

“Digital Marketing” means social media accounts (such as Facebook, Twitter, Instagram, Pinterest, Snapchat, TikTok, etc.), applications, keyword or adword purchasing programs, accounts with websites featuring gift certificates or discounted coupons (such as Groupon, Living Social, etc.), mobile applications, online videos, display banner campaigns, branded content social media campaigns, e-mail marketing campaigns, or other means of digital advertising on the Internet or any other means of digital or electronic communications that are intended to promote Pizza Twist and/or the Business.

“Gross Sales” means the total dollar amount of all sales generated through the Business for a given period, including, but not limited to, payment for any services or products sold by Franchisee, whether for cash or credit, and any proceeds of business interruption insurance. Gross Sales does not include (i) bona fide refunds to customers, (ii) sales taxes collected by Franchisee, (iii) sales of used equipment not in the ordinary course of business, or (iv) sales of prepaid cards or similar products (but the redemption of any such card or product will be included in Gross Sales).

“Input” means any goods, services, supplies, fixtures, equipment, inventory, computer hardware and software, real estate, or comparable items related to establishing or operating the Business.

“Location” means the location stated on the Summary Page. If no location is stated on the Summary Page, then the Location will be determined in accordance with Section 6.1.

“Losses” includes (but is not limited to) all losses; damages; fines; charges; expenses; lost profits; reasonable attorneys’ fees; travel expenses, expert witness fees; court costs; settlement amounts; judgments; loss of Pizza Twist Franchising’s reputation and goodwill; costs of or resulting from delays; financing; costs of advertising material and media time/space and the costs of changing, substituting or replacing the same; and any and all expenses of recall, refunds, compensation, public notices and other such amounts incurred in connection with the matters described.

“Manual” means Pizza Twist Franchising’s confidential Brand Standards Manual(s), including any supplements, additions, or revisions from time to time, which may be in any form or media.

“Marketing Fund” means the fund established (or which may be established) by Pizza Twist Franchising into which Marketing Fund Contributions are deposited.

“**Marks**” means the trade name and logo contained on the Summary Page, and all other trade names, trademarks, service marks and logos specified by Pizza Twist Franchising from time to time for use in a Pizza Twist (or Chicago’s Pizza With A Twist”) business.

“**Owner**” means each person or entity which directly or indirectly owns or controls any equity of Franchisee. If Franchisee is an individual person, then “Owner” means Franchisee.

“**Privacy Information**” means all information that identifies, relates to, describes, is reasonably capable of being associated with, or could reasonably be linked, directly or indirectly, with a particular consumer or household. Privacy Information includes but is not limited to, the following if it identifies, relates to, describes, is reasonably capable of being associated with, or could reasonably be linked, directly or indirectly, with a particular consumer or household: identifiers such as a real name, alias, postal address, unique personal identifier, online identifier, Internet Protocol address, email address, account name, social security number, driver’s license or state identification card number, passport number, signature, physical characteristics or description, telephone number, insurance policy number, bank account number, credit card number, debit card number or any other financial information, medical information or health insurance information; characteristics of protected classifications under state or federal law; commercial information, including records of personal property, products or services purchased, obtained or considered, or other purchasing or consuming histories or tendencies; biometric information; Internet or other electronic network activity information including, but not limited to, browsing history, search history, and information regarding a consumer’s interaction with an internet website, application, or advertisement; geolocation data; audio or electronic information; professional or employment-related information; education information that is not publicly available personally identifiable information as defined in the Family Educational Rights and Privacy Act (20 USC § 1232g; 34 CFR Part 99); and inferences drawn from any of the information identified in this subsection to create a profile about a consumer reflecting the consumer’s preferences, characteristics, psychological trends, predispositions, behavior, attitudes, intelligence, abilities and aptitudes. Privacy Information does not include publicly available information that is lawfully made available to the general public from federal, state, or local government records.

“**Remodel**” means a refurbishment, renovation, and remodeling of the Location to conform to the building design, exterior facade, trade dress, signage, fixtures, furnishings, equipment, decor, color schemes, presentation of the Marks, and other System Standards in a manner consistent with the image then in effect for a new Pizza Twist business.

“**Required Vendor**” means a supplier, vendor, or distributor of Inputs which Pizza Twist Franchising requires franchisees to use.

“**System Standards**” means, as of any given time, the then-current mandatory procedures, requirements, and/or standards of the System as determined by Pizza Twist Franchising, which may include without limitation, any procedures, requirements and/or standards for appearance, business metrics, cleanliness, customer service, data protection and privacy, design (such as construction, decoration, layout, furniture, fixtures and signs), environmental protection and sustainability, equipment, inventory, maintenance, marketing and public relations, minimum numbers and types of personnel, operating days, operating hours, presentation of Marks, product and service offerings (including menu and beverages), recipes, quality of products and services

(including any guaranty and warranty programs), refund and replacement policies, reporting, safety procedures, security systems, Technology, temporary operational changes due to special circumstances (such as a pandemic), uniforms, and vehicles.

“**Technology**” means point-of-sale systems, back-office systems, information management systems, customer-facing software, and other software; computers, computer peripheral equipment, cash registers, smartphones, tablets, and similar equipment; communications systems (including email, audio, and video systems); backup and archiving systems; payment acceptance systems (including credit and debit card systems, check verification services, and other payment systems, as well as any compliance programs relating to those systems), and internet access, as well as upgrades, supplements, and modifications to any Technology.

“**Territory**” means the Protected Territory stated on the Summary Page. If no Protected Territory is stated on the Summary Page, then the Territory is determined in accordance with Section 6.1.

“**Transfer**” means for Franchisee (or any Owner) to voluntarily or involuntarily transfer, sell, or dispose of, in any single or series of transactions, (i) substantially all of the assets of the Business, (ii) this Agreement, (iii) any direct or indirect ownership interest in the Business, or (iv) control of the Business.

ARTICLE 2. GRANT OF LICENSE

2.1 Grant. Pizza Twist Franchising grants to Franchisee the right to operate a Pizza Twist business solely at the Location. If no Location is stated on the Summary Page when this Agreement is signed, then the parties will determine the Location in accordance with Section 6.1. Franchisee shall develop, open and operate a Pizza Twist business at the Location for the entire term of this Agreement. Franchisee shall exert its best efforts to promote and enhance the Business.

2.2 Protected Territory. Pizza Twist Franchising shall not establish, nor license the establishment of, another business within the Territory selling the same or similar goods or services under the same or similar trademarks or service marks as a Pizza Twist business. This prohibition does not apply to any Pizza Twist (or Chicago’s Pizza With A Twist”) business operating or under construction when the Territory is determined. Pizza Twist Franchising and its affiliates retain the right to do any of the following (all without any compensation to Franchisee):

- (i) establish and license others to establish and operate Pizza Twist businesses outside the Territory, notwithstanding their proximity to the Territory or their potential impact on the Business;
- (ii) operate and license others to operate businesses anywhere, including within the Territory, that sell the same or similar goods or services as a Pizza Twist business under trademarks or service marks that are not the same as or similar to the Marks;
- (iii) sell and license others to sell any products and services in the Territory under any trademarks or service marks (including the Marks) through channels of distribution (including the internet) other than Pizza Twist outlets;

- (iv) acquire or be acquired by (under any form of business transaction) a Competitor that has (or may in the future have) outlets in the Territory which compete with the Business under trademarks or service marks other than the Marks; and
- (v) engage in any action not specifically precluded by the express terms of this Agreement.

2.3 Franchisee Control. Franchisee represents that Attachment 1 (i) identifies each owner, officer and director of Franchisee, and (ii) describes the nature and extent of each owner’s interest in Franchisee. If any information on Attachment 1 changes (which is not a Transfer), Franchisee shall notify Pizza Twist Franchising within 10 days.

2.4 Principal Executive. Franchisee agrees that the person designated as the “Principal Executive” on the Summary Page is the executive primarily responsible for the Business and has decision-making authority on behalf of Franchisee. Pizza Twist Franchising is entitled to rely on any communication, decision, or act by the Principal Executive as being the communication, decision, or act of Franchisee. The Principal Executive must have at least 10% ownership interest in Franchisee. The Principal Executive does not have to serve as a day-to-day general manager of the Business, but the Principal Executive must devote substantial time and attention to the Business. If the Principal Executive dies, becomes incapacitated, transfers his/her interest in Franchisee, or otherwise ceases to be the executive primarily responsible for the Business, Franchisee shall promptly designate a new Principal Executive, subject to Pizza Twist Franchising’s reasonable approval.

2.5 Guaranty. If Franchisee is an entity, then Franchisee shall have each Owner sign a personal guaranty of Franchisee’s obligations to Pizza Twist Franchising, in the form of Attachment 3.

2.6 No Conflict. Franchisee represents to Pizza Twist Franchising that Franchisee and each of its Owners (i) are not violating any agreement (including any confidentiality or non-competition covenant) by entering into or performing under this Agreement, (ii) are not a direct or indirect owner of any Competitor, and (iii) are not listed or “blocked” in connection with, and are not in violation under, any anti-terrorism law, regulation, or executive order.

ARTICLE 3. TERM

3.1 Term. This Agreement commences on the Effective Date and continues for 10 years.

3.2 Successor Agreement. When the term of this Agreement expires, Franchisee may enter into a successor agreement for the Location for up to 2 additional periods of 5 years each, subject to the following conditions prior to each renewal:

- (i) Franchisee notifies Pizza Twist Franchising of the election to renew between 90 and 180 days prior to the end of the term;
- (ii) Franchisee (and its affiliates) are in compliance with this Agreement and all other agreements with Pizza Twist Franchising (or any of its affiliates) at the time of election and at the time of renewal;

- (iii) Franchisee (and its affiliates) have been in substantial compliance with this Agreement and all other agreements with Pizza Twist Franchising (or any of its affiliates) throughout the term of any such agreement(s);
- (iv) Franchisee did not (A) receive written notice of default under this Agreement from Pizza Twist Franchising more than twice during the term, or (B) failed to cure a written notice of default under this Agreement within the cure period (if any) provided in this Agreement;
- (v) Franchisee and its Owners complied with Section 7.24 of this Agreement at all times during the term;
- (vi) Franchisee has made or agrees to make (within a period of time acceptable to Pizza Twist Franchising) renovations and changes to the Business as Pizza Twist Franchising requires to conform to the then-current System Standards; such renovations and changes may include, without limitation, a Remodel, making changes to the façade, installing furnishings or fixtures, changing signage, and making upgrades to any technological features required by the System Standards;
- (vii) Franchisee and its Owners execute Pizza Twist Franchising’s then-current standard form of franchise agreement and related documents (including personal guaranty), which may be materially different than this form (including, without limitation, higher and/or different fees), except that the form of the franchise agreement will be amended to provide that Franchisee will not pay another initial franchise fee and to provide that Franchisee will not receive more renewal or successor terms than originally granted to Franchisee; and
- (vi) Franchisee and each Owner executes a general release (on Pizza Twist Franchising’s then-standard form) of any and all claims against Pizza Twist Franchising, its affiliates, and their respective owners, officers, directors, agents, and employees.

ARTICLE 4. FEES

4.1 Initial Franchise Fee. Upon signing this Agreement, Franchisee shall pay an initial franchise fee in the amount stated on the Summary Page. This initial franchise fee is not refundable under any circumstances.

4.2 Training Fee. Franchisee shall pay Pizza Twist Franchising a one-time Training fee of \$5,000 at the time of scheduling the initial training.

4.3 Royalty Fee. Franchisee shall pay Pizza Twist Franchising a weekly royalty fee (the “Royalty Fee”) equal to 4.5% of Gross Sales. Franchisee shall pay the Royalty Fee for any given week so that it is received by Pizza Twist Franchising on or before the Tuesday of the following week.

4.4 Marketing Contributions.

(a) Marketing Fund Contribution. Franchisee shall pay Pizza Twist Franchising a contribution to the Marketing Fund (the “Marketing Fund Contribution”) equal to 1% of Franchisee’s Gross Sales (or such lesser amount as Pizza Twist Franchising determines), at the same time as the Royalty Fee.

(b) Market Cooperative Contribution. If the Business participates in a Market Cooperative, then Franchisee shall contribute to the Market Cooperative a percentage of Gross Sales (or other amount) determined by the Market Cooperative, not to exceed 5%.

4.5 Replacement / Additional Training Fee. If Franchisee sends an employee to Pizza Twist Franchising’s training program after opening, Pizza Twist Franchising may charge its then-current training fee. As of the date of this Agreement, the training fee is \$2,000 per training session per person.

4.6 Non-Compliance Fee. Pizza Twist Franchising may charge Franchisee \$500 for each instance of non-compliance with the System Standards or this Agreement (other than Franchisee’s non-payment of a fee owed to Pizza Twist Franchising) which Franchisee fails to cure after 30 days’ notice. Thereafter, Pizza Twist Franchising may charge Franchisee \$250 per week until Franchisee ceases such non-compliance. This fee is a reasonable estimate of Pizza Twist Franchising’s internal cost of personnel time attributable to addressing the non-compliance, and it is not a penalty or estimate of all damages arising from Franchisee’s breach. The non-compliance fee is in addition to all of Pizza Twist Franchising’s other rights and remedies (including default and termination under Section 14.2).

4.7 Reimbursement. Pizza Twist Franchising may (but is never obligated to) pay on Franchisee’s behalf any amount that Franchisee owes to a supplier or other third party. If Pizza Twist Franchising does so or intends to do so, Franchisee shall pay such amount plus a 10% administrative charge to Pizza Twist Franchising within 15 days after invoice by Pizza Twist Franchising accompanied by reasonable documentation.

4.8 Technology Fee. Pizza Twist Franchising reserves the right to charge Franchisee a commercially-reasonable fee (the “Technology Fee”) in exchange for software and other technology-related services and products provided by or through Pizza Twist Franchising. The Technology Fee does not have to be a pass-through of Pizza Twist Franchising’s exact costs. Pizza Twist Franchising has no liability or obligation to Franchisee with respect to any third-party software or other technology-related services and products that Pizza Twist Franchising provides to Franchisee. The Technology Fee for a given period is due and payable at the same time as the Royalty Fee, unless Pizza Twist Franchising determines otherwise. Pizza Twist Franchising may add, remove, or alter the software or technology products or services that it provides. Pizza Twist Franchising may change Technology Fee after at least 30 days’ notice

4.9 Payment Terms.

(a) Method of Payment. Franchisee shall pay the Royalty Fee, Marketing Fund Contribution, Technology Fee, and any other amounts owed to Pizza Twist Franchising by pre-authorized bank draft or in such other manner as Pizza Twist Franchising may require. Franchisee

shall comply with Pizza Twist Franchising's payment instructions, including executing all documents reasonably required by Pizza Twist Franchising. If Pizza Twist Franchising permits Franchisee to pay by credit card or by other method which causes Pizza Twist Franchising to incur a processing fee, Franchisee shall be responsible for the amount of the processing fee.

(b) Calculation of Fees. Franchisee shall report weekly Gross Sales to Pizza Twist Franchising by Tuesday of the following week. If Franchisee fails to report weekly Gross Sales, then Pizza Twist Franchising may withdraw estimated Royalty Fees and Marketing Fund Contributions equal to 125% of the last Gross Sales reported to Pizza Twist Franchising, and the parties will true-up the actual fees after Franchisee reports Gross Sales. Franchisee acknowledges that Pizza Twist Franchising has the right to remotely access Franchisee's point-of-sale system to calculate Gross Sales.

(c) Late Fees and Interest. If Franchisee does not make a payment on time, Franchisee shall pay a \$100 "late fee" plus interest on the unpaid amount at a rate equal to 18% per year (or, if such payment exceeds the maximum allowed by law, then interest at the highest rate allowed by law).

(d) Insufficient Funds. Pizza Twist Franchising may charge \$50 for any payment returned for insufficient funds (or, if such amount exceeds the maximum allowed by law, then the fee allowed by law).

(e) Costs of Collection and Enforcement. Franchisee shall repay any costs incurred by Pizza Twist Franchising in attempting to collect payments owed by Franchisee or to enforce any other provision of this Agreement (including, without limitation, reasonable attorney fees).

(f) Application. Pizza Twist Franchising may apply any payment received from Franchisee to any obligation and in any order as Pizza Twist Franchising may determine, regardless of any designation by Franchisee.

(g) Obligations Independent; No Set-Off. The obligations of Franchisee to pay to Pizza Twist Franchising any fees or amounts described in this Agreement are not dependent on Pizza Twist Franchising's performance and are independent covenants by Franchisee. Franchisee shall make all such payments without offset or deduction.

(h) Taxes. Franchisee will be responsible for (and shall immediately remit to Pizza Twist Franchising upon demand) all sales taxes, use taxes, and other taxes imposed on the fees payable by Franchisee to Pizza Twist Franchising or its affiliates and on services or goods furnished to Franchisee by Pizza Twist Franchising or its affiliates, unless the tax is an income tax assessed on Pizza Twist Franchising or its affiliate for doing business in the state where the Business is located.

4.10 Alcohol Sales. If applicable law (state or local) prohibits or restricts Franchisee's ability to pay (or Pizza Twist Franchising's ability to collect) Royalty Fees or other amounts based on Gross Sales derived from the sale of alcoholic beverages by the Business, or if such law would require Pizza Twist Franchising be licensed to sell alcoholic beverages, then the parties will exclude alcoholic beverage sales from Gross Sales and mutually agree on a substitute so as to provide the same basic economic effect to both parties.

ARTICLE 5. ASSISTANCE

5.1 Manual. Pizza Twist Franchising shall make its Manual available to Franchisee in such format as Pizza Twist Franchising deems appropriate.

5.2 Pre-Opening Assistance.

(a) Selecting Location. Pizza Twist Franchising shall provide its criteria for Pizza Twist locations to Franchisee. Pizza Twist Franchising will review and advise Franchisee regarding potential locations submitted by Franchisee.

(b) Development. To the extent Pizza Twist Franchising deems appropriate, Pizza Twist Franchising shall advise Franchisee regarding the layout, design, and build-out of the Business.

(c) Vendors. To the extent applicable, Pizza Twist Franchising shall provide its specifications and list of Approved Vendors and/or Required Vendors for equipment, signs, fixtures, opening inventory, and supplies to open the Business.

(d) Business Plan Review. If requested by Franchisee, Pizza Twist Franchising shall review and advise on Franchisee's pre-opening business plan and financial projections. **Franchisee acknowledges that Pizza Twist Franchising accepts no responsibility for the performance of the Business.**

(e) Pre-Opening Training. Pizza Twist Franchising shall make available its standard pre-opening training to the Principal Executive and up to 2 other employees, at Pizza Twist Franchising's headquarters and/or at a Pizza Twist (or Chicago's Pizza With A Twist") business designated by Pizza Twist Franchising. Pizza Twist Franchising shall not charge any fee for this training. Franchisee is responsible for its own travel, lodging, meal, and other out-of-pocket expenses. Pizza Twist Franchising reserves the right to vary the length and content of the initial training program based on the experience and skill level of any individual attending the program.

(f) Market Introduction Plan. Pizza Twist Franchising shall advise Franchisee regarding the planning and execution of Franchisee's market introduction plan.

(g) On-Site Opening Assistance. Pizza Twist Franchising shall have a representative support Franchisee's business opening with at least 5 days of onsite opening training and assistance, at Pizza Twist Franchising's expense.

5.3 Post-Opening Assistance.

(a) Advice, Consulting, and Support. If Franchisee requests, Pizza Twist Franchising shall provide advice to Franchisee (by telephone or electronic communication) regarding improving and developing Franchisee's business, and resolving operating problems Franchisee encounters, to the extent Pizza Twist Franchising deems reasonable. If Pizza Twist Franchising provides in-person support in response to Franchisee's request, Pizza Twist Franchising may charge its then-current fee plus any out-of-pocket expenses (such as travel, lodging, and meals for employees providing onsite support).

(b) Pricing. Upon request, Pizza Twist Franchising shall provide recommended prices for products and services offered by franchisees of the System.

(c) Procedures. To the extent Pizza Twist Franchising determines in its sole discretion, Pizza Twist Franchising shall provide Franchisee with Pizza Twist Franchising's recommended administrative, bookkeeping, accounting, and inventory control procedures. Pizza Twist Franchising may make any such procedures part of required (and not merely recommended) System Standards.

(d) Marketing. Pizza Twist Franchising shall manage the Marketing Fund.

(e) Internet. Pizza Twist Franchising shall maintain a website for Pizza Twist, which will include Franchisee's location (or territory) and telephone number.

ARTICLE 6. LOCATION, DEVELOPMENT, AND OPENING

6.1 Determining Location and Territory. If the Location and Territory are not stated on the Summary Page, then Franchisee shall identify a potential Location within the Site Selection Area described on the Summary Page. Franchisee acknowledges that Franchisee does not have any territorial or other rights to the Site Selection Area and that it is only provided for the purpose of delineating the area within which Franchisee must locate an acceptable Location for the Business. Franchisee shall submit its proposed Location to Pizza Twist Franchising for acceptance, with all related information and documents Pizza Twist Franchising may request. If Pizza Twist Franchising does not accept the proposed Location in writing within 30 days, then it is deemed rejected. When Pizza Twist Franchising accepts the Location, it will issue a Location Acceptance Letter in the form of Attachment 2 which states the Location and Territory. Pizza Twist Franchising shall determine the Territory in its good faith discretion, substantially in accordance with Item 12 of the Franchise Disclosure Document. **Pizza Twist Franchising's advice regarding or acceptance of a proposed Location is not a representation or warranty that the Business will be successful or that the Business is permitted to be operated at the Location under applicable laws or zoning ordinances, and Pizza Twist Franchising has no liability to Franchisee with respect to the location of the Business.**

6.2 Lease. In connection with any lease between Franchisee and the landlord of the Location: (i) if requested by Pizza Twist Franchising, Franchisee must submit the proposed lease to Pizza Twist Franchising for written approval, (ii) the term of the lease (including renewal terms) must be for a period of not less than the term of this Agreement, and (iii) Franchisee shall use commercially reasonable efforts to obtain the landlord's signature to a rider to the lease in the form required by Pizza Twist Franchising.

6.3 Development. Franchisee shall construct (or remodel) and finish the Location in conformity with Pizza Twist Franchising's System Standards. If required by Pizza Twist Franchising, Franchisee shall engage the services of an architect licensed in the jurisdiction of the Location. Franchisee shall not begin any construction or remodeling work without first obtaining Pizza Twist Franchising's approval of Franchisee's plans and without first obtaining any required permits or licenses necessary to commence such construction or remodeling work. Franchisee must engage a qualified licensed general contractor to perform such construction or remodeling work.

Pizza Twist Franchising may, but is not required to, inspect Franchisee's construction or remodeling progress at any reasonable time. Franchisee shall not rely upon any information provided or opinions expressed by Pizza Twist Franchising or its representatives regarding any architectural, engineering, or legal matters (including without limitation the Americans With Disabilities Act) in the development and construction of the Business, and Pizza Twist Franchising assumes no liability with respect thereto. Pizza Twist Franchising's inspection and/or approval to open the Business is not a representation or a warranty that the Business has been constructed in accordance with any architectural, engineering, or legal standards.

6.4 New Franchisee Training. Franchisee's Principal Executive and general manager must complete Pizza Twist Franchising's training program for new franchisees to Pizza Twist Franchising's satisfaction at least four weeks before opening the Business.

6.5 Conditions to Opening. Franchisee shall notify Pizza Twist Franchising at least 30 days before Franchisee intends to open the Business to the public. Before opening, Franchisee must satisfy all of the following conditions: (1) Franchisee is in compliance with this Agreement, (2) Franchisee has obtained all applicable governmental permits and authorizations, (3) the Business conforms to all applicable System Standards, (4) Pizza Twist Franchising has inspected and approved the Business, (5) Franchisee has hired sufficient employees, (6) Franchisee's officers and employees have completed all of Pizza Twist Franchising's required pre-opening training; and (7) Pizza Twist Franchising has given its written approval to open, which will not be unreasonably withheld.

6.6 Opening Date. Franchisee shall open the Business to the public on or before the date stated on the Summary Page.

6.7 Relocation. Franchisee shall not relocate the Business to new premises without the prior written approval of Pizza Twist Franchising. If Franchisee requests approval of a relocation, Franchisee must pay \$2,500 upon submitting the request. If Pizza Twist Franchising approves the relocation, Franchisee must (i) pay an additional \$2,500 relocation fee to Pizza Twist Franchising upon approval, (ii) comply with the conditions set for in Sections 6.1, 6.2, and 6.5 with respect to the new location, and (iii) satisfy any other conditions required by Pizza Twist Franchising.

6.8 Damage to the Location. If the Location is damaged or destroyed by fire or any other casualty, Franchisee must, as soon as practicable but in no event later than one month following such casualty, initiate repairs of or the process for reconstruction of the Location, and Franchisee shall in good faith and with due diligence continue until such repairs or reconstruction are completed. Any repairs or reconstruction shall otherwise comply with the System Standards (including the then-current design and décor) and the requirements of this Agreement.

ARTICLE 7. OPERATIONS

7.1 Compliance with Manual and System Standards. Franchisee shall at all times and at its own expense comply with all mandatory obligations contained in the Manual and with all other System Standards, as they are now or hereafter established. Franchisee acknowledges and agrees that the products and services offered under the Marks have a reputation for excellence and that

Franchisee's compliance with all System Standards is of the utmost importance to Pizza Twist Franchising.

7.2 Compliance with Law. Franchisee and the Business shall comply with all laws, rules, ordinances, and regulations applicable to Franchisee or to the Business. Franchisee and the Business shall obtain and keep in force all governmental permits and licenses necessary for the Business. Franchisee is solely responsible for all such compliance, notwithstanding any information provided by Pizza Twist Franchising.

7.3 Food Service.

(a) Menu. Franchisee shall offer all menu items, beverages, and other products and services, and only those menu items, beverages, and other products and services, from time to time prescribed by Pizza Twist Franchising in the Manual or otherwise in writing.

(b) Preparation. Franchisee shall follow all recipes prescribed by Pizza Twist Franchising, including, without limitation, use of all ingredients specified or authorized by Pizza Twist Franchising, and only such ingredients. Franchisee shall prepare and serve all food products in a high-quality manner that meets or exceeds the customer's reasonable expectations and all applicable System Standards.

(c) Inventory. Franchisee shall maintain sufficient levels of inventory at all times.

(d) Method of Sale. Franchisee shall make sales only at the Location, or by off-site catering services, or at temporary event locations (e.g. street festivals). Unless otherwise approved or required by Pizza Twist Franchising, Franchisee shall not make sales by any other means, including without limitation by delivery by Franchisee, delivery by third-party service, via a food truck, or at satellite locations. Pizza Twist Franchising retains the right to determine (and to change at any time) a territory outside of which Franchisee cannot offer catering. If Pizza Twist Franchising permits (or requires delivery), Pizza Twist Franchising retains the right to determine (and to change at any time) a territory outside of which Franchisee cannot offer delivery.

(e) Royalty on Third-Party Delivery Service. If Pizza Twist Franchising requires or approves Franchisee's use of a third-party delivery service, Gross Sales on deliveries will be calculated on the amount paid by the customer to the delivery service (not counting any delivery fee, service charge, or gratuity paid by the customer), rather than the amount paid by the delivery service to Franchisee.

(f) Health Inspection Scores. In addition to Franchisee's obligations to comply with all System Standards pursuant to Section 7.1 and with all applicable laws pursuant to Section 7.2, Franchisee must achieve a health code inspection score of 90, "A" or higher pursuant to the grading or rating system of the applicable governmental authority. If the applicable government authority does not score inspections on a numerical or alphabetical scale, then a rating by the governing body similar in nature to a "90" or "A" will be the governing standard. Franchisee will provide Pizza Twist Franchising a copy of any inspection report and score within two business days after receipt.

7.4 Prices.

Franchisee acknowledges that the System Standards determined by Pizza Twist Franchising may include the minimum, maximum, and/or exact prices that franchisees may charge for products or services sold (except to the extent such authority is limited or prohibited by applicable law).

7.5 Personnel.

(a) Management. The Business must at all times be under the on-site supervision of the Principal Executive or a general manager who has completed Pizza Twist Franchising's training program.

(b) Service. Franchisee shall cause its personnel to render competent and courteous service to all customers and members of the public.

(c) Appearance. Franchisee shall cause its personnel to comply with any dress attire, uniform, personal appearance and hygiene standards set forth in the Manual.

(d) Qualifications. Pizza Twist Franchising may set minimum qualifications for categories of employees employed by Franchisee.

(e) Staffing. Franchisee must hire or engage sufficient number of personnel to service its volume of Business, and Franchisee must comply with any System Standards regarding staffing levels.

(f) Sole Responsibility. Franchisee is solely responsible for all hiring decisions and all terms and conditions of employment of all of its personnel, including recruiting, hiring, training, scheduling, supervising, compensation, and termination. Franchisee is solely responsible for all actions of its personnel. Franchisee and Pizza Twist Franchising are not joint employers, and no employee of Franchisee will be an agent or employee of Pizza Twist Franchising. Within seven days of Pizza Twist Franchising's request, Franchisee and each of its employees shall sign an acknowledgment form stating that Franchisee alone (and not Pizza Twist Franchising) is the employee's sole employer. Franchisee shall use its legal name on all documents with its employees and independent contractors, including, but not limited to, employment applications, time cards, pay checks, and employment and independent contractor agreements, and Franchisee shall not use the Marks on any of these documents.

7.6 Post-Opening Training. Pizza Twist Franchising may at any time require that the Principal Executive and/or any other employees complete training programs, in any format and in any location determined by Pizza Twist Franchising. Pizza Twist Franchising may charge a reasonable fee for any training programs. Pizza Twist Franchising may require Franchisee to provide training programs to its employees. If a training program is held at a location which requires travel by the Principal Executive or any other employee, then Franchisee shall pay all travel, living and other expenses.

7.7 Technology. Without limiting the generality of Section 7.1 or Section 8.1, Franchisee shall acquire and use all Technology required by Pizza Twist Franchising. Pizza Twist Franchising has the right to prohibit Franchisee from using any Technology which is not approved or required by

Pizza Twist Franchising. Franchisee shall enter into any subscription and support agreements related to the Technology that Pizza Twist Franchising may require. Franchisee shall upgrade, update, or replace any Technology from time to time as Pizza Twist Franchising may require. Franchisee shall protect the confidentiality and security of all Technology, and Franchisee shall abide by any System Standards related thereto. Franchisee shall give Pizza Twist Franchising unlimited access to Franchisee's Technology used in the Business, by any means designated by Pizza Twist Franchising. Despite Franchisee's obligation to acquire and use Technology according to System Standards, Franchisee has sole and complete responsibility for: (a) acquiring, operating, maintaining, and upgrading Franchisee's Technology; (b) the manner in which Franchisee's Technology interfaces with Pizza Twist Franchising's and any third party's computer system; (c) any and all consequences if Franchisee's Technology is not properly operated, maintained, and upgraded; (d) complying at all times with the most current version of the Payment Card Industry Data Security Standards, and (e) complying at all times with all laws governing the use, disclosure, and protection of Privacy Information.

7.8 Customer Complaints. Franchisee shall use its best efforts to promptly resolve any customer complaints. Pizza Twist Franchising may take any action it deems appropriate to resolve a customer complaint regarding the Business, and Pizza Twist Franchising may require Franchisee to reimburse Pizza Twist Franchising for any expenses.

7.9 Evaluation and Compliance Programs. Franchisee shall participate at its own expense in programs required from time to time by Pizza Twist Franchising for obtaining customer evaluations, reviewing Franchisee's compliance with the System, and/or managing customer complaints, which may include (but are not limited to) a customer feedback system, customer survey programs, and mystery shopping. Pizza Twist Franchising shall share with Franchisee the results of these programs, as they pertain to the Business. Franchisee must meet or exceed any minimum score requirements set by Pizza Twist Franchising for such programs. Pizza Twist Franchising may set minimum scores that Franchisee must receive from the public on internet review sites (such as Yelp or Google).

7.10 Payment Systems. Franchisee shall accept payment from customers in any form or manner designated by Pizza Twist Franchising (which may include, for example, cash, specific credit and/or debit cards, gift cards, electronic fund transfer systems, and mobile payment systems). Franchisee shall purchase or lease all equipment and enter into all business relationships necessary to accept payments as required by Pizza Twist Franchising.

7.11 Gift Cards, Loyalty Programs, and Incentive Programs. At its own expense, Franchisee shall sell or otherwise issue gift cards, certificates, or other pre-paid systems, and participate in any customer loyalty programs or customer incentive programs, designated by Pizza Twist Franchising, in the manner specified by Pizza Twist Franchising in the Manual or otherwise in writing. Franchisee shall honor all valid gift cards and other pre-paid systems, regardless of whether issued by Franchisee or another Pizza Twist (or Chicago's Pizza With A Twist") business. Franchisee shall comply with all procedures and specifications of Pizza Twist Franchising related to gift cards, certificates, and other pre-paid systems, or related to customer loyalty or customer incentive programs.

7.12 Maintenance, Repair, and Alterations. Franchisee shall at all times keep the Business in a neat and clean condition, perform all appropriate maintenance, and keep all of the property of the Business in good repair. In addition, Franchisee shall promptly perform all work on the physical property of the Business as Pizza Twist Franchising may prescribe from time to time, including but not limited to periodic interior and exterior painting; resurfacing of the parking lot; roof repairs; and replacement of obsolete or worn-out signage, floor coverings, furnishings, equipment, and décor. If such work is reserved to Franchisee's landlord under the terms of Franchisee's lease, then Franchisee shall use reasonable efforts to cause its landlord to perform such work. Franchisee acknowledges that the System Standards may include requirements for cleaning, maintenance, replacement, and repair. Franchisee shall not alter or replace the equipment, fixtures, furniture, signs, décor, or other aspects of the interior or exterior of the Business except in compliance with all applicable System Standards or except with prior approval from Pizza Twist Franchising.

7.13 Remodeling. In addition to Franchisee's obligations to comply with all System Standards in effect from time to time, Pizza Twist Franchising may require Franchisee to undertake and complete a Remodel of the Location to Pizza Twist Franchising's satisfaction. Franchisee must complete the Remodel in the time frame specified by Pizza Twist Franchising. Pizza Twist Franchising may require Franchisee to submit plans for Pizza Twist Franchising's reasonable approval prior to commencing a required Remodel, and Pizza Twist Franchising may require Franchisee to engage a qualified licensed contractor to perform the Remodel. Pizza Twist Franchising's right to require a Remodel is limited as follows: (i) the Remodel will not be required in the first two or last two years of the term (except that a Remodel may be required as a condition to renewal of the term or a Transfer), and (ii) a Remodel will not be required more than once every five years from the date on which Franchisee was required to complete the prior Remodel.

7.14 Meetings. The Principal Executive shall use reasonable efforts to attend all in-person meetings and remote meetings (such as telephone or video conference calls) that Pizza Twist Franchising requires, including any national or regional brand conventions or conferences. Franchisee shall not permit the Principal Executive to fail to attend more than three consecutive required meetings. Pizza Twist Franchising may charge Franchisee the attendance fee for Pizza Twist's national or regional brand convention, regardless of whether the Principal Executive attends. Franchisee is responsible for all travel and living expenses of attending any such meeting or convention.

7.15 Insurance.

(a) Franchisee shall obtain and maintain insurance policies in the types and amounts as specified by Pizza Twist Franchising in the Manual. If not specified in the Manual, Franchisee shall maintain at least the following insurance coverage:

- (i) "Special" causes of loss coverage forms, including fire and extended coverage, crime, vandalism, and malicious mischief, on all property of the Business, for full repair and replacement value (subject to a reasonable deductible);
- (ii) Business interruption insurance covering at least 12 months of income;

- (iii) Commercial General Liability insurance, including products liability coverage, and broad form commercial liability coverage, written on an “occurrence” policy form in an amount of not less than \$1,000,000 single limit per occurrence and \$2,000,000 aggregate limit;
- (iv) Business Automobile Liability insurance including owned, leased, non-owned and hired automobiles coverage in an amount of not less than \$1,000,000;
- (v) Workers Compensation coverage as required by state law; and
- (vi) Dram shop (if alcohol sales will occur at Franchisee’s Business) related insurance with limits of not less than \$1,000,000 single limit per occurrence and \$2,000,000 aggregate limit.

(b) Franchisee’s policies (other than Workers Compensation) must (1) list Pizza Twist Franchising and its affiliates as an additional insured, (2) include a waiver of subrogation in favor of Pizza Twist Franchising and its affiliates, (3) be primary and non-contributing with any insurance carried by Pizza Twist Franchising or its affiliates, and (4) stipulate that Pizza Twist Franchising shall receive 30 days’ prior written notice of cancellation.

(c) Franchisee shall provide Certificates of Insurance evidencing the required coverage to Pizza Twist Franchising prior to opening and upon annual renewal of the insurance coverage, as well as at any time within 15 days after request from Pizza Twist Franchising.

7.16 Obligations to Third Parties. Franchisee shall pay all vendors and suppliers in a timely manner. Franchisee shall pay all taxes when due. If Franchisee borrows money, it shall comply with the terms of its loan and make all loan payments when due. If Franchisee leases the Location, Franchisee shall comply with its lease for the Location and make all rent payments when due.

7.17 Public Relations. Franchisee shall not make any public statements (including giving interviews or issuing press releases) regarding , the Business, or any particular incident or occurrence related to the Business, without Pizza Twist Franchising’s prior written approval, which will not be unreasonably withheld.

7.18 Association with Causes. Franchisee shall not in the name of the Business (i) donate money, products, or services to any charitable, political, religious, or other organization or cause, or (ii) act in support of any such organization or cause, without Pizza Twist Franchising’s prior written approval, which will not be unreasonably withheld.

7.19 No Other Activity Associated with the Business. Franchisee shall not engage in any business or other activity at the Location other than operation of the Pizza Twist Business. Franchisee shall not use assets of the Business for any purpose other than the Business. If Franchisee is an entity, the entity shall not own or operate any other business except Pizza Twist businesses.

7.20 No Third-Party Management. Franchisee shall not engage a third-party management company to manage or operate the Business without the prior written approval of Pizza Twist Franchising, which will not be unreasonably withheld.

7.21 Identification. Franchisee must identify itself as the independent owner of the Business in the manner prescribed by Pizza Twist Franchising. Franchisee must display at the Business signage prescribed by Pizza Twist Franchising identifying the Location as an independently owned franchise.

7.22 Privacy Practices.

(a) With respect to Privacy Information, Franchisee must comply with all of their obligations under applicable privacy laws, including any local, state, or federal data privacy or data security law or regulation.

(b) Franchisee shall not sell any Privacy Information. Franchisee further agrees to not access, use, or process the Privacy Information except in the furtherance of its obligations under this Agreement, but in all times, in compliance with applicable privacy laws.

(c) To the extent Pizza Twist Franchising does not have the then-current ability to address requests made under any applicable privacy law by individuals that are the subject of any of the Privacy Information, Franchisee shall, upon Pizza Twist Franchising's request, provide reasonable assistance to Pizza Twist Franchising in responding to such requests.

(d) In the event of a Data Security Event, Franchisee must notify Pizza Twist Franchising immediately after becoming aware of the Data Security Event and shall cooperate with Pizza Twist Franchising and follow all of Pizza Twist Franchising's reasonable requests to address the Data Security Event and to protect any Privacy Information and/or Confidential Information. Pizza Twist Franchising, or its designee, has the right, but not the obligation, to take any action or pursue any proceeding with respect to the Data Security Event.

7.23 Communication. Franchisee shall respond promptly to requests for communication from Pizza Twist Franchising, and in any event within three business days. Franchisee and each Owner shall be courteous and respectful to Franchisor and its personnel and shall comply with any rules adopted by Pizza Twist Franchising from time to time establishing procedures and requirements for communications between Franchisee's personnel and Pizza Twist Franchising's personnel.

7.24 Business Practices and Values. Franchisee and each Owner shall comply with and uphold any code of ethics or statement of values adopted by Pizza Twist Franchising. Franchisee and each Owner shall be honest and fair in all interactions with customers, employees, vendors, governmental authorities, and other third parties. Neither Franchisee nor any Owner shall engage in or permit any employee to engage in any (i) violence or a threat of violence against any person or group of persons, (ii) sexual harassment of any person, (iii) discrimination against any person or group of persons on account of sex, race, color, religion, ancestry, national origin, sexual orientation, or disability, or any legally protected class in the jurisdiction where the Business is located, or (iv) any act which injures or is likely to injure the goodwill associated with the Marks, in Pizza Twist Franchising's reasonable opinion.

7.25 Vehicles. Franchisee shall ensure that all vehicles operated by the Business comply with all applicable System Standards, which may include, without limitation, make and model, required equipment, and required exterior décor. Franchisee shall keep all vehicles in excellent (or better) repair, clean, and free of dents and other damage, and shall ensure that the vehicles present a first-

class image appropriate to Pizza Twist Franchising's System. Franchisee shall use the vehicle only for Business purposes (this sentence shall not apply to any vehicle owned and operated by Franchisee's employees). Any person driving a vehicle on behalf of the Business must be appropriately licensed and meet any applicable System Franchisee shall require personnel to use the Business-owned vehicles (and not their personal vehicles) for all Business purposes.

ARTICLE 8. SUPPLIERS AND VENDORS

8.1 Generally. Franchisee shall acquire all Inputs required by Pizza Twist Franchising from time to time in accordance with System Standards. Pizza Twist Franchising may require Franchisee to purchase or lease any Inputs from Pizza Twist Franchising, Pizza Twist Franchising's designee, Required Vendors, Approved Vendors, and/or under Pizza Twist Franchising's specifications. Pizza Twist Franchising may change any such requirement or change the status of any vendor. To make such requirement or change effective, Pizza Twist Franchising shall issue the appropriate System Standards.

8.2 Alternate Vendor Approval. If Pizza Twist Franchising requires Franchisee to purchase a particular Input only from an Approved Vendor or Required Vendor, and Franchisee desires to purchase the Input from another vendor, then Franchisee must submit a written request for approval and any information, specifications and/or samples requested by Pizza Twist Franchising. Pizza Twist Franchising may approve or disapprove the alternative vendor in its sole discretion. Pizza Twist Franchising may condition its approval on such criteria as Pizza Twist Franchising deems appropriate, which may include evaluations of the vendor's capacity, quality, financial stability, reputation, and reliability; inspections; product testing, and performance reviews. Pizza Twist Franchising shall provide Franchisee with written notification of the approval or disapproval of any proposed new vendor within 30 days after receipt of Franchisee's request.

8.3 Alternate Input Approval. If Pizza Twist Franchising requires Franchisee to purchase a particular Input, and Franchisee desires to purchase an alternate to the Input, then Franchisee must submit a written request for approval and any information, specifications and/or samples requested by Pizza Twist Franchising. Pizza Twist Franchising may approve or disapprove the alternative Input in its sole discretion. Pizza Twist Franchising shall provide Franchisee with written notification of the approval or disapproval of any proposed alternate Input within 30 days after receipt of Franchisee's request.

8.4 Purchasing. Pizza Twist Franchising may negotiate prices and terms with vendors on behalf of the System. Pizza Twist Franchising may receive rebates, payments or other consideration from vendors in connection with purchases by franchisees. Pizza Twist Franchising has the right (but not the obligation) to collect payments from Franchisee on behalf of a vendor and remit the payments to the vendor and to impose a reasonable markup or charge for administering the payment program (not to exceed the greater of \$500 or 10% of Franchisee's payment). Pizza Twist Franchising may implement a centralized purchasing system. Pizza Twist Franchising may establish a purchasing cooperative and require Franchisee to join and participate in the purchasing cooperative on such terms and conditions as Pizza Twist Franchising may determine.

8.5 No Liability of Franchisor. Pizza Twist Franchising and its affiliates shall not have any liability to Franchisee for any claim, loss, or other Action related to any product provided or service performed by any Approved Vendor or Required Vendor (unless Pizza Twist Franchising or its affiliate, as applicable, is the vendor), including without limitation for defects, delays, unavailability, failure, or breach of contract related to such products or services.

8.6 Product Recalls. If Pizza Twist Franchising or any vendor, supplier, or manufacturer of an item used or sold in Franchisee's Business issues a recall of such item or otherwise notifies Franchisee that such item is defective or dangerous, Franchisee shall immediately cease using or selling such item, and Franchisee shall at its own expense comply with all instructions from Pizza Twist Franchising or the vendor, supplier, or manufacturer of such item with respect to such item, including without limitation the recall, repair, and/or replacement of such item.

ARTICLE 9. MARKETING

9.1 Advertising Standards. Except as otherwise provided in the Manual, Franchisee may use only Advertising and Promotional Content that Pizza Twist Franchising has furnished or approved in writing in advance. Franchisee must ensure that all Advertising and Promotional Content that Franchisee uses is clear, factual, ethical, and not misleading; complies with all laws; and conforms to System Standards. Except as otherwise provided in the Manual and Advertising and Promotional Content that Pizza Twist Franchising furnishes to Franchisee, Franchisee must submit to Pizza Twist Franchising for its written approval, at least 14 days before use, copies of all proposed Advertising and Promotional Content that Franchisee intends to use or implement. If Pizza Twist Franchising does not respond, the material is deemed rejected. Pizza Twist Franchising has the right to approve or disapprove any Advertising and Promotional Content, as well as the media in which Franchisee intends to use them, in its sole discretion. Pizza Twist Franchising reserves the right to require Franchisee to discontinue the use of any Advertising and Promotional Content for any reason.

9.2 Digital Marketing. Pizza Twist Franchising may (but is not obligated to) establish and operate all Digital Marketing and has the sole right to control all aspects of Digital Marketing, including those related to the Business. Without limiting the generality of Section 9.1, Franchisee shall not, directly or indirectly, conduct or be involved in any Digital Marketing without the prior written consent of Pizza Twist Franchising. If Pizza Twist Franchising permits Franchisee to conduct any Digital Marketing, Franchisee must (a) comply with any System Standards and must immediately modify or delete any Digital Marketing that Pizza Twist Franchising determines, in its sole discretion, is not compliant with such System Standards; (b) only use materials that Pizza Twist Franchising has approved and submit any proposed modifications to Pizza Twist Franchising for approval; (c) not use any Mark (or words or designations similar to any Mark) in any domain name, electronic address, website, or other source identifier except as Pizza Twist Franchising expressly permits; (d) include only the links that Pizza Twist Franchising approves or requires; and (e) immediately take all actions necessary or that Pizza Twist Franchising requests to provide Pizza Twist Franchising with access to, or to transfer ownership of, all Digital Marketing relating to the Business to Franchisor, including, without limitation, providing login and password details and promptly signing all directions and authorizations as Pizza Twist Franchising deems necessary to effect the intent and provisions of this Section. If Franchisee uses any Mark (or words or designations similar to a Mark) in any domain name, electronic address,

website, or other source identifier, Pizza Twist Franchising may register such name, address, website, or identifier and then license use of the registered item back to Franchisee under a separate agreement. Franchisee must pay all costs due for registration, maintenance, and renewal of any such names, addresses, websites, or identifiers that Pizza Twist Franchising approves and maintains on Franchisee's behalf. Pizza Twist Franchising may withdraw its approval for any Digital Marketing at any time.

9.3 Implementation. Franchisee shall implement any advertising or marketing materials, plans or campaigns (including Digital Marketing) required by Pizza Twist Franchising.

9.4 Use by Pizza Twist Franchising. Pizza Twist Franchising may use any Advertising and Promotional Content developed by or on behalf of Franchisee, and Franchisee hereby grants an unlimited, perpetual, royalty-free license to Pizza Twist Franchising for such purpose.

9.5 Marketing Fund. Pizza Twist Franchising has established or may establish a Marketing Fund to promote the System on a local, regional, national, and/or international level. If Pizza Twist Franchising has established a Marketing Fund:

(a) Separate Account. Pizza Twist Franchising shall hold the Marketing Fund Contributions from all franchisees in one or more bank accounts separate from Pizza Twist Franchising's other accounts.

(b) Use. Pizza Twist Franchising shall use the Marketing Fund only for marketing, advertising, and public relations materials, programs and campaigns (including at local, regional, national, and/or international level), and related overhead. The foregoing includes such activities and expenses as Pizza Twist Franchising reasonably determines, and may include, without limitation: development and placement of advertising and promotions; sponsorships; contests and sweepstakes; development of décor, trade dress, Marks, and/or branding; development and maintenance of brand websites; social media; internet activities; e-commerce programs; search engine optimization; market research; public relations, media or agency costs; trade shows and other events; printing and mailing; and administrative and overhead expenses related to the Marketing Fund (including the compensation of Pizza Twist Franchising's employees working on marketing and for accounting, bookkeeping, reporting, legal, collections, and other expenses related to the Marketing Fund).

(c) Discretion. Franchisee agrees that expenditures from the Marketing Fund need not be proportionate to contributions made by Franchisee or provide any direct or indirect benefit to Franchisee. The Marketing Fund will be spent at Pizza Twist Franchising's sole discretion, and Pizza Twist Franchising has no fiduciary duty with regard to the Marketing Fund.

(d) Contribution by Other Outlets. Pizza Twist Franchising is not obligated to (i) have all other Pizza Twist (or "Chicago's Pizza With A Twist") businesses (whether owned by other franchisees or by Pizza Twist Franchising or its affiliates) contribute to the Marketing Fund, or (ii) have other Pizza Twist (or "Chicago's Pizza With A Twist") businesses that do contribute to the Marketing Fund contribute the same amount or at the same rate as Franchisee.

(e) Surplus or Deficit. Pizza Twist Franchising may accumulate funds in the Marketing Fund and carry the balance over to subsequent years. If the Marketing Fund operates at a deficit

or requires additional funds at any time, Pizza Twist Franchising may loan such funds to the Marketing Fund on reasonable terms.

(f) Financial Statement. Pizza Twist Franchising shall prepare an unaudited annual financial statement of the Marketing Fund within 120 days of the close of Pizza Twist Franchising's fiscal year and shall provide the financial statement to Franchisee upon written request.

9.6 Market Cooperatives. Pizza Twist Franchising may establish market advertising and promotional cooperative funds ("Market Cooperative") in any geographical areas. If a Market Cooperative for the geographic area encompassing the Location has been established at the time Franchisee commences operations hereunder, Franchisee shall immediately become a member of such Market Cooperative. If a Market Cooperative for the geographic area encompassing the Location is established during the term of this Agreement, Franchisee shall become a member of such Market Cooperative within 30 days of notice from Pizza Twist Franchising. Pizza Twist Franchising shall not require Franchisee to be a member of more than one Market Cooperative. If Pizza Twist Franchising establishes a Market Cooperative:

(a) Governance. Each Market Cooperative will be organized and governed in a form and manner, and shall commence operations on a date, determined by Pizza Twist Franchising. Pizza Twist Franchising may require the Market Cooperative to adopt bylaws or regulations prepared by Pizza Twist Franchising. Unless otherwise specified by Pizza Twist Franchising, the activities carried on by each Market Cooperative shall be decided by a majority vote of its members. Pizza Twist Franchising will be entitled to attend and participate in any meeting of a Market Cooperative. Any Pizza Twist (or Chicago's Pizza With A Twist") business owned by Pizza Twist Franchising in the Market Cooperative shall have the same voting rights as those owned by its franchisees. Each Business owner will be entitled to cast one vote for each Business owned, provided, however, that a franchisee shall not be entitled to vote if it is in default under its franchise agreement. If the members of a Market Cooperative are unable or fail to determine the manner in which Market Cooperative monies will be spent, Pizza Twist Franchising may assume this decision-making authority after 10 days' notice to the members of the Market Cooperative.

(b) Purpose. Each Market Cooperative shall be devoted exclusively to administering regional advertising and marketing programs and developing (subject to Pizza Twist Franchising's approval) standardized promotional materials for use by the members in local advertising and promotion.

(c) Approval. No advertising or promotional plans or materials may be used by a Market Cooperative or furnished to its members without the prior approval of Pizza Twist Franchising pursuant to Section 9.1. Pizza Twist Franchising may designate the national or regional advertising agencies used by the Market Cooperative.

(d) Funding. The majority vote of the Market Cooperative will determine the dues to be paid by members of the Market Cooperative, including Franchisee, but not less than 1% and not more than 5% of Gross Sales.

(e) Enforcement. Only Pizza Twist Franchising will have the right to enforce the obligations of franchisees who are members of a Market Cooperative to contribute to the Market Cooperative.

(f) Termination. Pizza Twist Franchising may terminate any Market Cooperative. Any funds left in a Market Cooperative upon termination will be transferred to the Marketing Fund.

9.7 Required Spending. After the Business opens to the public, Franchisee shall spend at least 4% of Gross Sales each week on marketing the Business. Within 10 days after request by Pizza Twist Franchising, Franchisee shall furnish proof of its compliance with this Section. Pizza Twist Franchising has the discretion to determine in good faith what activities constitute “marketing” under this Section. If Franchisee contributes to a Market Cooperative, the amount of the contribution will be counted towards Franchisee’s required spending under this Section.

9.8 Market Introduction Plan. Franchisee must develop a market introduction plan and obtain Pizza Twist Franchising’s approval of the market introduction plan at least 30 days before the projected opening date of the Business.

ARTICLE 10. RECORDS AND REPORTS

10.1 Systems. Franchisee shall use such customer data management, sales data management, administrative, bookkeeping, accounting, and inventory control procedures and systems as Pizza Twist Franchising may specify in the Manual or otherwise in writing.

10.2 Reports.

(a) Financial Reports. Franchisee shall provide such periodic financial reports as Pizza Twist Franchising may require in the Manual or otherwise in writing, including:

- (i) a monthly profit and loss statement and balance sheet for the Business within 30 days after the end of each calendar month;
- (ii) an annual financial statement (including profit and loss statement, cash flow statement, and balance sheet) for the Business within 90 days after the end of each calendar year; and
- (iii) any information Pizza Twist Franchising requests in order to prepare a financial performance representation for Pizza Twist Franchising’s franchise disclosure document, within 30 days after request.

(b) Legal Actions and Investigations. Franchisee shall promptly notify Pizza Twist Franchising of any Action or threatened Action by any customer, governmental authority, or other third party against Franchisee or the Business, or otherwise involving the Franchisee or the Business. Franchisee shall provide such documents and information related to any such Action as Pizza Twist Franchising may request.

(c) **Government Inspections.** Franchisee shall give Pizza Twist Franchising copies of all inspection reports, warnings, certificates, and ratings issued by any governmental entity with respect to the Business, within three days of Franchisee's receipt thereof.

(d) **Other Information.** Franchisee shall submit to Pizza Twist Franchising such other financial statements, budgets, forecasts, reports, records, copies of contracts, documents related to litigation, tax returns, copies of governmental permits, and other documents and information related to the Business as specified in the Manual or that Pizza Twist Franchising may reasonably request (either upon specific request or on a regular basis as directed by Pizza Twist Franchising, as applicable). Pizza Twist Franchising acknowledges that all personnel records of the Business belong to Franchisee and that this Agreement does not grant Pizza Twist Franchising the right to access personnel records of Franchisee's employees.

10.3 Initial Investment Report. Within 120 days after opening for business, Franchisee shall submit to Pizza Twist Franchising a report detailing Franchisee's investment costs to develop and open the Business, with costs allocated to the categories described in Item 7 of Pizza Twist Franchising's Franchise Disclosure Document and with such other information as Pizza Twist Franchising may request.

10.4 Business Records. Franchisee shall keep complete and accurate books and records reflecting all expenditures and receipts of the Business, with supporting documents (including, but not limited to, payroll records, payroll tax returns, register receipts, production reports, sales invoices, bank statements, deposit receipts, cancelled checks and paid invoices) for at least three years. Franchisee shall keep such other business records as Pizza Twist Franchising may specify in the Manual or otherwise in writing.

10.5 Records Audit. Pizza Twist Franchising may examine and audit all books and records related to the Business (other than personnel records of Franchisee's employees), and supporting documentation, at any reasonable time. Pizza Twist Franchising may conduct the audit at the Location and/or require Franchisee to deliver copies of books, records and supporting documentation to a location designated by Pizza Twist Franchising. Franchisee shall also reimburse Pizza Twist Franchising for all costs and expenses of the examination or audit if (i) Pizza Twist Franchising conducted the audit because Franchisee failed to submit required reports or was otherwise not in compliance with the System, or (ii) the audit reveals that Franchisee understated Gross Sales by 3% or more for any 4-week period.

ARTICLE 11. FRANCHISOR RIGHTS

11.1 Manual; Modification. The Manual, and any part of the Manual, may be in any form or media determined by Pizza Twist Franchising. Pizza Twist Franchising may supplement, revise, or modify the Manual, and Pizza Twist Franchising may change, add or delete System Standards at any time in its discretion. Pizza Twist Franchising may inform Franchisee thereof by any method that Pizza Twist Franchising reasonably deems appropriate (which need not qualify as "notice" under Section 18.9). In the event of any dispute as to the contents of the Manual, Pizza Twist Franchising's master copy will control.

11.2 Inspections. Pizza Twist Franchising may enter the premises of the Business from time to time at any reasonable time (including during normal business hours) and conduct an inspection. Franchisee shall cooperate with Pizza Twist Franchising’s inspectors. Pizza Twist Franchising will use reasonable efforts to not disrupt Franchisee’s business operations during any such inspection. The inspection may include, but is not limited to, observing operations, conducting a physical inventory, evaluating physical conditions, monitoring sales activity, speaking with employees and customers, and removing samples of products, supplies and materials. Pizza Twist Franchising may videotape and/or take photographs of the inspection and the Business. Pizza Twist Franchising may set a minimum score requirement for inspections, and Franchisee’s failure to meet or exceed the minimum score will be a default under this Agreement. Without limiting Pizza Twist Franchising’s other rights under this Agreement, Franchisee will, as soon as reasonably practical, correct any deficiencies noted during an inspection. If Pizza Twist Franchising conducts an inspection because of a governmental report, customer complaint or other customer feedback, or a default or non-compliance with any System Standard by Franchisee (including following up a previous failed inspection), then Pizza Twist Franchising may charge all out-of-pocket expenses plus its then-current inspection fee to Franchisee.

11.3 Pizza Twist Franchising’s Right to Cure. If Franchisee breaches or defaults under any provision of this Agreement, Pizza Twist Franchising may (but has no obligation to) take any action to cure the default on behalf of Franchisee, without any liability to Franchisee, including entering the premises of the Business and curing the default without notice to Franchisee. Franchisee shall reimburse Pizza Twist Franchising for its costs and expenses (including the allocation of any internal costs) for such action, plus 10% as an administrative fee.

11.4 Right to Discontinue Supplies Upon Default. While Franchisee is in default or breach of this Agreement, Pizza Twist Franchising may (i) require that Franchisee pay cash on delivery for products or services supplied by Pizza Twist Franchising, (ii) stop selling or providing any products and services to Franchisee, and/or (iii) request any third-party vendors to not sell or provide products or services to Franchisee. No such action by Pizza Twist Franchising shall be a breach or constructive termination of this Agreement, change in competitive circumstances, or similarly characterized, and Franchisee shall not be relieved of any obligations under this Agreement because of any such action. Such rights of Pizza Twist Franchising are in addition to any other right or remedy available to Pizza Twist Franchising.

11.5 Business Data. All customer data collected or generated by the Business and all data collected or generated by the point-of-sale system (other than data regarding employees) is deemed to be Confidential Information and is exclusively owned by Pizza Twist Franchising. Pizza Twist Franchising hereby licenses such data back to Franchisee without charge solely for Franchisee’s use in connection with the Business for the term of this Agreement.

11.6 Innovations. Franchisee shall disclose to Pizza Twist Franchising all ideas, plans, improvements, concepts, methods, and techniques relating to the Business (collectively, “Innovations”) conceived or developed by Franchisee or its employees, agents, or contractors. Pizza Twist Franchising will automatically own all Innovations, and it will have the right to use and incorporate any Innovations into the System, without any compensation to Franchisee. Franchisee shall execute any documents reasonably requested by Pizza Twist Franchising to document Pizza Twist Franchising’s ownership of Innovations.

11.7 Communication Systems. If Pizza Twist Franchising provides email accounts and/or other communication systems to Franchisee, then Franchisee acknowledges that it has no expectation of privacy in the assigned email accounts and other communications systems, and Franchisee authorizes Pizza Twist Franchising to access such communications.

11.8 Communication with Employees. Franchisee irrevocably authorizes Pizza Twist Franchising to communicate with Franchisee's employees and contractors on any matter related to the System or the Business. Franchisee will not prohibit any employee or contractor from communicating with Pizza Twist Franchising on any matter related to the System or the Business.

11.9 Communications with Landlord and Lenders. Franchisee irrevocably authorizes Pizza Twist Franchising to communicate with Franchisee's landlord and lender(s), or prospective landlord and lender(s), about matters relating to the Business, and to provide information about the Business to them.

11.10 Delegation. Pizza Twist Franchising may delegate any duty or obligation of Pizza Twist Franchising under this Agreement to an affiliate or to a third party.

11.11 System Variations. Pizza Twist Franchising may vary or waive any System Standard for any one or more Pizza Twist (or Chicago's Pizza With A Twist") franchises due to the peculiarities of the particular site or circumstances, density of population, business potential, population of trade area, existing business practices, applicable laws or regulations, or any other condition relevant to the performance of a franchise or group of franchises. Franchisee is not entitled to the same variation or waiver.

11.12 Franchisor's Discretion. Pizza Twist Franchising may engage in any activity not expressly prohibited by this Agreement. Whenever this Agreement provides that Pizza Twist Franchising has a certain right, that right is absolute and the parties intend that Pizza Twist Franchising's exercise of that right will not be subject to any limitation or review. Pizza Twist Franchising 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. Whenever Pizza Twist Franchising agrees to exercise its rights reasonably or in good faith, Pizza Twist Franchising will have satisfied its obligations whenever it exercises reasonable business judgment in making a decision or exercising its rights. Pizza Twist Franchising'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 Pizza Twist Franchising's decision or action is intended, in whole or significant part, to promote or benefit the System or the Pizza Twist brand generally even if the decision or action also promotes Pizza Twist Franchising's financial or other individual interest. Examples of items that will promote or benefit the System or the Pizza Twist brand include 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 and Pizza Twist outlets.

11.13 Temporary Management. If (i) the Principal Executive dies or becomes incapacitated, (ii) this Agreement is terminated or expires and Pizza Twist Franchising elects to purchase assets of the Business as provided in Section 14.6, or (iii) Franchisee is operating the Business in a

manner which, in Pizza Twist Franchising's reasonable opinion, constitutes a danger to the health or safety of any person, then Pizza Twist Franchising may (but is not obligated to) enter the Location and operate and manage the Business for Franchisee's (or Franchisee's estate's) account until this Agreement is terminated, the Business is transferred, the Business is purchased by Pizza Twist Franchising, or Pizza Twist Franchising returns the Business to Franchisee. Pizza Twist Franchising's operation and management will not continue for more than 90 days without Franchisee's consent (or the consent of the representatives of Franchisee's estate). If this Agreement has not terminated or expired, then Pizza Twist Franchising will account to Franchisee for all net income from the Business during the period in which Pizza Twist Franchising operates the Business. Pizza Twist Franchising may collect a temporary management fee equal to 10% of Gross Sales for the period in which Pizza Twist Franchising operates the Business, plus all expenses (including internal costs of personnel and overhead) incurred by Pizza Twist Franchising, which is in addition to Royalty Fees, Marketing Fund Contributions, or other amounts owed under this Agreement. If Pizza Twist Franchising or a third party assumes the Business's management, Franchisee acknowledges that Pizza Twist Franchising or the third party will have a duty to utilize only reasonable efforts and will not be liable to Franchisee or its Owners for any losses the Business incurs or obligations to creditors.

11.14 Temporary Public Safety Closure. If Pizza Twist Franchising discovers or becomes aware of any aspect of the Business which, in Pizza Twist Franchising's opinion, constitutes an imminent danger to the health or safety of any person, then immediately upon Pizza Twist Franchising's order, Franchisee must temporarily cease operations of the Business and remedy the dangerous condition. Pizza Twist Franchising shall have no liability to Franchisee or any other person for action or failure to act with respect to a dangerous condition.

ARTICLE 12. MARKS

12.1 Authorized Marks. Franchisee shall use no trademarks, service marks or logos in connection with the Business other than the Marks. Franchisee shall use all Marks specified by Pizza Twist Franchising, and only in the manner as Pizza Twist Franchising may require. Franchisee has no rights in the Marks other than the right to use them in the operation of the Business in compliance with this Agreement. All use of the Marks by Franchisee and any goodwill associated with the Marks, including any goodwill arising due to Franchisee's operation of the Business, will inure to the exclusive benefit of Pizza Twist Franchising.

12.2 Change of Marks. Pizza Twist Franchising may add, modify, or discontinue any Marks to be used under the System. Within a reasonable time after Pizza Twist Franchising makes any such change (not to exceed 90 days), Franchisee must comply with the change, at Franchisee's expense.

12.3 Infringement.

(a) **Defense of Franchisee.** If Franchisee has used the Marks in accordance with this Agreement, then (i) Pizza Twist Franchising shall defend Franchisee (at Pizza Twist Franchising's expense) against any Action by a third party alleging infringement by Franchisee's use of a Mark, and (ii) Pizza Twist Franchising shall indemnify Franchisee for expenses and damages if the Action is resolved unfavorably to Franchisee.

(b) Infringement by Third Party. Franchisee shall promptly notify Pizza Twist Franchising if Franchisee becomes aware of any possible infringement of a Mark by a third party. Pizza Twist Franchising may, in its sole discretion, commence or join any claim against the infringing party.

(c) Control. Pizza Twist Franchising shall have the exclusive right to control any prosecution or defense of any Action related to possible infringement of or by the Marks.

12.4 Name. If Franchisee is an entity, it shall not use the words “Pizza Twist”, “Chicago’s Pizza With A Twist”, or any confusingly similar words in its legal name.

ARTICLE 13. COVENANTS

13.1 Confidential Information. With respect to all Confidential Information, Franchisee shall (a) adhere to all procedures prescribed by Pizza Twist Franchising for maintaining confidentiality, (b) disclose such information to its employees only to the extent necessary for the operation of the Business, (c) not use any such information in any other business or in any manner not specifically authorized in writing by Pizza Twist Franchising, (d) exercise the highest degree of diligence and effort to maintain the confidentiality of all such information during and after the term of this Agreement, (e) not copy or otherwise reproduce any Confidential Information, and (f) promptly report any unauthorized disclosure or use of Confidential Information. Franchisee acknowledges that all Confidential Information is owned by Pizza Twist Franchising (except for Confidential Information which Pizza Twist Franchising licenses from another person or entity). This Section will survive the termination or expiration of this Agreement indefinitely.

13.2 Covenants Not to Compete.

(a) Restriction – In Term. During the term of this Agreement, neither Franchisee, any Owner, nor any spouse of an Owner (the “Restricted Parties”) shall directly or indirectly have any ownership interest in, lend money or provide financial assistance to, provide any services to, or be employed by, any Competitor.

(b) Restriction – Post Term. For two years after this Agreement expires or is terminated for any reason (or, if applicable, for two years after a Transfer), no Restricted Party shall directly or indirectly have any ownership interest in, lend money or provide financial assistance to, provide any services to, or be employed by, any Competitor within five miles of Franchisee’s Territory or within five miles of the territory of any other Pizza Twist (or Chicago’s Pizza With A Twist”) business operating on the date of expiration, termination, or transfer, as applicable. If this Agreement is terminated before the Territory is determined, then the area of non-competition will be within five miles of the Site Selection Area and within five miles of the territory of any other Pizza Twist (or Chicago’s Pizza With A Twist”) business operating on the date of termination.

(c) Interpretation. The parties agree that each of the foregoing covenants is independent of any other covenant or provision of this Agreement. If all or any portion of the covenants in this Section is held to be unenforceable or unreasonable by any arbitrator or court, then the parties intend that the arbitrator or court modify such restriction to the extent reasonably necessary to protect the legitimate business interests of Pizza Twist Franchising. Franchisee agrees that the existence of any claim it may have against Pizza Twist Franchising shall not constitute a defense

to the enforcement by Pizza Twist Franchising of the covenants of this Section. If a Restricted Party fails to comply with the obligations under this Section during the restrictive period, then the restrictive period will be extended an additional day for each day of noncompliance.

13.3 General Manager and Key Employees. If requested by Pizza Twist Franchising, Franchisee shall cause its general manager and other key employees reasonably designated by Pizza Twist Franchising to sign Pizza Twist Franchising's then-current form of confidentiality and non-compete agreement (unless prohibited by applicable law).

ARTICLE 14. DEFAULT AND TERMINATION

14.1 Termination by Franchisee. Franchisee may terminate this Agreement only if Pizza Twist Franchising violates a material provision of this Agreement and fails to cure or to make substantial progress toward curing the violation within 30 days after receiving written notice from Franchisee detailing the alleged default. Termination by Franchisee is effective 10 days after Pizza Twist Franchising receives written notice of termination.

14.2 Termination by Pizza Twist Franchising.

(a) Subject to 10-Day Cure Period. Pizza Twist Franchising may terminate this Agreement if Franchisee does not make any payment to Pizza Twist Franchising when due, or if Franchisee does not have sufficient funds in its account when Pizza Twist Franchising attempts an electronic funds withdrawal, and Franchisee fails to cure such non-payment within 10 days after Pizza Twist Franchising gives notice to Franchisee of such breach.

(b) Subject to 30-Day Cure Period. If Franchisee breaches this Agreement in any manner not described in subsection (a) or (c), and Franchisee fails to cure such breach to Pizza Twist Franchising's satisfaction within 30 days after Pizza Twist Franchising gives notice to Franchisee of such breach, then Pizza Twist Franchising may terminate this Agreement.

(c) Without Cure Period. Pizza Twist Franchising may terminate this Agreement by giving notice to Franchisee, without opportunity to cure, if any of the following occur:

- (i) Franchisee misrepresented or omitted material facts when applying to be a franchisee, or breaches any representation in this Agreement;
- (ii) Franchisee knowingly submits any false report or knowingly provides any other false information to Pizza Twist Franchising;
- (iii) a receiver or trustee for the Business or all or substantially all of Franchisee's property is appointed by any court, or Franchisee makes a general assignment for the benefit of Franchisee's creditors, or Franchisee is unable to pay its debts as they become due, or a levy or execution is made against the Business, or an attachment or lien remains on the Business for 30 days unless the attachment or lien is being duly contested in good faith by Franchisee, or a petition in bankruptcy is filed by Franchisee, or such a petition is filed against or consented to by Franchisee and the petition is not dismissed within 45 days, or Franchisee is adjudicated as bankrupt;

- (iv) Franchisee fails to open for business by the date specified on the Summary Page;
- (v) Franchisee loses possession of the Location;
- (vi) Franchisee or any Owner commits a material violation of Section 7.2 (compliance with laws) or Section 13.1 (confidentiality), violates Section 7.24 (business practices and values), Section 13.2 (non-compete) or Article 15 (transfer), or commits any other violation of this Agreement which by its nature cannot be cured;
- (vii) Franchisee ceases operation of the Business for more than five consecutive days, Franchisee informs Pizza Twist Franchising that Franchisee is going to permanently close the Business prior to the end of the term of this Agreement, or Pizza Twist Franchising reasonably concludes that Franchisee has ceased operation of the Business;
- (viii) Franchisee or any Owner slanders or libels Pizza Twist Franchising or any of its employees, directors, or officers;
- (ix) Franchisee refuses to cooperate with or permit any audit or inspection by Pizza Twist Franchising or its agents or contractors, or otherwise fails to comply with Section 10.5 or Section 11.2;
- (x) the Business is operated in a manner which, in Pizza Twist Franchising's reasonable judgment, constitutes a significant danger to the health or safety of any person, and Franchisee fails to cure such danger within 48 hours after becoming aware of the danger (due to notice from Pizza Twist Franchising or otherwise);
- (xi) Franchisee has received two or more notices of default and Franchisee commits another breach of this Agreement, all in the same 12-month period;
- (xii) Pizza Twist Franchising (or any affiliate) terminates any other agreement with Franchisee (or any affiliate) due to the breach of such other agreement by Franchisee (or its affiliate) (provided that termination of a Multi-Unit Development Agreement with Franchisee or its affiliate shall not give Pizza Twist Franchising the right to terminate this Agreement);
- (xiii) Franchisee fails to meet the health inspection standards described in Section 7.3(e) two or more times in any 36-month period;
- (xiv) Franchisee fails to achieve a passing score on an inspection conducted by Pizza Twist Franchising two or more times in any 36-month period;
- (xv) Franchisee or any Owner is charged with, pleads guilty or no-contest to, or is convicted of a felony; or
- (xvi) Franchisee or any Owner is accused by any governmental authority or third party of any act, or if Franchisee or any Owner commits any act or series of acts, that in

Pizza Twist Franchising's opinion is reasonably likely to materially and unfavorably affect the Pizza Twist brand.

14.3 Effect of Termination. Upon termination or expiration of this Agreement, all obligations that by their terms or by reasonable implication survive termination, including those pertaining to non-competition (Section 13.2(b)), confidentiality (Section 13.1), indemnity (Article 16), and dispute resolution (Article 17), will remain in effect, and Franchisee must immediately:

- (i) pay all amounts owed to Pizza Twist Franchising based on the operation of the Business through the effective date of termination or expiration;
- (ii) return to Pizza Twist Franchising all copies of the Manual, Confidential Information and any and all other materials provided by Pizza Twist Franchising to Franchisee or created by a third party for Franchisee relating to the operation of the Business, and all items containing any Marks, copyrights, and other proprietary items; and delete all Confidential Information and proprietary materials from electronic devices;
- (iii) immediately take all action required (a) to cancel all assumed name or equivalent registrations relating to Franchisee's use of the Marks; and (b) to cancel or transfer to Pizza Twist Franchising or its designee all telephone numbers, post office boxes, directory listings, and Digital Marketing accounts used by Franchisee in connection with the Business or the Marks, including, without limitation, by providing login and password details and promptly signing all directions and authorizations necessary or appropriate to accomplish the foregoing. Franchisee hereby irrevocably appoints Pizza Twist Franchising, with full power of substitution, as its true and lawful attorney-in-fact, which appointment is coupled with an interest; to execute such directions and authorizations as may be necessary or appropriate to accomplish the foregoing. The telephone company, the postal service, registrars, Internet service providers and each listing agency may accept such direction by Pizza Twist Franchising pursuant to this Agreement as conclusive evidence of Pizza Twist Franchising's exclusive rights in such accounts and its authority to direct their transfer; and
- (iv) cease doing business under any of the Marks.

14.4 Remove Identification. Within 30 days after termination or expiration, Franchisee shall at its own expense "de-identify" the Location so that it no longer contains the Marks, signage, or any trade dress of a Pizza Twist (or Chicago's Pizza With A Twist") business, to the reasonable satisfaction of Pizza Twist Franchising. Franchisee shall comply with any reasonable instructions and procedures of Pizza Twist Franchising for de-identification. If Franchisee fails to do so within 30 days after this Agreement expires or is terminated, Pizza Twist Franchising may enter the Location to remove the Marks and de-identify the Location. In this event, Pizza Twist Franchising will not be charged with trespass nor be accountable or required to pay for any assets removed or altered, or for any damage caused by Pizza Twist Franchising.

14.5 Liquidated Damages. If Pizza Twist Franchising terminates this Agreement based upon Franchisee's default (or if Franchisee purports to terminate this Agreement except as permitted under Section 14.1), then within 10 days thereafter Franchisee shall pay to Pizza Twist Franchising a lump sum (as liquidated damages and not as a penalty) calculated as follows: (x) the average weekly Royalty Fees and Marketing Fund Contributions that Franchisee owed to Pizza Twist Franchising under this Agreement for the last 52 full weeks that Franchisee operated the Business (disregarding any fee waivers or reductions granted to Franchisee); multiplied by (y) the lesser of (1) 104 or (2) the number of weeks remaining in the then-current term of this Agreement. If Franchisee had not operated the Business for at least 52 full weeks, then (x) will equal the average weekly Royalty Fees and Marketing Fund Contributions that Franchisee owed to Pizza Twist Franchising during the full weeks that Franchisee operated the Business. The average "Royalty Fees and Marketing Fund Contributions that Franchisee owed to Pizza Twist Franchising" shall be based on the obligations stated in Article 4, and shall not be discounted or adjusted due to any deferred or reduced Royalty Fees and Marketing Fund Contributions agreed to by Pizza Twist Franchising unless this Section 14.5 is specifically amended. Franchisee acknowledges that a precise calculation of the full extent of Pizza Twist Franchising's damages under these circumstances is difficult to determine and the method of calculation of such damages as set forth in this Section is reasonable. Franchisee's payment to Pizza Twist Franchising under this Section will be in lieu of any direct monetary damages that Pizza Twist Franchising may incur as a result of Pizza Twist Franchising's loss of Royalty Fees and Marketing Fund Contributions that would have been owed to Pizza Twist Franchising after the date of termination; however, such payment shall be in addition to all damages and other amounts arising under Section 14.3 and Section 14.4, Pizza Twist Franchising's right to injunctive relief for enforcement of Article 13, and any attorneys' fees and other costs and expenses to which Pizza Twist Franchising is entitled under this Agreement. Except as provided in this Section, Franchisee's payment of this lump sum shall be in addition to any other right or remedy that Pizza Twist Franchising may have under this Agreement or otherwise. If liquidated damages are prohibited by applicable law or are otherwise deemed unenforceable for any reason, then Franchisee shall be liable for Pizza Twist Franchising's actual damages (including, without limitation, lost future profits) instead of liquidated damages.

14.6 Purchase Option.

(a) Option. When this Agreement expires or is terminated, Pizza Twist Franchising will have the option (but not the obligation) to purchase any or all of the assets related to the Business, and/or to require Franchisee to assign its lease or sublease to Pizza Twist Franchising. To exercise this option, Pizza Twist Franchising must notify Franchisee no later than 30 days after this Agreement expires or is terminated.

(b) Price. The purchase price for all assets that Pizza Twist Franchising elects to purchase will be the lower of (i) the book value of such assets as declared on Franchisee's last filed tax returns or (ii) the fair market value of the assets. If the parties cannot agree on fair market value within 20 days after the exercise notice, the fair market value will be determined by an independent appraiser reasonably acceptable to both parties. The parties will equally share the cost of the appraisal. Pizza Twist Franchising's purchase will be of assets only (free and clear of all liens), and the purchase will not include any liabilities of Franchisee. The purchase price for assets will not include any factor or increment for any trademark or other commercial symbol used in the

business, the value of any intangible assets, or any goodwill or “going concern” value for the Business.

(c) Due Diligence. For a period of 30 days following the determination of the fair market value (the “Due Diligence Period”) whether by agreement or by the determination by the appraiser as provided herein, Pizza Twist Franchising shall have the right to conduct a due diligence investigation of the assets related to the Business. Franchisee must give Pizza Twist Franchising reasonable access to Franchisee’s facilities, books, and records during the Due Diligence Period. Pizza Twist Franchising shall have the right to require Franchisee to continue to operate the Business during the Due Diligence Period, and Pizza Twist Franchising shall also have the right to operate the Business during the Due Diligence Period in accordance with Section 11.13. Pizza Twist Franchising is under no obligation to continue with due diligence or to exercise its purchase option, and Pizza Twist Franchising may withdraw its exercise of the purchase option at any time before it pays for the assets.

(d) Closing. Franchisee will sign a bill of sale for the purchased assets and any other transfer documents reasonably requested by Pizza Twist Franchising. Pizza Twist Franchising will be entitled to all customary warranties and representations in connection with this asset purchase, including, representations and warranties as to ownership and condition of and title to assets, as to liens and encumbrances, validity of contracts, and liabilities affecting the assets. If Pizza Twist Franchising exercises the purchase option, Pizza Twist Franchising may deduct from the purchase price: (i) all amounts due from Franchisee; (ii) Franchisee’s portion of the cost of any appraisal conducted hereunder; and (iii) amounts paid or to be paid by Pizza Twist Franchising to cure defaults under Franchisee’s lease and/or amounts owed by Franchisee to third parties. If any of the assets are subject to a lien, Pizza Twist Franchising may pay a portion of the purchase price directly to the lienholder to pay off such lien. Pizza Twist Franchising may withhold 25% of the purchase price for 90 days to ensure that all of Franchisee’s taxes and other liabilities are paid.

(e) Assignment. Pizza Twist Franchising may assign this purchase option to an affiliate or a third party.

ARTICLE 15. TRANSFERS

15.1 By Pizza Twist Franchising. Pizza Twist Franchising may transfer or assign this Agreement, or any of its rights or obligations under this Agreement, to any person or entity, and Pizza Twist Franchising may undergo a change in ownership and/or control, without the consent of Franchisee.

15.2 By Franchisee. Franchisee acknowledges that the rights and duties set forth in this Agreement are personal to Franchisee and that Pizza Twist Franchising entered into this Agreement in reliance on Franchisee’s business skill, financial capacity, personal character, experience, and business ability. Accordingly, Franchisee shall not conduct or undergo a Transfer without providing Pizza Twist Franchising at least 60 days prior notice of the proposed Transfer, and without obtaining Pizza Twist Franchising’s consent. In granting any such consent, Pizza Twist Franchising may impose conditions, including, without limitation, the following:

- (i) Pizza Twist Franchising receives a transfer fee equal to \$10,000, plus any broker fees and other out-of-pocket costs incurred by Pizza Twist Franchising (of which a non-refundable \$1,500 is due when Franchisee notifies Pizza Twist Franchising or asks Pizza Twist Franchising to consider a Transfer, and the balance is due when the Transfer is effective);
- (ii) the proposed Transferee and its owners have completed Pizza Twist Franchising's franchise application processes, meet Pizza Twist Franchising's then-applicable standards for new franchisees, and have been approved by Pizza Twist Franchising as franchisees;
- (iii) the proposed Transferee is not a Competitor;
- (iv) the proposed Transferee executes Pizza Twist Franchising's then-current form of franchise agreement and any related documents, which form may contain materially different provisions than this Agreement (provided, however, that the form will be amended to provide that the proposed Transferee will not be required to pay an initial franchise fee);
- (v) all owners of the proposed Transferee provide a guaranty in accordance with Section 2.5;
- (vi) Franchisee has paid all monetary obligations to Pizza Twist Franchising and its affiliates, and to any lessor, vendor, supplier, or lender to the Business, and Franchisee is not otherwise in default or breach of this Agreement or of any other obligation owed to Pizza Twist Franchising or its affiliates;
- (vii) the proposed Transferee and its owners and employees undergo such training as Pizza Twist Franchising may require;
- (viii) Franchisee, its Owners, and the Transferee and its owners execute a general release of Pizza Twist Franchising in a form satisfactory to Pizza Twist Franchising; and
- (ix) the Business fully complies with all of Pizza Twist Franchising's most recent System Standards.

15.3 Transfer for Convenience of Ownership. If Franchisee is an individual, Franchisee may Transfer this Agreement to a corporation or limited liability company formed for the convenience of ownership after at least 15 days' notice to Pizza Twist Franchising, if, prior to the Transfer: (1) the transferee provides the information required by Section 2.3; (2) Franchisee provides copies of the entity's charter documents, by-laws (or operating agreement) and similar documents, if requested by Pizza Twist Franchising, (3) Franchisee owns all voting securities of the corporation or limited liability company, and (4) Franchisee provides a guaranty in accordance with Section 2.5.

15.4 Transfer upon Death or Incapacity. Upon the death or incapacity of Franchisee (or, if Franchisee is an entity, the Owner with the largest ownership interest in Franchisee), the executor, administrator, or personal representative of that person must Transfer the Business to a third party

approved by Pizza Twist Franchising (or to another person who was an Owner at the time of death or incapacity of the largest Owner) within nine months after death or incapacity. Such transfer must comply with Section 15.2.

15.5 Pizza Twist Franchising’s Right of First Refusal. Before Franchisee (or any Owner) engages in a Transfer (except under Section 15.3, to a co-Owner, or to a spouse, sibling, or child of an Owner), Pizza Twist Franchising will have a right of first refusal, as set forth in this Section. Franchisee (or its Owners) shall provide to Pizza Twist Franchising a copy of the terms and conditions of any Transfer. For a period of 30 days from the date of Pizza Twist Franchising’s receipt of such copy, Pizza Twist Franchising will have the right, exercisable by notice to Franchisee, to purchase the assets subject of the proposed Transfer for the same price and on the same terms and conditions (except that if some or all of the purchase price is not payable in cash, Pizza Twist Franchising may pay the equivalent value in cash for the purchase price). If Pizza Twist Franchising does not exercise its right of first refusal, Franchisee may proceed with the Transfer, subject to the other terms and conditions of this Article.

15.6 No Sublicense. Franchisee has no right to sublicense the Marks or any of Franchisee’s rights under this Agreement.

15.7 No Lien on Agreement. Franchisee shall not grant a security interest in this Agreement to any person or entity. If Franchisee grants an “all assets” security interest to any lender or other secured party, Franchisee shall cause the secured party to expressly exempt this Agreement from the security interest.

ARTICLE 16. INDEMNITY

16.1 Indemnity. Franchisee shall indemnify and defend (with counsel reasonably acceptable to Pizza Twist Franchising) Pizza Twist Franchising, its parent entities, subsidiaries and affiliates, and their respective owners, directors, officers, employees, agents, successors and assignees (collectively, “Indemnitees”) against all Losses in any Action by or against Pizza Twist Franchising and/or any Indemnitee directly or indirectly related to, or alleged to arise out of, the development or operation of the Business (including any Data Security Event), or the acts or omissions of Franchisee or any of Franchisee’s Owners, officers, directors, employees, or agents. Notwithstanding the foregoing, Franchisee shall not be obligated to indemnify an Indemnitee from Actions which Franchisee proves arose solely as a result of any Indemnitee’s intentional misconduct or gross negligence. Any delay or failure by an Indemnitee to notify Franchisee of an Action shall not relieve Franchisee of its indemnity obligation except to the extent (if any) that such delay or failure materially prejudices Franchisee. Franchisee shall not settle an Action without the consent of the Indemnitee. This indemnity will continue in effect after this Agreement ends.

16.2 Assumption. An Indemnitee may elect to assume the defense of any Action subject to this indemnification, and control all aspects of defending the Action, including negotiations and settlement, at Franchisee’s expense. Such an undertaking shall not diminish Franchisee’s obligation to indemnify the Indemnitees.

ARTICLE 17. DISPUTE RESOLUTION

17.1 Arbitration.

(a) Disputes Subject to Arbitration. Except as expressly provided in subsections (c) and (d), any controversy or claim between the parties (including any controversy or claim arising out of or relating to this Agreement or its formation and including any question of arbitrability) shall be resolved by arbitration administered by the American Arbitration Association in accordance with its Commercial Arbitration Rules, including the Optional Rules for Emergency Measures of Protection. Judgment on the award rendered by the arbitrator may be entered in any court having jurisdiction.

(b) Location. The place of arbitration shall be the city and state where Pizza Twist Franchising's headquarters are located.

(c) Injunctive Relief. Either party may apply to the arbitrator seeking injunctive relief until the arbitration award is rendered or the controversy is otherwise resolved. Either party also may, without waiving any remedy or right to arbitrate under this Agreement, seek from any court having jurisdiction any interim or provisional injunctive relief.

(d) Intellectual Property Claims. Either party may bring a claim involving an alleged infringement of any of Pizza Twist Franchising's intellectual property rights in a court authorized to hear such claims under Section 17.5 of this Agreement.

(e) Confidentiality. All documents, information, and results pertaining to any arbitration or lawsuit will be confidential, except as required by law or as required for Pizza Twist Franchising to comply with laws and regulations applicable to the sale of franchises.

(f) Performance During Arbitration or Litigation. Unless this Agreement has been terminated, Pizza Twist Franchising and Franchisee will comply with this Agreement and perform their respective obligations under this Agreement during the arbitration or litigation process.

17.2 Damages. In any controversy or claim arising out of or relating to this Agreement, each party waives any right to punitive or other monetary damages not measured by the prevailing party's actual damages, except damages expressly authorized by federal statute and damages expressly authorized by this Agreement.

17.3 Waiver of Class Actions. The parties agree that any claims will be arbitrated, litigated, or otherwise resolved on an individual basis, and waive any right to act on a class-wide basis.

17.4 Time Limitation. Any arbitration or other legal action arising from or related to this Agreement must be instituted within two years from the date of the conduct or event that forms the basis of the arbitration or other legal action. The foregoing time limit does not apply to claims (i) by Pizza Twist Franchising related to non-payment of Royalty Fees and other amounts owed by Franchisee, (ii) for indemnity under Article 16, or (iii) related to unauthorized use of Confidential Information or the Marks.

17.5 Venue Other Than Arbitration. For any legal proceeding not required to be submitted to arbitration, the parties agree that such proceeding will be brought in the United States District Court where Pizza Twist Franchising's headquarters is then located. If there is no federal jurisdiction over the dispute, the parties agree that any such legal proceeding will be brought in the court of record of the state and county where Pizza Twist Franchising's headquarters is then located. Each party consents to the jurisdiction of such courts and waives any objection that it, he or she may have to the laying of venue of any proceeding in any of these courts.

17.6 Legal Costs. In any legal proceeding (including arbitration) related to this Agreement or any guaranty, the non-prevailing party shall pay the prevailing party's attorney fees, costs and other expenses of the legal proceeding. "Prevailing party" means the party, if any, which prevailed upon the central litigated issues and obtained substantial relief.

17.7 Franchisor Personnel. The provisions of this Article 17 will apply to any Action by Franchisee or its Owners against Pizza Twist Franchising's officers, directors, shareholders, members, employees, and/or agents. Nothing in this Agreement authorizes any Action against Pizza Twist Franchising's officers, directors, shareholders, members, employees, and/or agents or makes those persons liable for Pizza Twist Franchising's conduct.

ARTICLE 18. MISCELLANEOUS

18.1 Relationship of the Parties. The parties are independent contractors, and neither is the agent, partner, joint venturer, or employee of the other. Pizza Twist Franchising is not a fiduciary of Franchisee. Pizza Twist Franchising does not control or have the right to control Franchisee or its Business. Any required specifications and standards in this Agreement and in the System Standards exist to protect Pizza Twist Franchising's interest in the System and the Marks, and the goodwill established in them, and not for the purpose of establishing any control, or duty to take control, over the Business. Pizza Twist Franchising has no liability for Franchisee's obligations to any third party whatsoever.

18.2 No Third-Party Beneficiaries. Except as stated in Article 16 or Article 17, this Agreement does not confer any rights or remedies upon any person or entity other than Franchisee, Pizza Twist Franchising, and Pizza Twist Franchising's affiliates.

18.3 Entire Agreement. This Agreement constitutes the entire agreement of the parties and supersedes all prior negotiations and representations. Nothing in this Agreement or in any related agreement is intended to disclaim the representations made by Pizza Twist Franchising in its franchise disclosure document.

18.4 Modification. No modification or amendment of this Agreement will be effective unless it is in writing and signed by both parties. This provision does not limit Pizza Twist Franchising's rights to modify the Manual or System Standards.

18.5 Consent; Waiver. No consent under this Agreement, and no waiver of satisfaction of a condition or nonperformance of an obligation under this Agreement will be effective unless it is in writing and signed by the party granting the consent or waiver. No waiver by a party of any right will affect the party's rights as to any subsequent exercise of that right or any other right. No

delay, forbearance or omission by a party to exercise any right will constitute a waiver of such right.

18.6 Cumulative Remedies. Rights and remedies under this Agreement are cumulative. No enforcement of a right or remedy precludes the enforcement of any other right or remedy.

18.7 Severability. The parties intend that (i) if any provision of this Agreement is held by an arbitrator or court to be unenforceable, then that provision be modified to the minimum extent necessary to make it enforceable, unless that modification is not permitted by law, in which case that provision will be disregarded, and (ii) if an unenforceable provision is modified or disregarded, then the rest of this Agreement will remain in effect as written.

18.8 Governing Law. The laws of the state of Nevada (without giving effect to its principles of conflicts of law) govern all adversarial proceedings between the parties. The parties agree that any Nevada law for the protection of franchisees or business opportunity purchasers will not apply unless its jurisdictional requirements are met independently without reference to this Section 18.8.

18.9 Notices. Any notice will be effective under this Agreement only if made in writing and delivered as set forth in this Section to: (A) if to Franchisee, addressed to Franchisee at the notice address set forth in the Summary Page; and (B) if to Pizza Twist Franchising, addressed to 9850 S. Maryland Pkwy., Suite 6, Las Vegas, NV 89183. Any party may designate a new address for notices by giving notice of the new address pursuant to this Section. Notices must be: (1) delivered personally; (2) sent by registered or certified U.S. mail with return receipt requested; or (3) sent via overnight courier. Notices will be effective upon the earlier of: (i) receipt by the recipient, (ii) first rejection by the recipient, (iii) three business days after mailing if sent via registered or certified mail; or (iv) the next business day after mailing if sent via overnight courier. Notwithstanding the foregoing, Pizza Twist Franchising may amend the Manual, give binding notice of changes to System Standards, and deliver notices of default by electronic mail or other electronic communication, in which case notice would be effective on Franchisee upon the delivery of the electronic mail or other electronic communication.

18.10 Force Majeure. If either party is unable to perform an obligation due to riots, terrorist act, war, disaster (such as an earthquake, hurricane, or tornado), health emergency (such as epidemics, pandemic, and quarantines), or any other act of God or nature beyond the reasonable control of such party (a “Force Majeure”), such party’s performance of the obligation shall be excused for so long as the Force Majeure exists, but not longer than 180 days. This section shall not excuse a party’s obligation to make a payment owed under this Agreement.

18.11 Holdover. If Franchisee continues operating the Business after the expiration of the term without a renewal agreement or successor franchise agreement executed by the parties in accordance with Section 3.2, then at any time (regardless of any communication or course of dealing by Pizza Twist Franchising), Pizza Twist Franchising may determine that (a) this Agreement expired as of the date of expiration with Franchisee then operating the Business without a license to do so and in violation of Pizza Twist Franchising’s rights or (b) this Agreement continues on an interim basis until 30 days after one party notifies the other party of termination (the “Interim Period”), in which case all of Franchisee’s obligations hereunder remain in full force and effect during the Interim Period as if this Agreement had not expired, and all obligations and

restrictions imposed at the expiration of this Agreement will take effect upon termination of the Interim Period.

18.12 Joint and Several Liability. If two or more people sign this Agreement as “Franchisee”, each will have joint and several liability.

18.13 No Offer and Acceptance. Delivery of a draft of this Agreement to Franchisee by Pizza Twist Franchising does not constitute an offer. This Agreement shall not be effective unless and until it is executed by both Franchisee and Pizza Twist Franchising.

[Signatures on next page]

Agreed to by:

FRANCHISOR:

Chicago's Pizza Franchising, Inc. Corp.

By: _____

Name: _____

Title: _____

Date: _____

FRANCHISEE:

[if an individual:]

Name: _____

Date: _____

[if an entity:]

By: _____

Name: _____

Title: _____

Date: _____

(Check if applicable) At the same time as the parties execute this Agreement, they are also executing a Rider to Franchise Agreement pursuant to:

- _____ Illinois
- _____ Indiana
- _____ Maryland
- _____ Minnesota
- _____ New York
- _____ North Dakota
- _____ Ohio
- _____ Rhode Island
- _____ Washington

Attachment 1 to Franchise Agreement

OWNERSHIP INFORMATION

1. Form of Ownership. Franchisee is a (check one):

- _____ *Sole Proprietorship*
- _____ *Partnership*
- _____ *Limited Liability Company*
- _____ *Corporation*

State: _____

2. Owners. If Franchisee is a partnership, limited liability company or corporation:

| Name | Shares or Percentage of Ownership |
|------|-----------------------------------|
| | |
| | |
| | |
| | |
| | |

3. Officers. If Franchisee is a limited liability company or corporation:

| Name | Title |
|------|-------|
| | |
| | |
| | |
| | |
| | |

Attachment 2 to Franchise Agreement

LOCATION ACCEPTANCE LETTER

To: _____

This Location Acceptance Letter is issued by Chicago's Pizza Franchising, Inc. Corp. for your Pizza Twist franchise in accordance with Section 6.1 of the Franchise Agreement.

1. The Location of the Business is:

2. The Territory of the Business is:

Chicago's Pizza Franchising, Inc. Corp.

By: _____

Name: _____

Title: _____

Date: _____

Attachment 3 to Franchise Agreement

GUARANTY AND NON-COMPETE AGREEMENT

This Guaranty and Non-Compete Agreement (this “Guaranty”) is executed by the undersigned person(s) (each, a “Guarantor”) in favor of Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation (“Pizza Twist Franchising”).

Background Statement: _____ (“Franchisee”) desires to enter into a Franchise Agreement with Pizza Twist Franchising for the franchise of a Pizza Twist business (the “Franchise Agreement”; capitalized terms used but not defined in this Guaranty have the meanings given in the Franchise Agreement). Guarantor owns an equity interest in Franchisee. Guarantor is executing this Guaranty in order to induce Pizza Twist Franchising to enter into the Franchise Agreement.

Guarantor agrees as follows:

1. Guaranty. Guarantor hereby unconditionally guarantees to Pizza Twist Franchising and its affiliates that Franchisee shall pay and perform every undertaking, agreement and covenant set forth in the Franchise Agreement and further guarantees every other liability and obligation of Franchisee to Pizza Twist Franchising and its affiliates, whether or not contained in the Franchise Agreement. Guarantor shall render any payment or performance required under the Franchise Agreement or any other agreement between Franchisee and Pizza Twist Franchising or its affiliates upon demand from Pizza Twist Franchising. Guarantor waives (a) acceptance and notice of acceptance by Pizza Twist Franchising of this Guaranty; (b) notice of demand for payment of any indebtedness or nonperformance of any obligations of Franchisee; (c) protest and notice of default to any party with respect to the indebtedness or nonperformance of any obligations hereby guaranteed; (d) any right Guarantor may have to require that an action be brought against Franchisee or any other person or entity as a condition of liability hereunder; (e) all rights to payments and claims for reimbursement or subrogation which any of the undersigned may have against Franchisee arising as a result of the execution of and performance under this Guaranty by the undersigned; (f) any law which requires that Pizza Twist Franchising make demand upon, assert claims against or collect from Franchisee or any other person or entity (including any other guarantor), foreclose any security interest, sell collateral, exhaust any remedies or take any other action against Franchisee or any other person or entity (including any other guarantor) prior to making any demand upon, collecting from or taking any action against the undersigned with respect to this Guaranty; and (g) any and all other notices and legal or equitable defenses to which Guarantor may be entitled.

2. Confidential Information. With respect to all Confidential Information, Guarantor shall (a) adhere to all security procedures prescribed by Pizza Twist Franchising for maintaining confidentiality, (b) disclose such information to its employees only to the extent necessary for the operation of the Business, (c) not use any such information in any other business or in any manner not specifically authorized or approved in writing by Pizza Twist Franchising, (d) exercise the highest degree of diligence and make every effort to maintain the confidentiality of all such information during and after the term of the Franchise Agreement, (e) not copy or otherwise reproduce any Confidential Information, and (f) promptly report any unauthorized disclosure or

use of Confidential Information. Guarantor acknowledges that all Confidential Information is owned by Pizza Twist Franchising or its affiliates (except for Confidential Information which Pizza Twist Franchising licenses from another person or entity). Guarantor acknowledges that all customer data collected or generated by the Business and all data collected or generated by the point-of-sale system (other than data regarding employees) is Confidential Information belonging to Pizza Twist Franchising. This Section will survive the termination or expiration of the Franchise Agreement indefinitely.

3. Covenants Not to Compete.

(a) Restriction - In Term. During the term of the Franchise Agreement, Guarantor shall not directly or indirectly have any ownership interest in, lend money or provide financial assistance to, provide any services to, or be employed by, any Competitor.

(b) Restriction – Post Term. For two years after the Franchise Agreement expires or is terminated for any reason (or, if applicable, for two years after a Transfer by Guarantor), Guarantor shall not directly or indirectly have any ownership interest in, lend money or provide financial assistance to, provide any services to, or be employed by, any Competitor located within five miles of Franchisee’s Territory or within five miles of the territory of any other Pizza Twist (or Chicago’s Pizza With A Twist”) business operating on the date of expiration, termination, or transfer, as applicable. If the Franchise Agreement is terminated before the Territory is determined, then the area of non-competition will be within five miles of the Site Selection Area and within five miles of the territory of any other Pizza Twist (or Chicago’s Pizza With A Twist”) business operating on the date of termination.

(c) Interpretation. Guarantor agrees that each of the foregoing covenants is independent of any other covenant or provision of this Guaranty or the Franchise Agreement. If all or any portion of the covenants in this Section is held to be unenforceable or unreasonable by any court or arbitrator, then the parties intend that the court or arbitrator modify such restriction to the extent reasonably necessary to protect the legitimate business interests of Pizza Twist Franchising. Guarantor agrees that the existence of any claim it or Franchisee may have against Pizza Twist Franchising shall not constitute a defense to the enforcement by Pizza Twist Franchising of the covenants of this Section. If Guarantor fails to comply with the obligations under this Section during the restrictive period, then the restrictive period will be extended an additional day for each day of noncompliance.

4. Modification. Guarantor agrees that Guarantor’s liability hereunder shall not be diminished, relieved or otherwise affected by (a) any amendment of the Franchise Agreement, (b) any extension of time, credit or other indulgence which Pizza Twist Franchising may from time to time grant to Franchisee or to any other person or entity, or (c) the acceptance of any partial payment or performance or the compromise or release of any claims.

5. Governing Law; Dispute Resolution. This Guaranty shall be governed by and construed in accordance with the laws of the state of Nevada (without giving effect to its principles of conflicts of law). The parties agree that any Nevada law for the protection of franchisees or business opportunity purchasers will not apply unless its jurisdictional requirements are met independently without reference to this Section 5. The provisions of Article 17 (Dispute

Resolution) of the Franchise Agreement apply to and are incorporated into this Guaranty as if fully set forth herein. Guarantor shall pay to Pizza Twist Franchising all costs incurred by Pizza Twist Franchising (including reasonable attorney fees) in enforcing this Guaranty. If multiple Guarantors sign this Guaranty, each will have joint and several liability.

Agreed to by:

Name: _____

Address: _____

Date: _____

Name: _____

Address: _____

Date: _____

Name: _____

Address: _____

Date: _____

Attachment 4 to Franchise Agreement

CONDITIONAL ASSIGNMENT OF BRAND ACCOUNTS

This Assignment of Brand Accounts (this “Assignment”) is executed by the undersigned (“Franchisee”) in favor of Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation (“Pizza Twist Franchising”).

Background Statement: Pizza Twist Franchising and Franchisee are parties to a Franchise Agreement pursuant to which Pizza Twist Franchising granted Franchisee a license to operate a Pizza Twist franchised business (the “Business”). Pizza Twist Franchising or its affiliates are the sole owner of the Pizza Twist brand and all names, logos, trademarks, service marks, and other intellectual property associated therewith. To protect Pizza Twist Franchising’s interest in and control of Pizza Twist, Franchisee acknowledges and agrees that Pizza Twist Franchising has the right to control all telephone numbers, directory listings, and internet marketing accounts related to Pizza Twist.

Franchisee agrees as follows:

- 1. Conditional Assignment.** Franchisee hereby assigns to Pizza Twist Franchising (or its designee) all of Franchisee’s rights, title, and interest in and to all telephone numbers, directory listings, email accounts, websites, social media accounts, and all other accounts and profiles for advertising and marketing on the internet or any electronic communications network (“Brand Accounts”) associated with Pizza Twist and registered by Franchisee from time to time in connection with the operation of Franchisee’s Business, such assignment to be effective upon (a) termination or expiration of the Franchise Agreement, or (b) notice from Pizza Twist Franchising to Franchisee, at which time Pizza Twist Franchising will have the right to assume ownership of any one or all Brand Accounts.
- 2. Transfer or Deletion.** Franchisee hereby authorizes the service provider of each Brand Account (the “Provider”) to transfer the Brand Account to Pizza Twist Franchising (or its designee) or to delete the Brand Account upon the written instruction of Pizza Twist Franchising. Franchisee hereby grants Pizza Twist Franchising an irrevocable limited power of attorney on behalf of Franchisee to direct any Provider to transfer or delete a Brand Account. In such an event, Franchisee will have no further right, title or interest in the Brand Account but will remain liable to the Provider for all past due fees owing to the Provider on or before the date on which the assignment is effective. Pizza Twist Franchising will have no liability or obligation of any kind to a Provider arising prior to the effective date of transfer or deletion. Franchisee agrees to take all reasonable steps necessary to effectuate the transfer or deletion (as determined by Pizza Twist Franchising) of each Brand Account.

[Signatures on next page]

Executed by:

FRANCHISEE:

[if an individual:]

Name: _____

Date: _____

[if an entity:]

By: _____

Name: _____

Title: _____

Date: _____

EXHIBIT C

MULTI-UNIT DEVELOPMENT AGREEMENT

This Multi-Unit Development Agreement (this “MUDA”) is made between Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation (“Pizza Twist Franchising”) and _____, a _____ (“Franchisee”) on the Effective Date.

Background Statement: On the same day as they execute this MUDA, Pizza Twist Franchising and Franchisee have entered into a Franchise Agreement for the franchise of a Pizza Twist business (the “Franchise Agreement”; capitalized terms used but not defined in this MUDA have the meanings given in the Franchise Agreement). Pizza Twist Franchising and Franchisee desire that Franchisee develop multiple Pizza Twist businesses.

1. Multi-Unit Commitment.

(a) Development Schedule; Fee. Franchisee shall develop and open Pizza Twist businesses on the following schedule:

| Store # | Deadline for Opening | Total # of Stores to be Open and Operating on Deadline | Initial Franchise Fee |
|------------------------------|----------------------|--|-----------------------|
| 1 | | 1 | \$_____ |
| 2 | | 2 | \$_____ |
| 3 | | 3 | \$_____ |
| 4 | | 4 | \$_____ |
| 5 | | 5 | \$_____ |
| Total Initial Franchise Fee: | | | |

(b) Payment. Upon execution of this MUDA, Franchisee shall pay the total Initial Franchise Fee to Pizza Twist Franchising. The Initial Franchise Fee is non-refundable.

2. Form of Agreement. For Store #1, Franchisee and Pizza Twist Franchising have executed the Franchise Agreement simultaneously with this MUDA. For each additional Pizza Twist franchise, Franchisee shall execute Pizza Twist Franchising’s then-current standard form of franchise agreement no later than three business days after Franchisee leases or acquires a location. This MUDA does not give Franchisee the right to construct, open, or operate a Pizza Twist business, and Franchisee acknowledges that Franchisee may construct, open, and operate each Pizza Twist business only pursuant to a separate franchise agreement executed pursuant to this MUDA for each such Pizza Twist business.

3. Site Selection Area. Franchisee shall locate each Pizza Twist business it develops under this MUDA within the following area: _____ (the “Site Selection Area”). Franchisee acknowledges that it does not have exclusive rights to develop, open or operate Pizza Twist businesses in the Site Selection Area.

4. Default and Termination. Pizza Twist Franchising may terminate this MUDA by giving notice to Franchisee, without opportunity to cure, if any of the following occur:

- (i) Franchisee fails to satisfy the development schedule; or
- (ii) Pizza Twist Franchising has the right to terminate any franchise agreement between Pizza Twist Franchising and Franchisee (or any affiliate thereof) due to Franchisee’s default thereunder (whether or not Pizza Twist Franchising actually terminates such franchise agreement).

5. Limitation of Liability. Franchisee’s commitment to develop Pizza Twist businesses is in the nature of an option only. If Pizza Twist Franchising terminates this MUDA for Franchisee’s default, Franchisee shall not be liable to Pizza Twist Franchising for lost future revenues or profits from the unopened Pizza Twist businesses. Franchisee may terminate this MUDA at any time.

6. Conditions. Franchisee’s right to develop each Pizza Twist franchise after the Store #1 is subject to the following:

- (i) Franchisee must possess sufficient financial and organizational capacity to develop, open, operate, and manage each additional Pizza Twist business, in the reasonable judgment of Pizza Twist Franchising, and
- (ii) Franchisee must be in full compliance with all brand requirements at its open Pizza Twist businesses, and not in default under any Franchise Agreement or any other agreement with Pizza Twist Franchising.

7. Dispute Resolution; Miscellaneous. The laws of the State of Nevada (without giving effect to its principles of conflicts of law) govern all adversarial proceedings between the parties. The parties agree that any Nevada law for the protection of franchisees or business opportunity purchasers will not apply unless its jurisdictional requirements are met independently without reference to this Section 7. Franchisee shall not Transfer this MUDA without the prior written consent of Pizza Twist Franchising, and any Transfer without Pizza Twist Franchising’s prior written consent shall be void. The provisions of Article 17 (Dispute Resolution) and Article 18 (Miscellaneous) of the Franchise Agreement apply to and are incorporated into this MUDA as if fully set forth herein.

[Signatures on Next Page]

Agreed to by:

FRANCHISOR:

Chicago's Pizza Franchising, Inc. Corp.

By: _____

Name: _____

Title: _____

Date: _____

FRANCHISEE:

[if an individual:]

Name: _____

[if an entity:]

By: _____
Name: _____
Title: _____
Date: _____

(Check if applicable) At the same time as the parties execute this Agreement, they are also executing a Rider to Multi-Unit Development Agreement pursuant to:

- _____ Illinois
- _____ Indiana
- _____ Maryland
- _____ Minnesota
- _____ New York
- _____ North Dakota
- _____ Ohio
- _____ Rhode Island
- _____ Washington

EXHIBIT D

RIDER TO LEASE AGREEMENT

Landlord: _____
Notice Address: _____

Telephone: _____

Franchisor: Chicago’s Pizza Franchising, Inc.
Corp.
Notice Address: 9850 S. Maryland Pkwy.,
Suite 6, Las Vegas, NV 89183
Telephone: 916-752-0178

Tenant: _____

Leased Premises: _____

1. Use. Tenant is a franchisee of Franchisor. The Leased Premises shall be used only for the operation of a Pizza Twist business (or any name authorized by Franchisor).
2. Notice of Default and Opportunity to Cure. Landlord shall provide Franchisor with copies of any written notice of default (“Default”) given to Tenant under the Lease, and Landlord grants to Franchisor the option (but not the obligation) to cure any Default under the Lease (should Tenant fail to do so) within 10 days after the expiration of the period in which Tenant may cure the Default.
3. Termination of Lease; Amendment. Landlord shall copy Franchisor on any notice of termination of the Lease. If Landlord terminates the Lease for Tenant’s Default, Franchisor shall have the option to enter into a new Lease with Landlord on the same terms and conditions as the terminated Lease. To exercise this option, Franchisor must notify Landlord within 15 days after Franchisor receives notice of the termination of the Lease. Landlord and Tenant shall not amend the Lease without Franchisor’s written permission.
4. Termination of Franchise Agreement. If the Franchise Agreement between Franchisor and Tenant is terminated during the term of the Lease, then upon the written request of Franchisor, Tenant shall assign the Lease to Franchisor. Landlord hereby consents to the assignment of the Lease to Franchisor.
5. Assignment and Subletting. Notwithstanding any provision of the Lease to the contrary, Tenant shall have the right to assign or sublet the Lease to Franchisor or its affiliate, provided that no such assignment or sublease shall relieve Tenant or any guarantor of liability under the Lease unless otherwise agreed by Landlord. If Franchisor or its affiliate becomes the lessee of the Leased Premises, then Franchisor shall have the right to assign or sublease its lease to a franchisee of the Pizza Twist brand. Any provision of the Lease which limits Tenant’s right to own or operate other Pizza Twist outlets in proximity to the Leased Premises shall not apply to Franchisor or to its affiliates.

6. Authorization. Tenant authorizes Landlord and Franchisor to communicate directly with each other about Tenant and Tenant's business.

7. Right to Enter. Upon the expiration or termination of the Franchise Agreement or the Lease, or the termination of Tenant's right of possession of the Leased Premises, Franchisor or its designee may, after giving reasonable prior notice to Landlord, enter the Leased Premises to remove signs and other material bearing Franchisor's brand name, trademarks, and commercial symbols, provided that Franchisor will be liable to Landlord for any damage Franchisor or its designee causes by such removal.

8. No Liability. By executing this Rider, Franchisor does not assume any liability with respect to the Leased Premises or any obligation as Tenant under the Lease.

Executed by:

LANDLORD:

By: _____

Name: _____

Title: _____

Date: _____

TENANT:

By: _____

Name: _____

Title: _____

Date: _____

FRANCHISOR:

Chicago's Pizza Franchising, Inc. Corp.

By: _____

Name: _____

Title: _____

Date: _____

EXHIBIT E

FORM OF GENERAL RELEASE

[This is our current standard form of General Release. This document is not signed when you purchase a franchise. In circumstances such as a renewal of your franchise or as a condition of our approval of a sale of your franchise, we may require you to sign a general release.]

This General Release (“Release”) is executed by the undersigned (“Releasor”) in favor of Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation (“Pizza Twist Franchising”).

Background Statement: *[describe circumstances of Release]*

Releasor agrees as follows:

- 1. Release.** Releasor (on behalf of itself and its parents, subsidiaries and affiliates and their respective past and present officers, directors, shareholders, managers, members, partners, agents, and employees (collectively, the “Releasing Parties”)) hereby releases Pizza Twist Franchising, its affiliates, and their respective directors, officers, shareholders, franchise sellers, employees, and agents (collectively, the “Released Parties”) from any and all claims, causes of action, suits, debts, agreements, promises, demands, liabilities, contractual rights and/or obligations, of whatever nature, known or unknown, which any Releasing Party now has or ever had against any Released Party based upon and/or arising out of events that occurred through the date hereof, including without limitation, anything arising out of the Franchise Agreement (collectively, “Claims”).
- 2. Covenant Not to Sue.** Releasor (on behalf of all Releasing Parties) covenants not to initiate, prosecute, encourage, assist, or (except as required by law) participate in any civil, criminal, or administrative proceeding or investigation in any court, agency, or other forum, either affirmatively or by way of cross-claim, defense, or counterclaim, against any Released Party with respect to any Claim.
- 3. Representations and Acknowledgments.** Releasor represents and warrants that: (i) Releasor is the sole owner of all Claims, and that no Releasing Party has assigned or transferred, or purported to assign or transfer, to any person or entity, any Claim; (ii) Releasor has full power and authority to sign this Release; and (iii) this Release has been voluntarily and knowingly signed after Releasor has had the opportunity to consult with counsel of Releasor’s choice. Releasor acknowledges that the release in Section 1 is a complete defense to any Claim.
- 4. Miscellaneous.** If any of the provisions of this Release are held invalid for any reason, the remainder of this Release will not be affected and will remain in full force and effect. In the event of any dispute concerning this Release, the dispute resolution, governing law, and venue provisions of the Franchise Agreement shall apply. Releasor agrees to take any actions and sign any documents that Pizza Twist Franchising reasonably requests to effectuate the purposes of this Release. This Release contains the entire agreement of the parties concerning the subject matter hereof.

5. State Addenda.

[Maryland Residents]: This Release shall not apply to any liability under the Maryland Franchise Registration and Disclosure Law.

[Washington Residents]: A release or waiver of rights executed by a franchisee shall not include rights under the Washington Franchise Investment Protection Act except when executed pursuant to a negotiated settlement after the franchise agreement is in effect and where the parties are represented by independent counsel.

Agreed to by:

Name: _____
Date: _____

EXHIBIT F
FINANCIAL STATEMENTS

CHICAGOS PIZZA FRANCHISING, INC. CORP.

Financial Statements For The Years Ended December 31, 2023 & December 31, 2022
& December 31, 2021

TOGETHER WITH INDEPENDENT ACCOUNTANT AUDIT REPORT

TABLE OF CONTENTS

| <u>Description</u> | <u>Page</u> |
|---|-------------|
| Independent Accountant Audit Report | 3-4 |
| Profit & Loss Statement | 5 |
| Balance Sheet..... | 6 |
| Statement of Cashflows | 7 |
| Statement of Shareholders' Equity | 8 |
| Notes to Accompanied Financial Statements | 9-12 |

INDEPENDENT ACCOUNTANT AUDIT REPORT

To the Management of CHICAGOS PIZZA FRANCHISING, INC. CORP.

Opinion

We have audited the financial statements of CHICAGOS PIZZA FRANCHISING, INC. CORP. (the "Company"), which comprise the Balance Sheet as of December 31, 2023 & December 31, 2022 & December 31, 2021, the related Profit & Loss Statements, the related Statements of Cashflows, the related Statements of Shareholders' Equity, and the related notes for the twelve-month periods then ended. (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company at December 31, 2023 & December 31, 2022 & December 31, 2021, and the results of its operations and its cash flows for the twelve-month periods 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 the Company and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 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 financial statements that are free of material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for one year after the date that the 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 financial statements as a whole are free of 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 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 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 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 the Company'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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company'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.



Omar Alnaimi, CPA

Naperville, IL
April 1, 2024



CHICAGOS PIZZA FRANCHISING, INC. CORP.
PROFIT & LOSS STATEMENT
FOR THE YEARS ENDED DECEMBER 31, 2023 & DECEMBER 31, 2022 & DECEMBER 31, 2021

| | <u>2023</u> | <u>2022</u> | <u>2021</u> |
|---|-------------------|-------------------|-------------------|
| Revenue | | | |
| Services Income | \$2,398,294 | \$1,838,154 | \$1,600,747 |
| Franchise Fees & Other Sales | 495,621 | 527,901 | 496,285 |
| Total Revenue | <u>2,893,915</u> | <u>2,366,055</u> | <u>2,097,032</u> |
| Cost of Sales | <u>587,762</u> | - | - |
| Gross Profit | 2,306,153 | 2,366,055 | 2,097,032 |
| Operating Expense | | | |
| Salaries & Wages Expense | 471,090 | 525,514 | 459,546 |
| Legal & Professional Services | 184,191 | 400,649 | 230,762 |
| Outside Labor | 50,758 | 8,439 | 208,931 |
| Rent & Lease Expense | 66,517 | 77,836 | 112,273 |
| Commissions Expense | 8,000 | 78,609 | 78,935 |
| Other Operating Expense | 110,789 | 260,991 | 68,946 |
| Office Expense | 73,310 | 58,183 | 60,738 |
| Travel Expense | 184,747 | 167,656 | 53,859 |
| Supplies Expense | 9,662 | 8,977 | 48,549 |
| Shipping Expense | 1,490 | 1,802 | 33,274 |
| Bank & Merchant Fees | 34,562 | 16,945 | 31,191 |
| Insurance Expense | 26,677 | 25,735 | 26,263 |
| Utilities Expense | 35,801 | 20,642 | 21,579 |
| Vehicle Expense | 32,490 | 33,023 | 21,227 |
| Advertising & Marketing Expense | 670,815 | 445,449 | 19,339 |
| Total Operating Expenses | <u>1,960,901</u> | <u>2,130,449</u> | <u>1,475,412</u> |
| Net Income From Operations | 345,252 | 235,606 | 621,620 |
| Other Income (Expense) | | | |
| Interest Expense | 22,215 | (9,327) | (1,544) |
| Deprecation Expense | (7,300) | (7,300) | (7,300) |
| Total Other Income (Expense) | <u>14,915</u> | <u>(16,627)</u> | <u>(8,844)</u> |
| Net Income Before Provision for Income Tax | 360,167 | 218,979 | 612,776 |
| Provision for Income Taxes | - | - | - |
| Net Income (Loss) | <u>\$ 360,167</u> | <u>\$ 218,979</u> | <u>\$ 612,776</u> |

See Independent Accountant's Audit Report and accompanying notes, which are an integral part of these financial statements.

CHICAGOS PIZZA FRANCHISING, INC. CORP.
BALANCE SHEET
AS OF DECEMBER 31, 2023 & DECEMBER 31, 2022 & DECEMBER 31, 2021

| | <u>12/31/23</u> | <u>12/31/22</u> | <u>12/31/21</u> |
|---|-----------------|-----------------|-----------------|
| <u>ASSETS</u> | | | |
| CURRENT ASSETS | | | |
| Cash and Cash Equivalents | \$ 384,177 | \$ 243,954 | \$357,657 |
| Accounts Receivable | 405,505 | 242,325 | 197,092 |
| Other Assets | 43,005 | 15,000 | 41,941 |
| TOTAL CURRENT ASSETS | 832,686 | 501,279 | 596,691 |
| NON-CURRENT ASSETS | | | |
| Due From Related Party | 269,483 | 223,045 | - |
| Related Party Loan - Authentic Food Inc. | 185,635 | 185,635 | 178,100 |
| Investment | 125,000 | 125,000 | 125,000 |
| Fixed Assets | 83,322 | 83,322 | 83,322 |
| Less: Accumulated Deprecation | (29,200) | (21,900) | (14,600) |
| TOTAL NON-CURRENT ASSETS | 634,241 | 595,102 | 371,822 |
| TOTAL ASSETS | 1,466,927 | 1,096,381 | 968,513 |
| <u>LIABILITIES AND OWNER'S EQUITY</u> | | | |
| CURRENT LIABILITIES | | | |
| Vehicle Loan | 42,229 | 42,229 | 55,925 |
| Other Current Liabilities | - | - | 53,692 |
| Accrued Expenses | - | - | 21,984 |
| Payroll Liabilities | 29,313 | 14,341 | 3,812 |
| TOTAL CURRENT LIABILITIES | 71,542 | 56,570 | 135,413 |
| NON-CURRENT LIABILITIES | | | |
| Line of Credit | 136,741 | 127,821 | 129,035 |
| EIDL Loan Payable | 139,666 | 149,900 | 149,900 |
| Franchise Fees Payable | 75,000 | 75,000 | 210,000 |
| Due to Shareholders | 255,250 | - | - |
| TOTAL NON-CURRENT LIABILITIES | 606,657 | 352,721 | 488,935 |
| TOTAL LIABILITIES | 678,199 | 409,291 | 624,348 |
| OWNER'S EQUITY | | | |
| Retained Earnings (Deficit) | 428,560 | 468,111 | (268,611) |
| Net Income (Loss) | 360,167 | 218,979 | 612,776 |
| TOTAL SHAREHOLDERS' EQUITY | 788,727 | 687,090 | 344,165 |
| TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY | \$1,466,927 | \$1,096,381 | \$968,513 |

See Independent Accountant's Audit Report and accompanying notes, which are an integral part of these financial statements.

CHICAGOS PIZZA FRANCHISING, INC. CORP.
STATEMENT OF CASHFLOWS
FOR THE YEARS ENDED DECEMBER 31, 2023 & DECEMBER 31, 2022 & DECEMBER 31, 2021

| | <u>2023</u> | <u>2022</u> | <u>2021</u> |
|--|-------------------|-------------------|-------------------|
| OPERATING ACTIVITIES | | | |
| Net Income | \$ 360,167 | \$ 218,979 | \$ 612,776 |
| Non-Cash Adjustments | | | |
| Increase in Accounts Receivable | (163,179) | (45,233) | (163,911) |
| Decrease in Loan to Others | (28,005) | 26,941 | 99,019 |
| Decrease in Vehicle Loan | - | (13,696) | (7,285) |
| Decrease in Other Current Liabilities | - | (53,962) | (32,891) |
| Due From Related Party | (46,438) | (230,580) | - |
| Increase in Accrued Expenses | - | (21,984) | (3,210) |
| Increase in Payroll Liabilities | 14,972 | 10,529 | 3,812 |
| Increase in Franchise Fees Payable | - | (135,000) | 90,000 |
| Increase in Accumulated Deprecation | 7,300 | 7,300 | 7,300 |
| Other Changes in Working Capital | | 270 | 1,056 |
| NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES | <u>144,817</u> | <u>(236,436)</u> | <u>606,666</u> |
| INVESTING ACTIVITIES | | | |
| NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES | <u>-</u> | <u>-</u> | <u>-</u> |
| FINANCING ACTIVITIES | | | |
| Line of Credit | 8,920 | (1,214) | 129,035 |
| EIDL Loan Payable | (10,234) | - | (8,000) |
| Due to Shareholders | 255,250 | - | - |
| Owner's Contribution (net) | (258,530) | 123,946 | (623,689) |
| NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES | <u>(4,594)</u> | <u>122,732</u> | <u>(502,654)</u> |
| NET INCREASE (DECREASE) IN CASH | 140,223 | (113,704) | 104,012 |
| CASH AT BEGINNING OF PERIOD | 243,954 | 357,657 | 253,645 |
| CASH AT END OF PERIOD | <u>\$ 384,177</u> | <u>\$ 243,954</u> | <u>\$ 357,657</u> |

See Independent Accountant's Audit Report and accompanying notes, which are an integral part of these financial statements.

CHICAGOS PIZZA FRANCHISING, INC. CORP.
STATEMENT OF SHAREHOLDERS' EQUITY
AS OF DECEMBER 31, 2023 & DECEMBER 31, 2022 & DECEMBER 31, 2021

| | Opening Equity Balance | Yearly Changes | Total |
|--|---------------------------|--------------------|-------------------|
| Beginning Balance | \$ 355,078 | \$ - | \$ 355,078 |
| Net Income for the period ending December 31, 2021 | - | 612,776 | 612,776 |
| Equity Contributions (Distributions) | - | (623,689) | (623,689) |
| Balance, December 31, 2021 | \$ 355,078 | \$ (10,913) | \$ 344,165 |

| | Opening Equity Balance | Yearly Changes | Total |
|--|---------------------------|-------------------|-------------------|
| Beginning Balance | \$ 344,165 | \$ - | \$ 344,165 |
| Net Income for the period ending December 31, 2022 | - | 218,979 | 218,979 |
| Equity Contributions (Distributions) | - | 123,946 | 123,946 |
| Balance, December 31, 2022 | \$ 344,165 | \$ 342,925 | \$ 687,090 |

| | Opening Equity Balance | Yearly Changes | Total |
|--|---------------------------|-------------------|-------------------|
| Beginning Balance | \$ 687,090 | \$ - | \$ 687,090 |
| Net Income for the period ending December 31, 2023 | - | 360,167 | 360,167 |
| Equity Contributions (Distributions) | - | (258,530) | (258,530) |
| Balance, December 31, 2023 | \$ 687,090 | \$ 101,637 | \$ 788,727 |

See Independent Accountant's Audit Report and accompanying notes, which are an integral part of these financial statements.

CHICAGOS PIZZA FRANCHISING, INC. CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023 & DECEMBER 31, 2022 & DECEMBER 31, 2021

NOTE A – ORGANIZATION AND NATURE OF ACTIVITIES

CHICAGOS PIZZA FRANCHISING, INC. CORP. (the “Company”) presently serves as the Franchisor for the Chicagos Pizza Franchising, Inc. Corp. The Company has created and owned a system for developing and operating pizza restaurants and foodservices business under the trade name “Chicago’s Pizza With A Twist” or “Pizza Twist”. The Company was organized and has been in existence since August 28, 2017.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (“US GAAP”). As a result, the Company records revenue when earned and expenses when incurred. The Company has adopted the calendar year as its basis of reporting.

Use of Estimates

The preparation of financial statements, in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and the disclosures of contingent assets and liabilities and other items, as well as the reported revenues and expenses. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and any cash equivalents include all cash balances, and highly liquid investments with maturities of three months or less when purchased.

Franchisee Receivables

The Company’s franchisee receivables primarily result from initial franchise fees, royalty fees, brand development contributions and training fees charged to franchisees. Timing of revenue recognition may be different from the timing of invoicing to customers. The Company records an accounts receivable when revenue is recognized prior to invoicing, or unearned revenue when revenue is recognized after invoicing. The Company reports these receivables at net realizable value.

Management determines the allowance for doubtful accounts based on historical losses, current expectations, and economic conditions. On a continuing basis, management analyzes delinquent accounts receivable and, once these accounts receivable are determined to be uncollectible, they are written off through a charge against an existing allowance account. The allowance account is reviewed regularly and adjusted against earnings as appropriate. The Company determined that an allowance on outstanding franchisee receivables of \$0 was necessary as of December 31, 2023, December 31, 2022, & December 31, 2021. Franchisee bad debt expense was \$0 for the year ended December 31, 2023, December 31, 2022, & December 31, 2021. Franchisee amounts written off were \$0 for the year ended December 31, 2023, December 31, 2022, & December 31, 2021.

CHICAGOS PIZZA FRANCHISING, INC. CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023 & DECEMBER 31, 2022 & DECEMBER 31, 2021

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

Fixed Assets and Depreciation

Property and Equipment is stated at cost. Accounting principles generally accepted in the United States of America require that property and equipment be depreciated using the straight-line method. Depreciation in these financial statements reflects accelerated depreciation methods used for the tax return. The effects of these departures from accounting principles generally accepted in the United States of America on financial position, results of operations, and cash flows have not been determined. Expenditures for normal repairs and maintenance are charged to operations as incurred.

The Company reviews long-lived assets for impairment whenever events or circumstances indicate that the carrying value of such assets may not be fully recoverable. Impairment is present when the sum of the undiscounted estimated future cash flows expected to result from use of the assets is less than carrying value. If impairment is present, the carrying value of the impaired asset is reduced to its fair value. As of December 31, 2023, December 31, 2022, & December 31, 2021, no impairment loss has been recognized for long-lived assets.

Fair Value of Financial Instruments

Financial Accounting Standards Board (“FASB”) guidance specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect market assumptions. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurement) and the lowest priority to unobservable inputs (Level 3 measurement). The three levels of the fair value hierarchy are as follows:

- Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date. Level 1 primarily consists of financial instruments whose value is based on quoted market prices such as exchange-traded instruments and listed equities.
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly (e.g., quoted prices of similar assets or liabilities in active markets, or quoted prices for identical or similar assets or liabilities in markets that are not active).
- Level 3 - Unobservable inputs for the asset or liability. Financial instruments are considered Level 3 when their fair values are determined using pricing models, discounted cash flows or similar techniques and at least one significant model assumption or input is unobservable.

As of December 31, 2023, December 31, 2022, & December 31, 2021, the carrying amounts of the Company’s financial assets and liabilities reported in the balance sheets approximate their fair value.

CHICAGOS PIZZA FRANCHISING, INC. CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023 & DECEMBER 31, 2022 & DECEMBER 31, 2021

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

Revenue Recognition

Revenues are primarily derived from franchise fees (one-time and recurring monthly fees). In accordance with Accounting Standards Codification (ASC) Topic 606, Revenue will be recognized when persuasive evidence of an arrangement exists, delivery has occurred, or services have been rendered, the seller's price to the buyer is fixed or determinable, and collectability is reasonable assured. The determination of whether fees are fixed or determinable and collection is reasonable assured involves the use of assumptions. Arrangement terms and customer information are evaluated to ensure that these criteria are met prior to recognition of revenue.

Specifically for franchisors, The Financial Accounting Standards Board (FASB) has issued an Accounting Standards Update (ASU) to ASC 606, Franchisors—'Revenue from Contracts with Customers (Subtopic 952-606): Practical Expedient' in 2021 which provides a new practical expedient that permits private company franchisors to account for preopening services provided to a franchisee as distinct from the franchise license if the services are consistent with those included in a predefined list within the guidance. The Company has elected to adopt this new standard.

Unearned Revenue

The Company's primary performance obligation under the franchise agreement mainly includes granting certain rights to access the Company's intellectual property and a variety of activities relating to opening a franchise unit, including initial training and other such activities commonly referred to collectively as "pre-opening activities", which are recognized as a single performance obligation. The Company expects that certain pre-opening activities provided to the franchisee will not be brand specific and will provide the franchisee with relevant general business information that is separate and distinct from the operation of a company-branded franchise unit. The portion of pre-opening activities that will be provided that is not brand specific is expected to be distinct as it will provide a benefit to the franchisee and is expected not to be highly interrelated or interdependent to the access of the Company's intellectual property, and therefore will be accounted for as a separate distinct performance obligation. All other pre-opening activities are expected to be highly interrelated and interdependent to the access of the Company's intellectual property and therefore will be accounted for as a single performance obligation, which is satisfied by granting certain rights to access the Company's intellectual property over the term of each franchise agreement.

The Company estimates the stand-alone selling price of pre-opening activities using an adjusted market assessment approach. The Company will first allocate the initial franchise fees and the fixed consideration, under the franchise agreement to the standalone selling price of the training services that are not brand specific and the residual, if any, to the right to access the Company's intellectual property. Consideration allocated to pre-opening activities, which are not brand specific are recognized ratably as those services are rendered. Consideration allocated to pre-opening activities included under Accounting Standards Update (ASU) to ASC 606, Franchisors—'Revenue from Contracts with Customers (Subtopic 952-606): Practical Expedient' is recognized when the related services have been rendered.

The remaining franchisee fee not allocated to pre-opening activities are recorded as Unearned Revenue and will be recognized over the term of the franchise agreement.

CHICAGOS PIZZA FRANCHISING, INC. CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023 & DECEMBER 31, 2022 & DECEMBER 31, 2021

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

Income Taxes

The Company, with the consent of its shareholders, intends to elect to be an S-Corporation (for tax purposes). In lieu of corporate income taxes, the shareholder(s) of an S-Corporation is taxed based on its proportionate share of The Company's taxable income. Therefore, no provision or liability for income taxes has been included in these financial statements.

Commitments and Contingencies

The Company may be subject to pending legal proceedings and regulatory actions in the ordinary course of business. The results of such proceedings cannot be predicted with certainty, but the Company does not anticipate that the final outcome, if any, arising out of any such matter will have a material adverse effect on its business, financial condition or results of operations. As of December 31, 2023, December 31, 2022, & December 31, 2021, the Company has not reported any lawsuit or known plans of litigation by or against the Company.

NOTE C – CONCENTRATIONS OF RISK

Financial instruments that potentially subject the Company to credit risk consist of cash and cash equivalents. The Company places its cash and any cash equivalents with a limited number of high-quality financial institutions and do not exceed the amount of insurance provided on such deposits.

NOTE D – SUBSEQUENT EVENTS

Management has evaluated subsequent events through April 1, 2024, the date on which the financial statements were available to be issued. Management has determined that none of the events occurring after the date of the balance sheet through the date of Management's review substantially affect the amounts and disclosure of the accompanying financial statements.

EXHIBIT G

BRAND STANDARDS MANUAL TABLE OF CONTENTS

| Manual Section | Number of Pages |
|------------------------------|------------------------|
| Preface & Introduction | 28 |
| Establishing The Business | 38 |
| Personnel | 71 |
| Administrative Procedures | 22 |
| Daily Procedures | 36 |
| Marketing the Brand | 23 |
| | |
| Total Number of Pages | 218 |

EXHIBIT H

CURRENT AND FORMER FRANCHISEES

Current Franchisees

Names of all current franchisees (as of the end of our last fiscal year) and the address and telephone number of each of their outlets:

| | | |
|-------------------------------------|---|--------------|
| Raj Raike | 3960 W Ray Road #1 Chandler AZ 85226 | 602-675-6777 |
| Shan Preet | 4391 Gateway Park Blvd Sacramento CA 95834 | 916-928-6300 |
| Karanpreet Singh | 3678 Central Ave, Ste 103, Riverside CA 92506 | 951-266-6333 |
| Papinder Singh | 990 Ontario Mills Dr Suite C, Ontario, CA 91764 | 909-907-0800 |
| Ninder Singh | 711 Wendy Drive, Newbury Park, CA 91320 | 805-467-8479 |
| Sean Dutt | 2915k Street Sacramento CA 95816 | 279-600-1060 |
| Jessie Jagpal | 140 Nut Tree 100-B Vacaville CA 95687 | 707-305-1777 |
| Shan Preet | 3511 Del Paso Road Suite F110-120, Sacramento, CA 95835 | 916-403-7555 |
| Mani Sondhi | 1821 Solano Ave Berkeley CA 94707 | 510-833-7707 |
| Sudhir Mohan | 9630 Bruceville Rd Suite 105 Elk Grove, CA 95757 | 916-892-1200 |
| Vick Sekhon/Anmol Sekhon | 3401 Oakdale Road Suite 615 Modesto Ca 95355 | 209-501-2555 |
| Ravdeep Singh | 186 E. Easton St. Suite 186-B Rialto, CA 92376-2872 | 909-619-4242 |
| Sushil Kamble | 2201 Francisco Drive Suite 150 El Dorado CA 95762 | 926-954-3000 |
| Narinder Kang | 4191 Thrive Drive Ste 100 Bldg D, Roseville, CA 95678 | 279-900-1090 |
| Gurpal Cheema | 4400 Freeport Blvd Suite 150 Sacramento, CA, 95822 | 279-208-7888 |
| Mani Kumar | 4115 Concord BLVD STE 70, Concord, CA 94519 | 925-609-404 |
| Paramjit Jhutti and Sarabjit Jhutti | 3700 San Pablo Ave Unit B6 Hercules, CA 94547 | 510-964-9990 |
| Abdul Khan | 8324 Elk Grove Florin Road Suite C Sacramento CA 9582 | 916-596-9565 |
| Gurbhej Singh | 1340 Churn Creek Rd STE C10, Redding CA 96003 | 530-782-5222 |
| Tejinder Padda | 2263 W Cleveland Ave Suite A Madera CA 93637 | 559-330-2300 |
| Kuldeep | 1156 S Main Street, Manteca CA 95337 | 209-888-0188 |
| Damandeep Singh | 735B TEXAS STREET, FAIRFIELD, CA 94533 | 707-366-0006 |
| Abdul Khan | 1441 Howe Ave Sacramento CA | 916-905-5353 |
| Harjinder Thandi | 2016 S mooney Blvd Ste L1 Visalia CA 93277 | 559-931-9300 |
| Dilbag Sandhu | 159 E Lathrop Rd Lathrop CA 95330 | 209-665-7614 |
| Parmjit Singh | 2426 McCall Ave Selma CA 93662 | 559-896-1100 |
| Sunny Badhan | 497 N Clovis Ave Clovis CA 93611 | 559-921-0000 |
| Norm Biring | 11767 South St Artesia CA 90701 | 562-402-0707 |
| Jaspal Sahi | 3716 San Pablo Dam Rd El Sobrante CA 94803 | 510-650-0011 |
| Shanjit Singh | 3150 Panama Ln Bakersfield CA 93313 | 661-567-0000 |
| Dilbag Sandhu | 2511 N Tracy Blvd, Tracy, CA 95376 | 209-666-1212 |
| Parvinder Deshi | 1471 B St., Suite B, Livingston, CA 95334 | 209-398-2221 |
| Jesus Espinal | 2780 Stony Point Rd suite m, Santa Rosa, CA 95407 | 707-606-1000 |
| Gunjan Arrgawal | 2961 Railroad Ave Pittsburg CA 94565 | 925-473-9000 |
| Amirt Paul | 5562 E Kings Canyon Rd, Fresno, CA 93727 | 559-900-5800 |
| Reetu Sandhu | 6700 Brentwood Blvd, Brentwood, CA 94513 | 925-516-7600 |
| Amarjit Singh | 887 Colusa Ave, Yuba city, CA 95991 | 530-777-9090 |

| | | |
|------------------------|---|--------------|
| Balwinder Kaur | 8300 Sierra College Blvd Roseville, CA 95661 | 916-791-0102 |
| Tejinder Padda | 3050 W Shaw Ave #105 Fresno CA 93711 | 559-277-3737 |
| Manmeet Singh | 7431 W Stockton Blvd #170, Sacramento, CA 95823 | 916-689-7700 |
| Sushil Kamble | 1750 Prairie City Rd # 140 Folsom CA 95630 | 916-970-9900 |
| Muhammad Aleem | 6349 N Linder Road Meridian ID 83646 | 208-900-3001 |
| Harpreet Singh | 1505 S Broadway, Boise, ID 83706 | 208-900-6868 |
| Prasad Mutyala/ Vishal | 936 S. IL RT 59 Unit 104 Naperville IL 60540 | 630-995-9981 |
| Sanjit Bhela | 2376 E main St Plainfield IN 46168 | 317-406-0600 |
| Garry Zapra | 8650 E 96th St Fisher IN 46037 | 317-588-1505 |
| Charanpreet Saran | 997 E County Line Rd Greenwood IN 46143 | 317-743-9900 |
| Varinder Randhawa | 49975 Cherry Hill Road, Canton, MI 48187 | 734-899-3777 |
| Gurmanjit Kaur | 3735 Davis Dr Suite 121 Morrisville NC 27560 | 919-378-9008 |
| Rohit Kumar | 311 S Polk St # 10 Pineville, NC 28134 | 704-317-2733 |
| Rohit Kumar | 3050 Derita Rd Concord NC 28027 | 980-777-1700 |
| Virender Singh | 1247A Roosevelt Ave, Carteret, NJ, 07008 | 7328027676 |
| Virender Singh | 93 main street Farmingdale NJ 07727 | 732-410-6061 |
| Japundep Singh | 480 E. Evesham Road, Space #2, Cherry Hill, NJ 08003 | 856-250-2227 |
| Virender Singh | 3000 NJ 27, Unit 9, Kendall Park, NJ 08824 | 848-274-1777 |
| Virender Singh | 2 Journal Square Jersey City NJ 07306 | 551-222-6700 |
| Virender Singh | 2668 Woodbridge Ave Edison NJ 08837 | 732-405-3030 |
| Dahnminder Dhaliwal | 9850 S. Maryland Pkwy Ste 6 Las Vegas, NV 89183 | 725-212-4600 |
| Sukhpal Waraich | 2900 Clear Acre Ln Reno NV 89512 | 775-824-5300 |
| Sukhpal Waraich | 1885 S Virginia St Reno NV 89502 | 775-689-9898 |
| Lovejeet Dhillon | 7125 - A S Yale Ave Tulsa OK 74136 | 918-714-1444 |
| Dinesh Gudibandi | 1935 Mallory Lane, Suite 200 Franklin TN 37067 | 615-282-0222 |
| Davinder Rai | 305E FM 544 #907 Murphy TX 75094 | 972-945-0001 |
| Kavisha Patel | 3107 S I-35 Frontage Rd Ste 757, Round Rock, TX 78664 | 512 290 9988 |
| Nilpeshkumar Patel | 6720 Alma Rd 400 Mckinney TX 75070 | 469-793-6393 |
| Khaja Mohiuddin | 901 W Royal Ln Ste 100 Irving TX 75039 | 469-599-0059 |
| Simar Walia | 675 East 2100 South, Ste. G Salt Lake City, UT 84106 | 385-295-1555 |
| Sanjay Patel | 109 Gainsborough Square Chesapeake VA 23320 | 757-290-6767 |
| Sukhjinder Singh | 46005 Regal Plaza Drive #130 Sterling VA 20165 | 571-441-7700 |
| Vivek/ Deepak Bhanot | 13049 Worldgate Dr Herndon VA 20170 | 571-685-8586 |
| Mandeep Singh | 5645 Lee Hwy Arlington VA 22207 | 571-347-1700 |
| Mandeep Singh | 3641 Cox Rd Richmond VA 23233 | 804-729-0777 |
| Amirt Bal | 20691 Ashburn Rd, Ashburn, VA 20147 | 703-684-4447 |
| Angad Singh | 2520 S Pleasant Valley Rd Winchester VA | 540-686-1626 |

Names of all current franchisees that have signed franchise agreements as of the end of our last fiscal year but were not yet open:

| | | |
|--------------------|--|--------------|
| Jagdeep Saran | 1990 S Alma School RD Chandler AZ 85286 | 480-717-7500 |
| Amandeep Singh | 1915 Consumnes River Blvd, Ste 303, Sacramento, CA 95832 | 916-647-7496 |
| Sukhmandeep Singh | 18649 Devonshire St Northridge CA 91324 | 818-428-5964 |
| Khuswinder Boyal | 5484 Dewey Drive Suite 200 Fair Oaks CA 95628 | 209-345-5812 |
| Daljeet Kumar | 5820 Antelope RD Sacramento CA 95842 | 916-254-8800 |
| Ramanpreet Randawa | 11009 Olson Dr #704 Rancho Cordova CA 95670 | 916-490-8155 |
| Manpreet Dhillion | 1687 N California St Stockton CA 95204 | 209-294-8432 |

| | | |
|---------------------------|---|--------------|
| Manpreet Dhillon | 1687 N California St Stockton CA 95204 (Lodi) | 209-294-8432 |
| Rajwinder Kaur | 9093 Barbaresco Cr Stockton CA 95212 | 209-337-8650 |
| Mandeep Chugh | 859 Redwood Ct Highlands Ranch CO 80126 | 209-777-5403 |
| Krishan Kumar | Alpharetta GA | 270-316-4957 |
| Parth Patel | 5235 S Long Ave Chicago IL 60638 | 872-236-4609 |
| Harkamal Singh | 385 Hogan St Bolingbrook IL | 973-931-6168 |
| Prasad Mutyala | 936 Illinois RT 59 Unit 104 Naperville IL 60540 | 630-991-6836 |
| Tarunvir Singh | 11937 W 119th Street Overland Park KS 66212 | 818-938-7016 |
| Raj Chavda | 1397 S 2nd St Louisville KY | 502-999-5657 |
| Laxmi Chidri, Ambika Ture | 15 N Euclid Ave St Louis MO 630108 | 341-635-0011 |
| Kathrik Koppisetty | 2085 N 120th St Omaha NE | 571-420-7320 |
| Virender Singh | 10 Provost St Jersey City NJ | 201-673-3345 |
| Shishir Sontakke | Columbus OH | 216-502-0655 |
| Shirali Malhi | West Chester OH | 937-546-1078 |
| Jagvinder Heer | 8981 Rogue River Highway Grants Pass OR 97527 | 510-388-1850 |
| Mandeep Singh Bal | 13355 N US 183 HWY Austin TX 78723 | 703-479-1269 |
| Amar Patel | Woodland Hills Houston TX | 936-355-6454 |

Note: We did not have any multi-unit developers at the close of our last fiscal year.

Former Franchisees

Name, city and state, and current business telephone number, or if unknown, the last known home telephone number of every franchisee who had an outlet terminated, canceled, not renewed, or otherwise voluntarily or involuntarily ceased to do business under the franchise agreement during the most recently completed fiscal year or who have not communicated with us within 10 weeks of the disclosure document issuance date:

| | | |
|--|--|--------------|
| Avleen Gill * | 7431 W Stockton Blvd #170 Sacramento Ca 95823 | 916-689-7700 |
| Baljit Singh* | 4391 Gateway Park Blvd Sacramento Ca 95834 | 916-928-6300 |
| Mahli Singh* | 7441 Foothill Blvd Ste 170 Roseville, Ca 95747 | 916-780-6100 |
| Emad Itnas | 922 Larkspur Dr Livermore CA 94551 | 925-447-5000 |
| Navneet Sandhu* | 3700 San Pablo Ave Unit 6 Hercules | 947-888-1212 |
| Gurdeep Sandhu* | 3700 San Pablo Ave Unit 6 Hercules | 510-964-9990 |
| Kulvinder Lalli | 1008 W Sacramento Ave Chico CA 95926 | 530-965-5550 |
| Manjeet Singh* | 6700 Brentwood Blvd Brentwood CA | 925-516-7600 |
| Harpreet Singh* | 1505 S Broadway Ave Boise ID 83706 | 208-392-2230 |
| Harjap Dhillon* | 997 E County Line Rd Greenwood IN 46143 | 317-743-9990 |
| Harvinder Kaur* | 2668 Woodbridge Ave Edison NJ 07008 | 732-802-7676 |
| Bishan Singh /Navtej Singh/ Bhupinder Singh * | 1091 S. Virginia St., Reno, NV 89502 | 775-544-2519 |
| Ravinder Prashar* | 2900 Clear Acre Lane Reno NV 89512 | 775-824-5300 |

* These individuals transferred their locations to another franchisee during 2023

EXHIBIT I
STATE ADDENDA TO DISCLOSURE DOCUMENT

CALIFORNIA ADDENDUM TO DISCLOSURE DOCUMENT

California Corporations Code, Section 31125 requires the franchisor to give the franchisee a disclosure document, approved by the Department of Financial Protection and Innovation, prior to a solicitation of a proposed material modification of an existing franchise.

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 DISCLOSURE DOCUMENT 14 DAYS PRIOR TO EXECUTION OF AGREEMENT.

OUR WEBSITE, PIZZATWIST.COM, HAS NOT BEEN REVIEWED OR APPROVED BY THE CALIFORNIA DEPARTMENT OF FINANCIAL PROTECTION AND INNOVATION. ANY COMPLAINTS CONCERNING THE CONTENT OF THIS WEBSITE MAY BE DIRECTED TO THE CALIFORNIA DEPARTMENT OF FINANCIAL PROTECTION AND INNOVATION AT www.dfpi.ca.gov.

THESE FRANCHISES HAVE BEEN REGISTERED UNDER THE FRANCHISE INVESTMENT LAW OF THE STATE OF CALIFORNIA.

REGISTRATION OF THIS FRANCHISE OFFERING DOES NOT CONSTITUTE APPROVAL, RECOMMENDATION OR ENDORSEMENT BY THE COMMISSIONER OF THE DEPARTMENT OF FINANCIAL PROTECTION AND INNOVATION.

ALL THE OWNERS OF THE FRANCHISE WILL BE REQUIRED TO EXECUTE PERSONAL GUARANTEES. THIS REQUIREMENT PLACES THE MARITAL ASSETS OF THE SPOUSES DOMICILED IN COMMUNITY PROPERTY STATES – ARIZONA, CALIFORNIA, IDAHO, LOUISIANA, NEVADA, NEW MEXICO, TEXAS, WASHINGTON AND WISCONSIN AT RISK IF YOUR FRANCHISE FAILS.

1. The following paragraph is added to the end of Item 3 of the Disclosure Document:

Neither franchisor nor any person or franchise broker in Item 2 of this disclosure document is subject to any currently effective order of any national securities association or national 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 that association or exchange.

2. The following paragraph is added to the end of Item 5 of the Disclosure Document:

All Franchise Fees payable to Franchisor are deferred until Franchisor has delivered all pre-opening obligations and Franchised business has commenced operations. For franchisees who sign a multi-unit development agreement, the payment of the development and initial fees attributable to a specific unit is deferred until that unit is open.

3. The following paragraph is added to the end of Item 6 of the Disclosure Document:

With respect to the Late Fee described in Item 6, this Item is amended to disclose that the maximum rate of interest permitted under California law is 10%.

4. The following paragraphs are added at the end of Item 17 of the Disclosure Document:

The Franchise Agreement requires franchisee to sign a general release of claims upon renewal or transfer of the Franchise Agreement. California Corporations Code Section 31512 provides that any condition, stipulation or provision purporting to bind any person acquiring a franchise to waive compliance with any provision of that law or any rule or order thereunder is void.

California Business and Professions Code Sections 20000 through 20043 provide rights to the franchisee concerning termination, transfer, or non-renewal of a franchise. If the Franchise Agreement contains a provision that is inconsistent with the law, the law will control.

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.).

The Franchise Agreement contains a covenant not to compete which extends beyond the termination of the franchise. This provision may not be enforceable under California law.

The Franchise Agreement contains a liquidated damages clause. Under California Civil Code Section 1671, certain liquidated damages clauses are unenforceable.

The Franchise Agreement requires binding arbitration. The arbitration will occur in Sacramento, California, with the costs being borne equally by Franchisor and Franchisee. Prospective franchisees are encouraged to consult private legal counsel to determine the applicability of California and federal laws (such as Business and Professions Code Section 20040.5, Code of Civil Procedure Section 1281, and the Federal Arbitration Act) to any provisions of a franchise agreement restricting venue to a forum outside the State of California.

The Franchise Agreement requires application of the laws of Nevada. This provision may not be enforceable under California law.

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. See NASAA STATEMENT OF POLICY REGARDING THE USE OF FRANCHISE QUESTIONNAIRES AND ACKNOWLEDGMENTS. <https://www.nasaa.org/wp-content/uploads/2022/11/sop-franchise-questionnaires.pdf>.

California's Franchise Investment Law (Corporations Code sections 31512 and 31512.1) states that any provision of a franchise agreement or related document requiring the

franchisee to waive specific provisions of the law is contrary to public policy and is void and unenforceable. The law also prohibits a franchisor from disclaiming or denying (i) representations it, its employees, or its agents make to you, (ii) your ability to rely on any representations it makes to you, or (iii) any violations of the law.

HAWAII ADDENDUM TO DISCLOSURE DOCUMENT

In the State of Hawaii only, this Disclosure Document is amended as follows:

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 COMMERCE AND CONSUMER AFFAIRS OR A FINDING BY THE DIRECTOR OF COMMERCE AND CONSUMER AFFAIRS 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 DISCLOSURE DOCUMENT, TOGETHER WITH A COPY OF ALL PROPOSED AGREEMENTS RELATING TO THE SALE OF THE FRANCHISE.

THIS DISCLOSURE DOCUMENT 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.

Registered agent in the state authorized to receive service of process:

Commissioner of Securities
335 Merchant Street
Honolulu, Hawaii 96813

Registration of franchises or filings of offering circulars in other states. As of the date of filing of this Addendum in the State of Hawaii:

1. A franchise registration is effective or an offering circular is on file in the following states: _____
2. A proposed registration or filing is or will be shortly on file in the following states:

3. No states have refused, by order or otherwise to register these franchises.
4. No states have revoked or suspended the right to offer these franchises.
5. The proposed registration of these franchises has not been withdrawn in any state.

ILLINOIS ADDENDUM TO DISCLOSURE DOCUMENT

In recognition of the requirements of the Illinois Franchise Disclosure Act of 1987, as amended (the “Act”), this Disclosure Document is amended as follows:

Illinois law governs the agreements between the parties to this franchise.

Section 4 of the Act provides that any provision in a franchise agreement that designates jurisdiction or venue outside the State of Illinois is void. However, a franchise agreement may provide for arbitration outside of Illinois.

Section 41 of the Act provides that any condition, stipulation, or provision purporting to bind any person acquiring any franchise to waive compliance with the Act or any other law of Illinois is void.

Your rights upon termination and non-renewal of a franchise agreement are set forth in sections 19 and 20 of the Act.

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.

MARYLAND ADDENDUM TO DISCLOSURE DOCUMENT

In the State of Maryland only, this Disclosure Document is amended as follows:

The following is added to Item 17:

The general release required as a condition of renewal, sale, and/or assignment/transfer shall not apply to any liability under the Maryland Franchise Registration and 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.

You have the right to file a lawsuit alleging a cause of action arising under the Maryland Franchise Law in any court of competent jurisdiction in the State of Maryland.

The Franchise Agreement provides for termination upon bankruptcy of the franchisee. This provision may not be enforceable under federal bankruptcy law.

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.

MINNESOTA ADDENDUM TO DISCLOSURE DOCUMENT

In the State of Minnesota only, this Disclosure Document is amended as follows:

- Minnesota Statutes, Section 80C.21 and Minnesota Rules 2860.4400(J) prohibit the franchisor from requiring litigation to be conducted outside Minnesota, requiring waiver of a jury trial, or requiring the franchisee to consent to liquidated damages, termination penalties or judgment notes. In addition, nothing in the Franchise Disclosure Document or agreement(s) can abrogate or reduce (1) any of the franchisee's rights as provided for in Minnesota Statutes, Chapter 80C or (2) franchisee's rights to any procedure, forum, or remedies provided for by the laws of the jurisdiction.
- With respect to franchises governed by Minnesota law, the franchisor will comply with Minnesota Statutes, Section 80C.14, Subd. 3-5, which require (except in certain specified cases) (1) that a franchisee be given 90 days' notice of termination (with 60 days to cure) and 180 days' notice for non-renewal of the franchise agreement and (2) that consent to the transfer of the franchise will not be unreasonably withheld.
- The franchisor will protect the franchisee's rights to use the trademarks, service marks, trade names, logotypes or other commercial symbols or indemnify the franchisee from any loss, costs or expenses arising out of any claim, suit or demand regarding the use of the name.
- Minnesota considers it unfair to not protect the franchisee's right to use the trademarks. Refer to Minnesota Statutes, Section 80C.12, Subd. 1(g).
- Minnesota Rules 2860.4400(D) prohibits a franchisor from requiring a franchisee to assent to a general release.
- The franchisee cannot consent to the franchisor obtaining injunctive relief. The franchisor may seek injunctive relief. See Minn. Rules 2860.4400J. Also, a court will determine if a bond is required.
- The Limitations of Claims section must comply with Minnesota Statutes, Section 80C.17, Subd. 5, which states "No action may be commenced pursuant to this Section more than three years after the cause of action accrues."

THESE FRANCHISES HAVE BEEN REGISTERED UNDER THE MINNESOTA FRANCHISE ACT. REGISTRATION DOES NOT CONSTITUTE APPROVAL, RECOMMENDATION OR ENDORSEMENT BY THE COMMISSIONER OF COMMERCE OF MINNESOTA OR A FINDING BY THE COMMISSIONER THAT THE INFORMATION PROVIDED HEREIN IS TRUE, COMPLETE AND NOT MISLEADING.

THE MINNESOTA FRANCHISE ACT MAKES IT UNLAWFUL TO OFFER OR SELL ANY FRANCHISE IN THIS STATE WHICH IS SUBJECT TO REGISTRATION

WITHOUT FIRST PROVIDING TO THE PROSPECTIVE FRANCHISEE, AT LEAST 7 DAYS PRIOR TO THE EXECUTION BY THE PROSPECTIVE FRANCHISEE OF ANY BINDING FRANCHISE OR OTHER AGREEMENT, OR AT LEAST 7 DAYS PRIOR TO THE PAYMENT OF ANY CONSIDERATION, BY THE FRANCHISEE, WHICHEVER OCCURS FIRST, A COPY OF THIS PUBLIC OFFERING STATEMENT, TOGETHER WITH A COPY OF ALL PROPOSED AGREEMENTS RELATING TO THE FRANCHISE. THIS PUBLIC OFFERING STATEMENT CONTAINS A SUMMARY ONLY OF CERTAIN MATERIAL PROVISIONS OF THE FRANCHISE AGREEMENT. THE CONTRACT OR AGREEMENT SHOULD BE REFERRED TO FOR AN UNDERSTANDING OF ALL RIGHTS AND OBLIGATIONS OF BOTH THE FRANCHISOR AND THE FRANCHISEE.

NEW YORK ADDENDUM TO DISCLOSURE DOCUMENT

In the State of New York only, this Disclosure Document is amended as follows:

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 A 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 NEW YORK STATE DEPARTMENT OF LAW, BUREAU OF INVESTOR PROTECTION AND SECURITIES, 28 LIBERTY ST. 21ST FLOOR, NEW YORK, NY 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 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.

4. 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.

5. 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.

NORTH DAKOTA ADDENDUM TO DISCLOSURE DOCUMENT

In the State of North Dakota only, this Disclosure Document is amended as follows:

THE SECURITIES COMMISSIONER HAS HELD THE FOLLOWING TO BE UNFAIR, UNJUST OR INEQUITABLE TO NORTH DAKOTA FRANCHISEES (NDCC SECTION 51-19-09):

1. Restrictive Covenants: Franchise disclosure documents that disclose the existence of covenants restricting competition contrary to NDCC Section 9-08-06, without further disclosing that such covenants will be subject to the statute.
2. Situs of Arbitration Proceedings: Franchise agreements providing that the parties must agree to the arbitration of disputes at a location that is remote from the site of the franchisee's business.
3. Restrictions on Forum: Requiring North Dakota franchisees to consent to the jurisdiction of courts outside of North Dakota.
4. Liquidated Damages and Termination Penalties: Requiring North Dakota franchisees to consent to liquidated damages or termination penalties.
5. Applicable Laws: Franchise agreements that specify that they are to be governed by the laws of a state other than North Dakota.
6. Waiver of Trial by Jury: Requiring North Dakota Franchises to consent to the waiver of a trial by jury.
7. Waiver of Exemplary and Punitive Damages: Requiring North Dakota Franchisees to consent to a waiver of exemplary and punitive damage.
8. General Release: Franchise Agreements that require the franchisee to sign a general release upon renewal of the franchise agreement.
9. Limitation of Claims: Franchise Agreements that require the franchisee to consent to a limitation of claims. The statute of limitations under North Dakota law applies.
10. Enforcement of Agreement: Franchise Agreements that require the franchisee to pay all costs and expenses incurred by the franchisor in enforcing the agreement. The prevailing party in any enforcement action is entitled to recover all costs and expenses including attorney's fees.

OHIO ADDENDUM TO DISCLOSURE DOCUMENT

In the State of Ohio only, this Disclosure Document is amended by adding the following two cover pages to this Disclosure Document:

CHICAGO'S PIZZA FRANCHISING, INC. CORP.

April 16, 2024

READ THIS DISCLOSURE DOCUMENT CAREFULLY

The state of Ohio has not reviewed and does not approve, recommend, endorse, or sponsor this or any franchise. If you have any questions about this franchise, the information contained in this disclosure document should be reviewed with an attorney or financial advisor before you sign any agreement.

The following disclosure document contains the disclosures required by Ohio law.

RHODE ISLAND ADDENDUM TO DISCLOSURE DOCUMENT

In the State of Rhode Island only, this Disclosure Document is amended as follows:

Item 17, summary columns for (v) and (w) are amended to add the following:

Any provision in the franchise agreement restricting jurisdiction or venue to a forum outside Rhode Island or requiring the application of the laws of a state other than Rhode Island is void as to a claim otherwise enforceable under the Rhode Island Franchise Investment Act.

VIRGINIA ADDENDUM TO DISCLOSURE DOCUMENT

In the Commonwealth of Virginia only, this Disclosure Document is amended as follows:

Item 5:

All Franchise Fees payable to Franchisor are deferred until Franchisor has delivered all pre-opening obligations and Franchised business has commenced operations.

The following statements are added to Item 17(h):

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 do 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.

Under Section 13.1-564 of the Virginia Retail Franchising Act, it is unlawful for a franchisor to use undue influence to induce a franchisee to surrender any right given to him under the franchise. If any provision of the Franchise Agreement involves the use of undue influence by the franchisor to induce a franchisee to surrender any rights given to the franchisee under the franchise, that provision may not be enforceable.

Item 17(t) is amended to read as follows:

Only the terms of the Franchise Agreement and other related written agreements are binding (subject to applicable state law). Any representations or promises outside of the Disclosure Document and Franchise Agreement may not be enforceable.

WASHINGTON ADDENDUM TO DISCLOSURE DOCUMENT

(See Exhibit J for Washington Addendum to Disclosure Document and Rider to Franchise Agreement)

EXHIBIT J
STATE ADDENDA TO AGREEMENTS

ILLINOIS RIDER TO FRANCHISE AGREEMENT [if applicable: AND MULTI-UNIT DEVELOPMENT AGREEMENT]

This Rider amends the Franchise Agreement [if applicable: and Multi-Unit Development Agreement] dated _____ (the “Agreement”), between Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation (“Pizza Twist Franchising”) and _____, a _____ (“Franchisee”).

- 1. Governing Law.** Illinois law governs the Agreement.

- 2. Waivers Void.** In conformance with Section 41 of the Illinois Franchise Disclosure Act, notwithstanding any provision of the Agreement to the contrary, any condition, stipulation, or provision purporting to bind Franchisee to waive compliance with any provision of the Illinois Act or any other law of the State of Illinois is void. This Section shall not prevent Franchisee from entering into a settlement agreement or executing a general release regarding a potential or actual lawsuit filed under any of the provisions of this Act, nor shall it prevent the arbitration of any claim pursuant to the provisions of Title 9 of the United States Code.

- 3. Jurisdiction.** 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 occur outside of Illinois.

- 4. Disclaimers.** 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.

- 5. Effective Date.** This Rider is effective as of the date of the Agreement.

Agreed to by:

FRANCHISOR:

FRANCHISEE:

CHICAGO’S PIZZA FRANCHISING, INC.
CORP.

By: _____

By: _____

Name: _____

Name: _____

Title: _____

Title: _____

Date: _____

Date: _____

INDIANA RIDER TO FRANCHISE AGREEMENT [if applicable: AND MULTI-UNIT DEVELOPMENT AGREEMENT]

This Rider amends the Franchise Agreement [if applicable: and Multi-Unit Development Agreement] _____ (the “Agreement”), between Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation (“Pizza Twist Franchising”) and _____, a _____ (“Franchisee”).

1. Definitions. Capitalized terms used but not defined in this Rider have the meanings given in the Agreement. The “Indiana Acts” means the Indiana Franchise Act and the Indiana Deceptive Franchise Practices Act.

2. Certain Provisions Modified. Any provision of the Agreement which would have any of the following effects is hereby modified to the extent required for the Agreement to be in compliance with the Indiana Acts:

(1) Requiring goods, supplies, inventories, or services to be purchased exclusively from the franchisor or sources designated by the franchisor where such goods, supplies, inventories, or services of comparable quality are available from sources other than those designated by the franchisor. However, the publication by the franchisor of a list of approved suppliers of goods, supplies, inventories, or services or the requirement that such goods, supplies, inventories, or services comply with specifications and standards prescribed by the franchisor does not constitute designation of a source nor does a reasonable right of the franchisor to disapprove a supplier constitute a designation. This subdivision does not apply to the principal goods, supplies, inventories, or services manufactured or trademarked by the franchisor.

(2) Allowing the franchisor to establish a franchisor-owned outlet engaged in a substantially identical business to that of the franchisee within the exclusive territory granted the franchisee by the franchise agreement; or, if no exclusive territory is designated, permitting the franchisor to compete unfairly with the franchisee within a reasonable area.

(3) Allowing substantial modification of the franchise agreement by the franchisor without the consent in writing of the franchisee.

(4) Allowing the franchisor to obtain money, goods, services, or any other benefit from any other person with whom the franchisee does business, on account of, or in relation to, the transaction between the franchisee and the other person, other than for compensation for services rendered by the franchisor, unless the benefit is promptly accounted for, and transmitted to the franchisee.

(5) Requiring the franchisee to prospectively assent to a release, assignment, novation, waiver, or estoppel which purports to relieve any person from liability to be imposed by the Indiana Deceptive Franchise Practices Act or requiring any controversy between the franchisee and the franchisor to be referred to any person, if referral would be binding on the franchisee. This subsection (5) does not apply to arbitration before an independent arbitrator.

(6) Allowing for an increase in prices of goods provided by the franchisor which the franchisee had ordered for private retail consumers prior to the franchisee's receipt of an official price increase

notification. A sales contract signed by a private retail consumer shall constitute evidence of each order. Price changes applicable to new models of a product at the time of introduction of such new models shall not be considered a price increase. Price increases caused by conformity to a state or federal law, or the revaluation of the United States dollar in the case of foreign-made goods, are not subject to this subsection (6).

(7) Permitting unilateral termination of the franchise if such termination is without good cause or in bad faith. Good cause within the meaning of this subsection (7) includes any material violation of the franchise agreement.

(8) Permitting the franchisor to fail to renew a franchise without good cause or in bad faith. This chapter shall not prohibit a franchise agreement from providing that the agreement is not renewable upon expiration or that the agreement is renewable if the franchisee meets certain conditions specified in the agreement.

(9) Requiring a franchisee to covenant not to compete with the franchisor for a period longer than three years or in an area greater than the exclusive area granted by the franchise agreement or, in absence of such a provision in the agreement, an area of reasonable size, upon termination of or failure to renew the franchise.

(10) Limiting litigation brought for breach of the agreement in any manner whatsoever.

(11) Requiring the franchisee to participate in any (A) advertising campaign or contest; (B) promotional campaign; (C) promotional materials; or (D) display decorations or materials; at an expense to the franchisee that is indeterminate, determined by a third party, or determined by a formula, unless the franchise agreement specifies the maximum percentage of gross monthly sales or the maximum absolute sum that the franchisee may be required to pay.

3. Effective Date. This Rider is effective as of the Effective Date.

Agreed to by:

FRANCHISOR:

FRANCHISEE:

CHICAGO'S PIZZA FRANCHISING, INC.
CORP.

By: _____

By: _____

Name: _____

Name: _____

Title: _____

Title: _____

Date: _____

Date: _____

MARYLAND RIDER TO FRANCHISE AGREEMENT [if applicable: AND MULTI-UNIT DEVELOPMENT AGREEMENT]

This Rider amends the Franchise Agreement [if applicable: and Multi-Unit Development Agreement] dated _____ (the “Agreement”), between Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation (“Pizza Twist Franchising”) and _____, a _____ (“Franchisee”).

1. Definitions. Capitalized terms used but not defined in this Rider have the meanings given in the Agreement. The “Maryland Franchise Registration and Disclosure Law” means the Maryland Franchise Registration and Disclosure Law, Business Regulation Article, §14-206, Annotated Code of Maryland.

2. Releases, Estoppels and Waivers of Liability. All representations requiring prospective franchisees to assent to a release, estoppel or waiver of 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. The general release required as a condition of renewal shall not apply to any liability under the Maryland Franchise Registration and Disclosure Law.

3. Disclaimers. 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 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.

4. Statute of Limitations. Any claims arising under the Maryland Franchise Registration and Disclosure Law must be brought within three years after the grant of the franchise.

5. Jurisdiction. Franchisee does not waive its right to file a lawsuit alleging a cause of action arising under the Maryland Franchise Registration and Disclosure Law in any court of competent jurisdiction in the State of Maryland.

Agreed to by:

FRANCHISOR:

FRANCHISEE:

CHICAGO’S PIZZA FRANCHISING, INC.
CORP.

By: _____
Name: _____
Title: _____
Date: _____

By: _____
Name: _____
Title: _____
Date: _____

MINNESOTA RIDER TO FRANCHISE AGREEMENT [if applicable: AND MULTI-UNIT DEVELOPMENT AGREEMENT]

This Rider amends the Franchise Agreement [if applicable: and Multi-Unit Development Agreement] dated _____ (the “Agreement”), between Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation (“Pizza Twist Franchising”) and _____, a _____ (“Franchisee”).

1. Definitions. Capitalized terms used but not defined in this Rider have the meanings given in the Agreement. The “Minnesota Act” means Minnesota Statutes, Sections 80C.01 to 80C.22.

2. Amendments. The Agreement is amended to comply with the following:

Minnesota Statutes, Section 80C.21 and Minnesota Rules 2860.4400(J) prohibit the franchisor from requiring litigation to be conducted outside Minnesota, requiring waiver of a jury trial, or requiring the franchisee to consent to liquidated damages, termination penalties or judgment notes. In addition, nothing in the Franchise Disclosure Document or agreement(s) can abrogate or reduce (1) any of the franchisee’s rights as provided for in Minnesota Statutes, Chapter 80C or (2) franchisee’s rights to any procedure, forum, or remedies provided for by the laws of the jurisdiction.

With respect to franchises governed by Minnesota law, the franchisor will comply with Minnesota Statutes, Section 80C.14, Subd. 3-5, which require (except in certain specified cases) (1) that a franchisee be given 90 days’ notice of termination (with 60 days to cure) and 180 days’ notice for non-renewal of the franchise agreement and (2) that consent to the transfer of the franchise will not be unreasonably withheld.

The franchisor will protect the franchisee’s rights to use the trademarks, service marks, trade names, logotypes or other commercial symbols or indemnify the franchisee from any loss, costs or expenses arising out of any claim, suit or demand regarding the use of the name. Minnesota considers it unfair to not protect the franchisee’s right to use the trademarks. Refer to Minnesota Statutes, Section 80C.12, Subd. 1(g).

Minnesota Rules 2860.4400(D) prohibits a franchisor from requiring a franchisee to assent to a general release.

The franchisee cannot consent to the franchisor obtaining injunctive relief. The franchisor may seek injunctive relief. See Minn. Rules 2860.4400J. Also, a court will determine if a bond is required.

The Limitations of Claims section must comply with Minnesota Statutes, Section 80C.17, Subd. 5, and therefore the applicable provision of the Agreement is amended to state “No action may be commenced pursuant to Minnesota Statutes, Section 80C.17 more than three years after the cause of action accrues.”

3. Effective Date. This Rider is effective as of the Effective Date.

Agreed to by:

FRANCHISOR:

CHICAGO'S PIZZA FRANCHISING, INC.
CORP.

By: _____
Name: _____
Title: _____
Date: _____

FRANCHISEE:

By: _____
Name: _____
Title: _____
Date: _____

NEW YORK RIDER TO FRANCHISE AGREEMENT [if applicable: AND MULTI-UNIT DEVELOPMENT AGREEMENT]

This Rider amends the Franchise Agreement [if applicable: and Multi-Unit Development Agreement] _____ (the “Agreement”), between Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation (“Pizza Twist Franchising”) and _____, a _____ (“Franchisee”).

- 1. **Definitions.** Capitalized terms used but not defined in this Rider have the meanings given in the Agreement.
- 2. **Waivers Not Required.** Notwithstanding any provision of the Agreement to the contrary, Franchisee is not required to assent to a release, assignment, novation, waiver or estoppel which would relieve Pizza Twist Franchising or any other person from any duty or liability imposed by New York General Business Law, Article 33 (the “New York Franchise Law”).
- 3. **Waivers of New York Law Deleted.** Any condition, stipulation, or provision in the Agreement purporting to bind Franchisee to waive compliance by Pizza Twist Franchising with any provision of the New York Franchise Law, or any rule promulgated thereunder, is hereby deleted.
- 4. **Governing Law.** Notwithstanding any provision of the Agreement to the contrary, the New York Franchise Law shall govern any claim arising under that law.
- 5. **Effective Date.** This Rider is effective as of the Effective Date.

Agreed to by:

FRANCHISOR:

FRANCHISEE:

CHICAGO’S PIZZA FRANCHISING, INC.
CORP.

By: _____
Name: _____
Title: _____
Date: _____

By: _____
Name: _____
Title: _____
Date: _____

NORTH DAKOTA RIDER TO FRANCHISE AGREEMENT [if applicable: AND MULTI-UNIT DEVELOPMENT AGREEMENT]

This Rider amends the Franchise Agreement [if applicable: and Multi-Unit Development Agreement] _____ (the “Agreement”), between Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation (“Pizza Twist Franchising”) and _____, a _____ (“Franchisee”).

1. Definitions. Capitalized terms used but not defined in this Rider have the meanings given in the Agreement.

2. Amendments. The Agreement (and any Guaranty Agreement) is amended to comply with the following:

- (1) Restrictive Covenants: Every contract by which Franchisee, any Guarantor, or any other person is restrained from exercising a lawful profession, trade, or business of any kind is subject to NDCC Section 9-08-06.
- (2) Situs of Arbitration Proceedings: Franchisee and any Guarantor are not required to agree to the arbitration of disputes at a location that is remote from the site of Franchisee’s business.
- (3) Restrictions on Forum: Franchisee and any Guarantor are not required to consent to the jurisdiction of courts outside of North Dakota.
- (4) Liquidated Damages and Termination Penalties: Franchisee is not required to consent to liquidated damages or termination penalties.
- (5) Applicable Laws: The Agreement (and any Guaranty Agreement) is governed by the laws of the State of North Dakota.
- (6) Waiver of Trial by Jury: Franchisee and any Guarantor do not waive a trial by jury.
- (7) Waiver of Exemplary and Punitive Damages: The parties do not waive exemplary and punitive damages.
- (8) General Release: Franchisee and any Guarantor are not required to sign a general release upon renewal of the Agreement.
- (9) Limitation of Claims: Franchisee is not required to consent to a limitation of claims. The statute of limitations under North Dakota law applies.
- (10) Enforcement of Agreement: The prevailing party in any enforcement action is entitled to recover all costs and expenses including attorney’s fees.

3. Effective Date. This Rider is effective as of the Effective Date.

Agreed to by:

FRANCHISOR:

CHICAGO'S PIZZA FRANCHISING, INC.
CORP.

By: _____

Name: _____

Title: _____

Date: _____

FRANCHISEE:

By: _____

Name: _____

Title: _____

Date: _____

OHIO RIDER TO FRANCHISE AGREEMENT [if applicable: AND MULTI-UNIT DEVELOPMENT AGREEMENT]

This Rider amends the Franchise Agreement [if applicable: and Multi-Unit Development Agreement] dated _____ (the “Agreement”), between Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation (“Pizza Twist Franchising”) and _____, a _____ (“Franchisee”).

- 1. Definitions.** Capitalized terms used but not defined in this Rider have the meanings given in the Agreement. The “BOPA” means the Ohio Business Opportunity Act, codified in Revised Code of Ohio, Title XIII, Chapter 1334.
- 2. Applicability of BOPA.** Franchisee acknowledges that Pizza Twist Franchising is providing this Rider out of an abundance of caution, and that neither the execution of this Rider nor any other act of Pizza Twist Franchising constitutes an intent that BOPA apply to the transaction between Pizza Twist Franchising and Franchisee or an admission by Pizza Twist Franchising that the transaction fails to comply in any material respects with the trade regulation rule of the federal trade commission, “disclosure requirements and prohibitions concerning franchising,” 16 C.F.R. 436.1 et seq.
- 3. No Delivery of Goods or Services during Cancellation Period.** Pizza Twist Franchising will not commence delivery of any goods or provide any services during the time within which Franchisee may cancel the Agreement as provided in Section 5 below.
- 4. Jurisdiction and Venue.** In connection with the sale of the franchise, any provision in the Agreement restricting jurisdiction or venue to a forum outside of Ohio, or requiring the application of laws of another state, is void with respect to a claim otherwise enforceable under Sections 1334.01 to 1334.15 of the BOPA.
- 5. Cancellation.** You, the franchisee, may cancel the transaction at any time prior to midnight of the fifth business day after the date you sign this Agreement. See the attached notice of cancellation for an explanation of this right.

Agreed to by:

FRANCHISOR:

FRANCHISEE:

CHICAGO’S PIZZA FRANCHISING, INC.
CORP.

By: _____
Name: _____
Title: _____
Date: _____

By: _____
Name: _____
Title: _____
Date: _____

**OHIO
NOTICE OF CANCELLATION**

[*Insert Date Agreement Signed by FRANCHISEE*]

You may cancel this transaction, without penalty or obligation, within five business days from the above date. If you cancel, any payments made by you under the Agreement, and any negotiable instrument executed by you will be returned within ten business days following Chicago's Pizza Franchising, Inc. Corp.'s receipt of your cancellation notice, and any security interest arising out of the transaction will be cancelled. If you cancel, you must make available to Pizza Twist Franchising at your business address all goods delivered to you under this agreement; or you may if you wish, comply with the instructions of Pizza Twist Franchising regarding the return shipment of the goods at Pizza Twist Franchising's expense and risk. If you do make the goods available to Pizza Twist Franchising and Pizza Twist Franchising does not pick them up within twenty days of the date of your notice of cancellation, you may retain or dispose of them without further obligation. If you fail to make the goods available to Pizza Twist Franchising, or if you agree to return them to Pizza Twist Franchising and fail to do so, then you remain liable for the performance of all obligations under the Agreement. To cancel this transaction, mail or deliver a signed and dated copy of this cancellation notice or any other written notice, or send a telegram, to Chicago's Pizza Franchising, Inc. Corp., at 9850 S. Maryland Pkwy., Suite 6, Las Vegas, NV 89183, or send a fax to Pizza Twist Franchising at [*Insert facsimile number*] or an e-mail to Pizza Twist Franchising at [*Insert email address*], not later than midnight of [*Insert date that is five business days after the date above*].

I hereby cancel this transaction.

FRANCHISEE:

By: _____
Name: _____
Title: _____
Date: _____

RHODE ISLAND RIDER TO FRANCHISE AGREEMENT [if applicable: AND MULTI-UNIT DEVELOPMENT AGREEMENT]

This Rider amends the Franchise Agreement [if applicable: and Multi-Unit Development Agreement] dated _____ (the “Agreement”), between Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation (“Pizza Twist Franchising”) and _____, a _____ (“Franchisee”).

- 1. **Definitions.** Capitalized terms used but not defined in this Rider have the meanings given in the Agreement.
- 2. **Jurisdiction and Venue.** Any provision of the Agreement restricting jurisdiction or venue to a forum outside the State of Rhode Island or requiring the application of the laws of another state is void with respect to a claim otherwise enforceable under Rhode Island Franchise Investment Act.
- 3. **Effective Date.** This Rider is effective as of the Effective Date.

Agreed to by:

FRANCHISOR:

FRANCHISEE:

CHICAGO’S PIZZA FRANCHISING, INC.
CORP.

By: _____
Name: _____
Title: _____
Date: _____

By: _____
Name: _____
Title: _____
Date: _____

**WASHINGTON ADDENDUM TO DISCLOSURE DOCUMENT
AND
RIDER TO FRANCHISE AGREEMENT [if applicable: AND MULTI-UNIT
DEVELOPMENT AGREEMENT]**

In the event of a conflict of laws, the provisions of the Washington Franchise Investment Protection Act, Chapter 19.100 RCW will prevail.

RCW 19.100.180 may supersede the franchise agreement in your relationship with the franchisor including the areas of termination and renewal of your franchise. There may also be court decisions which may supersede the franchise agreement in your relationship with the franchisor including the areas of termination and renewal of your franchise.

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.

A release or waiver of rights executed by a franchisee may not include rights under the Washington Franchise Investment Protection Act or any rule or order thereunder except when executed pursuant to a negotiated settlement after the agreement is in effect and where the parties are represented by independent counsel. Provisions such as those which unreasonably restrict or limit the statute of limitations period for claims under the Act, or rights or remedies under the Act such as a right to a jury trial, may not be enforceable.

Transfer fees are collectable to the extent that they reflect the franchisor's reasonable estimated or actual costs in effecting a transfer.

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 provisions contained in the franchise agreement or elsewhere that conflict with these limitations are void and unenforceable in Washington.

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.

Agreed to by:

FRANCHISOR:

CHICAGO'S PIZZA FRANCHISING, INC.
CORP.

By: _____

Name: _____

Title: _____

Date: _____

FRANCHISEE:

By: _____

Name: _____

Title: _____

Date: _____

EXHIBIT K

EFT AUTHORIZATION FORM

Bank Name: _____
ABA#: _____
Acct. #: _____
Acct. Name: _____

Effective as of the date of the signature below, _____ (“Franchisee”) hereby authorizes Chicago’s Pizza Franchising, Inc. Corp. (“Franchisor”) or its designee to withdraw funds from the above-referenced bank account, electronically or otherwise, to make the following payments to Franchisor under the franchise agreement (the “Franchise Agreement”) between Franchisor and Franchisee: (1) all Royalty Fees; (2) all Marketing Fund Contributions; (3) all other fees authorized under the Franchise Agreement; and (4) any amounts charged by Franchisor or its affiliates in connection with equipment, inventory, supplies, and/or services that Franchisee purchases from Franchisor or its affiliates, as and when such amounts become due and owing to Franchisor and/or its affiliates. Franchisee acknowledges that Royalty Fees, Marketing Fund Contributions, and all other fees may be collected by Franchisor in the manner provided for in the Franchise Agreement. The parties further agree that all capitalized terms not specifically defined herein will be given the same definition as set forth in the Franchise Agreement.

Such withdrawals shall occur on a weekly basis, or on such other schedule as Franchisor shall specify in writing. This authorization shall remain in force and effect until terminated in writing by Franchisor. Franchisee shall provide Franchisor, in conjunction with this authorization, a voided check from the above-referenced account.

Agreed to by:

FRANCHISEE:

By: _____

Name: _____

Title: _____

Date: _____

PLEASE ATTACH A VOIDED BLANK CHECK FOR PURPOSES OF SETTING UP BANK AND TRANSIT NUMBERS

EXHIBIT L

CONFIDENTIALITY AND NONCOMPETE AGREEMENT

This Confidentiality and Noncompete Agreement (this “Agreement”) is made as of the date signed by below by _____, a resident of _____ (“Recipient”), in favor of Chicago’s Pizza Franchising, Inc. Corp., a Nevada corporation, and its affiliates (collectively, “Pizza Twist Franchising”).

Background Statement. Recipient desires to evaluate a potential opportunity to enter into a franchise agreement with Pizza Twist Franchising (the “Proposed Opportunity”) for a Pizza Twist franchise. To induce Pizza Twist Franchising to disclose confidential information to Recipient, Recipient agrees as follows:

1. Confidentiality. “Confidential Information” means all non-public data information of or about Pizza Twist Franchising or its franchise system, including without limitation, trade secrets, and all non-public plans, data, financial information, processes, vendor pricing, supply systems, marketing systems, formulas, techniques, designs, layouts, operating procedures, customer data, information, and know-how. Recipient shall (i) hold all Confidential Information in strict confidence and not disclose it to any person or entity; and (ii) not use Confidential Information for the purpose developing or operating a business similar to a Pizza Twist or competing against Pizza Twist Franchising or any of its franchisees or for any other purpose. The obligations of Recipient shall remain in force indefinitely or at least until such time as Recipient enters into a franchise agreement with Pizza Twist Franchising (in which case such franchise agreement shall supersede the terms of this agreement).

2. Noncompete. Recipient shall not directly or indirectly have any ownership interest in, lend money or provide financial assistance to, develop, or invest in, own, acquire, advise, or be employed by a Competitor anywhere in the United States for a period of three years from the date of this Agreement. For purposes of this agreement, “Competitor” is a business, other than a Pizza Twist Franchising business, which offers pizza products from a retail or restaurant space and which derives 30% or more of its annual gross sales from pizza.

3. Notice. Recipient shall promptly notify Pizza Twist Franchising in writing of any loss or unauthorized disclosure of any Confidential Information. If Recipient is requested or required to disclose any Confidential Information due to a lawsuit or similar action, Recipient shall promptly notify Pizza Twist Franchising. Upon the request of Pizza Twist Franchising, or upon termination of the Proposed Opportunity (whichever occurs first), Recipient shall promptly deliver to Pizza Twist Franchising all documents and electronic files containing or constituting Confidential Information, without retaining any copies.

4. Disclaimer. Pizza Twist Franchising makes no promise regarding its future business relationship with Recipient, and nothing herein obligates Pizza Twist Franchising to enter into a franchise agreement with Recipient.

5. Dispute Resolution.

(a) The laws of the state of Nevada (without giving effect to its principles of conflicts of law) govern all adversarial proceedings between the parties. The parties agree that any Nevada law for the protection of franchisees or business opportunity purchasers will not apply unless its jurisdictional requirements are met independently without reference to this Section 5.

(b) Unless Recipient and Pizza Twist Franchising enter into a franchise agreement—in which case the Dispute Resolution provisions of such franchise agreement will govern this Agreement—for any legal proceeding between the parties the parties, Recipient and Pizza Twist Franchising agree that such proceeding will be brought in the United States District Court where Pizza Twist Franchising’s headquarters is then located. If there is no federal jurisdiction over the dispute, the parties agree that any such legal proceeding will be brought in the court of record of the state and county where Pizza Twist Franchising’s headquarters is then located. Each party consents to the jurisdiction of such courts and waives any objection that it, he or she may have to the laying of venue of any proceeding in any of these courts.

6. Miscellaneous. This Agreement contains the entire agreement of the parties related to the subject matter hereof, provided that nothing contained herein shall be deemed to waive, supersede, or otherwise modify any other confidentiality or non-compete obligations of Recipient. Pizza Twist Franchising shall be entitled to specific performance and injunctive relief as remedies for any breach of this Agreement, in addition to all other remedies available at law or in equity. If any provision of this Agreement is invalid, void or unenforceable, the remaining provisions will continue in full force. No modification or release hereunder shall be effective except by means of a written instrument executed by the parties hereto.

Agreed to by:

RECIPIENT:

Name: _____
Date: _____

STATE EFFECTIVE DATES

The following states have franchise laws that require that the Franchise Disclosure Document be registered or filed with the states, 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 | |
| Illinois | |
| Indiana | April 30, 2024 |
| Maryland | |
| Michigan | |
| New York | |
| Virginia | |

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.

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 Chicago's Pizza Franchising, Inc. Corp. 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 you be given this disclosure document at the earlier of the first personal meeting or 10 business days before the execution of any franchise or other agreement, or payment of any consideration that relates to the franchise relationship.

If Chicago's Pizza Franchising, Inc. Corp. 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, D.C. 20580 and any applicable state agency (which are listed in Exhibit A).

The name, principal business address, and telephone number of each franchise seller offering the franchise is:

| Name | Principal Business Address | Telephone Number |
|-----------------|--|------------------|
| Harpreet Dahyia | 9850 S. Maryland Pkwy., Suite 6, Las Vegas, NV 89183 | 916-752-0178 |
| Tejinder Kooner | 9850 S. Maryland Pkwy., Suite 6, Las Vegas, NV 89183 | 916-549-9004 |
| | | |

Issuance Date: April 16, 2024

I received a disclosure document dated April 16, 2024, that included the following Exhibits:

- A. State Administrators and Agents for Service of Process
- B. Franchise Agreement (with Guaranty and Non-Compete Agreement)
- C. Multi-Unit Development Agreement
- D. Rider to Lease Agreement
- E. Form of General Release
- F. Financial Statements
- G. Brand Standards Manual Table of Contents
- H. Current and Former Franchisees
- I. State Addenda to Disclosure Document
- J. State Addenda to Agreements
- K. EFT Authorization Form
- L. Confidentiality and Noncompete Agreement

State Effective Dates

Receipts

Signature: _____

Print Name: _____

Date Received: _____

Keep This Copy 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 Chicago's Pizza Franchising, Inc. Corp. 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 you be given this disclosure document at the earlier of the first personal meeting or 10 business days before the execution of any franchise or other agreement, or payment of any consideration that relates to the franchise relationship.

If Chicago's Pizza Franchising, Inc. Corp. 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, D.C. 20580 and any applicable state agency (which are listed in Exhibit A).

The name, principal business address, and telephone number of each franchise seller offering the franchise is:

| Name | Principal Business Address | Telephone Number |
|-----------------|--|------------------|
| Harpreet Dahyia | 9850 S. Maryland Pkwy., Suite 6, Las Vegas, NV 89183 | 916-752-0178 |
| Tejinder Kooner | 9850 S. Maryland Pkwy., Suite 6, Las Vegas, NV 89183 | 916-549-9004 |
| | | |

Issuance Date: April 16, 2024

I received a disclosure document dated April 16, 2024, that included the following Exhibits:

- A. State Administrators and Agents for Service of Process
- B. Franchise Agreement (with Guaranty and Non-Compete Agreement)
- C. Multi-Unit Development Agreement
- D. Rider to Lease Agreement
- E. Form of General Release
- F. Financial Statements
- G. Brand Standards Manual Table of Contents
- H. Current and Former Franchisees
- I. State Addenda to Disclosure Document
- J. State Addenda to Agreements
- K. EFT Authorization Form
- L. Confidentiality and Noncompete Agreement

State Effective Dates

Receipts

Signature: _____

Print Name: _____

Date Received: _____

**Return This Copy To Us-Chicago's Pizza Franchising, Inc. Corp.,
9850 S. Maryland Pkwy., Suite 6, Las Vegas, NV 89183**