



FRANCHISE DISCLOSURE DOCUMENT

ISSUANCE DATE: MARCH 24, 2022

MOE'S FRANCHISOR SPV LLC
A Delaware limited liability company
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You will operate a Moe's Southwest Grill® restaurant (a "**Restaurant**"). Moe's Southwest Grill® Restaurants are fast casual restaurants featuring southwestern food products.

The total investment necessary to begin operation of a Moe's Southwest Grill® franchise ranges from \$566,300 to \$1,585,610. This total investment estimate includes \$30,500 to \$36,310 that must be paid to us or our affiliates.

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

You may wish to receive your Disclosure Document in another format that is more convenient for you. To discuss the availability of disclosures in different formats, contact our sales department at 5620 Glenridge Drive NE, Atlanta, Georgia 30342 and 800-227-8353 or requests@moes.com.

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

Buying a franchise is a complex investment. The information in this Disclosure Document can help you make up your mind. More information on franchising, such as "A Consumer's Guide to Buying a Franchise," which can help you understand how to use this Disclosure Document, is available from the Federal Trade Commission ("**FTC**"). 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.

The issuance date of this Franchise Disclosure Document is March 24, 2022.

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 D and Exhibit E.
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 A 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 Moe's Southwest Grill 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 Moe's Southwest Grill franchisee?	Item 20 or Exhibit D and Exhibit E list current and former franchisees. You can contact them to ask about their experiences.
What else should I know?	These questions are only a few things you should look for. Review all 23 Items and all Exhibits in this disclosure document to better understand this franchise opportunity. See the table of contents.

What You Need To Know About Franchising *Generally*

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

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

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

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

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

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

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

Some States Require Registration

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

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 and/or litigation only in Georgia. 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 Georgia than in your own state.

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 the rights and protection provided in this act. This will 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 will 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 that requiring that arbitration or litigation be conducted outside this state. This will 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 will 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) 335-7567

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EXHIBITS:

EXHIBIT A FINANCIAL STATEMENTS

EXHIBIT B MOE'S SOUTHWEST GRILL FRANCHISE AGREEMENT AND RELATED AGREEMENTS:

Schedule A - Franchise Specific Terms

Schedule B - Personal Covenants

Schedule C - Guaranty of Payment and Performance

Schedule D - State Law Addendum (If Required)

Schedule E - Multi-Unit Addendum

EXHIBIT C OTHER AGREEMENTS

General Release

Moe's Franchisee Participation Agreement

POS System Support Services Agreement

EXHIBIT D INFORMATION ON FRANCHISEES

EXHIBIT E INFORMATION ON FORMER FRANCHISEES

EXHIBIT F STATE ADMINISTRATORS

EXHIBIT G AGENTS FOR SERVICE OF PROCESS

EXHIBIT H STATE ADDENDA TO DISCLOSURE DOCUMENT

EXHIBIT I FRANCHISEE DISCLOSURE ACKNOWLEDGEMENT

ITEM 1

THE FRANCHISOR AND ANY PARENTS, PREDECESSORS AND AFFILIATES

To simplify the language in this Disclosure Document, “**we**”, “**us**”, “**our**”, or “**Moe’s**” means Moe’s Franchisor SPV LLC, the franchisor. “**You**” or “**your**” means the person or entity who buys the franchise, including all equity owners of a corporation, general partnership, limited partnership, limited liability company, or any other type of entity (an “**Entity**”). The words “**includes**” and “**including**” mean “includes, but is not limited to” and “including, but not limited to,” and the terms following such words are intended to be examples and not an exhaustive list. If you are an Entity, each individual with direct or indirect ownership interest shall be referred to as an “**Owner**.”

Our Business

We are a Delaware limited liability company organized on February 2, 2017. We do business under the names “Moe’s” and “Moe’s Southwest Grill.” Our principal place of business is 5620 Glenridge Drive NE, Atlanta, Georgia 30342. Exhibit G to this Disclosure Document discloses our agents for service of process. Although we reserve the right to do so, we have not offered franchises in other lines of business.

We began offering Moe’s® franchises in April 2017 and our predecessors began offering Moe’s® franchises in January 2001. As of December 31, 2021, there were approximately 658 franchised Restaurants in the United States and one franchised Restaurant operating outside the United States. We do not own any Restaurants. As of December 31, 2021, our affiliate, Moe’s Stores LLC (“**Moe’s Stores**”), owned and operated one Restaurants.

In addition to offering franchises, we and our affiliates also sell products to (i) wholesale accounts that offer products using the Moe’s® trademarks at retail, such as supermarkets, convenience stores, club stores and other similar retail outlets and (ii) unaffiliated branded restaurants and retail stores that we permit to sell one or more Moe’s® branded products.

Predecessors, Parents and Certain Affiliates

We are an indirect, wholly-owned subsidiary of Focus Brands LLC, a Delaware limited liability company (“**Focus Brands**”). Focus Brands was originally incorporated in Delaware as Focus Brands Inc. before it converted to a Delaware limited liability company on December 29, 2019. Focus Brands shares our principal business address, has not conducted a business of the type that you will operate, and has not offered franchises in any line of business. Focus Brands is the indirect parent company of six other franchise systems (see below).

We are a direct, wholly-owned subsidiary of Focus Brands Systems LLC (“**Focus Systems**”), a Delaware limited liability company. Focus Systems is a direct, wholly-owned subsidiary of Focus Brands Funding LLC (“**Focus Funding**”), a Delaware limited liability company. Focus Systems is an indirect, wholly-owned subsidiary of Focus Brands. Focus Systems and Focus Funding share our principal business address, have not conducted a business of the type that you will operate, and have not offered franchises in any line of business.

Moe’s Franchisor LLC (“**MFL**”), a Georgia limited liability company that shares our principal business address, is an indirect subsidiary of Focus Brands. MFL is our predecessor and offered Moe’s® franchises from August 2007 to April 2017. MFL has not offered franchises in any other line of business. MFL became affiliated with Focus Brands in April 2007 as a result of an acquisition.

Moe's Stores, a Georgia limited liability company that shares our principal business address, is an indirect subsidiary of Focus Brands. Moe's Stores has not offered franchises in any line of business.

Affiliates That Provide Services to Franchisees

We have entered into a management agreement with Focus Brands for it to provide our franchisees with the certain support and services that we are obligated to provide under their franchise agreements. Focus Brands also acts as our franchise sales agent. We have agreed to pay management fees to Focus Brands for these services. Focus Brands may delegate certain of these responsibilities to our other affiliates. However, as the franchisor, we will be responsible and accountable to you to make sure that all services we promise to perform under your Franchise Agreement or other agreement you sign with us are performed in compliance with the applicable agreement, regardless of who performs these services on our behalf.

FSC LLC ("**FSC**"), a Georgia limited liability company, is an indirect subsidiary of Focus Brands that manages the supply chain associated with us and the other franchise systems within the Focus Brands Portfolio (as defined below). In managing the supply chain, FSC handles the procurement, distribution, logistics and quality assurance aspects of the Focus Brands Portfolio supply chain and seeks to leverage the overall buying power of these franchise systems in order to provide value to each system. FSC shares our principal business address, has not conducted a business of the type that you will operate, and has not offered franchises in any line of business.

Focus Brands Rewards, Inc. ("**FBRI**"), a Florida corporation, is an indirect subsidiary of Focus Brands that administers the gift card program for Restaurants and other brands in the Focus Brands Portfolio (as defined below). See Item 8 for more information on our gift card program. FBRI shares our principal business address, has not conducted a business of the type that you will operate, and has not offered franchises in any line of business.

Focus Systems guarantees our performance of obligations under our franchise agreements.

Focus Brands

Focus Brands is the indirect parent company to seven franchisors, including: us, Auntie Anne's Franchisor SPV LLC ("**Auntie Anne's**"), Carvel Franchisor SPV LLC ("**Carvel**"), Cinnabon Franchisor SPV LLC ("**Cinnabon**"), Jamba Juice Franchisor SPV LLC ("**Jamba**"), McAlister's Franchisor SPV LLC ("**McAlister's**"), and Schlotzsky's Franchisor SPV LLC ("**Schlotzsky's**") (collectively, the "**Focus Brands Portfolio**"). Prior to April 2017, the franchisors of these franchise systems (other than Jamba, which was not affiliated with Focus Brands at the time) were MFL, Auntie Anne's Franchisor LLC, Carvel Corporation (now known as Carvel LLC), Cinnabon LLC, Schlotzsky's Franchise LLC, and McAlister's Corporation (now known as McAlister's LLC) (collectively, the "**Former Focus Franchisors**"). Prior to October 2018, the franchisor of the Jamba system was Jamba Juice Company (now known as Jamba Juice LLC) ("**JJ**"). All seven franchisors in the Focus Brands Portfolio have a principal place of business at 5620 Glenridge Drive NE, Atlanta, GA 30342 and have not offered franchises in any other line of business.

Auntie Anne's franchises Auntie Anne's® shops that offer soft pretzels, lemonade, frozen drinks and related foods and beverages. In November 2010, the Auntie Anne's system became affiliated with Focus Brands through an acquisition. Auntie Anne's has offered franchises since April 2017, and its predecessor offered franchises from January 1991 to April 2017. As of December 31,

2021, there were 1,126 franchised shops and 12 affiliate-owned shops in the United States and 748 franchised shops operating outside the United States.

Carvel franchises Carvel® ice cream shoppes and is a leading retailer of branded ice cream cakes and producer of premium soft-serve ice cream. The Carvel system became an affiliated program in October 2001. Carvel has offered franchises since April 2017, and its predecessors offered franchises from 1947 to April 2017. As of December 31, 2021, there were 325 domestic retail shoppes (including one shoppe co-branded in a Schlotzsky's restaurant operated by our affiliate), 31 international retail shoppes, and three foodservice locations operated by independent third parties that offer Carvel® ice cream and, frozen desserts including cakes and ice cream novelties.

Cinnabon franchises Cinnabon® bakeries that feature oven-hot cinnamon rolls, as well as other baked treats and specialty beverages. It also licenses third parties to operate Seattle's Best Coffee® franchises on military bases in the United States and in certain international countries. In November 2004, the Cinnabon system became affiliated with Focus Brands through an acquisition. Cinnabon has offered Cinnabon® franchises since April 2017, and its predecessor offered franchises from 1990 to April 2017. As of December 31, 2021, there were 938 franchised Cinnabon® bakeries in the United States, 810 franchised Cinnabon® bakeries outside the United States, one affiliate-owned Cinnabon® bakeries in the United States, and 170 franchised Seattle's Best Coffee® units outside the United States.

Jamba franchises Jamba® stores that feature a wide variety of fresh blended-to-order smoothies and other cold or hot beverages, and offer fresh squeezed juices and portable food items to customers who come for snacks and light meals. In September 2018, Jamba's predecessor, JJ, became affiliated with Focus Brands through an acquisition. Jamba has offered Jamba® franchises since October 2018, and its predecessor offered franchises from 1991 to October 2018. As of December 31, 2021, there were 747 franchised Jamba® stores in the United States, 64 franchised stores outside the United States, and three affiliate-owned stores in the United States.

McAlister's franchises McAlister's Deli® restaurants that feature deli foods, including hot and cold deli sandwiches, baked potatoes, salads, soups, desserts, iced tea and other food and beverage products. McAlister's system became an Affiliated Program (as defined below) through an acquisition in July 2005, and the McAlister's system became affiliated with Focus Brands in October 2013. McAlister's has offered franchises since April 2017, and its predecessor offered franchises from 1999 to April 2017. As of December 31, 2021, there were 472 franchised McAlister's® restaurants and 33 affiliate-owned restaurants in the United States.

Schlotzsky's franchises Schlotzsky's® quick-casual restaurants that feature sandwiches, pizza, soups, and salads. Schlotzsky's signature items are its "fresh-from-scratch" sandwich buns and pizza crusts that are baked on-site every day. In November 2006, the Schlotzsky's system became affiliated with Focus Brands through an acquisition. Schlotzsky's has offered franchises since April 2017, and its predecessors offered franchises from 1976 to April 2017. As of December 31, 2021, there were 300 franchised Schlotzsky's® restaurants in the United States, one franchised restaurant outside the United States, and 24 affiliate-owned restaurants in the United States.

Other Affiliates with Franchise Programs

Through control with private equity funds managed by Roark Capital Management, LLC, an Atlanta-based private equity firm, we are affiliated with the following franchise programs ("**Affiliated Programs**"). None of these affiliates operate a Moe's franchise.

Inspire Brands (“**Inspire Brands**”) is a global multi-brand restaurant company, launched in February 2018 upon completion of the merger of the Arby’s and Buffalo Wild Wings brands. Inspire Brands is a parent company to seven franchisors, including: Arby’s Franchisor, LLC (“**Arby’s**”), Baskin-Robbins Franchising LLC (“**Baskin-Robbins**”), Buffalo Wild Wings International, Inc. (“**Buffalo Wild Wings**”), Dunkin’ Donuts Franchising LLC (“**Dunkin’**”), Jimmy John’s Franchisor SPV, LLC (“**Jimmy John’s**”), Rusty Taco, Inc. (“**Rusty Taco**”), and Sonic Franchising LLC (“**Sonic**”). All seven Inspire Brands franchisors have a principal place of business at Three Glenlake Parkway NE, Atlanta, Georgia 30328 and, other than as described below for Arby’s, have not offered franchises in any other line of business.

Arby’s is a franchisor of quick-serve restaurants operating under the Arby’s® trade name and business system that feature slow-roasted, freshly sliced roasted beef and other deli-style sandwiches. In July 2011, Arby’s became an Affiliated Program through an acquisition. Arby’s has been franchising since 1965 and, as of January 2, 2022, there were approximately 3,407 Arby’s restaurants operating in the United States (2,291 franchised and 1,116 company-owned) and 160 franchised Arby’s restaurants operating internationally. Predecessors and former affiliates of Arby’s have, in the past, offered franchises for other restaurant concepts including T.J. Cinnamons® stores that served gourmet baked goods. All of the T.J. Cinnamons locations have closed.

Buffalo Wild Wings is a franchisor of sports entertainment-oriented casual sports bars that feature chicken wings, sandwiches, and other products, alcoholic and other beverages, and related services under Buffalo Wild Wings® name (“**Buffalo Wild Wings Sports Bars**”) and restaurants that feature chicken wings and other food and beverage products primarily for off-premises consumption under the Buffalo Wild Wings GO name (“**BWW-GO Restaurants**”). Buffalo Wild Wings has offered franchises for Buffalo Wild Wings Sports Bars since April 1991 and for BWW-GO Restaurants since December 2020. As of January 2, 2022, there were 1,196 Buffalo Wild Wings Sports Bars operating in the United States (534 franchised and 662 company-owned) and 76 Buffalo Wild Wings or B-Dubs restaurants operating outside the United States (64 franchised and 12 company-owned). As of January 2, 2022, there were 16 BWW-GO Restaurants operating in the United States (one franchised and 15 company-owned).

Rusty Taco is the franchisor of Rusty Taco® (formerly R Taco®) restaurants. Rusty Taco has offered franchises for Rusty Taco restaurants since May 2015, but its predecessors have been franchising Rusty Taco restaurants since 2010. As of January 2, 2022, there were 36 Rusty Taco restaurants (32 franchised and 4 company-owned) in operation.

Sonic is the franchisor of Sonic Drive-In® restaurants, which serve hot dogs, hamburgers and other sandwiches, tater tots and other sides, a full breakfast menu and frozen treats and other drinks. Sonic became an Affiliated Program through an acquisition in December 2018. Sonic has offered franchises for Sonic restaurants since May 2011. As of January 2, 2022, there were 3,552 Sonic Drive-Ins (3,232 franchised and 320 company-owned) in operation.

Jimmy John’s is a franchisor of restaurants operating under the Jimmy John’s® trade name and business system that feature high-quality deli sandwiches, fresh baked breads, and other food and beverage products. Jimmy John’s became an Affiliated Program through an acquisition in October 2016 and became part of Inspire Brands by merger in 2019. Jimmy John’s and its predecessor have been franchising since 1993 and, as of January 2, 2022, had 2,657 restaurants operating in the United States (2,616 franchised and 41 affiliate-owned).

Dunkin' is a franchisor of Dunkin'[®] restaurants that offer doughnuts, coffee, espresso, breakfast sandwiches, bagels, muffins, compatible bakery products, croissants, snacks, sandwiches and beverages. Dunkin' became an Affiliated Program through an acquisition in December 2020. Dunkin' has offered franchises for Dunkin' restaurants since March 2006 and, as of December 25, 2021, there were 9,244 franchised Dunkin' restaurants operating in the United States and an additional 3,713 operating in 39 countries.

Baskin-Robbins franchises Baskin-Robbins[®] restaurants that offer ice cream, ice cream cakes and related frozen products, beverages and other products and services. Baskin-Robbins became an Affiliated Program through an acquisition in December 2020. Baskin-Robbins has offered franchises for Baskin-Robbins restaurants since March 2006 and, as of December 25, 2021, there were 2,276 franchised Baskin-Robbins restaurants in the United States and an additional 5,394 operating internationally in 54 countries and Puerto Rico.

Primrose School Franchising SPE, LLC ("Primrose") is a franchisor that offers franchises for the establishment, development and operation of educational childcare facilities serving families with children from 6 weeks to 12 years old operating under the Primrose[®] name. Primrose's principal place of business is 3200 Windy Hill Road SE, Suite 1200E, Atlanta GA 30339. Primrose became an Affiliated Program through an acquisition in June 2008. Primrose and its affiliates have been franchising since 1988 and as of December 31, 2021, had 465 franchised facilities. Primrose has not offered franchises in any other line of business.

Pet Valu Canada Inc. ("Pet Valu") is a franchisor that offers franchises for specialty retail stores operating under the trademark Pet Valu[®] that sell food and supplies for dogs, cats, birds, fish, reptiles and small animals. Pet Valu's principal place of business is 130 Royal Crest Court, Markham, Ontario L3R 0A1. Pet Valu became an Affiliated Program through an acquisition in August 2009. Pet Valu has been franchising since 1987. As of January 2, 2021, the Pet Valu enterprise operated stores in Canada under 5 different banners: (i) 492 Pet Valu branded stores with 330 franchised stores and 162 company-owned stores; (ii) 16 Paulmac's Pet Foods-branded stores consisting of 12 franchised and 4 company-owned stores; (iii) 72 Bosley's Pet Food Plus-branded stores in British Columbia, Canada consisting of 31 franchised and 41 company-owned stores; (iv) 9 company-owned Tisol-branded stores; and (v) 16 company-owned Total Pet-branded stores. Pet Valu stores have not offered franchises in any other line of business and currently only offers franchises for the operation of Pet Valu stores in Canada. Pet Supermarket, an affiliate of Pet Valu through common ownership and/or control, operated 222 Pet Supermarket company-owned stores at the end of fiscal year 2021.

ME SPE Franchising, LLC ("Massage Envy") is a franchisor of businesses that offers professional therapeutic massage services, facial services and related goods and services under the name Massage Envy[®] since 2019. Massage Envy's principal place of business is 14350 North 87th Street, Suite 200, Scottsdale, Arizona 85260. Massage Envy's predecessor began operation in 2003, commenced franchising in 2010, and became an Affiliated Program through an acquisition in 2012. As of December 31, 2021, there were 1,110 franchised Massage Envy locations operating in the United States. Additionally, Massage Envy's predecessor previously sold franchises for regional developers, who acquired a license for a defined region in which they were required to open and operate a designated number of Massage Envy locations either by themselves or through franchisees that they would solicit. As of December 31, 2021, there were 10 regional developers operating 12 regions in the United States. Massage Envy has not offered franchises in any other line of business.

CKE Inc. (“**CKE**”), through two indirect wholly-owned subsidiaries (Carl’s Jr. Restaurants LLC and Hardee’s Restaurants LLC), owns, operates and franchises quick serve restaurants operating under the Carl’s Jr.® and, Hardee’s® trade names and business systems. Carl’s Jr. restaurants and Hardee’s restaurants offer a limited menu of breakfast, lunch and dinner products featuring charbroiled 100% Black Angus Thickburger® sandwiches, Hand-Breaded Chicken Tenders, Made from Scratch Biscuits and other related quick serve menu items. A small number of Hardee’s Restaurants offer Green Burrito® Mexican food products through a Dual Concept Restaurant. A small number of Carl’s Jr. Restaurants offer Red Burrito® Mexican food products through a Dual Concept Restaurant. CKE Inc.’s principal place of business is 6700 Tower Circle, Suite 1000, Franklin, Tennessee. In December 2013, CKE Inc. became an Affiliated Program through an acquisition. Hardee’s restaurants have been franchised since 1961. As of January 31, 2022, there were 202 company-operated Hardee’s restaurants, including 12 Hardee’s/Red Burrito Dual Concept restaurants, and there were 1,550 domestic franchised Hardee’s restaurants, including 150 Hardee’s/Red Burrito Dual Concept restaurants. Additionally, there were 425 franchised Hardee’s restaurants operating outside the United States. Carl’s Jr. restaurants have been franchised since 1984. As of January 31, 2022, there were 48 company-operated Carl’s Jr. restaurants, and there were 1,018 domestic franchised Carl’s Jr. restaurants, including 270 Carl’s Jr./Green Burrito Dual Concept restaurants. In addition, there were 566 franchised Carl’s Jr. restaurants operating outside the United States, including one Carl’s Jr./Green Burrito Dual Concept restaurant. Neither CKE nor its subsidiaries that operate the above-described franchise systems have offered franchises in any other line of business.

Driven Holdings, LLC (“**Driven Holdings**”) is the indirect parent company to 10 franchisors, including Meineke Franchisor SPV LLC (“**Meineke**”), Maaco Franchisor SPV LLC (“**Maaco**”), Drive N Style Franchisor SPV LLC (“**DNS**”), Econo Lube Franchisor SPV LLC (“**Econo Lube**”), Merlin Franchisor SPV LLC (“**Merlin**”), CARSTAR Franchisor SPV LLC (“**CARSTAR**”), 1-800-Radiator Franchisor SPV LLC (“**1-800-Radiator**”), Take 5 Franchisor SPV LLC (“**Take 5**”), ABRA Franchisor SPV LLC (“**ABRA**”) and FUSA Franchisor SPV LLC (“**FUSA**”). In April 2015, Driven Holdings and its franchised brands at the time (Meineke, Maaco, DNS, Merlin and Econo Lube) became Affiliated Programs through an acquisition. Subsequently, through acquisitions in June 2015, October 2015, March 2016, September 2019, and April 2020, respectively, the 1-800-Radiator, CARSTAR, Take 5, ABRA and FUSA brands became Affiliated Programs. The principal business address of Meineke, Maaco, DNS, Econo Lube, Merlin, CARSTAR, Take 5, ABRA and FUSA is 440 South Church Street, Suite 700, Charlotte, North Carolina 28202. 1-800-Radiator’s principal business address is 4401 Park Road, Benicia, California 94510. All 10 franchisors have not offered franchises in any other line of business.

Meineke franchises automotive centers which offer to the general public automotive repair and maintenance services that it authorizes periodically. These services currently include repair and replacement of exhaust system components, brake system components, steering and suspension components (including alignment), belts (V and serpentine), cooling system service, CV joints and boots, wiper blades, universal joints, lift supports, motor and transmission mounts, trailer hitches, air conditioning, state inspections, tire sales, tune ups and related services, transmission fluid changes and batteries. Meineke and its predecessors have offered Meineke center franchises since September 1972, and Meineke’s affiliate has owned and operated Meineke centers on and off since March 1991. As of December 25, 2021, there were 698 Meineke centers, 26 Meineke centers co-branded with Econo Lube, and no company-owned Meineke centers or company-owned Meineke centers co-branded with Econo Lube operating in the United States.

Maaco and its predecessors have offered Maaco center franchises since February 1972 providing automotive collision and paint refinishing. As of December 25, 2021, there were 411 franchised Maaco centers and no company-owned Maaco centers in the United States.

DNS is the franchisor of 3 franchise systems: Drive N Style® franchises, AutoQual® franchises and Aero Colours® franchises. DNS and its predecessors have offered Drive N Style franchises since October 2006. A Drive N Style business offers both interior and exterior reconditioning and maintenance services, exterior paint repair and refinishing services and interior and exterior protection services for consumer vehicles. As of December 25, 2021, there were 31 Drive N Style franchises and no company-owned Drive N Style businesses in the United States. DNS and its predecessors have offered AutoQual franchises since February 2008. AutoQual businesses offer various services relating to the interior of automotive vehicles, including, among other things, cleaning, deodorizing, dyeing, and masking of carpets, seats, and trim. As of December 25, 2021, there were 8 AutoQual franchises and no company-owned AutoQual businesses in the United States. DNS and its predecessors have offered Aero Colours franchises since 1998. Aero Colours businesses offer various services related to the exterior of automotive vehicles, including paint touch-up, repair and refinishing that is performed primarily on cars at automobile dealerships or at the customer's home or place of business. As of December 25, 2021, there were 2 Aero Colours franchises and no company-owned Aero Colours businesses in the United States.

Merlin franchises shops which provide automotive repair services specializing in vehicle longevity, including the repair and replacement of automotive exhaust, brake parts, ride and steering control system and tires. Merlin and its predecessors offered franchises from July 1990 to February 2006 under the name "Merlin Muffler and Brake Shops," and have offered franchises under the name "Merlin 200,000 Mile Shops" and "Merlin Shops" since February 2006. As of December 25, 2021, there were 24 Merlin franchises and no company-owned Merlin shops located in the United States.

Econo Lube offers franchises that provide oil change services and other automotive services including brakes, but not including exhaust systems. Econo Lube's predecessor began offering franchises in 1980 under the name "Muffler Crafters" and began offering franchises under the name "Econo Lube N' Tune" in 1985. As of December 25, 2021, there were 10 Econo Lube N' Tune franchises and 12 Econo Lube N' Tune franchises co-branded with Meineke centers in the United States, which are predominately in the western part of the United States, including California, Arizona, and Texas, and no company-owned Econo Lube N' Tune locations in the United States.

1-800-Radiator franchises distribution warehouses selling radiators, condensers, air conditioning compressors, fan assemblies and other automotive parts to automotive shops, chain accounts and retail consumers. 1-800-Radiator and its predecessor have offered 1-800-Radiator franchises since 2004. As of December 25, 2021, there were 193 1-800-Radiator franchises in operation in the United States. 1-800-Radiator's affiliate has owned and operated 1-800-Radiator warehouses since 2001 and, as of December 25, 2021, owned and operated 1 1-800-Radiator warehouse in the United States.

CARSTAR offers franchises for full-service automobile collision repair facilities providing repair and repainting services for automobiles and trucks that suffered damage in collisions. CARSTAR's business model focuses on insurance-related collision repair work arising out of relationships it has established with insurance company providers. CARSTAR and its affiliates first offered conversion franchises to existing automobile collision repair

facilities in August 1989 and began offering franchises for new automobile repair facilities in October 1995. As of December 25, 2021, there were 419 franchised CARSTAR facilities and 10 company-owned facilities operating in the United States.

Take 5 franchises motor vehicle centers that offer quick service, customer-oriented oil changes, lubrication and related motor vehicle services and products. Take 5 commenced offering franchises in March 2017, although the Take 5 concept started in 1984 in Metairie, Louisiana. As of December 25, 2021, there were 134 franchised Take 5 outlets operating in the United States. An affiliate of Take 5 currently operates approximately 536 Take 5 outlets and outlets that operate under other brands, including Havoline Xpress, many of which may be converted to the Take 5 brand and operating platform in the future.

ABRA franchises repair and refinishing centers that offer high quality auto body repair and refinishing and auto glass repair and replacement services at competitive prices. ABRA and its predecessor have offered ABRA franchises since 1987. As of December 25, 2021, there were 63 franchised ABRA repair centers and no company-owned repair centers operating in the United States.

FUSA franchises collision repair shops specializing in auto body repair work and after-collision services. FUSA has offered Fix Auto shop franchises since July 2020, although its predecessors have offered franchise and license arrangements for Fix Auto shops on and off from April 1998 to June 2020. As of December 25, 2021, there were 181 franchised Fix Auto repair shops operating in the United States, 9 of which are operated by FUSA's affiliate pursuant to a franchise agreement with FUSA.

Driven Holdings is also the indirect parent company to the following franchisors that offer franchises in Canada: (1) **Meineke Canada SPV LP** and its predecessors have offered Meineke center franchises in Canada since August 2004; (2) **Maaco Canada SPV LP** and its predecessors have offered Maaco center franchises in Canada since 1983; (3) **1-800-Radiator Canada, Co.** has offered 1-800-Radiator warehouse franchises in Canada since April 2007; (4) **Carstar Canada SPV LP** and its predecessors have offered CARSTAR franchises in Canada since September 2000; (5) **Take 5 Canada SPV LP** and its predecessor have offered Take 5 franchises in Canada since November 2019; (6) **Driven Brands Canada Funding Corporation** and its predecessors have offered UniglassPlus and Uniglass Express franchises in Canada since 1985 and 2015, respectively, Vitro Plus and Vitro Express franchises in Canada since 2002, and Docteur du Pare Brise franchises in Canada since 1998; (7) **Go Glass Franchisor SPV LP** and its predecessors have offered Go! Glass & Accessories franchises since 2006 and Go! Glass franchises since 2017 in Canada; and (8) **Star Auto Glass Franchisor SPV LP** and its predecessors have offered Star Auto Glass franchises in Canada since approximately 2012. These franchisors have not offered franchises in any other line of business.

As of December 25, 2021, there were: (i) 27 franchised Meineke centers and no company-owned Meineke centers in Canada; (ii) 17 franchised Maaco centers and no company-owned Maaco centers in Canada; (iii) 7 1-800-Radiator franchises and no company-owned 1-800-Radiator locations in Canada; (iv) 323 franchised CARSTAR facilities and 4 company-owned CARSTAR facilities in Canada; (v) 31 franchised Take 5 outlets and 8 company-owned Take 5 outlets in Canada; (vi) 23 franchised UniglassPlus businesses, 30 franchised UniglassPlus/Ziebart businesses, and 5 franchised Uniglass Express businesses in Canada, and 4 company-owned UniglassPlus businesses and 1 company-owned UniglassPlus/Ziebart business in Canada; (vii) 7 franchised VitroPlus businesses, 60 franchised VitroPlus/Ziebart

businesses, and 4 franchised Vitro Express businesses in Canada, and 3 company-owned VitroPlus businesses and 1 company-owned VitroPlus/Ziebart business in Canada; (viii) 31 franchised Docteur du Pare Brise businesses and 2 company-owned Docteur du Pare Brise businesses in Canada; (ix) 12 franchised Go! Glass & Accessories businesses and no franchised Go! Glass businesses in Canada, and 8 company-owned Go! Glass & Accessories businesses and no company-owned Go! Glass businesses in Canada; and (x) 8 franchised Star Auto Glass businesses and no company-owned Star Auto Glass businesses in Canada.

ServiceMaster Systems LLC is the direct parent company to five franchisors operating in the United States: AmeriSpec SPE LLC (“**AmeriSpec**”), Furniture Medic SPE LLC (“**Furniture Medic**”), Merry Maids SPE LLC (“**Merry Maids**”), ServiceMaster Clean/Restore SPE LLC (“**ServiceMaster**”) and Two Men and a Truck SPE LLC (“**Two Men and a Truck**”). AmeriSpec, Furniture Medic, Merry Maids, and ServiceMaster became Affiliated Programs through an acquisition in December 2020. Two Men and a Truck became an Affiliated Program through an acquisition in August 2021. The five franchisors have a principal place of business at One Glenlake Parkway, Suite 1400, Atlanta, Georgia 30328 and have never offered franchises in any other line of business.

AmeriSpec franchises home and commercial inspection businesses under the AmeriSpec® mark. AmeriSpec’s predecessor began offering franchises in 1988. As of December 31, 2021, AmeriSpec had 182 franchises in the United States.

Furniture Medic franchises furniture restoration, repair, and refinishing businesses under the Furniture Medic® mark. Furniture Medic’s predecessor began offering franchises in August 1992. As of December 31, 2021, Furniture Medic had 195 franchises in the United States.

Merry Maids franchises residential house cleaning businesses under the Merry Maids® mark. Merry Maids’ predecessor began business and started offering franchises in 1980. As of December 31, 2021, Merry Maids had 996 franchises in the United States.

ServiceMaster franchises (i) businesses that provide disaster restoration and heavy-duty cleaning services to residential and commercial customers under the ServiceMaster Restore® mark and (ii) businesses that provide contracted janitorial services and other cleaning and maintenance services under the ServiceMaster Clean® mark. ServiceMaster’s predecessor began offering franchises in 1952. As of December 31, 2021, ServiceMaster had 713 ServiceMaster Clean franchises and 2,294 ServiceMaster Restore franchises operating in the United States.

Two Men and a Truck franchises businesses that provide moving services and related products and services, including packing, unpacking and the sale of boxes and packing materials under the Two Men and a Truck® mark. Two Men and a Truck’s predecessor began offering franchises in February 1989. As of December 31, 2021, Two Men and a Truck had 284 franchises and three company-owned locations operating in the United States.

Affiliates of Systems also offer franchises for operation outside the United States. Specifically, **ServiceMaster of Canada Limited** offers franchises in Canada and **ServiceMaster Limited** offers franchises in Great Britain and **Two Men and a Truck** offers franchises in Canada, Ireland and the United States.

NBC Franchisor LLC (“**NBC**”) franchises gourmet bakeries which offer and sell specialty bundt cakes, other food items and retail merchandise under the Nothing Bundt Cakes® mark. NBC’s

predecessor began offering franchises in May 2006. NBC became an Affiliated Program through an acquisition in May 2021. NBC has a principal place of business at 4560 Belt Line Road, Suite 350, Addison, Texas 75001. As of December 31, 2021, there were 409 Northing Bundt Cake franchises and 16 company-owned locations operating in the United States. NBC has never offered franchises in any other line of business.

Mathnasium Center Licensing, LLC (“Mathnasium”) franchises learning centers that provide math instruction using the Mathnasium® system of learning. Mathnasium began offering franchises in late 2003. Mathnasium became an Affiliated Program through an acquisition in November 2021. Mathnasium has a principal place of business at 5120 West Goldleaf Circle, Suite 400, Los Angeles, California 90056. As of December 31, 2021, there were 948 Mathnasium franchises and three affiliate-owned businesses. Mathnasium has never offered franchises in any other line of business.

i9 Sports, LLC (“i9”) franchises businesses that operate, market, sell and provide amateur sports leagues, camps, tournaments, clinics, training, development, social activities, special events, products and related services under the i9 Sports® mark. i9 began offering franchises in November 2003. i9 became an Affiliated Program through an acquisition in September 2021. i9 has a principal place of business at 9410 Camden Field Parkway, Riverview, Florida 33578. As of December 31, 2021, there were 192 i9 Sports franchises and one company-owned location. i9 has never offered franchises in any other line of business.

None of the affiliated franchisors are obligated to provide products or services to you; however, you may purchase products or services from these franchisors if you choose to do so.

Except as described above, we have no other parents, predecessors or affiliates that must be included in this Item.

Franchise Offering and Agreements

The franchise offered is a Moe’s Southwest Grill® Restaurant. Moe’s Southwest Grill® Restaurants are fast casual restaurants featuring southwestern food products and other food and beverage products, which may include alcoholic beverages. We offer to qualified individuals or business entities a franchise arrangement for a Restaurant. As our franchisee, you will conduct business under the service mark “Moe’s Southwest Grill®” and any other identifying marks, trade names, logos and symbols that we use now, or that we later develop (the “**Proprietary Marks**” or “**Marks**”), and use our unique system for the establishment, development and operation of a Restaurant (the “**System**”).

The System includes our distinctive exterior and interior layouts, designs, and color schemes; our distinctive signage, decorations, furnishings and materials; our software and computer programs; our selection of approved products that you may offer and sell (the “**Approved Products**”); our proprietary recipes and formulae (“**Recipes**”) used to create our proprietary flavorings or ingredients (“**Proprietary Ingredients**”) and/or our proprietary Approved Products (the “**Proprietary Products**”); our distinctive techniques for packaging, displaying, and merchandising products; our advertising and marketing programs and materials; our relationships with our vendors; our methods of operating a food-related business; our operations and administrative systems; our training programs; our methods and techniques for inventory and cost controls, recordkeeping, and reporting; our customer service standards; and any guidelines, standards, specifications, rules, procedures, policies, methods, requirements, and directives we establish, including without limitation, our standards and specifications as to Recipes, ingredients, food and

beverage preparation, food storage, interior and exterior design and décor, sanitation, maintenance, and equipment (the “**Standards**”) set out in our confidential operations manuals (the “**Manuals**”) and otherwise in writing. We may change, improve, add to, and further develop the elements of the System from time to time.

The form of Franchise Agreement we currently offer is the Franchise Agreement attached as Exhibit B to this Disclosure Document (the “**Franchise Agreement**”). The various forms of agreement we or our predecessors have used in the past may have terms different from the current form. We reserve the right to change the form and terms of the Franchise Agreement in the future.

If you sign a Franchise Agreement and you do not yet have a location for your Restaurant that is accepted by us (“**Accepted Location**”), your Franchise Agreement will identify a venue or trade area that we negotiate with you in which you must locate an Accepted Location.

You must identify an individual, who is reasonably acceptable to us, to serve as your “**Primary Contact**.” The Primary Contact must: (i) directly supervise the operations of the Restaurant and any other Restaurants operated by you; (ii) hold a direct or indirect legal or beneficial interest of 5% or more in your Entity (or holds an interest in your Entity with an agreement to increase the interest to 5%); and (iii) be accepted by us. The Primary Contact will be empowered with the responsibility and decision-making authority regarding the Restaurant and its operation, and we will have the right to rely upon the Primary Contact for such purposes.

In addition, you must appoint two full-time managers of your Restaurant (each a “**Manager**”), one of whom may also serve as the Primary Contact. All of your Managers must successfully complete our initial management training program (the “**Management Training Program**”) to our satisfaction. If you and your affiliates operate four or more Restaurants, in addition to your Managers for each Restaurant that you operate, we may require you to appoint one or more Managers with the responsibility of supervising and supporting multiple Restaurants (each, a “**Director of Operations**”).

We may, in our sole discretion, offer you the opportunity to enter into multiple franchise agreements at the same time, which will be accompanied by a Multi-Unit Addendum to the Franchise Agreement (the “**Multi-Unit Addendum**”) (the current form of which is attached as Schedule E to the Franchise Agreement that is attached as Exhibit B to this Disclosure Document). If you do not sign a Multi-Unit Addendum, you will have no rights to develop or operate more than one Restaurant, unless you sign additional Franchise Agreements.

As part of our application process, you must complete an application and successfully pass a financial credit check. You may also be asked to successfully complete a test of basic competency in the English language, an operations interview, and a criminal background check.

Franchisee/Industry Contact Lead Referral Program

We may pay a referral fee of \$5,000 to the first of our franchisees or real estate brokers that introduces a new prospective franchisee to us, if we approve the new prospect and we and the prospect sign a Franchise Agreement within six months after the referral is made and the prospective franchisee pays us the full Initial Franchise Fee (as defined in Item 5). If we pay the referral fee, we will do so after the referred prospective franchisee’s Franchise Agreement is fully signed and the full Initial Franchise Fee is paid. A prospective franchisee will not be considered new if the prospective franchisee (including any of the individual owners if the prospective franchisee is an entity) has signed a franchise agreement with any other brands in the Focus

Brands Portfolio, and the \$5,000 referral fee will only be paid once in connection with the first franchise agreement signed with a brand in the Focus Brands Portfolio. You must be in full compliance with all Franchise Agreements between you and us in order to receive a referral fee. We reserve the right to terminate, cancel, or modify such referral program at any time.

Competition and the Market

Moe's Restaurants are marketed and operated to appeal to all age groups. The market for restaurant services is extremely well-established. You will be in competition with a variety of fast food and quick service restaurants, casual full-service restaurants, and other food service businesses (including both local businesses and local, regional, and national chains, some of which may have more locations or longer operating histories than our Restaurants) offering similar food and beverage products for on-premises consumption, delivery, and carry-out. The market for the products offered at Restaurants is well-developed and very competitive.

Moreover, the restaurant business is highly competitive with respect to concept, price, location, food quality, and service. The business is often affected by economic and real estate conditions, political conditions, consumer tastes, population changes, the cost and availability of products and qualified labor, and traffic patterns. There also is significant competition for suitable commercial real estate sites and personnel, including management personnel.

You may also compete with the distribution and sale of Moe's® branded products through other outlets and sales channels. We may sell, or license affiliates or third parties to sell, Moe's® branded products (including products that you are likely to sell in your Restaurant) (i) at wholesale to restaurants and retail stores (including grocery stores, convenience stores, club stores, and other outlets) that may be located anywhere, (ii) through non-traditional outlets, (iii) through mail order and Internet sales, (iv) through Delivery Kitchens (as defined in Item 12), or (v) through other company-owned or franchised Restaurants. You will not be entitled to additional rights or compensation in any of these cases. See Item 12 for details regarding our reserved rights.

Government Regulation and Certain Factors Affecting the Restaurant Industry

You must comply with all federal, state, and local laws and regulations applicable to businesses generally, including, without limitation, laws and regulations related to workers' compensation, occupational health and safety, minimum wage, overtime, working conditions, discrimination, sexual harassment, tax, environmental protection, citizenship and/or immigration status (including laws requiring verification of status through the Department of Homeland Security's E-Verify program), and reasonable accommodations for employees and customers with disabilities (including the Americans with Disabilities Act).

You must ensure that your computerized point-of-sale system (the "**POS System**") or your credit card processing terminals (whichever are responsible for processing credit card transactions) are in compliance with the most current Payment Card Industry Data Security Standards ("**PCI-DSS**"). You also must comply with all applicable federal and state laws and regulations relating to the collection, use, and security of personal information and comply with any privacy policies or data protection and breach response policies we periodically may establish.

Various federal agencies, including the U.S. Food and Drug Administration and the U.S. Department of Agriculture, and state and local health and sanitation agencies have regulations for the preparation of food and the condition of restaurants and food service facilities. You must comply with all federal, state, and local laws and regulations applicable to restaurants and food service facilities, including, without limitation, licensing, health, sanitation, menu labeling, food

preparation and packaging, smoking, safety, fire, and other matters. Some jurisdictions may require franchisees to obtain restaurant, business, occupational, food products, health, and miscellaneous licenses.

The Clean Air Act and state implementing laws also may require certain geographic areas to attain and maintain certain air quality standards for ozone, carbon monoxide and particulate matters. As a result, businesses involved in commercial food preparation may be subject to caps on emissions.

We do not assume any responsibility for advising you on these regulatory or legal matters. You should consult with your attorney about federal, state, and local laws and regulations that may affect your Restaurant. Compliance with these laws and regulations, as they may be amended from time to time, can increase your operational costs and affect your bottom line.

ITEM 2

BUSINESS EXPERIENCE

James (Jim) E. Holthouser: Chief Executive Officer

Jim has been our Chief Executive Officer since February 2020. Since February 2020, Jim has also served as (i) President of Focus Systems, (ii) Chief Executive Officer of Focus Brands, JJ, each of the Former Focus Franchisors, and each of the other Focus Brands Portfolio companies, and (iii) a member of the Board of Managers for Focus Brands, JJ, and each of the Former Focus Franchisors. From February 2018 to January 2020, Jim was the owner of Madison County Multiplex, LLC in Stanford, Kentucky. From June 2012 to January 2018, Jim was the Executive Vice President, Global Brands, Marketing and Loyalty at Hilton Corporation in McLean, Virginia. Jim serves in his present capacities in Atlanta, Georgia.

Michael (Mike) J. Dixon: Chief Financial Officer, Treasurer and Assistant Secretary

Mike has been our Chief Financial Officer, Treasurer and Assistant Secretary since March 2017. Mike has been Chief Financial Officer, Treasurer and Assistant Secretary for (i) MFL, Focus Brands, and each of the other Former Focus Franchisors since March 2016, (ii) Focus Systems and the other Focus Brands Portfolio companies (except Jamba) since March 2017, and (iii) Jamba and JJ since September 2018. Mike has also served as a member of the Board of Managers or Board of Directors for Focus Brands and each of the other Former Focus Franchisors since March 2017 and for JJ since September 2018. Mike serves in his present capacities in Atlanta, Georgia.

Brian Krause: Chief Development Officer

Brian has been our Chief Development Officer since July 2020. Brian has also served in the same role for Focus Brands and MFL since July 2020. From June 2019 to June 2020, Brian was the Chief Development Officer for Jimmy John's Franchise, LLC in Champaign, Illinois. From November 2016 to May 2019, Brian was the Senior Vice President, Franchise Development for Wyndham Hotel Group in Parsippany, New Jersey. Brian serves in his present capacities in Atlanta, Georgia.

Tory Bartlett: Chief Brand Officer

Tory has been our Chief Brand Officer since March 2022. Tory has also served in the same role for MFL since March 2022. From September 2020 to February 2022, he served as Chief Brand Officer for Schlotzsky's and Schlotzsky's Franchise LLC. Tory was the Chief Operating Officer for Schlotzsky's and Schlotzsky's Franchise LLC from April 2020 to September 2020 and their Vice President of Operations from April 2019 to March 2020. From January 2017 to March 2019, Tory was Chief Executive Officer for Southern Proper Hospitality in Atlanta, Georgia. Tory serves in his present capacities in Atlanta, Georgia.

Sarah E. Powell: Executive Vice President, General Counsel and Secretary

Sarah has been our Executive Vice President, General Counsel and Secretary since March 2017. Sarah has also served in the same roles for (i) MFL, Focus Brands, and each of the Former Focus Franchisors since January 2015, (ii) Focus Systems and the other Focus Brands Portfolio companies (except Jamba) since March 2017, and (iii) Jamba and JJ since September 2018. Sarah has also served as a member of the Board of Managers or Board of Directors for Focus Brands and each of the other Former Focus Franchisors since March 2017 and for JJ since September 2018. Sarah serves in her present capacities in Atlanta, Georgia.

Joseph (Joe) T. Guith: Senior Vice President of Moe's and President, Restaurant Brands for Focus Brands

Joe has served as our Senior Vice President since May 2021. Joe has also served as (i) President, Restaurant Brands for Focus Brands since May 2021 and (ii) Senior Vice President for MFL, McAlister's, McAlister's LLC, Schlotzsky's, and Schlotzsky's Franchise LLC since May 2021. From April 2018 to May 2021, Joe was the President for McAlister's and McAlister's LLC. From January 2015 to March 2018, Joe was the President of Cinnabon and Cinnabon LLC in Atlanta, Georgia. Joe serves in his present capacities in Atlanta, Georgia.

Tim Goodman: Senior Vice President, Franchise Administration

Tim has been our Senior Vice President, Franchise Administration since February 2019. He has also served in the same role for JJ, the Former Focus Franchisors, and the Focus Brands Portfolio companies since February 2019. He served as the Vice President, Franchise Administration for (i) us and the Focus Brands Portfolio companies (except Jamba) from March 2017 to January 2019, (ii) the Former Focus Franchisors from February 2005 to January 2019, and (iii) JJ and Jamba from September 2018 to January 2019. Tim serves in his present capacities in Atlanta, Georgia.

Bobby Morena: Vice President, Retention and Lead Generation

Bobby has been our Vice President, Retention and Lead Generation since April 2021. Bobby has also served in the same role for Focus Brands since April 2021. From February 2020 to April 2021, Bobby was the Director of Franchise Development for Inspire Brands in Atlanta, Georgia. From September 2001 to February 2020, Bobby was Director of Franchise Development for Jimmy John's Franchise, LLC in Champaign, Illinois. Bobby serves in his present capacities in Atlanta, Georgia.

Christopher (Chris) Burdette: Vice President, Franchise Sales

Chris has been our Vice President, Franchise Sales since March 2018. Chris has also served in the same role for McAlister's and Schlotzsky's since March 2018. From June 2017 to February 2018, Chris was the Director of Franchise Sales for Schlotzsky's in Atlanta, Georgia. From April 2014 to May 2017, Chris was the Managing Director – East for Best Western Hotels & Resorts in Atlanta, Georgia. Chris serves in his present capacities in Atlanta, Georgia.

Beto Guajardo: President, International for Focus Brands

Beto has been the President, International for Focus Brands since April 2020. From September 2019 to March 2020, Beto was the President of Schlotzsky's and Schlotzsky's Franchise LLC. From January 2014 to August 2019, Beto served as the Senior Vice President, Global Strategy for Starbucks Corporation in Seattle, Washington. Beto serves in his present capacities in Atlanta, Georgia.

Shelley Harris: Senior Vice President, Category Operations and Training, Restaurant Brands for Focus Brands

Shelley has been Senior Vice President, Category Operations and Training, Restaurant Brands for Focus Brands since September 2020. Shelley has also served as Interim Chief Brand Officer for Schlotzsky's and Schlotzsky's Franchise LLC since March 2022. Shelley was Vice President of Operations for McAlister's from April 2017 to September 2020 and for McAlister's LLC from March 2017 to September 2020. Shelley serves in her present capacities in Atlanta, Georgia.

Danelle Parra: Senior Vice President, Category Marketing, Restaurant Brands for Focus Brands

Danielle has been the Senior Vice President, Category Marketing, Restaurant Brands for Focus Brands since September 2021. From December 2020 to September 2021, Danielle was Vice President, Marketing for McAlister's. From August 2020 to November 2020, Danielle volunteered at the Resource Development & Marketing Board Committee for the Boys and Girls Club of Metro Atlanta in Atlanta, Georgia. From July 2019 to July 2020, she was the Chief Commercial Officer for KEH Camera in Atlanta, Georgia. From October 2016 to June 2019, Danielle served as Chief Marketing Officer for Icahn Automotive LLC in Kennesaw, Georgia. Danielle serves in her present capacities in Atlanta, Georgia.

Steve Parker: Senior Vice President, Design and Construction for Focus Brands

Steve has been Senior Vice President, Design and Construction for Focus Brands since January 2015. Steve serves in his present capacities in Atlanta, Georgia.

Michael Clem: Senior Vice President, Real Estate for Focus Brands

Michael has been the Senior Vice President, Real Estate for Focus Brands since January 2021. From June 2017 to December 2020, he was the Vice President, Real Estate for Focus Brands. From September 2014 to May 2017, Michael was the Vice President of Real Estate for Kirklands, Inc. in Nashville, Tennessee. Michael serves in his present capacities in Atlanta, Georgia.

Jessicah Pounds: Vice President, Training, Restaurant Brands for Focus Brands

Jessicah has been Vice President, Training, Restaurant Brands for Focus Brands since September 2020. From April 2017 to September 2020, Jessica was our Senior Director, Training and Ops Services. From March 2013 to September 2020, Jessica was the Senior Director, Training and Ops Services for MFL. Jessicah serves in her present capacities in Atlanta, Georgia.

Thomas (Tom) R. Richards: Vice President, Non-Traditional Franchise Sales for Focus Brands

Tom has been the Vice President, Non-Traditional Franchise Sales for Focus Brands since July 2017. From April 2016 to June 2017, Tom was the Executive Director, Non-Traditional Development for DineEquity Inc. in Plano, Texas. Tom serves in his present capacities in Plano, Texas.

Michael Bruno: Vice President, Franchise Sales for Focus Brands

Michael has been the Vice President, Franchise Sales for Focus Brands since November 2021. From January 2021 to November 2021, Michael was Senior Director of Franchise Sales for Focus Brands. From July 2018 to January 2021, Michael was Director of Franchise Sales for Focus Brands. From April 2013 to July 2018, Michael was the Vice President of Franchise Development for Smoothie King in Metairie, Louisiana. Michael serves in his present capacities in Atlanta, Georgia.

ITEM 3

LITIGATION

Concluded Actions Against MFL

Moe's Franchisor LLC v. Taylor Investment Partners, II, LLC; Tip II-Ansley, LLC; and Tip II-Suburban, LLC, Superior Court of Fulton County, Georgia, Case No. 2016-cv-283467. On December 6, 2016, MFL filed a lawsuit against Taylor Investment Partners, II, LLC, a former Moe's franchisee, and two related operating entities (together, the "defendants") to enforce the termination of defendants' franchise agreements for two Restaurants in Georgia due to defendants' prior bankruptcy filing. On January 9, 2017, defendants filed counterclaims against MFL, alleging that the terminations were improper and asserting claims for declaratory judgment, breach of contract, tortious interference, breach of the implied covenant of good faith and fair dealing, violation of the Georgia Fair Business Practices Act and bad faith. In addition to seeking interlocutory and permanent injunctive relief preventing the termination of the franchise agreements, defendants seek actual damages in an unspecified amount, exemplary and/or treble damages and reasonable attorneys' fees and costs. On January 10, 2017, the Fulton County Superior Court granted our motion for a temporary restraining order enforcing the terminations. On February 13, 2018, the Georgia Court of Appeals reversed the lower court's ruling on procedural grounds. On March 8, 2019, the parties entered into a settlement agreement in which (i) the parties agreed to dismiss all claims and counterclaims, (ii) MFL agreed to reinstate defendants' franchise agreements (which we agreed to do on MFL's behalf), (iii) the parties exchanged general releases of all claims against each other, and (iv) the parties agreed that the settlement would not be construed as an admission of liability or wrongdoing of any kind.

Disclosures Regarding Affiliated Programs

The following affiliates who offer franchises resolved actions brought against them with settlements that involved their becoming subject to currently effective injunctive or restrictive orders or decrees. None of these actions have any impact on us or our brand nor allege any unlawful conduct by us.

The People of the State of California v. Arby's Restaurant Group, Inc. (California Superior Court, Los Angeles County, Case No. 19STCV09397, filed March 19, 2019). On March 11, 2019, our affiliate, Arby's Restaurant Group, Inc. ("**ARG**"), entered into a settlement agreement with the states of California, Illinois, Iowa, Maryland, Massachusetts, Minnesota, New Jersey, New York, North Carolina, Oregon and Pennsylvania. The Attorneys General in these states sought information from ARG on its use of franchise agreement provisions prohibiting the franchisor and franchisees from soliciting or employing each other's employees. The states alleged that the use of these provisions violated the states' antitrust, unfair competition, unfair or deceptive acts or practices, consumer protection and other state laws. ARG expressly denies these conclusions but decided to enter into the settlement agreement to avoid litigation with the states. Under the settlement agreement, ARG paid no money but agreed (a) to remove the disputed provision from its franchise agreements (which it had already done); (b) not to enforce the disputed provision in existing agreements or to intervene in any action by the Attorneys General if a franchisee seeks to enforce the provision; (c) to seek amendments of the existing franchise agreements in the applicable states to remove the disputed provision from the agreements; and (d) to post a notice and ask franchisees to post a notice to employees about the disputed provision. The applicable states instituted actions in their courts to enforce the settlement agreement through Final Judgments and Orders, Assurances of Discontinuance, Assurances of Voluntary Compliance, and similar methods.

The People of the State of California v. Dunkin' Brands, Inc., (California Superior Court, Los Angeles County, Case No. E25636618, filed on March 19, 2019.) On March 14, 2019, our affiliate, Dunkin Brands, Inc. ("**DBI**"), entered into a settlement agreement with the Attorneys General of 13 states and jurisdictions concerning the inclusion of "no-poaching" provisions in Dunkin' restaurant franchise agreements. The settling states and jurisdictions included California, Illinois, Iowa, Maryland, Massachusetts, New Jersey, New York, North Carolina, Pennsylvania, Rhode Island, Vermont, and the District of Columbia. A small number of franchise agreements in the Dunkin' system prohibit Dunkin' franchisees from hiring the employees of other Dunkin' franchisees and/or DBI's employees. A larger number of franchise agreements in the Dunkin' system contain a no-poaching provision that prevents Dunkin' franchisees and DBI from hiring each other's employees. Under the terms of the settlement, DBI agreed not to enforce either version of the no-poaching provision or assist Dunkin's franchisees in enforcing that provision. In addition, DBI agreed to seek the amendment of 128 franchise agreements that contain a no-poaching provision that bars a franchisee from hiring the employees of another Dunkin' franchisee. The effect of the amendment would be to remove the no-poaching provision. DBI expressly denied in the settlement agreement that it had engaged in any conduct that had violated state or federal law and, furthermore, that the settlement agreement should not be construed as an admission of law, fact, liability, misconduct, or wrongdoing on the part of DBI. The Attorney General of the State of California filed the above-reference lawsuit in order to place the settlement agreement in the public record, and the action was closed after the court approved the parties' stipulation of judgment.

New York v. Dunkin' Brands, Inc. (N.Y. Supreme Court for New York County, Case No. 451787/2019, filed September 26, 2019). In this matter, the N.Y. Attorney General ("**NYAG**") filed

a lawsuit against our affiliate, DBI, related to credential-stuffing cyberattacks during 2015 and 2018. The NYAG alleged that the cyber attackers used individuals' credentials obtained from elsewhere on the Internet to gain access to certain information for DD Perks customers and others who had registered a Dunkin' gift card. The NYAG further alleged that DBI failed to adequately notify customers and to adequately investigate and disclose the security breaches, which the NYAG alleged violated the New York laws concerning data privacy as well as unfair trade practices. On September 21, 2020, without admitting or denying the NYAG's allegations, DBI and the NYAG entered into a consent agreement to resolve the State's complaint. Under consent order, DBI agreed to pay \$650,000 in penalties and costs, issue certain notices and other types of communications to New York customers, and maintain a comprehensive information security program through September 2026, including precautions and response measures for credential-stuffing attacks.

Other than these actions, no litigation is required to be disclosed in this Item.

ITEM 4

BANKRUPTCY

No bankruptcy is required to be disclosed in this Item.

ITEM 5

INITIAL FEES

Initial Franchise Fee. When you sign your Franchise Agreement you must pay us an initial franchise fee (the "**Initial Franchise Fee**") of \$30,500. We will not refund any part of the Initial Franchise Fee paid under the Franchise Agreement.

We reserve the right to reduce the Initial Franchise Fee under certain circumstances, including: (i) as an economic incentive for a franchisee to open a certain location, with the determination made on a case-by-case review of all relevant economic factors; (ii) as an inducement for existing operators to open additional Restaurants; (iii) as an inducement for someone to reopen a closed Restaurant; (iv) as an inducement for someone to take over an operating Restaurant; (v) as an inducement for a professional multi-unit operator to open several Restaurants; or (vi) to allow a franchisee to have additional money to spend on restaurant improvements and marketing during the first 12 months of operation. The amount of any reduction will be made on an individual basis and may depend on the condition of the premises, the need for upgrades and remodeling, any special circumstances that we may consider appropriate, and/or other considerations. In addition, we may allow a new franchisee to apply part of their Initial Franchise Fee to the cost of needed improvements or equipment. We may modify or cease offering any discount or incentive programs at any time.

We participate in the International Franchise Association's VetFran program. For qualifying veterans or members of the Armed Forces, the Initial Franchise Fee is \$20,000.

If you sign multiple Franchise Agreements at the same time with a Multi-Unit Addendum to develop a set number of Restaurants, we may, in our sole discretion, offer a reduced Initial Franchise Fee for each Restaurant that you develop. You must pay us all of the Initial Franchise Fees for all of the Restaurants that you commit to develop at the time you sign the Franchise Agreements with a Multi-Unit Addendum. If you fail to develop any of the Restaurants by the

deadlines set forth therein or any Franchise Agreement(s) subject to the Multi-Unit Addendum are terminated, you will not receive a refund of any Initial Franchise Fees that you have prepaid.

During the 2021 calendar year, franchisees paid Initial Franchise Fees ranging from \$7,500 to \$30,500.

In certain rare circumstances, we may permit installment payments of the Initial Franchise Fee on terms negotiated with the franchisee.

Plan Review Fee. After our initial review of your proposed layouts, renderings, plans, and specifications for the Restaurant, which must include interior and exterior elevations of the Accepted Location (the “**Architectural Plans**”) at no cost and our review of one revised set of Architectural Plans that incorporate our required changes at no cost, we may charge a fee of \$1,000 for each set of drawings we review that include any other modifications from the plans that we have previously accepted.

Training Fees. For your first two Restaurants (including Restaurants owned by your affiliates) (the “**Initial Restaurants**”), the Initial Franchise Fee includes the cost of our Management Training Program. For your third or subsequent Restaurants (including Restaurants owned by your affiliates) (the “**Subsequent Restaurants**”), if we require, or you elect, to receive the Management Training Program from us or our designee, you must pay us our then-current Management Training Fee, which is currently \$3,810 for all of your Required Trainees (as defined in Item 11) to attend the same session. We reserve the right to charge you a reasonable training fee (currently, between \$450 and \$2,725 per trainee, depending on the number of available openings at each training location) if we permit you to bring additional trainees, other than the Required Trainees, to the Management Training Program, or if your Required Trainees are trained in separate sessions.

On-Site Training and Assistance Fee. For your first three Restaurants (including Restaurants owned by your affiliates), the Initial Franchise Fee includes the cost of us providing one or more representatives to provide on-site opening training and assistance at your Restaurant. For your (and your affiliates’) fourth or subsequent Restaurants, if we require, or you elect, to receive on-site training and assistance, you must pay us our then-current On-Site Training and Assistance Fee (currently, \$2,000 per week per trainer, plus their direct airfare expenses) for such on-site training and assistance.

All Initial Fees. Except as noted above, you do not pay us or our affiliates any other fees or payments for services or goods before your Restaurant opens. The initial fees are not refundable.

ITEM 6

OTHER FEES

Type of Fee ¹	Amount	Date Due	Remarks
Royalty Fee	5% of Net Sales	Payable weekly on the date specified in the Manuals (the “ Payment Due Date ”)	See Note 2 for the definition of “ Net Sales. ”

Type of Fee ¹	Amount	Date Due	Remarks
Advertising Contribution	Currently, 2% of Net Sales, but it may be increased to up to 4% of Net Sales	Payment Due Date	You must contribute the Advertising Contribution to the Ad Fund (as defined in Item 11). We may increase the Advertising Contribution by notice to franchisees at any time.
Advertising Cooperative Contribution	An amount set by your Advertising Cooperative	Payment Due Date	All members of an Advertising Cooperative (as defined in Item 11), whether a franchisee-owned, company-owned or affiliate-owned Restaurant, have voting rights on matters brought before the Advertising Cooperative for a vote, including matters relating to the amount of the required Advertising Cooperative contribution.
Local Marketing Obligation	Currently, each calendar quarter, you must spend not less than 2% of Net Sales on local market advertising	Each calendar quarter	We may specify a minimum amount that you must spend on local market advertising (the “ Local Marketing Obligation ”), which we may change upon 60 days’ written notice. See Item 11 for what will count towards meeting your obligation. If you fail to make the minimum advertising expenditures, we may do so on your behalf and you must reimburse us for our expenses. We may also elect to collect all or a portion of the Local Marketing Obligation from you and (i) contribute it to the Ad Fund, (ii) conduct national, regional, or local advertising, (iii) spend it on local advertising, or (iv) contribute it to your Advertising Cooperative.
Promotions	Costs to purchase, lease and install all materials necessary for promotional campaigns, including counter cards, posters, banners, signs, photographs, give-away items and gift cards. We may charge you our costs plus a reasonable administrative fee	As incurred	You will participate at your own cost in promotional programs that we establish, and the promotional programs will be applicable to the System as a whole or to specific advertising market areas. You also will participate in promotional programs your Advertising Cooperative establishes.
Insufficient Funds Fee	Our out-of-pocket costs and an administrative fee	On invoice	If we draft money from your account under our electronic funds transfer (“ EFT ”) or draft system, and there are insufficient funds to cover the draft, we will charge you the return costs charged by our bank and an administrative fee to cover our costs of addressing the

Type of Fee ¹	Amount	Date Due	Remarks
			nonpayment. This fee is in addition to interest on the amount due.
Interest	The lesser of 1.5% per month or the maximum legal interest rate	On invoice	You must pay us or our affiliates interest on any amounts past due to us or our affiliates.
Late Reporting Fee	Our then-current fee. Currently, \$50 per day.	On invoice	You must pay this late fee if you fail to submit timely, complete and accurate reports, financial statements, tax returns, and statements of initial investment costs when due.
Taxes and Other Payments	Our cost	Within 10 days after demand	You must pay us or our affiliates (i) all sales taxes, corporate taxes, and any similar taxes paid by us on your behalf, imposed on us, or required to be collected by us on account of products or services we furnish to you (through sale, lease, or otherwise) or on account of our collection of any fee related to the Franchise Agreement; (ii) all franchise or similar taxes, whether based on gross receipts, gross revenues, Royalty Fees, Advertising Contributions, or otherwise, imposed on, required to be collected by, or paid by us; (iii) all marketplace facilitator or similar taxes imposed on, required to be collected by, or paid by us in connection with your use of our website, internet sites, applications, or online ordering platforms; (iv) all other amounts we pay or must pay for you for any reason; and (v) any other fees or expenses that we are entitled to collect from you.
Subsequent Trainee Management Training Fee	Currently, between \$360 and \$1,820 per trainee, depending on the number of available openings at each training location	Before attending training	You must pay this fee if you appoint a new Manager, Primary Contact, Director of Operations, or other person we designate after your Restaurant opens, and we provide the Management Training Program to them.
On-Site Training and Assistance Fee	A reasonable fee, currently, \$2,000 per week per trainer, plus their direct airfare expenses	On invoice	At any time, you can request, or we may require, on-site training and assistance above that which we must provide. We have no obligation to provide on-site training or assistance. We will prorate this fee based on the number of days of training you receive.
Additional Support/Consulting Fee	A reasonable fee, currently, \$500 per day,	On invoice	We may offer you consultation services beyond the support services under the Franchise Agreement, and if you accept

Type of Fee ¹	Amount	Date Due	Remarks
	plus travel and living expenses		them, we can charge you a consulting fee.
Conference/ Program Fee	A reasonable fee, which will vary by program.	As incurred	We may charge you a reasonable fee for any conferences, conventions, programs, or training sessions that we conduct. We expect these fees to range from \$0 to \$2,500.
Training Cancellation Fee	Our out-of-pocket costs	On invoice	If you fail to cancel scheduled training at least 14 days prior to such training or if you are not prepared to successfully complete training, we may charge you the cost of conducting the originally scheduled training (including any training fees and any travel and living expenses incurred by our representatives) and may require you to pay an additional fee for rescheduled training
Learning Management System License Fee	Our then-current fees. Currently, we do not charge this fee. Beginning in January 2023, we will charge the fee (estimated to initially be \$185 to \$225 per year).	As incurred	We require you to license an electronic learning management system (the " Learning Management System ") to participate in certain required training programs and access the Manuals. This fee may change from time to time. In 2023, this fee will payable to us or our affiliate.
Plan Review Fee	\$1,000 per set of drawings	On invoice	After our initial review of your Restaurant plans at no cost and a review of a revision incorporating our comments at no cost, we may charge a fee of \$1,000 for each additional set of drawings we review that include any modifications from the plans that we have previously accepted.
Lease Renewal/ Extension Review Fee	Our then-current fee. Currently, \$2,000.	As incurred	If you renew a lease or a lease is extended by the landlord for a period of 12 months or more, you must obtain our approval of the lease and, in our sole discretion, pay this fee, which we may change from time to time. Our review of the lease will be limited to determining whether it complies with the Franchise Agreement.
Lease Documentation Late Fee	\$500 per month (or partial month) until delivered	As incurred	We may charge you this fee if you fail to provide us with a signed copy of any lease or a modification, amendment, or renewal of a lease within 15 days after its execution. The fee is payable for each month or partial month after the deadline, until you provide the documentation.

Type of Fee ¹	Amount	Date Due	Remarks
Relocation Fee	10% of the then- current Initial Franchise Fee	Before your relocation	Payable to us if you relocate to a new site that we have accepted.
Relocation Extension Fee	\$1,500 per year that the term is extended	Before we sign relocation Franchise Agreement	If you relocate to a new site and we agree to extend the term of your Franchise Agreement (or enter into a new Franchise Agreement) to match the term of your new lease, you must pay the Relocation Extension Fee in addition to the Relocation Fee.
Refresh/ Remodel Site Survey and Design Fee	Our then-current fee. Currently, such fee is approximately \$1,200 to \$6,000 depending on the scope of the required changes.	As incurred	You must refresh your Restaurant every five years and must remodel your Restaurant every ten years to meet our then-current Standards. We may require you to pay us, our affiliates, or our designee this fee to inspect your Restaurant and produce a site survey and/or design plan that will comply with these obligations.
Transfer Fee	50% of the then- current Initial Franchise Fee if it is a Control Transfer; if it is a transfer to a related party or that is not a Control Transfer, 10% of the then- current Initial Franchise Fee	At transfer closing	Payable to us if you transfer any interest in your Franchise Agreement or Restaurant. A "Control Transfer" occurs if there is a transfer of (i) any interest in the Franchise Agreement, (ii) the Restaurant or substantially all of its assets, (iii) more than 20% of the ownership interests in you, or (iv) any interests that result in a change in control of your entity. See Item 17.k for the definition of "transfer."
Renewal Fee	20% of the then- current Initial Franchise Fee	Before we sign renewal Franchise Agreement	Payable to us if you enter into a renewal term.
Computer Systems Fee	A reasonable fee, which will vary based on the services provided.	As needed	Paid to contractors, or us or our affiliates, as applicable. We may charge a reasonable systems fee for modifications and enhancements and other maintenance and support services related to the Computer System (as defined in Item 11). The amount for upgrades and maintenance varies based on the extent of the upgrade or services provided.
POS System Support Fee	Currently, estimated to be between \$100 and \$250 per month	As Incurred	You must remit this fee to us or our affiliate (or a third-party vendor approved by us) for software and hardware support for your POS System. The support service includes helpdesk support, trouble shooting, menu management,

Type of Fee ¹	Amount	Date Due	Remarks
			third-party integrations, and collection of sales data from your POS System overnight. This fee is subject to change.
Non-Focus Brands Portfolio POS Menu Setup	A reasonable fee, currently estimated to be \$500 per day	As incurred	If we permit you to operate a co-branded location with a brand that is not in the Focus Brands Portfolio and such brands' sales are processed through the POS System, we may charge you a fee to add the other brands' menu to the POS System or to subsequently modify it.
Mobile Device Management Software License Fee	Currently, estimated to be between \$19 and \$40 per month	As incurred	Mobile device management software is required to be installed on each POS System and customer display system (such as a guest-facing or crew-facing iPad®). This charge will be collected with the monthly POS System Support Fee and is subject to change.
Back Office and Polling Software Fee	Currently, estimated to be between \$100 and \$200 per month per month	As incurred	Currently we require you to remit this fee to a third-party vendor that provides the back office and polling software for your Computer System. We reserve the right to require you to remit this fee to us, our affiliate, or a different third-party vendor at any time.
Credit Card Fees	Transaction fees estimated to be from 2.5% to 5% of transaction amounts. Other fees may apply depending on the vendor used for credit card processing.	As incurred	We may require that you use a specific credit card processing company and/or gateway. Currently, we do not collect any fees for credit card processing, but we may charge for our administrative cost for this activity.
Information Security and Compliance Fees	Amount of fees; estimated to be between \$75 and \$150 per month.	As incurred	You must remit this fee to us, our affiliate, or a third-party vendor. This fee is subject to change. We may require that you use one or more Approved Suppliers to provide credit card data and security services that are consistent with PCI-DSS requirements, including a managed firewall, quarterly network scan, anti-virus/anti-malware software, and managed Wi-Fi. We may also require you to obtain data breach protection insurance provided by such Approved Supplier. We require that you submit annually proof of your PCI-DSS compliance status. We may also charge an administrative fee to review your

Type of Fee ¹	Amount	Date Due	Remarks
			systems and verify your compliance with these requirements.
Gift Card and Loyalty Program Fees	Amount of administrative fees	As incurred	You must participate in the gift card, loyalty, and other electronic incentive programs (the “ Gift Card and Loyalty Programs ”) that we establish, using vendors that we designate, which may include us or our affiliates. We or our affiliates may charge, or collect on behalf of our vendors, an administrative cost for participating in these programs. Currently, our gift card distributor retains 7.75% or 12% of the value of a gift card purchased from a retailer other than a Restaurant (with the percentage varying by retailer). If a gift card is redeemed in your Restaurant, we will reimburse the redeemed amount minus the 7.75% or 12% administrative fee retained by the vendor. In addition, currently, you must pay our designated gift card processor \$4.50 per Restaurant per month to cover unlimited transactions and settlement processing.
Loyalty App Fee	Currently, \$55 per month	As incurred	You are required to participate in our loyalty program. This fee is payable to us or a vendor that we designate for use of our designated loyalty app.
Online Ordering Fee	Currently, \$69 per month	As incurred	You must participate in our online ordering program. This fee is payable to us or a vendor that we designate. We may change the fee from time to time and may charge additional fees.
Ordering Support Fee	A reasonable fee, which will vary based on the services provided. Currently, \$0.35 to \$0.50 per transaction processed through our online ordering system.	Payment Due Date	We require you to pay to us, our affiliates, and/or one or more third parties that we designate, an ordering support fee, in an amount and at the times that we specify, for various ordering support services that we will provide or arrange for our affiliates or third parties to provide, such as services related to online and catering ordering platforms, call center(s), ordering and delivery management services, and catering rewards program(s). We may include in the fee our and our affiliates’ costs and administrative expenses related to procuring, providing, and/or developing the services, including without limitation

Type of Fee ¹	Amount	Date Due	Remarks
			the costs of integrating such services with the Computer System. We may modify this fee (including by changing it to a percentage of sales) and the included products and services from time to time.
Purchasing Program Fee	Reasonable membership fees assessed by the Purchasing Program	As incurred	If we designate or establish any purchasing and/or distribution cooperatives/associations/programs (" Purchasing Programs "), you must become a member and pay any membership fees assessed. We currently do not have any Purchasing Programs which require membership fees.
Supply Chain Fee	Currently, \$0.25 - \$0.35 per case purchased through certain Appointed Distributors (as defined in Item 8)	As incurred	FSC collects this fee from certain Appointed Distributors from whom you may purchase products and services, to offset expenses that FSC incurs managing the supply chain. The fee is subject to change from time to time.
Master Insurance Policy Fee	Currently not charged; we do not have an estimate at this time.	As incurred	We reserve the right to obtain a master insurance policy on behalf of the System for certain types of coverage and require you to pay all or a portion of your proportionate share of coverage under the master policy to us or our Approved Supplier.
Insurance	Amount of unpaid premiums and our costs	On demand	Payable only if you fail to maintain required insurance coverage and we elect to obtain coverage for you. See Item 8.
Guest Relations Fee	Currently, \$20 to \$40 for each guest complaint or other contact request that you do not timely respond to or for each excessive guest complaint	As incurred, due on the Payment Due Date	Payable, in addition to any other remedies that we are entitled to pursue (including reimbursement of any costs or expenses we may incur related to responding to or resolving such complaint on your behalf), if you fail to respond in accordance with our Standards within 72 hours to a guest contact request that we send to you or a guest complaint. We may also impose this fee for the fourth and each subsequent guest complaint received in a given month related to your Restaurant. We may change the fee, time period for responding to complaints, and number of complaints deemed to be excessive from time to time.
Non-compliance Fee	Currently, \$25 to \$500 for a single default, but may vary based on the	On invoice	Payable if you fail to comply with any of the Standards, in addition to any other remedies that we are entitled to pursue.

Type of Fee ¹	Amount	Date Due	Remarks
	severity of defaults and repetition of defaults.		The fee may be charged repeatedly (as frequently as daily) if the non-compliance is ongoing.
Failure to Comply with Standards or Law Fee	Up to a \$5,000 fee plus our reasonable expenses connected with any inspection, examination, or analysis of product	On invoice	Payable if our inspection of products shows the products have been adulterated in any way or that your Restaurant does not comply with applicable laws. If (i) we inspect your Restaurant and find a violation and we find the same violation at another inspection within one year, (ii) you fail to comply with any remedial measures we require, (iii) you fail to cooperate in any inspection, or (iv) there have been repeated violations, then you must pay up to a \$5,000 fee for the inspection, in addition to the travel expenses of our inspectors or representatives and any other expenses we incur, including attorneys' fees. These remedies are not exclusive.
Development Deadline Extension Fee	\$2,500 per missed deadline	On invoice	Payable if you fail to meet the Site Approval Deadline, Construction Start Deadline, or Opening Deadline (each as defined in Item 11) or if we grant you an extension to any of these deadlines. We may terminate the Franchise Agreement if you fail to open by the Opening Deadline or if you fail to cure a default of the Site Approval or Construction Start Deadlines.
Repeated Inspection Fee	Cost of inspection	On invoice	If we or our representative inspect you as a result of your repeated or continuing failure to comply with any provision of the Franchise Agreement, you must pay us the cost of the inspection, including the travel and living expenses of our representatives.
Reimbursement of Services After Default	All costs and expenses that we reasonably incur	On invoice	Payable if you default under the Franchise Agreement and we, in our sole discretion, undertake or perform on your behalf any obligation or duty that you are required to, but fail to, perform under the Franchise Agreement.
Audit	Cost of audit	On invoice	If we audit you and find that you understated Net Sales by 2% or more, you must reimburse us all reasonable expenses connected to the audit, review or examination (including any reasonable

Type of Fee ¹	Amount	Date Due	Remarks
			accounting and attorneys' fees). We estimate that the typical audit costs would be approximately \$1,000 to \$4,000.
Liquidated Damages	The average monthly amount of Royalty that you owed us during the past 36 months times the lesser of the remainder of term of the Franchise Agreement or 36 months.	Within 30 days of termination of your Franchise Agreement	You must pay this fee only if the termination occurs after the opening date of your Restaurant and you are not insolvent at the time of termination. If less than 36 months have passed since opening and termination, the amount will be the average monthly Royalty during the time between opening and termination, times the lesser of the remainder of term of the Franchise Agreement or 36 months.
Appraiser's Fee	50% of appraiser's fee	On invoice	You must pay this fee only if we elect to purchase your assets on termination or expiration of the Franchise Agreement and we cannot agree with you on the purchase price.
Indemnification of us	Our cost	On invoice	You indemnify us from certain losses and expenses under the Franchise Agreement.
Attorneys' Fees	Our cost	On invoice	You must pay us any attorneys' fees we incur related to you, your Owners, or your Restaurant (other than those we incur in response to your efforts to enforce the Franchise Agreement or in the defense of any claim we assert against you on which you substantially prevail in court or other formal legal proceedings). If we become a party to a proceeding on an agreement between us and you, and we win, or if we become a party to litigation or insolvency proceedings for your franchise, then you must pay our reasonable attorneys' fees and court costs. If we terminate the Franchise Agreement for your default, you must pay us all our expenses from your default or termination, including reasonable attorneys' and experts' fees.
Reinstatement Fee	10% of the amount of the then-current Initial Franchise Fee, plus Royalty Fees that would have been payable in period between termination and reinstatement	Before reinstated	If we terminate your Franchise Agreement due to a health and safety default, you cure the default and want to be reinstated, and we agree to reinstate your Franchise Agreement, you must pay us a reinstatement fee.

Type of Fee ¹	Amount	Date Due	Remarks
De-identification Fee	Our actual costs, plus interest and an administrative fee equal to 15% of our actual costs	On invoice	Payable if we terminate the Franchise Agreement, you fail to de-identify the Restaurant, and we make the required changes on your behalf.

Notes

1. Unless otherwise stated, we directly impose all the fees in this table, you pay them to us, and we do not refund them. We endeavor to impose these fees uniformly, but reserve the right to make variances in special circumstances. We reserve the right to collect all fees due to us under the Franchise Agreement through EFT. We may change the Payment Due Date, and any other due dates, in the Manuals or in a written notice to you.

2. **“Net Sales”** means all revenues generated by your Restaurant or conducted from or with respect to the Restaurant, whether the sales are evidenced by cash, check, credit, charge, account, barter or exchange. Net Sales includes monies, gift card redemptions, or credit generated by or received from (i) the sale of Approved Products or tangible property of every kind and nature, promotional or otherwise, anywhere and (ii) services performed from, at, or in connection with the Restaurant, including (x) off-premises services (such as catering and delivery), (y) on-premises services such as games (e.g., slot machines) or third-party advertising (e.g., on menus), or (z) any other services or activities that use either the System, the Proprietary Marks, or products that are the same as or similar to the Approved Products. The foregoing list is not intended to provide approval for such activities, which may be conducted only if approved. Unless we specify otherwise in writing, Net Sales shall include all ancillary charges or fees, including delivery fees and other service charges, that are paid to you by a customer or by a third-party delivery or catering service (e.g., Uber Eats, Postmates, Grubhub, ezCater, or DoorDash) (a **“TPS”**) in connection with delivery or catering services related to your Restaurant (recognizing that though the TPS may pay you an amount equal to the purchase price charged to the customer less a commission, other fees and any discounts, credits, or coupons applied to the order, such commission, fees, discounts, credits, and coupons will not be deducted from your Net Sales). Net Sales will not include (a) the initial sales or reloading of gift cards, (b) discounts, (c) the sale of food or merchandise for which refunds have been made in good faith to customers, (d) the discounted portion of employee meals, (e) sales, meals, use or excise tax imposed by a governmental authority directly on sales and collected from customers, provided that the amount for the tax is added to the selling price or absorbed therein and is actually paid by you to a governmental authority, (f) the sale of equipment used in the operation of the Restaurant, or (g) tips.

**ITEM 7
ESTIMATED INITIAL INVESTMENT**

YOUR ESTIMATED INITIAL INVESTMENT

Type of Expenditure	Amount of Expenditure		Method of Payment	When Payments Are Due	To Whom Payment Will Be Made
	Low	High			
Initial Franchise Fee ¹	\$30,500	\$30,500	Lump sum	At signing of Franchise Agreement	Us

Type of Expenditure	Amount of Expenditure		Method of Payment	When Payments Are Due	To Whom Payment Will Be Made
	Low	High			
Construction and Build Out Costs ²	\$275,000	\$935,000	As incurred	Before opening	Contractors
Permitting ³	\$1,700	\$2,500	As incurred	Before opening	Government agencies
Equipment Package ⁴	\$79,000	\$127,000	Lump sum	Before opening	Vendors
Millwork ⁵	\$35,000	\$44,000	As incurred	Before opening	Vendor
Furniture ⁶	\$24,500	\$35,000	As incurred	Before opening	Vendors
Menu Board, Graphics and Interior Signage ⁷	\$2,600	\$12,000	As incurred	Before opening	Vendors
Exterior Signage ⁸	\$12,000	\$73,200	Lump sum	Before opening	Vendors
Computer System ⁹	\$12,000	\$47,000	As incurred	Before opening	Vendors
Smallwares ¹⁰	\$12,500	\$19,000	As incurred	Before opening	Vendors
TV/Music ¹¹	\$1,000	\$3,600	As incurred	Before opening	Vendors
Architect/Engineer ¹²	\$11,500	\$32,000	As incurred	Before opening	Architect
Rent ¹³	\$4,500	\$20,000	Monthly	As arranged	Lessors
Grand Opening Marketing ¹⁴	\$5,000	\$25,000	As incurred	Before opening	Vendors
Legal and Accounting Fees ¹⁵	\$3,500	\$50,000	As incurred	Before opening	Lawyers and accountants
Insurance ¹⁶	\$7,000	\$9,000	As incurred	Before opening	Insurance companies
Misc. Opening Costs/Office Supplies ¹⁷	\$2,500	\$5,000	As incurred	Before opening	Vendors, us
Security Deposits ¹⁸	\$1,500	\$8,000	As incurred	As incurred	Utility companies, lessors
Training Fees ¹⁹	\$0	\$5,810	As incurred	Before opening	Us
Travel and Living Expenses during Training ²⁰	\$10,000	\$40,000	As incurred	Before opening	Airlines, hotels and restaurants
Opening Inventory ²¹	\$10,000	\$12,000	As incurred	Before opening	Vendors
Additional Funds - 3 Months ²²	\$25,000	\$50,000	As incurred	As incurred	Us, employees, vendors, etc.
Total Initial Investment²³	\$566,300	\$1,585,610			

Explanatory Notes:

The chart above provides an estimate of your initial investment for one Restaurant. The chart should be read in conjunction with the following notes. The chart includes estimated expenses for Restaurants located in in-line and endcap retail plaza spaces.

You should review this information, including the footnotes, carefully, conduct your own investigation and seek the help of qualified advisors before making any decision about an initial investment in a Restaurant.

None of these fees or payments are refundable unless otherwise noted below.

1. Initial Franchise Fee. See Item 5.
2. Construction and Build Out Costs. This estimate includes fees paid to a general contractor you engage to build out the Restaurant to meet our Standards. Leasehold improvements include but are not limited to HVAC, electrical, carpentry, floor covering, and painting. The cost of a general contractor will vary widely depending on the size and condition of the premises, whether or not there are any existing and comparable leasehold improvements in the premises, the extent and quality of improvements you desire over and above our minimum requirements, your landlord's cash contribution to the cost of the improvements, and the local costs of material and labor. In certain major metropolitan markets such as Boston, Chicago, New York, Los Angeles, San Francisco, Seattle, and Washington, D.C., costs could be significantly higher than the estimates provided here due to local market rates for materials and labor. This estimate does not include leasehold improvements for free-standing buildings, as the costs for this format may vary significantly.

You may be able to negotiate tenant improvement allowances from your landlord. The estimate is presented net of estimated tenant improvement allowances. For the low estimate, we estimated a tenant improvement allowance of \$72,000, which is approximately the average tenant improvement allowance that franchisees have reported to us and our affiliates for similar units. For the high estimate, we assumed that a tenant improvement allowance was not available.

3. Permitting. This estimate includes the cost of acquiring construction permits, including permit fees. Your costs will vary depending upon your Restaurant's location. In some markets, the costs of required permits may significantly exceed our estimates.
4. Equipment Package. You must purchase or lease from an Approved Supplier certain equipment (like kitchen equipment) and machinery that complies with our Standards. Your actual costs will vary depending on a number of factors including, without limitation, building codes and health requirements of the state where your Restaurant is located.

These amounts do not include the costs of any owned, hired or leased delivery motor vehicles that you may utilize in the operation of the Restaurant. If you offer delivery and catering services under the terms of the Franchise Agreement, you may need to purchase at least one branded catering vehicle equipped per our

specifications, which will cost approximately \$25,000 to \$35,000 if purchased, or \$500 to \$700 per month if leased, although leased costs may vary significantly.

5. Millwork. You will incur expenses for millwork at the Restaurant, which may include the cost of purchasing and installing cabinets and counters.
6. Furniture. You must purchase furniture such as tables, chairs, and office furniture from an Approved Supplier that meets our Standards.
7. Menu Board, Graphics, and Interior Signage. This estimate includes the cost of digital and/or static menu boards and interior signage. The cost will vary based on the size of your Restaurant.
8. Exterior Signage. The cost of your exterior sign will vary depending on the size, color, quantity and back-lite channel letters of the sign and other specifications as we require.
9. Computer System. You must purchase, lease and/or license and install at the Restaurant the POS System, computer systems, mobile hardware, software, online ordering platform, associated computer hardware, telephone lines, network connections, communications equipment, high speed internet access (e.g. DSL or cable), credit card, gift card and loyalty card processing equipment, and other equipment that we require from time to time (collectively, the “**Computer System**”). The Computer System currently includes a back office PC, one monitor, one back office multi-function printer, between one and four POS System terminals, one firewall device, a dedicated iPad® or Windows® tablet/computer, and one POS System server in addition to other related software, phone and network connections, and equipment. The high estimate includes drive-thru timer and related equipment. You may incur additional expenses if you require additional equipment. You are required to purchase training software from a vendor that we designate.
10. Smallwares. This estimate includes the cost of purchasing cooking utensils cutlery, small equipment, other smallwares, and other tools necessary to operate the Restaurant.
11. TV/Music. We may require you to install televisions and audio equipment in the Restaurant and to enter into subscriptions for television and audio services.
12. Architect/Engineer. You must engage licensed architects and engineers (for mechanical, electrical, plumbing and structural) to draft standard construction plans for your Restaurant. Your costs will vary depending upon the location of the Restaurant, its condition, and the need for additional designs, plans, and drawings, if applicable.
13. Rent. The figures in the table reflect our estimates for leasing the Restaurant premises and include only one month of rent. A typical Restaurant occupies about 2,200 to 2,600 square feet of space and may be located in either a free-standing building, in an in-line retail plaza space, or other non-traditional venue. The Restaurant requires ample parking, good visibility, and availability of prominent signage. Your rent will depend on the site’s size, condition, visibility, accessibility, and location, local market conditions, demand for the premises among prospective

lessees, and the arrangement you negotiate with the landlord. In certain major metropolitan markets such as Boston, Chicago, New York, Los Angeles, San Francisco, Seattle, and Washington, D.C. and in certain other high demand districts, prevailing market rents could be significantly higher than the high estimate. Because of the wide variation in lease rates for retail space, you should consult with a local commercial real estate broker to get a more accurate estimate of costs in your market.

If you choose to instead purchase real estate, we are unable to estimate the total cost of purchasing suitable premises for your Restaurant or the amount of any down payment that would be required.

14. Grand Opening Marketing. You must conduct a grand opening advertising campaign with the opening of your Restaurant. You must pay all costs of the grand opening, including publicity costs, promotional costs, plus the full cost of any price reductions or other customer inducements. Costs may vary depending on your market and the type of advertising used, however, you must spend a minimum of \$25,000 (\$35,000 if your Restaurant is the first Restaurant to open in a Designated Market Area) during the period beginning four weeks before and ending eight weeks after the opening of your Restaurant. You must obtain our written approval for the grand opening advertising plan at least 30 days prior to your grand opening.
15. Legal and Accounting Fees. This estimate includes the cost of legal and accounting fees that you may incur in establishing your business. Such expenses may include fees payable to attorneys and accountants that you will need to use for the review of this Disclosure Document and the related agreements, as well as for entity formation and lease negotiation.
16. Insurance. You must obtain and maintain during the term of your Franchise Agreement, at your expense, a comprehensive business insurance program, including property, commercial general liability, automobile liability, business property, umbrella, workers' compensation, employment practices liability, cyber liability, and (if you serve alcohol) dram shop liability insurance. The types and minimum amounts of insurance coverage that we currently require are described in Section 13.2 of the Franchise Agreement, but are subject to change. We may obtain a master insurance policy on behalf of the System for certain types of coverage and require you to pay all or a portion of your proportionate share of coverage under the master policy to us or our Approved Supplier. This figure estimates the cost of your insurance premiums for your first year of operation based on our minimum requirements. Your cost of insurance will vary depending on your Restaurant location, the claims experience of commercial businesses in your area, and your prior insurance claim experience. You should be aware that this cost may increase in the future if we exercise our right to require you to obtain insurance with higher policy limits.
17. Misc. Opening Costs/ Office Supplies. This includes office supplies and other miscellaneous opening expenses, such as utility costs, business licenses and permits, opening assistance, and the cost of training your employees.
18. Security Deposits. This estimate includes the cost of deposit expenses to obtain utility services, which includes deposits to initiate telephone, gas, electricity, water, and other services. These costs will vary due to municipality requirements, local

provider requirements, and your creditworthiness. These deposits are generally refundable depending on the provider's policies. This estimate does not include any security deposit under any lease for the Restaurant.

19. Training Fees. For the Subsequent Restaurants, you must pay the Management Training Fee if we require, or you elect, to receive such training from us or our designee. If you have a Training General Manager and a Certified Training Restaurant (as both terms are defined in Item 11), we may authorize you to provide the Management Training Program to your trainees. You will not pay the Management Training Fee for the Initial Restaurants and any training that you provide.

In addition, for your fourth or subsequent Restaurants (including Restaurants owned by your affiliates), you must pay the On-Site Training and Assistance Fee if we require, or you elect, to receive on-site training and assistance. The high estimate includes the cost of one of our trainers traveling to provide one week of such on-site training and assistance.

20. Travel and Living Expenses during Training. This estimate is for the cost of two people to attend the Management Training Program in an approved training restaurant in a location that we designate. You are responsible for the travel and living expenses, wages, and other expenses incurred by your trainees during the program. Your actual cost will depend on your point of origin, method of travel, class of accommodations, and dining choices. If any of your trainees require additional training beyond our standard Management Training Program, you may incur additional costs that are not reflected in this estimate.
21. Opening Inventory. You must purchase an opening inventory of food and paper products, which will vary in cost based on the size, location, and projected sales of your Restaurant.
22. Additional Funds – 3 Months. This estimates the additional funds you may need to cover expenses you will incur before your Restaurant opens and in its first three months of operation. These expenses may include, without limitation, employee salaries, wages, and benefits, payroll taxes (including payroll to cover the pre-opening training period for your staff), Royalty Fees, Advertising Contributions, additional advertising expenses, additional inventory, miscellaneous supplies and equipment, rent, bank charges, state tax and license fees, deposits, prepaid expenses, and other miscellaneous items. We have based these figures on our experience franchising Restaurants and our affiliate's experience opening and operating Restaurants. You may incur other categories of expenses or expenses in excess of this estimate.
23. Total Initial Investment. These figures are based on our experience franchising Restaurants and our affiliate's experience opening and operating Restaurants. Your actual investment and expenditures and initial cash outlay may vary from the amounts shown if you choose to purchase your Restaurant, if you choose to build a larger or smaller Restaurant than our standard design, or if your Restaurant is located in an expensive market. Restaurants located in non-traditional venues like office buildings, hospitals, stadiums or university food service facilities will likely experience lower initial investment expenditures than Restaurants in traditional locations like malls or strip centers.

We do not offer direct or indirect financing to franchisees for any of these items. The availability and terms of financing will depend on factors like the availability of financing generally, your credit worthiness, collateral you pledge, policies of your lending institution, and economic conditions in your area.

ITEM 8

RESTRICTIONS ON SOURCES OF PRODUCTS AND SERVICES

Required Purchases. We have the right to require that Approved Products, other products, Proprietary Ingredients, supplies (including chemicals), furniture, fixtures, equipment, and services (collectively, “**Goods**”) that you purchase for resale or purchase or lease for use in your Restaurant: (i) meet specifications that we establish from time to time; (ii) be a specific brand, kind, or model; (iii) be purchased or leased only from suppliers, service providers, manufacturers, distributors, and/or consolidators (collectively, “**Suppliers**”) that we have expressly designated or approved (“**Approved Suppliers**”); (iv) be purchased or leased only from a single source that we designate (which may include us or our affiliates or a buying cooperative organized by us or our affiliates); and/or (v) be purchased as part of a purchasing program, arrangement, or contract that we negotiate or specify. We may add or change Approved Suppliers at any time.

You must purchase all of your requirements of Proprietary Ingredients, Proprietary Products, and proprietary uniforms, signs, menu boards, smallwares, materials, supplies, paper goods, equipment, and packaging (collectively, the “**Proprietary Goods**”) from us, our affiliates, or our designated Approved Suppliers. The Proprietary Goods include printed paper, paper products, and plastic products bearing our Proprietary Marks (including, for example, dishes, containers, cartons, bags, napkins, and packaging supplies). We may require you to purchase certain trademarked product lines consisting of t-shirts, apparel, mugs and other merchandise and products bearing the Proprietary Marks (“**Trademarked Product Lines**”) from us, our affiliates, or our designated Approved Suppliers. In addition, if we conduct test marketing to determine consumer trends and the salability of new food or non-food products and services, you may be required to purchase a reasonable quantity of test products we specify from designated Approved Suppliers.

For any proposed site, we may require you to obtain a site selection analysis from an Approved Supplier, which may include an analysis of such factors as traffic patterns, demographics and competitors within the market. As you design and construct your Restaurant, you must hire an architect that we accept in writing to prepare your plans and make any necessary changes to our standard layout and specifications. In addition, you must hire a licensed and insured general contractor that we accept to complete the build-out of your Restaurant. Our acceptance of your architect or general contractor will not in any way be our endorsement of your architect or general contractor or render us liable for your architect’s or general contractor’s performance. When you refresh or remodel your Restaurant, we may require you to obtain, at your expense, a site survey and design solution from us, our affiliates, or a designated vendor.

You must purchase and install, at your expense, all fixtures, furnishings, equipment (including a Computer System), décor and signs, as we direct. If we modify our menu, we may require you to purchase additional equipment to prepare and store new menu items. You may not install on or about your Store any merchandise, furnishings, interior or exterior décor items, supplies, fixtures, equipment or utensils unless they have been approved by us in writing. You must purchase these items only from an Approved Supplier, unless we specify otherwise.

You are required to purchase most of the components of the Computer System that we specify from Approved Suppliers. Currently, we have Approved Suppliers for our POS System and for certain software that you must use in your Restaurant, including the Learning Management System. We also require you to use designated Approved Suppliers for point-to-point encryption (“P2PE”) solutions (hardware and software) that are used in cooperation with your POS System to provide secure and compliant payment processing services. If we require you to use any proprietary software or to purchase any software from a designated vendor, you must execute any software license agreements that we or the licensor of the software require and any related software maintenance agreements. We may require you to maintain certain network connections, which may include using an Internet Service Provider or other communications provider that we approve or designate. Currently, we require you to obtain POS System support services from our affiliate. We may require you to maintain other support service contracts and/or maintenance service contracts from us, our affiliates, or designated Approved Suppliers.

We require you to accept major credit cards (Visa, MasterCard, American Express, and Discover) for customer purchases, participate in our Gift Card and Loyalty Programs, and participate in our in-shop mobile and online ordering program. These programs may require that you invest in additional equipment and incur fees from the credit card processing vendors, gift card processing vendors, and other hardware and software vendors that we designate.

We require you to purchase and maintain specific types of insurance coverage as described in more detail in the Franchise Agreement and the Manuals from insurance companies that meet our minimum Standards. We also specify the minimum amounts of insurance coverage you must maintain. All insurance policies must name us and others we designate as additional insureds. You must provide us with evidence of your insurance coverage before you begin operations at your Restaurant, upon annual renewal of your insurance, and otherwise within 10 days of our demand for proof. We reserve the right to obtain a master insurance policy on behalf of the System for certain types of coverage and require you to pay all or a portion of your proportionate share of coverage under the master policy to us or our Approved Supplier.

We have a beverage arrangement for the supply of fountain beverages and other drinks. You must execute a Franchisee Participation Agreement, which is attached in Exhibit C to this Disclosure Document.

Currently, except as otherwise detailed above, you may purchase the remainder of the Goods that you use in your Restaurant from any source, as long as the Supplier and the Goods meet our minimum Standards. We may designate any Supplier as ineligible to supply Goods to you in our sole discretion. Further, we may designate one or more Approved Suppliers for any Goods upon written notice to you.

We or Our Affiliates as Approved Suppliers. Except as set forth in this paragraph, neither we nor our affiliates are currently Approved Suppliers for any Goods that you are required to purchase or lease. FSC provides supply chain, quality assurance, distribution, and logistics services to franchisees, and FBRI administers our gift card program, although neither are Approved Suppliers for any Goods. We and our affiliates reserve the right to become an Approved Supplier or the only Approved Supplier for any Goods in the future.

Interest in Approved Suppliers. Except through an interest in us or our affiliates, none of our officers owns any interest in any Suppliers with whom you must or are required or recommended to do business.

Approval Process. If you would like to offer products or use any Goods that we have not approved or to purchase or lease from a Supplier that we have not approved, you must submit a written request for approval and provide us with any information that we request. We have the right to inspect the proposed Supplier's facilities and test samples of the proposed Goods. You must pay us a charge not to exceed the reasonable cost of the inspection and our actual cost of testing the proposed Goods or evaluating the proposed Supplier, including personnel and travel costs, whether or not the Goods or Supplier is approved. We have the right to grant, deny, or revoke approval of Goods or Suppliers based solely on our judgment. We will notify you in writing of our decision as soon as practicable following our evaluation. If you do not receive our approval within 90 days after submitting all of the information that we request, our failure to respond will be deemed a disapproval of the request. The products and services that we approve for you to offer in your Restaurant may differ from those that we permit or require to be offered in other Restaurants.

Before we approve a Supplier, we will require the following, among other things: (i) the Supplier must demonstrate that it is able to supply the item to you in accordance with our Standards, including our Standards as to the artwork and text on the items; (ii) if the Supplier is to receive access to any of our Confidential Information (defined below) Trade Secrets (defined below), or intellectual property, including logos, the Supplier must sign a confidentiality agreement and/or our standard form license agreement we prepare; (iii) the Supplier must demonstrate that it is in good standing in the business community with respect to its financial soundness and the reliability of its products or services; and (iv) the Supplier must sign all agreements we require our Suppliers to sign at that time.

We may re-inspect the facilities and Goods of any Approved Supplier and revoke approval of the Goods or Supplier if any fail to meet any of our then-current criteria. If you receive a notice of revocation of approval, you must cease purchasing or leasing the formerly-approved Goods or any Goods from the formerly-approved Supplier and you must dispose of your remaining inventory of the formerly-approved Goods as we direct. If we revoke approval of an Approved Product that you have been selling to customers or service that you have been using or offering to customers, you must immediately discontinue using or offering the service and may continue to sell the formerly-approved product only from your existing inventory for up to 30 days following our disapproval. We have the right to shorten this period if, in our opinion, the continued sale of the product would prove detrimental to our reputation. After the 30-day period, or such shorter period that we may designate, you must dispose of your remaining inventory of the formerly-approved product as we direct.

Issuance of Standards and Specifications. We have established Standards for many of the Goods that a typical Restaurant uses. Our Standards for packaging material are available to you; however, our proprietary Standards for certain food items are not available to you. To the extent that we establish Standards, require approval of Suppliers, or designate Approved Suppliers for particular Goods, we will publish our requirements in the Manuals or otherwise in writing. We may, at any time, in our discretion, change, delete, or add to any of our specifications or quality Standards. Such modifications, however, will generally be uniform for all franchisees. We will make available to you, via electronic means or otherwise, any changes to our Manuals or Standards.

Payments from Required Purchases. We and our affiliates may receive payments based on your purchases and leases, including, without limitation, from charging you for Goods we or our affiliates provide to you and from promotional allowances, volume discounts, and other payments made to us by Suppliers or third parties. If we, our affiliates, or third parties acting under our

direction arrange for manufacturers to sell the Goods directly to our Approved Suppliers to then sell them to you, then we and/or our affiliates will have the right to receive payments and other consideration from the Approved Suppliers and/or such third parties for these sales. We or our affiliates also may derive revenue from the licensing of the Proprietary Marks to third-party manufacturers, who in turn sell the products bearing the Proprietary Marks to distributors or others, who then sell the products to our franchisees and to other third parties. We or our affiliates may also receive payments from leasing or subleasing, from time to time, any Restaurant premises to franchisees.

We and our affiliates may use all amounts received from Suppliers or third parties, whether or not based on your and/or other franchisees' actual or prospective dealings with them, without restriction, for any purposes we or our affiliates deem appropriate.

During the fiscal year ended December 26, 2021 ("**Fiscal Year 2021**"), we did not receive any revenue from purchases or leases by our franchisees. During Fiscal Year 2021, (i) MFL received payments totaling \$2,348,684 from Approved Suppliers, all of which was deposited in the Ad Fund for the entire brand's benefit, (ii) MFL received \$718,100 from our franchisees for support fees associated with our POS System, and (iii) Focus Brands Systems received \$1,925,002 in payments from Approved Suppliers related to purchases made by our franchisees, as well as purchases made by franchisees of other franchise systems in the Focus Brands Portfolio. These figures are unaudited and internally generated.

In administering our gift card program, FBRI receives an administration fee based on the gross gift card sales made. During Fiscal Year 2021, FBRI collected \$41,891 in revenue from providing products or services to our franchisees in connection with the gift card program.

Our affiliate, FSC, provides supply chain, quality assurance, distribution, and logistics services for our franchise system. These services include negotiating with Suppliers for the sale of Goods and Proprietary Goods to distributors who will sell and distribute these items to the franchisees, appointing one or more distributors to service our franchisees (the "**Appointed Distributors**"), and managing the inbound distribution logistics associated with direct store delivery between distributors and franchisees. FSC recovers its costs in performing these services from a per-case distribution fee for all cases sold by the Appointed Distributors to our franchisees and from other logistics related programs. FSC has this same arrangement with the other franchise systems within the Focus Brands Portfolio. During Fiscal Year 2021, collectively for all Focus Brands Portfolio companies, JJ, and all Former Focus Franchisors, FSC collected approximately \$6,159,228 in distribution case fees and logistics savings, which partially offset its operating costs for the year.

Proportion of Purchases Subject to Specifications. Currently, we estimate that your purchases from Approved Suppliers and otherwise under our Standards will be about 85% of the total purchases and lease of products and services needed to establish the Restaurant and about 90% of the total purchases and leases of products and services needed to operate a Restaurant.

Cooperatives and Purchasing Arrangements. Currently, neither we nor MFL have arranged any purchasing and/or distribution cooperatives, associations, or programs (collectively, "**Purchasing Programs**") among our franchisees. We have the right to form Purchasing Programs at any time. If we do form a Purchasing Program, you must (i) become a member by the deadlines we specify, (ii) remain a member in good standing of the Purchasing Program throughout the term of your Franchise Agreement, and (iii) pay all reasonable membership fees assessed by any Purchasing Programs.

We may, but are not required to, use the services of a food broker to negotiate purchase arrangements, monitor Suppliers, conduct inspections, and carry out various other services related to Suppliers. Although we are not required to, we or our designee may, on occasion, negotiate purchase arrangements with various Approved Suppliers, including equipment and food product manufacturers, some of which operate on a large-scale basis, regarding the purchase, sale, pricing, and/or delivery of Goods for the Restaurants with the intent to benefit the System; these arrangements may affect your Restaurant differently than other Restaurants. The negotiated purchasing arrangements may include special contract pricing and volume discounts that result in lower prices than regular wholesale and/or retail prices. There can be no assurance that special pricing or terms will be available; any negotiated arrangements may be discontinued at any time.

Our affiliate, FSC, has negotiated certain purchasing arrangements for our franchisees. You may purchase your entire requirements (or lesser amount that we may designate) of Goods used in the Restaurants through Appointed Distributors, taking advantage of any purchasing and logistical arrangements that FSC has negotiated. We may change our distribution arrangements and purchasing arrangements in the future.

Material Benefits. We provide you with no material benefits (like renewal or granting additional franchises) based upon your purchase of particular products or services or your use of designated or Approved 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 in Franchise Agreement	Disclosure Document Item
a. Site selection and acquisition/lease	5	5, 6, 7, 8, 11 and 12
b. Pre-opening purchases/leases	5, 6, 7, 10, and 12.8	5, 7, 8, 11 and 12
c. Site development and other pre-opening requirements	5, 6, and 7	7, 8, 11 and 12
d. Initial and ongoing training	11 and Schedule A – 23.B.	11
e. Opening	6.5 and 17.2.I.	11
f. Fees	3, 5.4.A., 5.4.E., 5.5.B., 6.2.B., 6.5.D., 8.3, 8.6, 10.1, 10.2, 10.3, 10.4, 11., 12.2, 12.4, 12.6.C., 12.8, 12.9, 12.11, 16.3, 16.4, 16.5, 16.6, 16.8, 17.5.D., 17.5.F., 18.1, 18.2, 18.3, and 19.3	5 and 6
g. Compliance with Standards and policies/the Manuals	8 and 12	8, 11, 15, and 16

Obligation	Section in Franchise Agreement	Disclosure Document Item
h. Trademarks and proprietary information	9 and 15	13 and 14
i. Restrictions on products/services offered	7 and 8	8 and 16
j. Warranty and customer service requirements	8.6	Not Applicable
k. Territorial development and sales quotas	Not Applicable	12
l. Ongoing product/service purchases	7, 12.8, 12.9, and 12.11	6 and 8
m. Maintenance, appearance and remodeling requirements	2.2.B.(i), 6, 12.5, 12.6, and 16.3.F.	11
n. Insurance	13.2 and 13.3	6, 7, 8, and 11
o. Advertising	10	6 and 11
p. Indemnification	13.1	6
q. Owner's participation/management/ staffing	12.7 and Schedule A – 23.A.	15
r. Records and reports	14	6
s. Inspections and audits	6.2, 6.5, 7.3, 7.4, 12.2, 12.3, 14, and 17.3.A.	6
t. Transfer	16	6 and 17
u. Renewal	2.2	6 and 17
v. Post-termination obligations	18	17
w. Non-competition covenants	15 and Schedule B	17
x. Dispute resolution	19 and 22.5	6 and 17
y. Personal Guaranty	1.4 and Schedule C	Not Applicable

ITEM 10

FINANCING

We do not offer financing for trade fixtures, opening inventory, or any other purpose.

We may refer you to leasing or financing companies not affiliated with us. We and our affiliates receive no fees or other financial benefits from any lender for your financing. Currently, we will not guarantee your note, lease, or obligation, for any lender, or any other person or entity. We may engage an advisor to provide consulting services to franchisees to assist them with securing financing, and we may pay the advisor for this assistance to franchisees. We will not be responsible for the consultant's provision of services to you, and, if you choose to use the consultant, you must sign the consultant's form of agreement. You will not be required to participate in any financing program that we implement.

We participate in the SBA's Franchise Directory. We may modify the Franchise Agreement, if necessary, to comply with SBA requirements for you to participate in certain SBA loan programs.

We may sell, assign, or discount to a third party any note, financing-related contract or other instrument you give to us.

ITEM 11

FRANCHISOR'S ASSISTANCE, ADVERTISING, COMPUTER SYSTEMS AND TRAINING

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

As noted in Item 1, we have entered into a management agreement with Focus Brands for the provision of certain support and services to Moe's franchisees. Focus Brands may delegate certain of these responsibilities to MFL, the previous franchisor of Moe's franchises. However, we remain responsible for all of the support and services required under the Franchise Agreement.

Our Pre-Opening Obligations

Before you open your Restaurant, we will fulfill the following obligations:

1. Site Selection Review. We will review the location you select for your Restaurant and accept it if it meets our minimum site criteria, at which point it will become the Accepted Location. You may not acquire the Accepted Location until we have accepted it. If you and we have not agreed on an Accepted Location at the time we sign the Franchise Agreement, you must select a location that complies with our site selection criteria within a geographic area that we specify. For any proposed site, we may require you to obtain a site selection analysis from an Approved Supplier, which may include an analysis of such factors as traffic patterns, demographics, and competitors within the market, and provide us with a copy of this analysis. We estimate the cost for this site selection analysis will be \$2,500 to \$5,000. We consider the following factors in determining whether to accept sites: population density and demographics, traffic flow, pedestrian traffic counts, visibility, parking, access, household income, and local competition, including other Restaurants. There is no time limit for us to approve or disapprove of a site. (Franchise Agreement, Section 5.1)

While we may assist you in selecting a proposed site, we are not obligated to do so. We or our affiliates typically do not lease or sublease locations for Restaurants, but we may do so from time to time. (Franchise Agreement, Section 5.2)

We expect you to retain an independent expert to evaluate the suitability of a proposed site and to conduct your independent investigation of the site. We disclaim any responsibility for the suitability of the Accepted Location. Our acceptance of the site is based on the site satisfying our minimum site selection criteria only and will not be construed as a representation or warranty that the Restaurant located at the Accepted Location will be successful. (Franchise Agreement, Section 5.3)

2. Site Agreement. You must deliver a copy of the signed lease, sublease, or other rental agreement for the location (the "**Lease**") or purchase agreement for the location (the "**Purchase Agreement**") and, collectively with the Lease, the "**Site Agreement**") to us with all material terms specified therein. You will be solely responsible for negotiation of the terms of the Site Agreement and performance under the Site Agreement. We will have the right, but not the obligation, to review your Site Agreement prior to its execution to verify its compliance with our requirements. (Franchise Agreement, Section 5.4)

3. General Contractor. You must hire a licensed and insured general contractor (“**General Contractor**”) to complete the build-out of your Restaurant, and the General Contractor must be accepted by us. Our acceptance of your General Contractor will not in any way be our endorsement of your General Contractor or render us liable for your General Contractor’s performance. (Franchise Agreement, Section 6.1)

4. Architectural Plans. We will provide a sample layout and specifications for the Restaurant. You must, at your expense and subject to our acceptance, employ licensed architects, engineers, and others as necessary to prepare your Architectural Plans. We will review your proposed architects and Architectural Plans, which we must accept prior to you submitting for permits and beginning construction. Our acceptance of your architect will not in any way be our endorsement of your architect or render us liable for your architect’s performance or your architect’s compliance with professional design standards or adherence to local codes. After our initial review of your Architectural Plans at no cost and our review of one revised set of Architectural Plans that incorporate our required changes at no cost, we may charge a fee of \$1,000 for each set of drawings we review that include any other modifications from the plans that we have previously accepted. We require that you or your contractor provide us with weekly progress photos. We may inspect your Restaurant when construction is finished to make sure that it meets all of our Standards and requirements. You may be required to periodically provide photographs of your construction progress from the time you commence construction until the time that you open your Restaurant. You may not open the Restaurant until we provide our consent in writing. (Franchise Agreement, Sections 6.2, 6.3, and 6.5)

5. Goods. We will furnish you with any specifications for Goods, to the extent that we publish such specifications. (Franchise Agreement, Sections 7.1. and 7.2)

6. Approved Suppliers. We will identify Approved Suppliers for all Goods required to be used in the Restaurant and use reasonable efforts to fulfill or cause Approved Suppliers to fulfill your orders for Goods on a timely basis. If we, our affiliates, and/or our Approved Suppliers cannot supply customers (including yourself and other franchisees) with the quantity and type of Goods that they request, then we will try to allocate the available quantities and types of Goods on an equitable basis among businesses seeking to purchase the Goods. If you do not receive Goods from us, our affiliates, or our Approved Suppliers, this will not be our breach of the Franchise Agreement, nor will we, our affiliates, or our Approved Suppliers be liable to you for this. (Franchise Agreement, Section 7.1.B.)

7. Manuals and Advice. We will share with you our know-how in operating a Restaurant and grant you electronic or other access to our Manuals and content containing the information, methods, techniques, and specifications for the operation of a Restaurant. See “Manuals,” below in this Item. (Franchise Agreement, Section 8.1)

8. Management Training Program. We will provide initial training in the System and our policies and procedures to your trainees. See “Training,” below in this Item. (Franchise Agreement, Section 11.A.)

9. Approve Grand Opening Materials. We will approve or disapprove, in writing, any materials that you proposed to use in grand opening advertising promoting the opening of your Restaurant. You must obtain our written approval for the grand opening advertising plan at least 30 days prior to your grand opening. We may delay your opening if we have not approved your grand opening advertising plan at least 30 days prior to your opening date. (Franchise Agreement, Section 10.1.C.)

10. Approve Opening. We will approve the opening of your Restaurant, provided you have met your pre-opening obligations. We estimate that the typical time between signing the Franchise Agreement and opening your Restaurant is 6 to 12 months. Factors affecting time include attendance at, and satisfactory completion of, the Management Training Program; obtaining the site; obtaining all necessary permits; completion of construction; and delivery and installation of equipment and supplies. You must (i) identify the Accepted Location, (ii) obtain our acceptance of the Accepted Location, (iii) sign any documentation we require to document the Accepted Location, (iv) obtain our acceptance of a Lease for the Accepted Location, and (v) sign the accepted Lease for the Accepted Location or otherwise acquire the ownership rights to the Accepted Location within 150 days after you sign the Franchise Agreement (the “**Site Approval Deadline**”). You must (i) submit to us a complete set of final Architectural Plans and (ii) begin construction at the Accepted Location within 270 days after we sign the Franchise Agreement (the “**Construction Start Deadline**”). You must open your Restaurant within 360 days after we sign the Franchise Agreement (the “**Opening Deadline**”). We may, in our sole discretion and upon your request, grant you an extension to any of these deadlines for a fee. We may terminate your Franchise Agreement (without refunding the Initial Franchise Fee) if you fail to meet the Site Approval Deadline or the Construction Start Deadline and fail to cure such failure within 30 days or if you do not meet the Opening Deadline. (Franchise Agreement, Section 6.5)

Obligations After Opening

During the operation of your Restaurant, we will fulfill the following obligations:

1. Approved Suppliers. We will continue to identify Approved Suppliers for Goods to be used in your Restaurant. (Franchise Agreement, Sections 7.1 and 7.2)

2. Review Proposed Suppliers and Goods. If you would like to offer products or use any Goods that we have not approved or to purchase or lease from a Supplier that we have not approved, you must submit a written request for approval and provide us with any information that we request, which we will review and approve or disapprove. See Item 8. (Franchise Agreement, Sections 7.3)

3. Ad Fund Management. We will manage the Ad Fund as described below in this Item. (Franchise Agreement, Section 10.3)

4. Update Standards and Manuals. We will provide you with notice of any changes to our specifications, Standards, or the Manuals. You must immediately adopt any supplements to the Manuals that we provide to you. (Franchise Agreement, Section 8.3)

5. Review Advertising. We will approve or disapprove any of your proposed Advertising and Promotional Content (as defined below) that requires our prior written approval. (Franchise Agreement, Section 10.1.B.)

6. Support Services. We will furnish you with those support services we consider advisable. We may provide these services on-site, off-site, by telephone, or through other means. Timing will depend on the availability of our personnel. (Franchise Agreement, Section 11.5)

7. Relocation Review. We will evaluate sites to which you propose to relocate your Restaurant in accordance with the site selection criteria provisions described above in this Item. (Franchise Agreement - Section 5.5)

8. Remodeling Review. We will review and approve or disapprove your general contractor and proposed replacement designs, furniture, fixtures, equipment, and décor when you refresh or remodel your Restaurant. (Franchise Agreement - Section 12.6)

Advertising

Our Advertising. We are not obligated to conduct any advertising. We may periodically formulate, develop, produce, and conduct, at our sole discretion, advertising or promotional programs in such form and medium as we determine to be most effective. We may make available to you for you to purchase approved advertising and promotional materials, including signs, posters, collaterals, etc. that we have prepared.

Ad Fund. We will allocate your Advertising Contributions to a fund for the advertising and promotion of the Restaurants, the Proprietary Marks, and the System (the “**Ad Fund**”). Currently, you must make a monthly Advertising Contribution to the Ad Fund in the amount of 2% of Net Sales. We may, however, increase the Advertising Contribution by notice to franchisees up to an additional 2% (up to a total of 4% of Net Sales) at any time. Your Advertising Contribution is in addition to your Local Marketing Obligation and your Grand Opening Obligation.

We currently do not, and are not required to, maintain the Ad Fund, Advertising Contribution you paid, or income earned from contributions to the Ad Fund in a separate account from our other money. Our Restaurants will contribute to the Ad Fund in the same manner and in the same amounts as similarly-situated franchised Restaurants. Our other franchisees may not be required to contribute to the Ad Fund, may be required to contribute to the Ad Fund at a different rate than you, or may be required to contribute to a different advertising fund.

We or an affiliate will administer the Ad Fund. We have sole authority to direct all advertising programs and promotions and uses of the Ad Fund, with sole control over the creative concepts, materials, and media used in the programs, and the placement and allocation of advertising. We reserve the right to use any media, create any programs, and allocate advertising and promotional expenditures to any regions or locales we deem appropriate.

We may use the Ad Fund to meet the costs of administering, preparing, and conducting national, local, or regional advertising, promotional, or brand building programs of any kind, including the cost of (i) preparing and conducting television, radio, magazine, newspaper, and digital advertising campaigns and other public relations activities (including, but not limited to, for purposes of brand reputation management), (ii) employing public relations firms and advertising agencies to assist in these activities, and (iii) conducting other activities that are directly or indirectly designed to promote the System, its franchisees, and/or increase System sales, such as limited-time menu offerings, crew incentives, franchisee incentive and/or promotional programs, customized materials (e.g., cups), up-sell programs, guest response programs, manager/employee recognition programs, quality assurance and food safety programs, mystery shop and shopper programs, brand websites and ordering platforms, brand applications, social media account administration and promotion, and in-store equipment and technologies related to such marketing programs. We may use the Ad Fund to compensate us for the reasonable administrative costs and overhead we incur in activities related to advertising and promotional programs, including new product development; market research; preparing advertising and promotional materials; Digital Marketing (as defined below); working with public relations firms, advertising agencies, advertising placement services, and creative talent; reimbursing franchisee advisory council meeting expenses; developing and maintaining, and paying third parties for the

development and maintenance of, internet sites, applications, and other equipment and technologies related to marketing programs.

The advertising and promotions that we conduct are intended to maximize general public recognition and patronage of the System generally in the manner that we determine to be most effective. We reserve the right to use any media, create any programs, and allocate advertising and promotional expenditures to any regions or locales we deem appropriate. We will not spend the Ad Fund in a manner that (i) exclusively benefits our licensees that manufacture and sell Approved Products, if any, or (ii) is principally a solicitation for the sale of franchises. We have no obligation to make expenditures from the Ad Fund that are equivalent or proportionate to your contributions, ensure that you benefit directly or proportionately in any amount from the placement of advertising, or ensure that any advertising impacts or penetrates your area.

Currently, we use one or more national and/or regional advertising agencies, as well as our in-house marketing department, to develop and produce our marketing materials. During Fiscal Year 2021, 47% of the Ad Fund was spent on media placement (including tv, radio, print, digital, and social media placement); 25% on production and agency fees (including promotions, press relations, agency retainer fees and creative services, market research fees, and digital team salaries); 8% on menu innovation, guest response programs, and quality assurance programs; 18% on brand and category marketing expenses (including salaries of marketing personnel); and 2% on administrative expenses.

We are not required to have an independent audit of the Ad Fund completed. We will provide you with an annual summary of the expenditures of the Ad Fund on your reasonable request but are not required to prepare financial statements for the Ad Fund. If any monies in the Ad Fund remain at the end of a fiscal year, they will carry-over in the Ad Fund into the next fiscal year. Any amounts that we or our affiliates contribute to the Ad Fund in excess of the required Advertising Contributions for Restaurants that we or they operate and any spending on advertising that we or they make in excess of the amounts then available in the Ad Fund will be considered an advance from us or our affiliates to the Ad Fund. We and/or our affiliates have the right to be reimbursed from the Ad Fund any amounts that are advanced to the Ad Fund.

We intend for the Ad Fund to be perpetual; however, after all of the Ad Fund contributions have been spent for the purposes described above, we may terminate the Ad Fund.

Advertising Council. We do not have an advertising council composed of franchisees that is involved in decision making on advertising issues, but we do have a marketing subcommittee of our Franchise Advisory Council (“**FAC**”) that is comprised of franchisees that provides us suggestions on advertising issues. The FAC is advisory only and does not have decision-making authority. At a minimum, a majority of the members of the FAC are franchisees in good standing who are nominated and elected by other franchisees, and the remainder of the members are franchisees or other representatives who may be appointed by us. We have the power to form, change, or dissolve the marketing subcommittee or any other advertising or advisory council at any time.

Advertising Cooperatives. You are required to participate in any local, regional, or national cooperative advertising group consisting of other Restaurants (an “**Advertising Cooperative**”) that we specify. We will designate the particular Advertising Cooperative(s) in which you may be required to participate (which designations may be based on, without limitation, the particular Designated Market Area or the Area of Dominant Influence, as those terms are used in the advertising industry, where your Restaurant is located). If we collect your entire Local Marketing Obligation, we will not require you to participate in an Advertising Cooperative. You must enter

into any formal agreements with the other franchisees of the System and/or us, as the case may be, as is necessary or appropriate to participate in the Advertising Cooperative and you will be required to abide by the formal agreements and decisions that we authorize the Advertising Cooperative to make on advertising and marketing in the area covered by the Advertising Cooperative.

Your payments to any Advertising Cooperative will be determined by you and those other franchisees and/or us, as the case may be, who are participants in the Advertising Cooperative, as stated in the by-laws of that Advertising Cooperative or membership, dues, participation, or other payment agreements of the Advertising Cooperative. Amounts paid to an Advertising Cooperative will be credited against your Local Marketing Obligation. Any contributions that you make to an Advertising Cooperative shall be additional to your Advertising Contribution and your Grand Opening Obligation (as defined below). We are not obligated to contribute to Advertising Cooperatives. Each Advertising Cooperative may require different contributions from its members, but all members in a given Advertising Cooperative will pay on the same basis.

The franchisee members are responsible for administration of their respective Advertising Cooperative, as stated in the by-laws and any payment agreements that may govern the Advertising Cooperative. The by-laws and governing agreements will be made available for review by the Advertising Cooperative's franchisee members. We may require an Advertising Cooperative to prepare annual or periodic financial statements for review. At your request, you may obtain a copy of any annual or periodic financial statements your Advertising Cooperative prepares. Each Advertising Cooperative will maintain its own funds; however, we have the right to review the Advertising Cooperative's finances, if we so choose. We maintain the right to approve all of an Advertising Cooperative's marketing programs and advertising materials. On 30 days written notice to affected franchisees, we may terminate or suspend an Advertising Cooperative's program or operations. We may form, change, dissolve or merge any Advertising Cooperative.

Local Advertising, Marketing, and Promotion. Except as otherwise provided in the Manuals, you may use only Advertising and Promotional Content that we have furnished or approved in writing in advance. "**Advertising and Promotional Content**" includes all advertising, marketing, promotional, customer relationship management, public relations, and other brand-related programs, materials, and content relating to the Restaurant, the Marks, or the Approved Products, including (i) any branded materials (such as business cards, signs, counter cards, banners, posters, displays, window clings, and in-store messaging), (ii) press releases, (iii) printed materials (such as leaflets, direct mail materials, coupons, and published advertisements), (iv) promotional items (such as branded specialty and novelty items, products, and clothing), (v) audio or video advertising (such as radio, television, or podcast ads or online video postings), and (vi) Digital Marketing (as defined below). You must ensure that all Advertising and Promotional Content that you or your agents or representatives develop or implement related to the Restaurant is (a) clear, factual, ethical, and not misleading, (b) complies with all laws, and (c) conforms to our Standards and the advertising and marketing policies that we periodically specify.

Currently, except for Advertising and Promotional Content we furnish to you and certain branded content social media postings, you must submit to us for our written approval, before use, copies of all proposed Advertising and Promotional Content that you intend to use or implement. We

have the right to approve or disapprove (or to require you to discontinue using) any Advertising and Promotional Content, as well as the media in which intend to use them, in our sole discretion.

Currently, to satisfy your Local Marketing Obligation, each calendar quarter, you must spend on local market advertising at least 2% of the Net Sales of your Restaurant. We may change the Local Marketing Obligation, provided that we must give you at least 60 days' written notice of the change. You will determine the amount of funds you spend for individual local market advertising, subject to the minimum Local Marketing Obligation. Local advertising expenditures must comply with our requirements in order to count toward the Local Marketing Obligation. If you fail to meet the Local Marketing Obligation, we will have the right to spend an amount not to exceed the Local Marketing Obligation on local advertising for you, and you must reimburse us for these expenses after receiving our invoice. Amounts you contribute to an Advertising Cooperative will be credited toward the Local Marketing Obligation. Your Local Marketing Obligation is in addition to your Grand Opening Obligation (as defined below) and your required Advertising Contribution.

We have the right upon written notice to you to require you to pay all or a portion of the Local Marketing Obligation to us for us to, in our sole discretion, (a) contribute to the Ad Fund, (b) spend on national, regional, or local advertising campaigns, (c) contribute to your Advertising Cooperative, or (d) spend on local advertising in your market. If we exercise our right to collect your entire Local Marketing Obligation (and not just a portion of it), you will not be required to (x) spend a minimum amount on local advertising (other than your Grand Opening Obligation), (y) provide a local marketing plan, or (z) participate in, or contribute to, your Advertising Cooperative. We are not obligated to ensure that the Local Marketing Obligation monies that we spend are proportionate or equivalent to your contributions or that your Restaurant will benefit directly or pro rata or in any amount from the placement of advertising.

From time to time, we or your Advertising Cooperative (if any) may establish temporary or permanent promotional campaigns (e.g., limited time offers, gift cards, coupons, loyalty programs, customer relationship management, and other supplemental marketing programs) applicable to the System as a whole or to specific advertising market areas. You are required to participate in these promotional programs at your own cost, including the costs to purchase, lease and install all materials necessary to the promotional campaigns, including counter cards, posters, banners, signs, photographs, give-away items, and gift cards.

Digital Marketing. We or our affiliates, in our sole discretion, may establish and operate websites, 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, e-mail marketing campaigns, or other means of digital advertising on the Internet or any other means of digital or electronic communications (collectively, "**Digital Marketing**") that are intended to promote the Proprietary Marks, your Restaurant, and the entire network of Restaurants. We will have the sole right to control all aspects of any Digital Marketing, including those related to your Restaurant.

Unless we consent otherwise in writing, you may not, directly or indirectly, conduct or be involved in any Digital Marketing that use the Proprietary Marks or that relate to the Restaurant. If we do permit you to conduct any Digital Marketing, you must (i) comply with any Standards or content requirements that we establish periodically and must immediately modify or delete any Digital Marketing that we determine, in our sole discretion, is not compliant with such Standards or content requirements, (ii) only use materials that we have approved and must submit any proposed modifications to us for our approval, (iii) not use any Proprietary Mark on any aspect of

the Digital Marketing (including in any domain name, address, or account) except as we expressly permit, (iv) include any information that we require, and (v) include only the links that we approve or require. We retain the right to pre-approve your use of linking and framing between any Digital Marketing that you conduct and all other websites. If we consent to your use of the Proprietary Marks (or words or designations similar to the Proprietary Marks) in any domain name, electronic address, website, or other source identifier, we may register such names, addresses, websites, or identifiers and then license use of the registered item back to you under a separate agreement.

You must pay all costs due for registration, maintenance, and renewal of any such names, addresses, websites, or identifiers that we approve and maintain on your behalf. We retain the ownership of copyright to any of the materials that you may develop for use on the Internet. We may withdraw our approval for any Digital Marketing at any time.

Grand Opening Advertising. You must plan for and spend at least \$25,000 (\$35,000 if your Restaurant is the first to open in a Designated Market Area) in grand opening advertising promoting the opening of your Restaurant during the period beginning four weeks before (including advanced purchases during that period) you open the Restaurant and ending 12 weeks after you open the Restaurant (the “**Grand Opening Obligation**”). All Advertising and Promotional Content you use for this Grand Opening Obligation, and the media in which you use them, are subject to our approval. You must obtain our written approval for your grand opening advertising plan at least 30 days prior to your grand opening. We may, in our sole discretion, reduce or waive the Grand Opening Obligation if your Franchised Business is located in a Captive Audience Location (as defined in Item 12).

Pricing

We may, if permitted by applicable law, establish maximum, minimum, or other pricing requirements with respect to the prices you may charge for Approved Products, including required participation in systemwide discount programs and promotions. If we do not establish such pricing requirements, then you will have the right to determine the prices you charge.

Computer and POS Systems

You must provide financial and business records and information to us according to reporting formats, methodologies and time schedules that we establish. As part of these record keeping requirements, you must install computerized Restaurant management systems meeting our Standards, as modified in response to business, operations and marketing conditions. Accordingly, you must promptly purchase, lease and/or license and install at the Restaurant, at your sole expense, the POS System, computer systems, mobile hardware, software, online ordering platform, associated computer hardware, telephone lines, network connections, communications equipment, high speed internet access (e.g. DSL or cable), credit card, gift card and loyalty card processing equipment, and other equipment that we require from time to time (collectively, the “**Computer System**”), all of which you must keep in good maintenance and repair.

The Computer System currently includes a back-office PC, one monitor, one back office multi-function printer, between one and four POS System terminals, peripherals related to the POS System (including the kitchen display system and a firewall device), and other related software and equipment. We estimate the total cost of the Computer System will be between \$12,000 and \$47,000, depending on the size and design of your Restaurant. You may incur additional

expenses if you require additional POS System terminals, equipment, training, or installation services. We may require you to purchase, license, or lease additional hardware or software.

The Computer System includes a POS System that we specify, the principal functions of which are to manage permanent financial records of sales transactions at your Restaurant, cash control, inventory control, and menu and price change control, among other things. We will have electronic and manual access to certain information within the POS System and there are no contractual limitations on our right to access this information. We have developed interfaces with our preferred providers that facilitate this access. You must provide any assistance we require to bring your POS system online with our headquarters system at the earliest possible time and in the manner we prescribe. You must accurately, consistently, and completely record, structure, capture and provide all required information through your POS System in accordance with all applicable laws and protect such information as required.

To maintain a consistent reporting system, you must purchase or lease and use a POS System specified by us from an Approved Supplier. We estimate that the initial cost to you for the POS System and related necessary equipment, including installation, currently ranges from \$11,000 to \$32,000, depending on the number of terminals, travel costs, and other logistical factors. We or the POS System vendor may require you to purchase, license, or lease additional hardware or software. In addition, you may incur additional expenses if you require or would like additional equipment, training, or installation services.

In addition, there may be ongoing license, maintenance, and service fees associated with the maintenance and operation of the POS System. You must maintain your POS System and keep it in good repair and procure any services necessary for the POS System to communicate with our system. We currently require you to obtain the required support and maintenance service from us or our affiliate by signing the POS System Support Services Agreement attached in Exhibit C to this Disclosure Document. Currently, we estimate that you will pay monthly license and support fees that when aggregated on an annual basis will be between \$6,200 and \$12,000 (not including certain per transaction fees), including POS System license fees, P2PE software license fees, the POS System Support Fee, and the Back Office and Polling Software Fee. These fees are subject to change.

You are required to purchase a dedicated iPad® or Windows® tablet/computer that meets the hardware and software specifications necessary to use our Learning Management System. This tablet will be used to deliver training materials, digital recipes, videos, communication, and engagement activities digitally. Beginning on January 1, 2023, you will be required to pay us an annual license fee to use the Learning Management System, which we estimate will initially be between \$185 and \$225 per year per location. The annual license fee may change from time to time.

You must dedicate a high-speed broadband or frame relay connection that meets our specifications for the sole purpose of supporting your Computer System. Any other technology options, such as satellite, cellular, etc. must be approved by us before you order service with a provider. We may require you to use an Internet service provider that we approve, and we may require you to maintain a set minimum bandwidth. You also must obtain all telecommunications and computer infrastructure products required to access the Internet and to support our then-current information technology system. We or our vendors may require you to communicate, receive notices, or place orders through the Internet, including through websites or intranets, or other communication methods that we specify. We may require you to establish a Wi-Fi network for your guests, which must be separate from any networks that you use to process credit cards.

We may require that you use one or more Approved Suppliers to provide credit card data and security services that are consistent with PCI-DSS requirements, including a managed firewall, quarterly network scan, anti-virus/anti-malware software, and managed Wi-Fi. We may also require you to obtain data breach protection insurance provided by such Approved Supplier. We estimate that these services will cost between \$75 and \$125 per month.

The hardware, software and support services related to the Computer System are generally available through our Approved Suppliers, which may include us or our affiliates. We will consider approving, but are not required to approve, other vendors who meet our system specifications. If you wish to use another vendor, you must submit a written request to us for approval of the vendor before placing an order with the vendor. See Item 8. If we, after your request, authorize you to use a POS System other than the one described above, you must pay all the costs associated with building the interface to get your system to communicate with our system, to the extent we determine.

Except as provided under the POS System Support Services Agreement, we and our affiliates are not contractually obligated to provide any maintenance, updating, upgrading, or support contracts related to the Computer System. Other than as specified above for the POS System, we do not require you to, and do not anticipate that you will need to, enter into any maintenance, updating, upgrading, or support contracts relating to the Computer System.

We may revise our specifications for the Computer System (including the POS System) from time to time. You are contractually required to make periodic upgrades and updates to the Computer System to remain in compliance with our Standards. If it becomes advisable at any time, in our sole discretion, for us to change, upgrade, or discontinue use of any of the components of the Computer System or the model of POS System, you will comply with our directions, at your expense, within a reasonable time after notice to you. If we require you to use a different POS System, you must stop using the old POS System, purchase the new POS System, sign any required software license agreement and any required maintenance/update agreements with the vendor, pay any related POS System Support Fees, and use the new POS System. We can require you to add, substitute or replace computer hardware, memory, ports, accessories, peripheral equipment, or software, or to replace your Computer System. There are no contractual limitations on the frequency or cost of your obligation to upgrade and replace hardware and software for your Computer System.

Manuals

The Manuals contain mandatory and suggested specifications, standards and operating procedures. The Manuals are confidential, remain our property, and must be kept secure. The Manuals are currently provided electronically through the Learning Management System. We may require you to pay a license fee to us, our affiliate, or a vendor in order to use such system. We will give you an opportunity to view the Manuals in the corporate office or at another agreed-upon location before you purchase a franchise, if you so request.

Training

Below, we have described our current training program. We reserve the right to modify our training program at any time, including the timing, frequency, length, content, format, and location of training.

Management Training Program. Prior to the opening of the Restaurant, two Managers (collectively, the “**Required Trainees**”) must attend and successfully complete to our satisfaction

the Management Training Program. In addition, your Primary Contact must successfully complete (i) a limited version of the Management Training Program designed for Primary Contacts (the “**Primary Contact Training**”), if they will not be involved in the day-to-day operation of the Restaurant or (ii) the entire Management Training Program, if they will be a Manager involved in the day-to-day operation of the Restaurant (in which case, they will count as one of your Required Trainees). Your Directors of Operations, if any, must also attend and successfully complete to our satisfaction our Management Training Program (or a modified version of it) and any other additional training programs that we may require.

Each Manager who attends training must have restaurant management experience as an owner and/or operator in order for them to follow along with the pace of training that this program requires. All trainees must be over 18 years old. If any of your Required Trainees have previously attended and successfully completed our Management Training Program and you or they have not defaulted under any other franchise agreement with us, we may, in our sole discretion, determine that such Required Trainee is not required to attend the Management Training Program again or will be required to attend a limited version of the Management Training Program.

We are currently offering the Management Training Program up to 10 times per year. All or certain portions of the Management Training Program may, in our discretion, be conducted online or in person at our corporate headquarters in Atlanta, Georgia or other locations authorized by us (which may include Restaurants operated by our franchisees). For the Subsequent Restaurants, if you have a Certified Training Manager (as defined below) and operate a Certified Training Restaurant (as defined below), we may, in our sole discretion, allow you to provide the Management Training Program to your Required Trainees.

Your trainees may not attend the Management Training Program until your Restaurant is under construction and you have provided us with your fully signed Lease that we have approved and evidence of the insurance that is required under your Franchise Agreement. Training programs and classes are subject to space and time availability.

For the Initial Restaurants, the Initial Franchise Fee includes the cost of the Management Training Program for your Required Trainees and the Primary Contact Training. For the Subsequent Restaurants, if we require or you elect to receive the Management Training Program from us or our designee, you must pay us the Management Training Fee (currently, \$3,810 for all of your Required Trainees to attend). We reserve the right to charge you a reasonable training fee (currently, between \$450 and \$2,725 per trainee, depending on the number of available openings at each training location) if we permit you to bring additional trainees, other than the Required Trainees, to the Management Training Program, or if your Required Trainees are trained in separate sessions.

Your Required Trainees must attend a Management Training Program within twelve weeks of the scheduled opening date of the Restaurant. If your Restaurant opens more than twelve weeks after your Required Trainees complete the Management Training Program, we may require them to attend up to an additional week of training for our then-current training fee, since the Management Training Program and the System may have changed. Training programs and classes are subject to space and time availability.

All of your Required Trainees must successfully complete the Management Training Program at least one week before you are scheduled to open your Restaurant or, if you have already opened, before they may be involved in the operation of your Restaurant. We have the right in our reasonable discretion to determine whether a trainee has successfully completed the Management Training Program. If we conclude that a Required Trainee has failed to successfully

complete the Management Training Program, that Required Trainee must re-enroll in our next scheduled applicable Management Training Program at no additional charge. We will have the right to terminate the Franchise Agreement if, following the Management Training Program and any re-enrollment training, all of your Required Trainees have not successfully completed the Management Training Program.

In addition to completing the Management Training Program, if we determine that your Required Trainees do not have sufficient restaurant experience (we typically require six to 12 months of restaurant management experience), we may require them to participate in additional on-the-job training at a location that we designate. We also recommend that at least one of your Managers attend the opening of another franchisee’s Restaurant before you open your first Restaurant. We will work with you to facilitate this experience, if requested, but you will be responsible for all associated costs.

Currently, our Management Training Program is approximately three to four weeks long and consists of the following:

TRAINING PROGRAM

Subject	Classroom Hours	On-the-Job Hours	Location
Hourly			Classroom: Online or our corporate headquarters in Atlanta, Georgia
Food Safety	15	15	
Station/Position Training	3	45	
Service Program	1	1	On-the-Job: Other locations authorized by us from time to time
Shift Management			
Inventory	3	6	
Ordering	1	3	
Scheduling	1	3	
Guest Recovery	4	8	
Running a successful shift	1	20	
End of Day procedures	2	6	
Administrative			
Retail Tech (all systems)	10	12	
Financials	0	8	
Reconciliation	1	3	
P&L 101	2	4	
Marketing/Off Premise			
Grass Roots Marketing	1	2	
Loyalty	1	4	
Catering and Off Premise Execution	4	10	
TOTAL	50	150	

Instructional Materials. We use various forms of instructional materials in the Management Training Program, including classroom lectures, videos, workbook assignments, the Manuals, training guides, role-playing, and hands-on experience working in a fully operational Restaurant. We require you to bring to the Management Training Program a tablet that is dedicated to operating our Learning Management System.

Training Staff. Jessica Pounds, the Vice President, Training, Restaurant Brands for Focus Brands, supervises and manages our training programs and the training staff. Jessica has over 25 years of experience in the restaurant industry and has been working in training with Focus

Brands since March 2013. Each training staff member has an average of 11 years of experience. Other members of our staff and of our affiliates' staffs may assist in training as needed. Training staff will vary based on the training format used.

We also may authorize certain franchisees who have a Certified Training Manager (as defined below), operate a Certified Training Restaurant (as defined below), and meet other requirements that we specify to provide on our behalf all or portions of the Management Training Program in accordance with our Standards. The experience of franchisee trainers will vary.

Subsequent Trainees. Any Primary Contacts or Managers (including any Directors of Operations) you hire or appoint after the opening of the Restaurant and any other persons we designate (each a "**Subsequent Trainee**"), must attend and successfully complete our Management Training Program (or, as applicable, the Primary Contact Training) before becoming involved in the operation of your Restaurant. We may require employees that transfer to your Restaurant from another Restaurant to successfully complete the Management Training Program again. We also may require you to send additional Managers or employees to the Management Training Program if we have identified operational or performance issues at your Restaurant. We reserve the right to charge you our then-current Subsequent Trainee Management Training Fee (currently, between \$360 and \$1,820 per trainee, depending on the number of available openings at each training location) for each Subsequent Trainee that attends a Management Training Program that is provided by us or our designee.

On-Site Support. For your first three Restaurants (including Restaurants owned by your affiliates), the Initial Franchise Fee includes the cost of one or more of our representatives to provide on-site training and assistance (approximately seven days after you obtain the Certificate of Occupancy for such Restaurants) to facilitate the opening of such Restaurants. We will determine, in our sole discretion, the number of representatives to be provided and the number of days for which assistance will be provided. Such on-site opening training and assistance is a second phase of our Management Training Program, which you are required to complete successfully.

If you would like additional on-site training or assistance for your first three Restaurants (including Restaurants owned by your affiliates) or any on-site training or assistance for your (or your affiliates') fourth and subsequent Restaurants, you may request such training or assistance at any time. We also may provide on-site training or assistance if we, in our sole discretion, deem it necessary. We are not obligated to provide any additional on-site training. Unless we specify otherwise, you must pay us the then-current daily On-Site Training and Assistance Fee (currently, \$2,000 per week per trainer, plus their direct airfare expenses) for any such on-site training and assistance that we provide.

Training By You. Currently, we permit (and reserve the right to require) you or your affiliates to provide the Management Training Program to your trainees if you and your affiliates collectively operate two or more Restaurants. Before you or your affiliates may provide the Management Training Program to your trainees, one or more of your or their Restaurants must be certified by us as an authorized training facility (a "**Certified Training Restaurant**") and one or more of your or their Managers must be certified by us as a trainer authorized to provide our Management Training Program to your trainees (a "**Certified Training Manager**").

To be designated as a Certified Training Manager, a Manager must (i) complete our Management Training Program at least six months before applying for certification, (ii) maintain specific food safety programs, (iii) attend any required additional training program, and (iv) meet other

qualifications that we may specify from time to time. To be designated as a Certified Training Restaurant, your Restaurant must (a) meet compliance scores that we specify, (b) fully comply with our then-current Standards, (c) employ at least two Managers, in addition to a Certified Training Manager, and (d) meet any other requirements that we may specify from time to time.

We may, in our sole discretion and at any time, (i) grant, withhold, or revoke certification for a Certified Training Restaurant or a Certified Training Manager or (ii) change the minimum requirements for certification of a Certified Training Restaurant or a Certified Training Manager. We may require Certified Management Trainers to be recertified if they transfer from one Restaurant to another, if they no longer meet our then-current requirements, or annually. If a Certified Training Manager ceases to be a Manager of a Certified Training Restaurant or has their certification revoked, such Restaurant must be re-certified as Certified Training Restaurant before offering training again.

If we certify a Certified Training Restaurant and Certified Training Manager, such Certified Training Manager must provide our Management Training Program at a Certified Training Restaurant in accordance with our Standards for such training. If we withhold or revoke certification of your Certified Training Restaurant, we may require your trainees to attend the Management Training Program at another location that we designate and require you to pay our then-current fee for such training.

Additional Training and Conferences. We may, from time to time, conduct conferences, conventions, programs, webinars, teleconferences, or training sessions on any matters related to the System. We will determine the duration, curriculum, and location of such additional programs, which may take the form of web-based training modules, webinars, seminars, in-person training at locations that we designate, or on-site training. Your Primary Contact, Manager(s), Owners, and supervisory personnel must attend any conferences, conventions, programs, or additional or refresher training sessions that we specify. Managers must re-certify annually through the Learning Management System. In addition, as a condition of renewing your Franchise Agreement, we may require your personnel to undergo further training. We may charge a reasonable fee (which we expect typically to range from \$0 to \$2,500) for these additional programs to cover our costs of providing them. In all of these situations, your training program will typically last no more than three days.

Training Expenses. For all training programs, you must pay for all wages, travel, and living expenses, including transportation costs, meals, and lodging for you or your trainees. We will not pay compensation for any incidental services you or your trainees perform during training. You also must purchase uniforms for your trainees to be worn during training.

Cancellations. If you fail to cancel any scheduled training without at least 14 days' prior notice, or if you are not prepared to successfully participate in any scheduled training, we may charge you a cancellation fee and the cost of conducting the originally scheduled training (including any training fees and any travel and living expenses incurred by our representatives) and require you to pay an additional fee for the rescheduled training.

ITEM 12

TERRITORY

Accepted Location

Your Restaurant may only be operated at the Accepted Location. If we have not yet accepted a site for the Restaurant when we execute the Franchise Agreement, you must select a location that we accept in accordance with our site selection criteria within a site selection area that we specify. We will determine the site selection area on a case-by-case basis. You will have no exclusive or protected rights in your site selection area.

Area of Protection

You may receive a territory with limited protected rights (an “**Area of Protection**”) as described in this Item. During the term of the Franchise Agreement, we will not establish or operate, nor license any other person to establish or operate, a Restaurant operating under the Proprietary Marks and the System at any location within the Area of Protection, except in Captive Audience Locations, Delivery Kitchens, and as otherwise provided in the Franchise Agreement. “**Captive Audience Locations**” include limited access and captive audience facilities, concession departments, and other types of institutional accounts, which may include (i) airports, bus and railroad terminals, and other public transportation facilities, (ii) sports arenas, stadiums, and facilities, (iii) gasoline service stations, highway rest stops, and travel plazas, (iv) amusement parks or centers, zoos, parks, aquariums, museums, art centers, concert venues, theaters, drive-in theaters, movie theaters, amphitheaters, casinos, and other entertainment or tourist facilities, (v) supermarkets, convenience stores, department stores, outlet malls and enclosed malls, (vi) food courts, (vii) hospitals and other health care facilities, (viii) universities, schools, and education facilities, (ix) convention centers, (x) military bases, and (xi) office buildings, business complexes, condominiums, dormitories, other high-density locations, and other similar non-restaurant locations. “**Delivery Kitchens**” include kitchens devoted to the preparation of products or Approved Products (often referred to as ghost, dark, or cloud kitchens), which may use the Marks and may deliver to customers located anywhere.

We may negotiate with you your Area of Protection. The size and scope of the Area of Protection will be in the Franchise Agreement and will be determined on a case-by-case basis. The factors that we consider in determining the size of an Area of Protection include current and projected market demand, demographics and population based on our research and experience, median household income, presence of other businesses, location of competitors, traffic patterns, access and visibility, location of other Restaurants, our future development plans and other market conditions. However, there is no minimum Area of Protection for a Restaurant, if we grant you one.

If we do not grant you an Area of Protection, you will not receive a protected 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.

If the Accepted Location is not known when you sign the Franchise Agreement, we will designate the Area of Protection once we authorize a location for the Restaurant and the Accepted Location and Area of Protection will be documented when we accept the location. If the Accepted Location is known when you sign the Franchise Agreement, the Franchise Agreement will specify the Accepted Location for your Restaurant and the Area of Protection.

If you default under the Franchise Agreement and fail to cure the default in the applicable cure period (if any), we have the right to reduce or eliminate your Area of Protection, in addition to our other remedies. Except for as described in the previous sentence, the Area of Protection may not be altered before the expiration or termination of the Franchise Agreement. Your territorial protection is not dependent on achievement of a certain sales volume, market penetration or other factors, other than compliance with the Franchise Agreement.

Rights Outside of the Area of Protection

Except for catering services and delivery services that we may allow or require, you may only sell Approved Products at retail to customers who are physically present at your Accepted Location. You may not sell Goods through the Internet or using any channel of distribution other than your Restaurant without first obtaining our written consent.

We require you to provide catering services and delivery services, and you must do so in accordance with any restrictions and guidelines that we may establish in the Manuals or otherwise in writing. You may only provide delivery services through a TPS that we approve or designate. If a TPS is unavailable to provide delivery services for your Restaurant, you may not be required to offer delivery services, subject to our written approval. We, our affiliates, and our other franchisees may provide catering and delivery services anywhere, including near your Restaurant. We retain the right to revise and/or make exceptions to our catering and delivery policies as they apply to you and our other franchisees.

Our Reserved Rights Under the Franchise Agreement

Under the Franchise Agreement, we and our affiliates retain all the rights that we do not specifically grant to you. Among the rights that we retain are the following (the following list is only for purposes of illustration and is not meant to limit our rights):

(i) If we do not grant you an Area of Protection, we and/or our affiliates may establish or license franchises and/or company-owned businesses offering products or services that are similar or identical to the Approved Products using the System or elements of the System under the Proprietary Marks or any other marks anywhere, including near your Accepted Location.

(ii) If we have granted you an Area of Protection, we and/or our affiliates may establish or license franchises and/or company-owned businesses offering products or services that are similar or identical to the Approved Products using the System or elements of the System under the Proprietary Marks or any other marks anywhere outside of the Area of Protection or in Captive Audience Locations inside or outside the Area of Protection.

(iii) We and/or our affiliates may, whether inside or outside any Area of Protection, produce and/or sell Approved Products or any other products or services, and authorize others to produce and/or sell Approved Products or any other products or services, using the Proprietary Marks, the System, and any other marks and/or systems we desire through any alternative channel of distribution located anywhere, including to and through (a) supermarkets, convenience stores, club stores, and other retail facilities not dedicated to the sale of the Approved Products, (b) mail order and e-commerce channels, and (c) Delivery Kitchens.

(iv) We and/or our affiliates may advertise, or authorize others to advertise, using the Proprietary Marks anywhere, including inside and outside any Area of Protection.

(v) We and/or our affiliates may acquire, be acquired by, or merge with another entity with existing businesses or franchises that are similar to or competitive with the Restaurants anywhere (including inside and outside the Area of Protection (if any)) and (a) convert the other businesses to be Restaurants operating under the Proprietary Marks and the System (except inside your Area of Protection (if any)), (b) permit the other businesses to continue to operate under another name anywhere (including inside your Area of Protection (if any)), and/or (c) permit the businesses to operate under another name and convert your Restaurant and other existing Restaurants to such other name.

Other Restaurants near your Restaurant that are already in existence or opened later under Franchise Agreements also may (i) compete directly with you, (ii) provide services in close proximity to your Restaurant without compensating you, and (iii) possibly adversely affect the operation of your Restaurant. We may open or franchise new Restaurants near your Restaurant (but outside your Area of Protection) without consulting you or giving you the first right to open them. These Restaurants may compete directly with you.

Except as described in Item 1, we do not operate or franchise, or currently plan to operate or franchise, any business under a different trademark that sells or will sell goods or services similar to those that our franchisees sell. However, our affiliates, including the Affiliated Programs described in Item 1 and other portfolio companies that currently are or in the future may be owned by private equity funds managed by Roark Capital Management, LLC, may operate and/or franchise businesses that sell similar goods or services to those that our franchisees sell.

Item 1 describes our current Affiliated Programs that offer franchises, their principal business addresses, the goods and services they sell, whether their businesses are franchised and/or company-owned, and their trademarks. All of these other brands (with limited exceptions) maintain offices and training facilities that are physically separate from the offices and training facilities of our franchise network. Most of the Affiliated Programs are not direct competitors of our franchise network given the products or services they sell, although some are, as described in Item 1. All of the businesses that our affiliates and their franchisees operate may solicit and accept orders from customers near your business. Because they are separate companies, we do not expect any conflicts between our franchisees and our affiliates' franchisees regarding territory, customers and support, and we have no obligation to resolve any perceived conflicts that might arise.

Developing Additional Restaurants

If you sign multiple Franchise Agreements at the same time, you will also sign a Multi-Unit Addendum that outlines the site selection area for each Restaurant to be developed under the Franchise Agreements and the development deadlines for such Restaurants. The site selection areas will be determined on a case-by-case. Your site selection areas will not be exclusive. You will only receive protected territorial rights after you and we accept a site for the Accepted Location for each Restaurant and sign an addendum to the Franchise Agreement that modifies the Accepted Location and includes an Area of Protection for such Restaurant.

Except as provided in any Multi-Unit Addendum, you will have no right of first refusal and you will not have any similar rights to acquire additional franchises or establish additional Restaurants.

Relocation of the Restaurant

You may request to relocate your Restaurant if you lose the right to operate at the Accepted Location or provide other business justifications for the relocation. You may not relocate your

Restaurant unless we approve the relocation in advance in writing. We have not established a set of conditions or criteria under which we evaluate or approve relocation requests, except that you must comply with our site approval process, must be in compliance with all terms of the Franchise Agreement, and must have the funds available to relocate the Restaurant and to construct a new Restaurant according to our then-current design standards. We are under no obligation to approve a proposed relocation of the Restaurant. If you lose the right to occupy the premises where you are operating your Restaurant, we may, in our sole discretion, terminate your Franchise Agreement.



If we approve your request to relocate, in our sole discretion, then (i) the Site Agreement for the new location must comply with the Franchise Agreement, (ii) you must de-identify the former site, (iii) we may charge you a Relocation Fee (see Item 6), (iv) we may require you to pay an agreed minimum royalty to us during the period in which the Restaurant is not in operation, and (v) we may require you to sign our then-current Franchise Agreement (which may have materially different terms than your existing Franchise Agreement) or an amendment to your existing Franchise Agreement. If the term of the Lease for the new location extends beyond the term of your Franchise Agreement, we may, in our sole discretion, extend the term of your existing or new Franchise Agreement to match the term of the Lease for the new location, provided you will be required to pay the Relocation Extension Fee (see Item 6).

ITEM 13

TRADEMARKS

The following is a description of the principal trademarks and service marks that we will license to you. All of the marks listed below are owned by us, have been registered on the Principal Register of the U.S. Patent and Trademark Office (“USPTO”), and have been renewed at the proper time.

REGISTERED TRADEMARKS

Mark	Registration Number	Registration Date
MOE'S SOUTHWEST GRILL	2650129	11/12/2002
	6030403	4/7/2020
	6030402	4/7/2020

Other Proprietary Marks have been, or may be, applied for or registered with the USPTO. The provisions of the Franchise Agreement apply to any and all other trademarks, service marks, and trade dress authorized and licensed for use by us to you during the term of the Franchise Agreement. We may specify the other Proprietary Marks that you may use, if any, in writing from time to time. You must comply with the proper use and marking of the Proprietary Marks as we indicate in the Manuals or otherwise. We update the Manuals periodically, and add or delete Proprietary Marks on a continuing basis.

We are the owner of all right, title, and interest in and to the Proprietary Marks and the goodwill associated with them. All goodwill associated with the Proprietary Marks remains our exclusive

property. All usage of the trademarks by you and any goodwill established will inure to our exclusive benefit.

There are no agreements currently in effect which could significantly limit our rights to use or license the Proprietary Marks. There are no currently effective determinations of the USPTO, Trademark Trial and Appeal Board, the trademark administrator of any state, or any court adversely affecting the ownership, use, or licensing of the Proprietary Marks. There is no pending infringement, opposition or cancellation proceedings, or material litigation, involving the Proprietary Marks.

On October 22, 2007, our affiliates entered into an agreement with Newport Pacific Corporation and Mo's Enterprises Inc. in which our affiliates agreed to certain restrictions on the placement of Restaurants within a very limited area along the Pacific coast of Oregon and Washington. The agreement is perpetual and cannot be terminated or modified, except as agreed by all of the parties. Other than this agreement, there are no currently effective agreements limiting our right to use or license the Proprietary Marks. There are presently no infringing uses known to us that could materially affect your use of the Proprietary Marks listed above in the state in which your Restaurant will be located.

Your rights to the Proprietary Marks are derived solely from your Franchise Agreement. You will only use the Proprietary Marks to identify your Restaurant except as we authorize. You have no right to apply for registration of any Proprietary Mark. In using the Proprietary Marks, you must strictly follow our Standards, specifications, requirements, and instructions. You may not use any Proprietary Mark or any words or designations similar to the Proprietary Marks (i) as part of any corporate or legal business name, (ii) with any prefix, suffix or other modifying words, terms, designs or symbols (other than logos we have licensed to you), (iii) in selling any unauthorized services or products, (iv) as part of any domain name, electronic address, metatag, search engine keyword, social media account, or otherwise in connection with any website or other electronic medium without our consent, or (v) in any other manner we have not expressly authorized in writing. When your Franchise Agreement expires or terminates, all rights to use the Proprietary Marks will revert to us automatically without payment to you and you will keep no rights in the Proprietary Marks. You may not take any action to question or contest our rights or interest in the Proprietary Marks and the goodwill in the Proprietary Marks.

If you learn of any claim against you for alleged infringement, unfair competition, or similar claims about the Proprietary Marks, you must promptly notify us. We will promptly take the action we consider necessary to defend you. We must indemnify you for any action against you by a third party based solely on alleged infringement, unfair competition, or similar claims about the Proprietary Marks. You may not settle or compromise any of these claims without our written consent. We have the right to control, defend, and settle any claim at our sole expense using our own counsel. You must cooperate with us in the defense. We will have no obligation to defend or indemnify you if the claim against you relates to your use of the Proprietary Marks in violation of the Franchise Agreement.

You must comply with our instructions to modify or discontinue use of any Proprietary Mark or to adopt or use additional or substituted Proprietary Marks. We will not be liable to you for any resulting expenses.

ITEM 14

PATENTS, COPYRIGHTS AND PROPRIETARY INFORMATION

Patents And Copyrights

We have no patents and no pending patent applications material to the franchise. We claim copyrights on the Manuals (including any supplements); the Recipes; our building designs, architectural renderings, and construction plans; and certain forms, advertisements, images, art, photography, promotional materials, and other written materials that we produce.

You must comply with the proper use and marking of the copyrighted materials as we indicate in the Manuals.

There are no agreements currently in effect that significantly limit your right to use any of our copyrights. Also, there are no currently-effective determinations of the USPTO, Copyright Office (Library of Congress) or any court involving any of our copyrights discussed above. We are unaware of any infringing uses of or superior prior rights to any of our copyrights that could materially affect your use of them in the state in which your Restaurant will be located.

Your obligations and ours to protect your rights to use our copyrights are the same as the obligations for Proprietary Marks described in Item 13.

Proprietary and Confidential Information

During the term of your Franchise Agreement, we or our affiliates will disclose to you, either orally or in writing, non-public information related to the System or information that, by its nature, would reasonably be expected to be held in confidence or kept secret (collectively, "**Confidential Information**"). Confidential Information includes, but is not limited to: (i) the Standards and Manuals; (ii) pricing information and models; (iii) materials describing our franchise network and System; (iv) plans, layouts, designs and specifications for a prototypical Restaurant; (v) our methods of preparing and serving Approved Products, including Recipes; (vi) our sources (or prospective sources) of supply and all information related to or concerning the same, including the identity and pricing structures with our Approved Suppliers; (vii) our training materials; (viii) our marketing plans and development strategies; (ix) the Franchise Agreement and any related schedules, exhibits, attachments, or addenda and all terms contained therein; and (x) other information we give to you.

In addition, we or our affiliates may disclose to you Trade Secrets. "**Trade Secrets**" means information that derives independent economic value, actual or potential, from not being generally known to, and not being readily ascertainable by proper means by, other persons who can obtain economic value from its disclosure or use. Without limiting the definition of "Trade Secrets," the following are considered to be Trade Secrets: (i) the composition of our Proprietary Goods; (ii) our Recipes; (iii) advertising, marketing, and public relations strategies; and (iv) our marketing analyses.

You may never, during the term of the Franchise Agreement, any renewal term of the Franchise Agreement, or after the Franchise Agreement expires or is terminated, reveal any of our Confidential Information or Trade Secrets to another person or use it for any other person or business. You may not copy any of our Confidential Information or Trade Secrets or give it to a third party except as we authorize. These restrictions must be followed even before you open

your Restaurant, since you will receive valuable information and training about the System and the operation of the Restaurant before you begin operations.

You will require that all persons employed in your Restaurant having access to Confidential Information and Trade Secrets are aware of the confidentiality restrictions set forth in the Franchise Agreement and similarly bind them not to disclose the Confidential Information and Trade Secrets by an agreement as least as restrictive as the terms of the Franchise Agreement.

Innovations

All ideas, concepts, techniques, or materials relating to a Restaurant or the System or derivations or modifications of our intellectual property or any other element of the System (collectively, “**Innovations**”), whether or not protectable intellectual property and whether created by or for you or your Owners, employees, or contractors, must be promptly disclosed to us and will be deemed to be our sole and exclusive property, part of the System, and works made-for-hire for us. To the extent any Innovation does not qualify as a work made-for-hire for us, you must assign ownership of that Innovation, and all related rights to that Innovation, to us and agree to sign (and to cause your Owners, employees, and contractors to sign) whatever assignment or other documents we request to evidence our ownership or to help us obtain intellectual property rights in the Innovation. We and our affiliates have no obligation to make any payments to you or any other person with respect to any Innovations. You may not use any Innovation in operating the Restaurant or otherwise without our prior approval.

ITEM 15

OBLIGATION TO PARTICIPATE IN THE ACTUAL OPERATION OF THE FRANCHISE BUSINESS

You are required to devote your best efforts to the proper and effective operation of the Restaurant. You (if you are an individual) and your Owners (if you are an Entity) are not required to participate in the actual operation of the Restaurant but may serve as the Primary Contact and/or a Manager. However, we do not recommend investment in a Restaurant for investors interested in an absentee management business.

You must appoint a Primary Contact who will be responsible for, and have decision-making authority regarding, the Restaurant and its operation. You may not appoint, remove, or replace the Primary Contact without our prior written approval. Your Primary Contact must (i) hold a direct or indirect, legal, or beneficial interest of 5% or more in your Entity or (ii) hold a direct or indirect, legal, or beneficial interest in your Entity and have a written agreement with you that provides for a means that such Primary Contact will increase such interest to 5% or more in your Entity. Your Primary Contact must successfully complete Primary Contact Training to our satisfaction. If they complete the Management Training Program, your Primary Contact may also serve as a Manager.

During the first 90 days after you open your Restaurant, you must have two Managers who are dedicated to the Restaurant, one of whom may also be the Primary Contact. After the first 90 days of operating your Restaurant, you must at all times have at least one Manager dedicated to the Restaurant.

Your Managers must have day-to-day management responsibility for your Restaurant, exercise on-premises supervision, and personally participate in the direct operation of the Restaurant. Your Managers may be (but are not required to be) an Owner. Your Managers must complete

the Management Training Program to our satisfaction. You must inform us in writing of the identity of your Managers and any successor Managers.

If you operate four or more Restaurants, we may require you to hire one or more additional Managers to serve as a Director of Operations to provide additional support and supervision to multiple Restaurants. Your Directors of Operations must meet any minimum standards for such position and must complete the Management Training Program and any other training programs that we specify to our satisfaction.

After a Primary Contact's, Manager's, or Director of Operation's death, disability, or termination of employment, you must immediately notify us, and you must designate a successor or acting Primary Contact, Manager, or Director of Operations within 30 days. If you fail to do so after receiving from us a default notice with a cure period, we can terminate the Franchise Agreement.

All persons affiliated with you must sign our Personal Covenants Agreement (Schedule B to the Franchise Agreement) and keep our Confidential Information and Trade Secrets confidential (see Item 14). You, your Owners, and your officers and directors also must bind themselves to our restrictive covenants.

All of your Owners must sign our Guaranty of Payment and Performance (Schedule C to the Franchise Agreement).

ITEM 16

RESTRICTIONS ON WHAT THE FRANCHISEE MAY SELL

You may offer in the Restaurant to customers only the Approved Products that we have approved in writing. You must produce and sell all Approved Products we specify, including all menu items, Trademarked Product Lines, and other products and services that we require you to sell, as stated in the Manuals or otherwise, which are all part of the System. We may change these specifications periodically, without limitation, and we may designate specific Approved Products as optional or mandatory. You must offer all Approved Products that we designate as mandatory. If we require or authorize you to sell alcoholic beverages, you must obtain any necessary permits or licenses. You must maintain a sufficient supply of required Approved Products to meet the inventory standards we prescribe in the Manuals (or to meet reasonably anticipated customer demand, if we have not prescribed specific standards).

You may not use the Restaurant or the Accepted Location to produce or sell any goods, products, or services other than Approved Products sold using the Marks. You may not produce or offer any products (i) that we do not authorize you to produce or sell or (ii) that we direct you not to produce or sell. You may sell Approved Products only in the varieties, forms, and packages that we have approved. If we require you to produce any Approved Products, you must strictly follow our Recipes, using only those product components, ingredients, flavoring, and garnishes that meet our then-current Standards. In dispensing the Approved Products, you may use only containers, cartons, bags, boxes, napkins, and other paper goods and packaging bearing our then-currently approved text and designs, and that otherwise meet our then-current requirements, specifications, and quality standards.

You may not use the Proprietary Marks for any other business. You may not conduct any business other than the business contemplated by the Franchise Agreement from your Accepted

Location without first obtaining our written consent. In particular, you may not operate a ghost kitchen or delivery business selling goods, products, or services under another brand.

You may only engage in the sale of Approved Products under the System from the Restaurant to the ultimate consumer. We require you to provide catering services and delivery services and you must do so in accordance with any restrictions and guidelines that we may establish in the Manuals or otherwise in writing. You may only provide delivery services through a TPS that we approve or designate. If a TPS is unavailable to provide delivery services for your Restaurant, you may not be required to offer delivery services, subject to our written approval. Except for catering and delivery services that we may allow or require, you may not offer for sale, sell, supply for resale, or deliver any Goods to a third party other than the ultimate consumer at the Restaurant without our prior written consent. Unless otherwise permitted by us in writing, you may not sell any Goods through the Internet or using any other channel of distribution other than your Restaurant.

You must participate in the Gift Card and Loyalty Programs that we establish, and you must have available for sale to customers a sufficient number of gift cards to meet the demands of your Restaurant. The Gift Card and Loyalty Programs may change in style and design periodically; the most current authorized version must be available in the Restaurant. You must also accept for payment Gift Card(s) presented as payment for purchases made from the Restaurant.

Periodically, we will conduct market research and testing to determine consumer trends and the salability of new food or non-food products, equipment and services. You must participate in any market research programs or testing in your Restaurant and provide us with timely reports and any other relevant information we request. You must purchase for your Restaurant a reasonable quantity of the test products, and you must effectively promote and make a reasonable effort to sell test products.

ITEM 17

RENEWAL, TERMINATION, TRANSFER AND DISPUTE RESOLUTION

THE FRANCHISE RELATIONSHIP

This table lists certain important provisions of the Franchise Agreement and related agreements on renewal, termination, transfer, and dispute resolution. You should read these provisions in the agreements attached to this Disclosure Document.

FRANCHISE AGREEMENT

Provisions	Section in Franchise Agreement	Summary
a. Length of the franchise term	Section 2.1 of Franchise Agreement	20 years
b. Renewal or extension of the term	Section 2.2 of Franchise Agreement	One 20 year renewal term if you comply with our renewal requirements

Provisions	Section in Franchise Agreement	Summary
c. Requirements for you to renew or extend	Section 2.2 of Franchise Agreement	<p>You must satisfy these requirements to enter into a renewal term:</p> <ol style="list-style-type: none"> a. Timely request a renewal term b. Complete renewal application. c. Have been in substantial compliance with Franchise Agreement. d. Remodel, refurbish and renovate the Restaurant. e. Secure right to operate at Accepted Location or relocate the Restaurant if necessary to meet our then-current Standards f. Sign and return your Renewal Franchise Agreement (which may be materially different from the terms contained in the Franchise Agreement attached to this Disclosure Document). g. Pay the Renewal Fee h. You and your guarantors and owners must sign a general release. <p>If you do not meet these conditions by, and you continue to operate after, the expiration date of the Franchise Agreement, the Franchise Agreement will be extended on a month-to-month basis until such time as (i) the conditions above are satisfied, or (ii) we notify you that the Franchise Agreement is terminated.</p>
d. Termination by you	Section 17.1	Not applicable
e. Termination by us without cause	Not applicable	Not applicable
f. Termination by us with cause	Section 17 of Franchise Agreement	We may terminate only if you default.
g. "Cause" defined – curable defaults	Section 17.3 of Franchise Agreement	<p>You have 24 hours to cure if:</p> <ol style="list-style-type: none"> 1. You refuse us permission to inspect or audit. 2. Any dilution or adulteration of products at the Restaurant, or any misrepresentation, substitution, or palming off of non-Approved Products from the Restaurant operated under the Franchise Agreement. 3. You fail to comply fully with all laws. <p>You have 5 days to cure if:</p> <ol style="list-style-type: none"> a. You sell, barter, or exchange any Proprietary Goods or Approved Products or other proprietary items at wholesale or retail. <p>You have 10 days to cure if:</p> <ol style="list-style-type: none"> a. You fail to pay any of your debts to us, our affiliates, or others b. You do not obtain personal covenants required under the Franchise Agreement. c. You default under your mortgage or lease. d. You fail to obtain insurance or provide proof of insurance. e. You fail to provide required reports. <p>You have 30 days to cure if:</p> <ol style="list-style-type: none"> a. You do not maintain the required financial records.

Provisions	Section in Franchise Agreement	Summary
		<p>b. You fail to meet the Site Approval Deadline or Construction Start Deadline.</p> <p>c. You breach any other provision of your Franchise Agreement.</p>
<p>h. "Cause" defined – noncurable defaults</p>	<p>Section 17.2 of Franchise Agreement</p>	<p>On notice to you:</p> <p>a. You violate restrictions on use of Confidential Information, or fail to obtain the required additional covenants.</p> <p>b. You copy or permit anyone else to copy any part of the Manuals.</p> <p>c. You (or any principal of your Entity) are convicted of a felony, fraud, etc.; engage in conduct harmful to the Restaurant, System, or Proprietary Marks; or commit a fraud.</p> <p>d. You abandon the Restaurant or suspend operation of the Restaurant for five or more days without our consent.</p> <p>e. Your (or your affiliate's) interest in the lease or sublease for the Accepted Location expires or terminates or you otherwise lose possession of the site.</p> <p>f. After curing a default, you commit the same or similar default again within 12 months.</p> <p>g. You become insolvent, become subject to bankruptcy, make an assignment for creditors, subject to a receiver, have unpaid judgments, subject to attachment proceedings or execution of levy, or undismissed foreclosure.</p> <p>h. You or your Owners violate, or have any assets blocked under, laws related to terrorism.</p> <p>i. You fail to meet the Opening Deadline (or any extended deadline).</p> <p>j. You have an uncured default in any other agreement with us or affiliates which would permit termination under such agreement.</p> <p>k. A threat or danger to public health or safety results from your continued operation of the Restaurant.</p> <p>l. You misuse or make any unauthorized use of the Proprietary Marks.</p>
<p>i. Your obligations on termination/nonrenewal</p>	<p>Section 18 of Franchise Agreement</p>	<p>a. Stop using the System, including our Proprietary Marks, Confidential Information, Trade Secrets, and Manuals, and de-identify the Restaurant.</p> <p>b. Immediately deliver to us or destroy all materials related to the System and your copies of any of the Manuals.</p> <p>c. Within 5 days, pay all sums owing to us and our affiliates.</p> <p>d. Immediately de-identify the Restaurant as our franchisee or former franchisee.</p> <p>e. Immediately comply with non-competition covenants in the Franchise Agreement.</p>

Provisions	Section in Franchise Agreement	Summary
		<p>f. Cancel or transfer to us all identifiers, such as assumed names, domain names, telephone numbers, post office boxes, and other directory listings</p> <p>g. Immediately sign agreements necessary for termination.</p> <p>h. Pay all liquidated damages due us.</p> <p>i. At our option, assign the lease to us or, if you own the Accepted Location, lease it to us.</p> <p>j. If we acquire rights in your Accepted Location, within 15 days, arrange with us for an inventory of Goods to be made by us, at our cost. We will have the option for 30 days after termination or expiration to buy these at the fair market value (exclusive of goodwill).</p>
j. Assignment of contract by Us	Section 16.10 of Franchise Agreement	We can assign if the assignee is capable of performing our obligations under the Franchise Agreement, and agrees to perform these obligations.
h. "Transfer" by you — defined	Section 16.1 of Franchise Agreement	Includes transfer of the Franchise Agreement, any interest in the Franchise Agreement, the license to use the System and the Proprietary Marks, the Restaurant or substantially all of the assets of the Restaurant, or an interest in the ownership of the franchisee (if you are an Entity).
i. Our approval of your transfer	Section 16.2 of Franchise Agreement	Neither you nor other owners of the interests described in k. above can transfer without first obtaining our written approval.
m. Conditions for our approval of transfer	Section 16.3 of Franchise Agreement (transfers which result in change in control or involve 20% interest in your entity)	<p>In addition to any other conditions we may specify:</p> <p>a. You must give us at least 90 days' prior written notice of any proposed Transfer.</p> <p>b. You must pay all amounts you owe us and our affiliates.</p> <p>c. You are not, and have not been during the term of the Franchise Agreement, in default under the Franchise Agreement or any other agreement with us, or any of our Approved Suppliers without curing such default within the time period specified.</p> <p>d. Transferee and proposed Manage must attend and successfully complete training before transfer, at transferee's expense.</p> <p>e. Transferee must meet our then-current requirements for new franchisees, including our requirements for proficiency in the English language.</p> <p>f. Transferee agrees to upgrade and remodel Restaurant to conform to our then-current Standards for quality and appearance and trade dress.</p> <p>g. Transferee must sign our then-current Franchise Agreement, which may contain terms materially different than your Franchise Agreement and will expire on the date of expiration of your Franchise Agreement.</p> <p>h. Transferee enters into a written assignment and personal guarantee.</p> <p>i. You and your guarantors and Owners sign a general release.</p>

Provisions	Section in Franchise Agreement	Summary
	<p>Section 16.4 of Franchise Agreement (non-control transfers)</p> <p>Section 16.5 of Franchise Agreement (related party transfers)</p>	<p>j. You must give us a copy of the signed assignment contract.</p> <p>k. You pay us a Transfer Fee.</p> <p>l. You and your Owners remain liable for pre-Transfer obligation</p> <p>m. Landlord must consent to transfer.</p> <p>n. We determine price will not impact operation.</p> <p>o. You must comply with our right of first refusal.</p> <p>a. You give us prior written notice of the transfer.</p> <p>b. You pay all sums owed.</p> <p>c. You are not in default</p> <p>d. Transferee meets qualifications</p> <p>e. Transferee signs assignment and guaranty</p> <p>f. You and your guarantors and owners sign a general release.</p> <p>g. You remain liable for pre-Transfer obligations.</p> <p>h. You pay us a Transfer Fee.</p> <p>a. You give us prior written notice of the transfer.</p> <p>b. You are not in default</p> <p>c. Transferee meets qualifications</p> <p>d. Transferee assumes in writing the Franchise Agreement and the guaranty.</p> <p>e. You may not be in default under the Franchise Agreement.</p> <p>f. You pay us a Transfer Fee.</p> <p>g. You and your guarantors and owners must sign h. general release and remain liable for pre-Transfer obligations</p>
n. Our right of first refusal to acquire your business	Section 16.8 of Franchise Agreement	We can match any offer for your Restaurant or substantially all interest in your entity.
o. Our option to purchase your business	Section 18.4 of Franchise Agreement	We may purchase your Goods related to the Restaurant at the fair market value (exclusive of good will) and may purchase your Accepted Location if you own it or your interest in any lease.
p. Your death or disability	Section 16.6 of Franchise Agreement	Upon 180 days from your death or permanent incapacity you must transfer all rights and interests to buyer that complies with Transfer provisions, except no Transfer Fee will be due.
q. Non-competition covenants during the term of the franchise	Section 15.4 of Franchise Agreement	No involvement in a competitive business (generally, similar types of businesses that offer products the same or similar to the Approved Products) anywhere. You may not divert or attempt to divert any business or potential business, misuse vendor relationships, or perform, directly or indirectly, any other act injurious or prejudicial to the goodwill associated with the Proprietary Marks and the System.
r. Non-competition	Section 15.4.B. of Franchise Agreement	For 12 months after expiration or termination, no involvement in a competitive business at the Accepted Location, within 3 miles of your Accepted Location, or

Provisions	Section in Franchise Agreement	Summary
covenants after the franchise is terminated or expires		within 3 miles of any Restaurant; and no diverting or attempting to divert any business from any Restaurant.
s. Modification of the agreement	Sections 8.3, 22.2 and 22.3 of Franchise Agreement	No oral modifications, but we can change the Manuals.
t. Integration/merger clause	Section 22.2 of Franchise Agreement	Only the terms of the Franchise Agreement and related agreements are binding (subject to state law). Any representations or promises outside of the Disclosure Document and Franchise Agreement may not be enforceable.
u. Dispute resolution by arbitration or mediation	Section 19.1 of Franchise Agreement	Most disputes must be resolved by arbitration.
v. Choice of forum	Section 19.1 of Franchise Agreement	Subject to state law, currently, arbitration or lawsuit must be in the metropolitan area of district court where our principal place of business is located (currently, Georgia).
w. Choice of law	Sections 15.6 and 22.5 of Franchise Agreement	Subject to state law, Georgia law applies to all disputes except those related to the non-competition covenants, which will be governed by the laws of the state in which your Restaurant is located.

ITEM 18

PUBLIC FIGURES

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

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 restaurants, if there is a reasonable basis for the information, and if the information is included in this disclosure document. Financial performance information that differs from that included in this Item 19 may be given only if: (1) a franchisor provides the actual records of an existing restaurant 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.

This Item 19 presents information about the financial performance during Fiscal Year 2021 (the fiscal year ended December 26, 2021) of certain Traditional Franchises that were eligible franchises in Fiscal Year 2021. A "**Traditional Franchise**" is a franchised Restaurant located in a traditional location, including strip shopping centers, power centers, and street-level retail. An "**eligible franchise**" is a franchise that reported sales in all 52 weeks of Fiscal Year 2021 and was owned by the same owner throughout Fiscal Year 2021.

This Item 19 does not include data related to (i) franchised Restaurants located in non-traditional locations (such as airports, colleges, convenience stores, government buildings, hospitals, hotels, lifestyle centers, malls (including open air, traditional, and outlet malls), military bases, office building interiors, theme parks, transit hubs, and travel plazas); (ii) Traditional Franchises that are co-branded with another brand; (iii) affiliate-owned Restaurants; and (iv) Traditional Franchises that were not eligible franchises in Fiscal Year 2021. The financial performance and operations of these excluded Restaurants can vary significantly from the performance and operations of the Traditional Franchises that are represented in this Item 19.

**AVERAGE NET SALES BY QUARTILE
FOR TRADITIONAL FRANCHISES
FOR FISCAL YEAR 2021**

Quartiles	Average Net Sales	Number and Percentage of Restaurants Attaining or Exceeding Average Net Sales	Median Net Sales	Lowest Net Sales	Highest Net Sales
Top Quartile	\$1,573,535	45/121 (37%)	\$1,497,392	\$1,284,349	\$2,727,632
2 nd Quartile	\$1,139,685	60/120 (50%)	\$1,139,789	\$1,015,975	\$1,283,875
3 rd Quartile	\$911,233	55/120 (46%)	\$904,254	\$809,513	\$1,015,143
Bottom Quartile	\$667,010	66/121 (55%)	\$680,200	\$346,152	\$808,673
Total	\$1,073,062	212/482 (44%)	\$1,015,559	\$346,152	\$2,727,632

NOTES TO TABLE:

- As of December 26, 2021, there were 553 Traditional Franchises. Of those 553 locations, 482 (87.2%) Traditional Franchises are represented in this table. This table does not include (i) 33 Traditional Franchises that did not report sales in all 52 weeks of Fiscal Year 2021, (ii) 24 Traditional Franchises that transferred ownership during Fiscal Year 2021, (iii) 10 Traditional Franchises that opened during Fiscal Year 2021, and (iv) four Traditional Franchises that were co-branded. This table also does not include 25 Traditional Franchises that permanently closed during Fiscal Year 2021, all of which had been open for at least 12 months prior to closing. No Traditional Franchises were reacquired by us in Fiscal Year 2021.

NOTES TO ITEM 19:

- Some Restaurants have sold or earned this amount. Your individual results may differ. There is no assurance that you'll sell or earn as much.**
- "Net Sales" includes all revenues generated by a Restaurant or conducted from or with respect to a Restaurant, whether the sales are evidenced by cash, check, credit, charge, account, barter or exchange, but does not include (a) the initial sales or reloading of gift cards, (b) discounts, (c) the sale of food or merchandise for which refunds have been made in good faith to customers, (d) the discounted portion of employee meals, (e) sales, meals, use or excise tax imposed by a governmental authority directly on sales and collected from customers, provided that the amount for the tax is added to the selling price or absorbed therein and is actually paid by you to

a governmental authority, (f) the sale of equipment used in the operation of the Restaurant, or (g) tips. See Note 2 of Item 6 for a complete definition of “Net Sales.”

3. These sales figures do not reflect the costs of sales, operating expenses or other costs or expenses that must be deducted from the Net Sales figures to obtain your net income or profit.
4. We calculated the figures in the tables in these financial performance representations using financial reports submitted by franchisees. We have not audited or independently verified these financial reports nor have we asked questions of the submitting franchisees to determine whether they are in fact accurate and complete, although we have no information or other reason to believe that they are unreliable. No certified public accountant has audited these figures or expressed his or her opinion concerning their content or form.
5. Written substantiation for the financial performance representation will be made available to the prospective franchisee upon reasonable request.
6. We encourage you to consult with your own accounting, business, and legal advisors to assist you to prepare your budgets and projections, and to assess the likely or potential financial performance of your franchise. We also encourage you to contact existing franchisees to discuss their experiences with the system and their franchise business. Notwithstanding the information set forth in this financial performance representation, our existing franchisees are your best source of information about franchise operations.

Other than in this Item 19, 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 receive any other financial performance information or projections of your future income, you should report it to the franchisor’s management by contacting the Legal Department, Moe’s Franchisor SPV LLC, 5620 Glenridge Drive NE, Atlanta, Georgia 30342, 404-255-3250, the Federal Trade Commission, and the appropriate state regulatory agencies.

ITEM 20

OUTLETS AND FRANCHISEE INFORMATION

**Table No. 1
Systemwide Outlet Summary
For Years 2019 to 2021**

Outlet Type	Year	Outlets At The Start Of The Year	Outlets At The End Of The Year	Net Change
Franchised	2019	714	719	+5
	2020	719	679	-40
	2021	679	658	-21

Outlet Type	Year	Outlets At The Start Of The Year	Outlets At The End Of The Year	Net Change
Company-Owned	2019	5	3	-2
	2020	3	2	-1
	2021	2	1	-1
Total Outlets	2019	719	722	+3
	2020	722	681	-41
	2021	681	659	-22

Table No. 2
Transfers of Outlets from Franchisees to New Owners (Other than the Franchisor)
For Years 2019 to 2021

State	Year	Number Of Transfers
District of Columbia	2019	0
	2020	2
	2021	0
Florida	2019	1
	2020	45
	2021	2
Georgia	2019	3
	2020	2
	2021	2
Kentucky	2019	0
	2020	0
	2021	1
Indiana	2019	0
	2020	4
	2021	0
Maryland	2019	0
	2020	3
	2021	0
Massachusetts	2019	0
	2020	0
	2021	5
Mississippi	2019	0
	2020	2
	2021	0
New Hampshire	2019	1
	2020	0
	2021	0
New Jersey	2019	1
	2020	1
	2021	0
New York	2019	2
	2020	0
	2021	0

State	Year	Number Of Transfers
North Carolina	2019	0
	2020	0
	2021	10
Ohio	2019	4
	2020	2
	2021	0
Pennsylvania	2019	2
	2020	0
	2021	2
South Carolina	2019	0
	2020	8
	2021	2
Tennessee	2019	0
	2020	1
	2021	0
Vermont	2019	2
	2020	0
	2021	0
Virginia	2019	0
	2020	8
	2021	0
Wisconsin	2019	0
	2020	0
	2021	1
Totals	2019	16
	2020	78
	2021	25

**Table No. 3
Status of Franchised Outlets
For Years 2019 to 2021**

State	Year	Outlets at start of year	Outlets opened	Terminations	Non-renewals	Reacquired by franchisor	Ceased operations -other reasons	Outlets at end of the year
Alabama	2019	34	2	0	0	0	0	36
	2020	36	0	1	0	0	0	35
	2021	35	1	1	0	0	0	35
Arizona	2019	0	0	0	0	0	0	0
	2020	0	0	0	0	0	0	0
	2021	0	0	0	0	0	0	0
Arkansas	2019	5	0	0	0	0	0	5
	2020	5	0	0	0	0	0	5
	2021	5	1	0	0	0	0	6

State	Year	Outlets at start of year	Outlets opened	Terminations	Non-renewals	Reacquired by franchisor	Ceased operations -other reasons	Outlets at end of the year
California	2019	1	0	0	0	0	0	1
	2020	1	0	0	0	0	0	1
	2021	1	0	0	0	0	0	1
Colorado	2019	0	0	0	0	0	0	0
	2020	0	0	0	0	0	0	0
	2021	0	0	0	0	0	0	0
Connecticut	2019	24	3	1	0	0	0	26
	2020	26	0	4	0	0	0	22
	2021	22	0	1	0	0	0	21
Delaware	2019	4	0	0	0	0	0	4
	2020	4	0	0	0	0	0	4
	2021	4	0	0	0	0	0	4
District Of Columbia	2019	3	0	0	0	0	0	3
	2020	3	0	1	0	0	0	2
	2021	2	0	1	0	0	0	1
Florida	2019	113	3	5	0	0	0	111
	2020	111	0	5	0	0	0	106
	2021	106	0	5	0	0	0	101
Georgia	2019	89	6	3	0	0	0	92
	2020	92	9	8	0	0	0	93
	2021	93	3	3	0	0	0	93
Hawaii	2019	1	0	0	0	0	0	1
	2020	1	0	0	0	0	0	1
	2021	1	0	0	0	0	0	1
Idaho	2019	1	0	0	0	0	0	1
	2020	1	0	0	0	0	0	1
	2021	1	0	0	0	0	0	1
Illinois	2019	13	0	3	0	0	0	10
	2020	10	0	0	0	0	0	10
	2021	10	0	0	0	0	0	10
Indiana	2019	17	1	0	0	0	0	18
	2020	18	1	2	0	0	0	17
	2021	17	1	0	0	0	0	18
Iowa	2019	2	1	0	0	0	0	3
	2020	3	0	0	0	0	0	3
	2021	3	0	0	0	0	0	3
Kansas	2019	0	0	0	0	0	0	0
	2020	0	0	0	0	0	0	0
	2021	0	0	0	0	0	0	0

State	Year	Outlets at start of year	Outlets opened	Terminations	Non-renewals	Reacquired by franchisor	Ceased operations -other reasons	Outlets at end of the year
Kentucky	2019	12	2	0	0	0	0	14
	2020	14	0	1	0	0	0	13
	2021	13	0	2	0	0	0	11
Louisiana	2019	7	1	1	0	0	0	7
	2020	7	0	0	0	0	0	7
	2021	7	0	2	0	0	0	5
Maryland	2019	9	1	1	0	0	0	9
	2020	9	0	2	0	0	0	7
	2021	7	0	1	0	0	0	6
Massachusetts	2019	21	0	1	0	0	0	20
	2020	20	0	5	0	0	0	15
	2021	15	0	0	0	0	0	15
Michigan	2019	6	0	1	0	0	0	5
	2020	5	0	1	0	0	0	4
	2021	4	0	1	0	0	0	3
Minnesota	2019	0	1	0	0	0	0	1
	2020	1	0	0	0	0	0	1
	2021	1	0	0	0	0	0	1
Mississippi	2019	5	1	0	0	0	0	6
	2020	6	0	0	0	0	0	6
	2021	6	0	0	0	0	0	6
Missouri	2019	6	0	0	0	0	0	6
	2020	6	0	2	0	0	0	4
	2021	4	0	0	0	0	0	4
Nebraska	2019	0	0	0	0	0	0	0
	2020	0	0	0	0	0	0	0
	2021	0	0	0	0	0	0	0
Nevada	2019	1	0	0	0	0	0	1
	2020	1	0	0	0	0	0	1
	2021	1	0	0	0	0	0	1
New Hampshire	2019	3	0	0	0	0	0	3
	2020	3	0	2	0	0	0	1
	2021	1	0	0	0	0	0	1
New Jersey	2019	31	3	0	0	0	0	34
	2020	34	0	1	0	0	0	33
	2021	33	0	2	0	0	0	31
New York	2019	67	1	1	0	0	0	67
	2020	67	0	2	0	0	0	65
	2021	65	1	3	0	0	0	63

State	Year	Outlets at start of year	Outlets opened	Terminations	Non-renewals	Reacquired by franchisor	Ceased operations -other reasons	Outlets at end of the year
North Carolina	2019	59	1	1	0	0	0	59
	2020	59	0	6	0	0	0	53
	2021	53	0	4	0	0	0	49
North Dakota	2019	1	0	0	0	0	0	1
	2020	1	0	0	0	0	0	1
	2021	1	0	0	0	0	0	1
Ohio	2019	20	1	2	0	0	0	19
	2020	19	1	2	0	0	0	18
	2021	18	1	1	0	0	0	18
Oklahoma	2019	3	0	0	0	0	0	3
	2020	3	0	1	0	0	0	2
	2021	2	0	0	0	0	0	2
Oregon	2019	0	0	0	0	0	0	0
	2020	0	0	0	0	0	0	0
	2021	0	0	0	0	0	0	0
Pennsylvania	2019	31	0	0	0	0	0	31
	2020	31	2	1	0	0	0	32
	2021	32	1	0	0	0	0	33
Rhode Island	2019	3	0	0	0	0	0	3
	2020	3	0	1	0	0	0	2
	2021	2	0	2	0	0	0	0
South Carolina	2019	39	1	0	0	0	0	40
	2020	40	0	0	0	0	0	40
	2021	40	1	0	0	0	0	41
South Dakota	2019	0	0	0	0	0	0	0
	2020	0	0	0	0	0	0	0
	2021	0	0	0	0	0	0	0
Tennessee	2019	27	0	2	0	0	0	25
	2020	25	0	2	0	0	0	23
	2021	23	0	2	0	0	0	21
Texas	2019	11	1	3	0	0	0	9
	2020	9	0	0	0	0	0	9
	2021	9	0	2	0	0	0	7
Utah	2019	2	0	0	0	0	0	2
	2020	2	0	1	0	0	0	1
	2021	1	0	0	0	0	0	1
Vermont	2019	2	0	0	0	0	0	2
	2020	2	0	0	0	0	0	2
	2021	2	0	0	0	0	0	2

State	Year	Outlets at start of year	Outlets opened	Terminations	Non-renewals	Reacquired by franchisor	Ceased operations -other reasons	Outlets at end of the year
Virginia	2019	36	3	3	0	0	0	36
	2020	36	1	3	0	0	0	34
	2021	34	3	0	0	0	0	37
West Virginia	2019	2	0	0	0	0	0	2
	2020	2	0	0	0	0	0	2
	2021	2	0	0	0	0	0	2
Wisconsin	2019	2	0	0	0	0	0	2
	2020	2	0	0	0	0	0	2
	2021	2	0	0	0	0	0	2
Wyoming	2019	1	0	0	0	0	0	1
	2020	1	0	0	0	0	0	1
	2021	1	0	1	0	0	0	0
TOTALS	2019	714	33	28	0	0	0	719
	2020	719	14	54	0	0	0	679
	2021	679	13	34	0	0	0	658

NOTES:

The numbers in this table show the number of Restaurants open and operated by franchisees as of December 31, 2021, December 31, 2020, and December 31, 2019. This table does not show franchisees that have signed Franchise Agreements for Restaurants which have not opened yet or that have had their Franchise Agreement terminated prior to opening their Restaurant.

**Table No. 4
Status of Affiliate-Owned Outlets
For Years 2019 to 2021**

State	Year	Outlets at start of year	Outlets opened	Outlets Reacquired From Franchisee	Outlets Closed	Outlets Sold To Franchisee	Outlets at end of the year
Georgia	2019	5	0	0	2	0	3
	2020	3	0	0	1	0	2
	2021	2	0	0	1	0	1
TOTALS	2019	5	0	0	2	0	3
	2020	3	0	0	1	0	2
	2021	2	0	0	1	0	1

NOTES:

The numbers in this table are as of December 31, 2021, December 31, 2020, and December 31, 2019. As of the date of this Disclosure Document, Moe's Stores owns two Restaurants in Roswell, Georgia and Norcross, Georgia.

Table No. 5
Projected Openings as of December 31, 2021
For Year Ending December 31, 2022

State	Franchise Agreements Signed But Restaurant Not Open	Projected New Franchised Restaurants In Next Fiscal Year	Projected New Company-Owned Restaurants In Next Fiscal Year
Alabama	1	0	0
Arkansas	6	1	0
California	0	0	0
Connecticut	8	0	0
Florida	13	1	0
Georgia	19	3	0
Illinois	3	1	0
Indiana	0	0	0
Iowa	0	0	0
Kentucky	3	2	0
Louisiana	1	1	0
Maine	2	0	0
Maryland	2	1	0
Massachusetts	3	0	0
Michigan	6	0	0
Minnesota	0	0	0
Mississippi	5	0	0
Missouri	3	0	0
Nebraska	0	0	0
Nevada	0	0	0
New Hampshire	0	0	0
New Jersey	9	0	0
New Mexico	0	0	0
New York	7	1	0
North Carolina	18	1	0
North Dakota	0	0	0
Ohio	11	0	0
Oklahoma	0	0	0

State	Franchise Agreements Signed But Restaurant Not Open	Projected New Franchised Restaurants In Next Fiscal Year	Projected New Company-Owned Restaurants In Next Fiscal Year
Pennsylvania	14	0	0
South Carolina	2	0	0
South Dakota	0	0	0
Tennessee	6	1	0
Texas	0	0	0
Virginia	6	1	0
West Virginia	0	0	0
Wisconsin	0	0	0
Totals	148	14	0

Exhibit D to this Disclosure Document shows the name, address, and telephone number of the franchised Restaurants as of December 31, 2021, as well as the name, address and telephone number of franchisees who have signed a franchise agreement but have not opened their Restaurant.

Exhibit E to this Disclosure Document shows, at the end of our most recent fiscal year, the name, last-known business or home city and state and business or home telephone number of the franchisees whose franchise was terminated, canceled, or not renewed; who voluntarily or involuntarily ceased to do business under a franchise agreement during the applicable fiscal year (which includes franchisees who transferred their franchise); or those franchises who did not communicate with us within 10 weeks of the date of this Disclosure Document.

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

Confidentiality Clauses

As a standard practice, when we enter into a Termination and Release Agreement with a former franchisee, we require the former franchisee to agree to maintain all information that the former franchisee has about us confidential. We have entered into these Termination and Release Agreements (including the confidentiality clause) within the past three years.

In some instances, current and former franchisees sign provisions restricting their ability to speak openly about their experience with us. You may wish to speak with current and former franchisees, but be aware that not all such franchisees will be able to communicate with you.

Franchisor Sponsored Franchisee Organizations

We have established the FAC to serve as a sounding board on issues that affect the System in the areas of marketing, product, design, equipment, and operations. The address for the FAC is

at our principal office at 5620 Glenridge Drive NE, Atlanta, Georgia 30342. The FAC does not maintain a separate telephone number, email address, or website.

Independent Franchisee Organizations

As of the date of this Disclosure Document, no independent franchisee organizations have asked to be included in this Disclosure Document.

ITEM 21

FINANCIAL STATEMENTS

Attached as Exhibit A to this Disclosure Document are the audited financial statements of Focus Systems, our parent company, which include the consolidated balance sheets as of December 26, 2021 and December 27, 2020 and the related consolidated statements of operations, changes in member's equity, and cash flows for the fiscal years ended December 26, 2021, December 27, 2020, and December 29, 2019. Focus Systems guarantees the performance of our obligations under the Franchise Agreement. A copy of the guaranty of Focus Systems is attached as Exhibit A.

As reflected in Item 1, Focus Brands will be providing required support and services to franchisees under a management agreement with us. Attached as Exhibit A are the audited financial statements of Focus Brands as of and for the fiscal years ended December 26, 2021 and December 27, 2020. These financial statements are being provided for disclosure purposes only. Focus Brands is not a party to the Franchise Agreement or other agreement we sign with franchisees nor does it guarantee our obligations under the Franchise Agreement or other agreements we sign with franchisees.

ITEM 22

CONTRACTS

The following contracts and related documents are attached to this Disclosure Document:

EXHIBIT B MOE'S SOUTHWEST GRILL FRANCHISE AGREEMENT AND RELATED AGREEMENTS:

- Schedule A - Franchise Specific Terms
- Schedule B - Personal Covenants
- Schedule C - Guaranty of Payment and Performance
- Schedule D - State Law Addendum (If Required)
- Schedule E - Multi-Unit Addendum

EXHIBIT C OTHER AGREEMENTS

- General Release
- Moe's Franchisee Participation Agreement
- POS System Support Services Agreement

ITEM 23

RECEIPT

Two copies of an acknowledgment of your receipt of this Disclosure Document are attached as the last two pages of this document. Please return one copy to us and retain the other for your records.

**EXHIBIT A
FINANCIAL STATEMENTS**

GUARANTEE OF PERFORMANCE

For value received, FOCUS Brands Systems LLC, a Delaware limited liability company (the "Guarantor"), located at 5620 Glenridge Drive NE, Atlanta, Georgia 30342, absolutely and unconditionally guarantees to assume the duties and obligations of Moe's Franchisor SPV LLC, located at 5620 Glenridge Drive NE, Atlanta, Georgia 30342 (the "Franchisor"), under its franchise registration in each state where the franchise is registered, and under its Franchise Agreement identified in its 2022 Franchise Disclosure Document, as it may be amended, and as that Franchise Agreement may be entered into with franchisees and amended, modified or extended from time to time. This Guarantee continues until all such obligations of the Franchisor under its franchise registrations and the Franchise Agreement are satisfied or until the liability of Franchisor to its franchisees under the Franchise Agreement has been completely discharged, whichever first occurs. The Guarantor is not discharged from liability if a claim by a franchisee against the Franchisor remains outstanding. Notice of acceptance is waived. The Guarantor does not waive receipt of notice of default on the part of the Franchisor. This guarantee is binding on the Guarantor and its successors and assigns.

The Guarantor signs this guarantee at Atlanta, Georgia on this 24th day of March 2022.

Guarantor:

FOCUS BRANDS SYSTEMS LLC

By: 
Name: Michael J. Dixon
Title: Chief Financial Officer

Consolidated Financial Statements and
Report of Independent Certified Public Accountants

FOCUS Brands Systems LLC and Subsidiaries

December 26, 2021 and December 27, 2020

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Member
FOCUS Brands Systems LLC and Subsidiaries

Opinion

We have audited the consolidated financial statements of FOCUS Brands Systems LLC and Subsidiaries (the "Company"), which comprise the consolidated balance sheets as of December 26, 2021 and December 27, 2020, and the related consolidated statements of operations, changes in member's equity, and cash flows for the years ended December 26, 2021, December 27, 2020 and December 29, 2019, and the related notes to the financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Company as of December 26, 2021 and December 27, 2020, and the results of their operations and their cash flows for the years ended December 26, 2021, December 27, 2020 and December 29, 2019 in accordance with accounting principles generally accepted in the United States of America.

Basis for opinion

We conducted our audits of the consolidated financial statements in accordance with auditing standards generally accepted in the United States of America (US 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 consolidated financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the 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 consolidated 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.

Grant Thornton LLP

Atlanta, Georgia
March 16, 2022

Consolidated balance sheets

(In thousands)

	December 26, 2021	December 27, 2020
Assets		
Current assets:		
Cash and cash equivalents	\$ 288	\$ 563
Restricted cash - securitization	5,037	4,713
Accounts receivable, net of allowance for doubtful accounts of \$2,118 and \$2,147 in 2021 and 2020, respectively	17,212	16,330
Prepaid expenses and other current assets	12	91
Intercompany receivables	-	80
Total current assets	22,549	21,777
Assets held for lease, net	345	701
Intangible assets, net	308,231	310,891
Total assets	\$ 331,125	\$ 333,369
Liabilities and Member's Equity		
Current liabilities:		
Accrued expenses and other liabilities	\$ 3,170	\$ 2,489
Deferred revenue	2,784	3,994
Intercompany payables	3,282	-
Total current liabilities	9,236	6,483
Long-term deferred revenue	45,856	45,272
Long-term other liabilities	120	123
Total liabilities	55,212	51,878
Member's equity:		
Member's equity	275,913	281,491
Total Member's equity	275,913	281,491
Total liabilities and Member's equity	\$ 331,125	\$ 333,369

The accompanying notes are an integral part of these consolidated financial statements.

Consolidated statements of operations

(In thousands)

	(As recast, see Note 1)		
For the fiscal years ended:	December 26, 2021	December 27, 2020	December 29, 2019
Revenues:			
Franchise revenues	\$ 221,276	\$ 166,977	\$ 210,226
Total revenues	221,276	166,977	210,226
Fees and expenses:			
Management fee to FBLLC	41,654	42,353	44,098
Selling, general and administrative expenses	404	1,793	462
Depreciation and amortization expense	3,030	3,435	3,929
Total fees and expenses	45,088	47,581	48,489
Operating income	176,188	119,396	161,737
Income before income tax expense	176,188	119,396	161,737
Income tax expense	1,565	1,188	1,637
Net income	\$ 174,623	\$ 118,208	\$ 160,100

The accompanying notes are an integral part of these consolidated financial statements.

Consolidated statements of changes in member's equity

(In thousands)

	Member's equity
Balance at December 30, 2018 (As recast, see Note 1)	\$ 323,822
Distributions to Member, net	(162,932)
Modified retrospective adoption of ASC 606 - <i>Revenue from Contracts with Customers</i> (see Note 1)	(38,900)
Net income	160,100
Balance at December 29, 2019	282,090
Distributions to Member, net	(118,807)
Net income	118,208
Balance at December 27, 2020	281,491
Distributions to Member, net	(180,201)
Net income	174,623
Balance at December 26, 2021	\$ 275,913

The accompanying notes are an integral part of these consolidated financial statements.

Consolidated statements of cash flows

(In thousands)

	(As recast, see Note 1)		
For the fiscal years ended:	December 26, 2021	December 27, 2020	December 29, 2019
Cash flows from operating activities:			
Net income	\$ 174,623	\$ 118,208	\$ 160,100
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization expense	3,030	3,435	3,929
Non-cash interest expense	-	-	55
Loss (gain) on assets held for lease, net	11	(6)	25
Provision for bad debts	120	1,754	287
Changes in operating assets and liabilities:			
Accounts receivable, prepaid expenses and other assets	(923)	(3,815)	290
Accrued expenses and other liabilities	677	303	(35)
Deferred revenue	(626)	(1,502)	(1,352)
Intercompany receivable / payable	3,362	646	(30)
Net cash provided by operating activities	180,274	119,023	163,269
Cash flows from investing activities:			
Purchases of assets held for lease	(33)	(51)	(305)
Proceeds from sale or disposal of assets held for lease	9	13	-
Change in revolving note with FBLLC	-	-	(891)
Net cash used in investing activities	(24)	(38)	(1,196)
Cash flows from financing activities:			
Distributions to Member, net	(180,201)	(118,807)	(162,932)
Net cash used in financing activities	(180,201)	(118,807)	(162,932)
Net increase (decrease) in Cash and cash equivalents and Restricted cash - securitization			
Restricted cash - securitization	49	178	(859)
Cash and cash equivalents and Restricted cash - securitization, beginning of period	5,276	5,098	5,957
Cash and cash equivalents and Restricted cash - securitization, end of period	\$ 5,325	\$ 5,276	\$ 5,098
Supplemental disclosure of cash flow information:			
Cash paid for:			
Income taxes, net	\$ 1,565	\$ 1,188	\$ 1,637

The accompanying notes are an integral part of these consolidated financial statements.

Notes to consolidated financial statements

(Dollars in thousands)

1 Nature of Operations and Summary of Significant Accounting Policies

Organization

FOCUS Brands Systems LLC (the “Company”) is a limited-purpose, bankruptcy-remote, wholly owned direct subsidiary of FOCUS Brands Funding LLC (the “Master Issuer”), which is a limited-purpose, bankruptcy-remote, wholly owned direct subsidiary of FOCUS Funding Holdco LLC, which is a limited-purpose, bankruptcy-remote, wholly owned direct subsidiary of FBIG LLC, which is a wholly owned direct subsidiary of Focus Brands LLC (“FBLLC”), which is a wholly owned direct subsidiary of Focus Brands Holdings Inc. (“FBHI”).

On January 17, 2020, a restructuring was completed whereby Carvel Funding Holdco LLC and McAlister’s Funding Holdco LLC merged with and into FOCUS Funding Holdco LLC, Carvel Funding LLC and McAlister’s Funding LLC merged with and into the Master Issuer, and Carvel Franchisor SPV LLC and McAlister’s Franchisor SPV LLC were contributed to the Company at book value.

The Company comprises the worldwide operations of its limited-purpose, bankruptcy-remote, wholly owned direct subsidiaries (collectively, the “Franchising Entities”): Auntie Anne’s Franchisor SPV LLC, Carvel Franchisor SPV LLC, Cinnabon Franchisor SPV LLC, McAlister’s Franchisor SPV LLC, Moe’s Franchisor SPV LLC, and Schlotzsky’s Franchisor SPV LLC. The Franchising Entities are the franchisors of over 5,400 bakeries and restaurants (“SBRs”, “SBR”) in the United States and approximately 60 foreign countries and territories operating under the brand names Carvel®, Cinnabon®, Schlotzsky’s®, Moe’s®, Auntie Anne’s®, and McAlister’s Deli®. The Franchising Entities’ business revenues are primarily generated from franchise revenues including royalty and mix fees, development and franchise fees, licensing fees, rebates from certain vendors, and digital transaction fees.

Certain of the Company’s affiliates administer the advertising funds on behalf of the brands’ franchise systems. The certain affiliates are not included in the Company’s consolidated financial statements.

The Company was formed in conjunction with the securitization transaction completed on April 6, 2017 (see Note 5).

Basis of Presentation

All significant intercompany accounts and transactions have been eliminated in consolidation.

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, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Certain prior year amounts have been reclassified to conform to the current year presentation resulting from the restructuring that occurred on January 17, 2020.

Fiscal Year

The Company operates on a fifty-two or fifty-three week fiscal year that ends on the last Sunday of the calendar year. The consolidated financial statements include fifty-two weeks for the fiscal years ended December 26, 2021, December 27, 2020, and December 29, 2019, respectively.

Cash and Cash Equivalents

Cash and cash equivalents includes funds not subject to the restrictions discussed in the “Restricted Cash” section. As of December 26, 2021 and December 27, 2020, Cash and cash equivalents consists only of funds on deposit with commercial banks.

Restricted Cash

The Company’s restricted cash is comprised of cash collections related to securitized franchising or licensing activities. Changes in Cash and cash equivalents and Restricted cash – securitization during the period are explained in total within the consolidated statements of cash flows.

Credit Risk

The Company’s financial instruments that are exposed to concentrations of credit risk consist primarily of cash and cash equivalents, restricted cash, and accounts receivable. The Company places its cash and cash equivalents and restricted cash, which generally exceed federally insured limits, with high credit quality financial institutions or in money market funds that invest in U.S. Treasury bills, notes, or other obligations issued or guaranteed by the U.S. Government, its agencies, or instrumentalities, and repurchase agreements secured by such obligations or cash. The Company has not experienced any losses in such accounts.

Accounts receivable consists primarily of amounts due from franchisees, licensees, and vendors for royalty fees, franchise fees, and rebates. The financial condition of the franchisees and licensees is largely dependent upon the underlying business trends of the Company’s brands and market conditions within the quick service restaurant industry, both domestically and internationally. This concentration of credit risk is mitigated, in part, by the large number of franchisees and licensees of each brand and the short-term nature of the related receivables. As of December 26, 2021 and December 27, 2020, no individual franchisee or licensee accounted for more than 10% of total accounts and notes receivable. No individual franchisee or licensee accounted for more than 10% of total revenues for the fiscal years ended December 26, 2021, December 27, 2020, and December 29, 2019.

Accounts Receivable and Allowance for Doubtful Accounts

Accounts receivable are primarily due from franchisees, vendors and licensees and are reflected in the consolidated financial statements at cost, net of allowance.

The Company determines the allowance for doubtful accounts based upon a specific review of outstanding customer balances and a general reserve based on the aging of customer accounts and write-off history. Accounts receivable are written off against the allowance for doubtful accounts when it is probable the receivable will not be recovered. The Company monitors the financial condition of its subsidiaries’ franchisees, licensees, and vendors and records provisions for estimated losses on receivables when the Company believes that its subsidiaries’ franchisees or licensees are unable to make their required payments. While the Company uses the best information available in making its determination, the ultimate recovery of recorded receivables is also dependent upon future economic events and other conditions that may be beyond the Company’s control.

Assets Held for Lease

Assets held for lease is largely comprised of satellite SBRs that the Company leases to franchisees under month-to-month operating lease agreements and are recorded at cost, less accumulated depreciation. Expenditures that extend the useful lives of the related assets are capitalized. Expenditures for normal maintenance and repairs are expensed as incurred. Depreciation is computed on a straight-line basis over estimated useful lives of between 2-7 years.

Intangible Assets

Intangible assets consist primarily of tradenames and franchise agreements. The Company does not amortize tradenames. Indefinite-lived intangible assets are evaluated for impairment on an annual basis at year-end, or more frequently when circumstances arise indicating that a particular asset may be impaired. The impairment evaluation for the indefinite-lived tradenames includes a comparison of the fair value of the tradenames with their respective carrying value. Fair value is the amount for which the tradenames could be sold in a current transaction between willing parties. The Company estimates fair value using multiple valuation methodologies, including discounted cash flow models. The operating assumptions used in the discounted cash flow models are generally consistent with past performance and with the projections and assumptions that are used in the current operating plan. Such assumptions are subject to change as a result of changing economic and competitive conditions. If the carrying value of an indefinite-lived tradename exceeds its fair value, the tradename is written down to its fair value.

Amortizable intangible assets are tested for impairment if events occur that suggest the assets might be impaired. No impairment losses were recorded for intangible assets during the fiscal years ended December 26, 2021, December 27, 2020, and December 29, 2019.

Income Taxes

The Company is comprised of single-member limited liability companies for federal and state income tax purposes with all income tax liabilities and/or benefits of the Company being passed through to an indirect parent of the Company. As such, no recognition of federal or state income taxes for the Company have been provided for in the accompanying consolidated financial statements.

Income tax expense is comprised of foreign income taxes in certain international jurisdictions which arise from withholding taxes associated with payments of royalties and fees by international franchisees.

Revenue Recognition

Revenue is recognized in accordance with a five-step revenue model, as follows: identifying the contract with the customer; identifying the performance obligations in the contract; determining the transaction price; allocating the transaction price to the performance obligations; and recognizing revenue when (or as) the entity satisfies a performance obligation. In applying this five-step model, the Company determined that the franchise right granted for each individual SBR within an arrangement represents a single performance obligation. Therefore, all consideration within the contract is allocated to the franchise right and recognized over the term of the franchise agreement.

Franchise revenues consists of revenues from franchising activities and are recognized based on the terms of the underlying franchise agreements in accordance with Accounting Standards Codification (“ASC”) 606 – *Revenue from Contracts with Customers* (“ASC 606”). Revenues from franchising activities include development fees associated with a franchisee’s planned development of a specified number of SBRs within a defined geographic territory, franchise fees associated with open SBR locations, ongoing royalty fees which are typically based on a percentage of the individual franchisee sales, rebates from certain vendors, product licensing revenues, and digital transaction fees.

Development fees are recorded as deferred franchise revenue when received and are recognized as revenue on a straight-line basis over the term of each underlying franchise agreement satisfying the development obligation, commencing when the SBR is opened.

Franchise fees are recorded as deferred revenue when received and are recognized as revenue on a straight-line basis over the term of each respective franchise agreement, commencing when the SBR covered by the fees is opened. Cash collected prior to substantial performance by the respective Franchising Entity is deferred until the revenue recognition criteria are met.

The Company applies the sales-based royalty exception under ASC 606 and accordingly recognizes royalty fees, rebates from certain vendors, licensing revenues, and digital transaction fees as they are earned by the Franchising Entities.

Refer to the Recently Issued Accounting Guidance section below for a summary of changes to the Company's revenue recognition policies and the impact of the adoption of ASC 606 on the Company's financial statements.

Certain franchisees are required to purchase ice cream mix from a certain Franchising Entity's approved distributors, who in turn source the ice cream mix from that Franchising Entity's approved manufacturers. Ice cream mix revenues are recognized upon the sale of ice cream mix based upon the respective agreements with the manufacturers, distributors and the franchisees.

Comprehensive Income

Comprehensive income is defined as the change in equity of a business enterprise during a period from transactions and other events and circumstances from non-owner sources. Comprehensive income is the same as net income for the periods presented. Therefore, separate statements of comprehensive income are not included in the accompanying consolidated financial statements.

Fair Value Measurements

The guidance for fair value measurements establishes the authoritative definition for fair value, sets out a framework for measuring fair value and outlines the required disclosures regarding fair value measurements. Fair value is the price that would be received to sell an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants at the measurement date. The Company uses a three-tier fair value hierarchy based upon observable and non-observable inputs as follows:

- Level 1: Quoted market prices in active markets for identical assets or liabilities.
- Level 2: Inputs other than Level 1 that are either directly or indirectly observable.
- Level 3: Unobservable inputs developed using the Company's estimates and assumptions which reflect those that market participants would use.

At December 26, 2021 and December 27, 2020, the Company had no financial instruments that are measured at fair value.

Recently Issued Accounting Guidance

In May 2014, the Financial Accounting Standards Board ("FASB") issued ASC 606. The new guidance provides a single framework in which revenue is required to be recognized to depict the transfer of goods or services to customers in amounts that reflect the consideration to which a company expects to be entitled in exchange for those goods or services. The FASB has also issued various amendments which provide additional clarification and implementation guidance on ASC 606. The Company adopted ASC 606 on December 31, 2018 (the "Effective Date") using the modified retrospective approach whereby a cumulative effect for all contracts not completed at the Effective Date was recorded to the consolidated balance sheet. The consolidated financial statements are presented in accordance with ASC 606.

The Company determined that franchise and development fees are not separate and distinct performance obligations from the franchise right. These upfront fees will therefore be recognized as revenue over the term of each respective franchise agreement as the related SBRs are opened.

The cumulative effects of the changes made to the Company's consolidated balance sheet as of the Effective Date for the adoption of ASC 606 were as follows:

	Balance at December 30, 2018	Adjustments due to ASC 606	Balance at Effective Date
Deferred revenue	13,221	38,900	52,121
Member's equity	323,822	(38,900)	284,922

In January 2021, the FASB issued final guidance that provides a practical expedient for private company franchisors to account for certain pre-opening services provided to a franchisee as separate performance obligation(s) distinct from the franchise right. Franchisors who apply this practical expedient can potentially recognize the fees associated with these pre-opening services up-front. For private company franchisors that have already adopted ASC 606, the guidance was effective in annual periods beginning after December 15, 2020 and interim periods therein. The Company did not adopt this practical expedient.

Subsequent Events

The Company discloses material events that occur after the balance sheet date but before financial statements are issued. In general, these events are recognized in the financial statements if the condition existed at the date of the balance sheet, but are not recognized if the condition did not exist at the balance sheet date. The Company discloses non-recognized events if required to keep the financial statements from being misleading. Management evaluated events occurring subsequent to December 26, 2021 through March 16, 2022, the date these consolidated financial statements were available for issuance, and determined that no subsequent event disclosures were required.

2 Revenue

The Company recognizes franchise revenues as the related performance obligations are satisfied.

The Company generally recognizes revenue associated with franchise and development fees of open SBRs over time. Royalties, rebates from certain vendors, licensing fees, and digital transaction fees are generally recognized at a point in time.

Franchise revenues are disaggregated by the timing of recognition as follows:

	December 26, 2021	December 27, 2020	December 29, 2019
For the fiscal years ended:			
Franchise revenues satisfied over time	\$ 3,569	\$ 3,576	\$ 4,493
Franchise revenues satisfied at a point in time	217,707	163,401	205,733
Total franchise revenues	\$ 221,276	\$ 166,977	\$ 210,226

Contract liabilities consist of deferred franchise fees and development fees. On the Effective Date, the Company recorded an adjustment to Member's equity and corresponding contract liabilities to Deferred revenue and Long-term deferred revenue totaling \$38,900 associated with deferred franchise and development fees received through December 30, 2018 that would have been deferred and recognized over the term of each respective franchise store agreement had ASC 606 been applied in the past.

Changes in deferred franchise fees and development fees are as follows:

For the fiscal years ended:	December 26, 2021	December 27, 2020
Deferred revenue at the beginning of the period	\$ 49,266	\$ 50,769
Revenue recognized during the period	(8,590)	(7,405)
Deferrals due to cash received and other	7,964	5,902
Deferred revenue	\$ 48,640	\$ 49,266

The Company expects to recognize revenue in the future related to performance obligations that are partially satisfied at the end of the period:

For the fiscal years:	
2022	\$ 2,784
2023	2,845
2024	2,579
2025	2,333
2026	2,057
Thereafter	15,889
Deferred revenue for open SBRs	\$ 28,487

Deferred revenue of \$20,153 relates to the unsatisfied future performance obligations associated with unopened SBRs and is not included within the table above. The Company anticipates recognizing revenue over the terms of the respective franchise agreements, which are typically 10-20 years, once the related SBRs are opened.

3 Assets Held for Lease

Assets held for lease, net consists of the following:

For the fiscal years ended:	December 26, 2021	December 27, 2020
Assets held for lease	\$ 4,484	\$ 4,588
Construction in progress - assets held for lease	-	-
Total assets held for lease	4,484	4,588
Accumulated depreciation	(4,139)	(3,887)
Assets held for lease, net	\$ 345	\$ 701

Depreciation of assets held for lease totaled \$370, \$627, and \$697 for the fiscal years ended December 26, 2021, December 27, 2020, and December 29, 2019, respectively.

4 Intangible Assets

Intangible assets, net at December 26, 2021 consists of the following:

	Weighted average amortization period (years)	Gross carrying amount	Accumulated amortization	Net carrying amount
Definite-lived intangibles:				
Franchise agreements	13	\$ 41,610	\$ (39,502)	\$ 2,108
Indefinite-lived intangibles:				
Tradenames	n/a	306,123	n/a	306,123
		\$ 347,733	\$ (39,502)	\$ 308,231

Intangible assets, net at December 27, 2020 consists of the following:

	Weighted average amortization period (years)	Gross carrying amount	Accumulated amortization	Net carrying amount
Definite-lived intangibles:				
Franchise agreements	13	\$ 41,610	\$ (36,842)	\$ 4,768
Indefinite-lived intangibles:				
Tradenames	n/a	306,123	n/a	306,123
		\$ 347,733	\$ (36,842)	\$ 310,891

Amortization expense of definite-lived intangible assets totaled \$2,660, \$2,808, and \$3,232 for the fiscal years ended December 26, 2021, December 27, 2020, and December 29, 2019, respectively.

Estimated future amortization expense for each of the next five years is as follows:

For the fiscal years:	
2022	\$ 1,822
2023	111
2024	111
2025	64
2026	-

5 Guarantees

The Master Issuer and Jamba Juice Funding LLC, a limited-purpose, bankruptcy-remote, wholly owned direct subsidiary of Jamba Juice Funding Holdco LLC, which is a limited-purpose, bankruptcy-remote, wholly owned direct subsidiary of Jamba Juice LLC, which is a wholly owned direct subsidiary of Jamba, Inc., which is a wholly owned direct subsidiary of FBIG LLC (Jamba Juice Funding LLC, collectively with the Master Issuer, the “Co-Issuers”), are the issuers of outstanding senior secured notes (the “Notes”) under securitized financing facilities that were entered into in 2018 and 2017.

The Notes are secured by intellectual property and franchising-related assets held by the Company, its direct and indirect parents, and certain other affiliates (collectively, the “Guarantors”). Each Guarantor is a separate entity, has separate creditors (from FBHI and any of its non-Guarantor affiliates), and owns all of its assets. The Co-Issuers are dependent on the Company and certain other subsidiaries of the Co-Issuers for sufficient cash flow to service the debt. As of December 26, 2021 and December 27, 2020, the outstanding principal balance of the Notes on the separate Co-Issuers’ combined balance sheets totaled \$858,484 and \$873,000, respectively.

FBLLC manages and services the Guarantors’ assets in its capacity as the manager under a management agreement (the “Securitization Management Agreement”). The primary responsibilities of the manager are to administer collections and otherwise manage the managed assets on behalf of the Guarantors, and to perform certain franchising, intellectual property and operational and reporting services on behalf of the Guarantors with respect to the managed assets (see Note 6).

6 Related Party Transactions

The Company recognized royalty fees from SBRs which are owned and operated by affiliates of \$5,855, \$4,992, and \$5,528 in the consolidated statements of operations for the fiscal years ended December 26, 2021, December 27, 2020, and December 29, 2019, respectively.

As discussed in Note 5, the Guarantors entered into the Securitization Management Agreement with FBLLC to perform certain services on behalf of the Guarantors. In exchange for the services, the Company pays a weekly management fee equal to the sum of (i) a base amount of \$14,000 and (ii) \$15 for every \$100 of aggregate collections over the preceding four most recently ended quarterly fiscal periods, divided by 52 or 53, as applicable. Fees are subject to 2% annual increases on the first day of the Company’s fiscal year, with a cap as defined in the Securitization Management Agreement. The Company expensed management fees of \$41,654, \$42,353, and \$44,098 in the consolidated statements of operations within Management fee to FBLLC for the fiscal years ended December 26, 2021, December 27, 2020, and December 29, 2019, respectively.

7 Commitments and Contingencies

Legal Actions and Claims

In the normal course of business, various legal actions and claims are pending against the Company. It is the opinion of management, based on consultation with counsel, that the ultimate resolution of these contingencies, to the extent not previously provided for, will not have a material effect on the consolidated financial condition, results of operations or liquidity of the Company.

Consolidated Financial Statements and
Report of Independent Certified Public Accountants

Focus Brands LLC and Subsidiaries

December 26, 2021 and December 27, 2020

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Member
Focus Brands LLC and Subsidiaries

Opinion

We have audited the consolidated financial statements of Focus Brands LLC (a Delaware corporation) and subsidiaries (the "Company"), which comprise the consolidated balance sheets as of December 26, 2021 and December 27, 2020, and the related consolidated statements of operations, changes in member's deficit, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Company as of December 26, 2021 and December 27, 2020, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for opinion

We conducted our audits of the consolidated financial statements in accordance with auditing standards generally accepted in the United States of America (US 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 consolidated financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the 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 consolidated 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.

Grant Thornton LLP

Atlanta, Georgia
February 28, 2022

Consolidated balance sheets

(In thousands)

	December 26, 2021	December 27, 2020
Assets		
Current assets:		
Cash and cash equivalents	\$ 194,701	\$ 122,787
Restricted cash and cash equivalents - securitization	18,273	22,010
Accounts receivable, net of allowance for doubtful accounts of \$2,757 and \$4,469 in 2021 and 2020, respectively	31,450	33,496
Inventories	834	821
Prepaid expenses and other current assets	6,589	4,002
Advertising funds assets	19,349	14,554
Income taxes receivable	6,898	-
Intercompany receivables from Parent	3,277	3,277
Total current assets	281,371	200,947
Property, equipment, leasehold improvements and land, net	34,522	34,581
Goodwill	120,163	120,170
Intangible assets, net	498,781	502,562
Long-term other assets	15,231	12,222
Total assets	\$ 950,068	\$ 870,482

The accompanying notes are an integral part of these consolidated financial statements.

Consolidated balance sheets (cont'd)

(In thousands)

	December 26, 2021	December 27, 2020
Liabilities and Member's Deficit		
Current liabilities:		
Accounts payable	\$ 12,585	\$ 11,364
Accrued expenses and other liabilities	73,303	54,452
Income taxes payable	-	671
Advertising funds liabilities	14,060	7,857
Deferred revenue	3,092	4,213
Current portion of long-term debt	8,942	7,500
Total current liabilities	111,982	86,057
Long-term debt	837,698	852,149
Long-term deferred tax liabilities	72,650	64,862
Long-term deferred revenue	54,783	52,668
Long-term other liabilities	12,154	15,546
Total liabilities	1,089,267	1,071,282
Commitments and contingencies (see Note 11)		
Member's deficit:		
Member's deficit	(139,199)	(200,800)
Total member's deficit	(139,199)	(200,800)
Total liabilities and member's deficit	\$ 950,068	\$ 870,482

The accompanying notes are an integral part of these consolidated financial statements.

Consolidated statements of operations

(In thousands)

For the fiscal years ended:	December 26, 2021	December 27, 2020
Revenues:		
Franchise revenues	\$ 262,669	\$ 199,618
Company store, bakery and restaurant revenues	106,924	91,321
Franchise and other rental revenues	13,141	15,803
Advertising funds revenues	77,809	55,618
Total revenues	460,543	362,360
Expenses:		
Company store, bakery and restaurant operations expenses	89,639	77,130
Selling, general and administrative expenses	131,093	101,805
Franchise and other rental expense	12,616	15,060
Share-based compensation expense (income)	912	(1,710)
Advertising funds expenses	76,218	56,372
Depreciation and amortization expense	14,600	15,387
Other operating expense, net	11,884	10,161
Total expenses	336,962	274,205
Operating income	123,581	88,155
Interest expense, net	45,849	46,379
Other expense, net	1,202	-
Income before income tax expense	76,530	41,776
Income tax expense	16,590	8,214
Net income	\$ 59,940	\$ 33,562

The accompanying notes are an integral part of these consolidated financial statements.

Consolidated statements of changes in member's deficit

(In thousands)

	Member's deficit
Balance at December 29, 2019	\$ (232,652)
Share-based compensation expense (income)	(1,710)
Net income	33,562
Balance at December 27, 2020	(200,800)
Cash proceeds retained from the exercise of Parent's stock options	1,182
Share-based compensation expense	912
Purchase of Parent's shares of common stock	(433)
Net income	59,940
Balance at December 26, 2021	\$ (139,199)

The accompanying notes are an integral part of these consolidated financial statements.

Consolidated statements of cash flows

(In thousands)

For the fiscal years ended:	December 26, 2021	December 27, 2020
Cash flows from operating activities:		
Net income	\$ 59,940	\$ 33,562
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization expense	14,600	15,387
Non-cash interest expense	2,826	2,510
Loss on debt extinguishment and other refinancing expenses	78	-
Deferred income taxes	7,788	9,511
Asset impairment losses	-	447
Loss (gain) on disposed property, equipment and leasehold improvements, net	(1,281)	284
Share-based compensation expense (income)	912	(1,710)
Provision for (recoveries from) bad debts	(275)	2,812
Changes in operating assets and liabilities:		
Accounts receivable	2,321	(13,431)
Inventories, prepaid expenses and other assets	(3,614)	2,284
Advertising funds	1,408	(299)
Accounts payable, accrued expenses and other liabilities	18,810	12,130
Deferred revenue	995	(846)
Income tax receivables and payables, net	(7,563)	5,224
Long-term other liabilities	(3,053)	(1,656)
Net cash provided by operating activities	93,892	66,209
Cash flows from investing activities:		
Acquisition of stores, bakeries and restaurants	(390)	-
Purchases of property, equipment and leasehold improvements	(11,218)	(8,470)
Proceeds from sale of stores, bakeries and restaurants	2,431	186
Proceeds from sale or disposal of property, equipment and leasehold improvements	626	254
Other investments	(2,000)	-
Net cash used in investing activities	(10,551)	(8,030)
Cash flows from financing activities:		
Borrowings on revolving credit facility	-	188,440
Payments on revolving credit facility	-	(188,440)
Principal payments on debt	(8,957)	(9,000)
Payments on debt extinguishment	(5,558)	-
Payments on debt modification	(1,398)	-
Proceeds from issuance of Parent's shares of common stock	1,182	-
Purchases of common stock	(433)	-
Net cash used in financing activities	(15,164)	(9,000)
Net increase in Cash and cash equivalents and Restricted cash and cash equivalents - securitization	68,177	49,179
Cash and cash equivalents and Restricted cash and cash equivalents - securitization, beginning of period	144,797	95,618
Cash and cash equivalents and Restricted cash and cash equivalents - securitization, end of period	\$ 212,974	\$ 144,797

The accompanying notes are an integral part of these consolidated financial statements.

Notes to consolidated financial statements

(Dollars in thousands)

1 Nature of Operations and Summary of Significant Accounting Policies

Organization

Focus Brands LLC (“FBLLC”), a wholly owned subsidiary of Focus Brands Holdings Inc. (“FBHI” or the “Parent”), comprises the worldwide operations of its subsidiaries (the “subsidiaries” and collectively, the “Company”) which are principally the franchisors and operators of over 6,500 stores, bakeries, and restaurants (“SBRs”, “SBR”) in the United States and approximately 60 foreign countries and territories operating under the brand names Carvel®, Cinnabon®, Schlotzsky’s®, Moe’s®, Auntie Anne’s®, McAlister’s Deli®, Jamba® and on certain military bases and in certain international markets under the brand name of Seattle’s Best Coffee®.

The subsidiaries’ business revenues are primarily generated from:

- Franchise revenue including royalty and mix fees, development and franchise fees, licensing fees, rebates from certain vendors, and digital transaction fees;
- Company store, bakery, and restaurant (“Company SBRs”) revenue from the operations of SBR locations owned directly by certain of the Company’s subsidiaries;
- Franchise and other rental revenues from properties leased and subleased to certain franchisees and other third parties; and
- Advertising funds revenue including contributions from franchisees and Company SBRs, and rebates from certain vendors.

Basis of Presentation

All significant intercompany accounts and transactions have been eliminated in consolidation.

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, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Fiscal Year

The Company operates on a fifty-two or fifty-three week fiscal year that ends on the last Sunday of the calendar year. The consolidated financial statements for the fiscal years ended December 26, 2021 and December 27, 2020 include fifty-two weeks.

Cash and Cash Equivalents

Cash and cash equivalents include highly liquid investments purchased with an original maturity of three months or less. As of December 26, 2021 and December 27, 2020, Cash and cash equivalents consists of funds on deposit with commercial banks and money market mutual fund accounts.

Restricted Cash and Cash Equivalents

In accordance with the 2018 and 2017 securitization transactions (see Note 5), certain cash and money market mutual fund accounts were established in the name of a certain financial institution (the “Trustee”) for the benefit of the Trustee and the noteholders, or have been pledged to the Trustee, and are restricted in their use. The Company holds restricted cash comprised of the following: (i) cash collections and cash reserves held by the Trustee to be used for payments of principal, interest, and commitment fees required for the Company’s notes, and (ii) any other cash collections related to securitized franchising or licensing activities held in special-purpose, bankruptcy-remote subsidiaries. Changes in Cash and cash equivalents and Restricted cash and cash equivalents – securitization during the period are explained in total within the consolidated statements of cash flows.

Credit Risk

The Company’s financial instruments that are exposed to concentrations of credit risk consist primarily of cash and cash equivalents and accounts receivable. The Company places its cash and cash equivalents and restricted cash and cash equivalents, which generally exceed federally insured limits, with high credit quality financial institutions or in money market funds that invest in U.S. Treasury bills, notes, or other obligations issued or guaranteed by the U.S. Government, its agencies, or instrumentalities, and repurchase agreements secured by such obligations or cash. The Company has not experienced any losses in such accounts.

Accounts receivable consists primarily of amounts due from franchisees and licensees for royalty fees and franchise fees, vendors, and gift card retailers. The financial condition of the franchisees and licensees is largely dependent upon the underlying business trends of the Company’s brands and market conditions within the quick service restaurant industry, both domestically and internationally. This concentration of credit risk is mitigated, in part, by the large number of franchisees and licensees of each brand and the short-term nature of the related receivables. As of December 26, 2021 and December 27, 2020, no individual franchisee or licensee accounted for more than 10% of total accounts and notes receivable. No individual franchisee or licensee accounted for more than 10% of total revenues for the fiscal years ended December 26, 2021 and December 27, 2020.

Accounts Receivable and Allowance for Doubtful Accounts

Accounts receivable are primarily due from franchisees, vendors and licensees, and gift card retailers and are reflected in the consolidated financial statements at cost, net of allowance.

The Company determines the allowance for doubtful accounts based upon a specific review of outstanding customer balances and a general reserve based on the aging of customer accounts and write-off history. Accounts receivable are written off against the allowance for doubtful accounts when it is probable the receivable will not be recovered. The Company monitors the financial condition of its subsidiaries’ franchisees, licensees, and vendors and records provisions for estimated losses on receivables when the Company believes that its subsidiaries’ franchisees or licensees are unable to make their required payments. While the Company uses the best information available in making its determination, the ultimate recovery of recorded receivables is also dependent upon future economic events and other conditions that may be beyond the Company’s control.

Inventories

Inventories are stated at the lower of cost or market. Cost is determined using the first-in, first-out (“FIFO”) method.

Property, Equipment, Leasehold Improvements and Land

Property, equipment, and leasehold improvements are recorded at cost, less accumulated depreciation. Land is recorded at cost. Expenditures for major renewals and betterments that extend the useful lives of the related assets are capitalized. Expenditures for normal maintenance and repairs are expensed as incurred. Depreciation is computed on a straight-line basis using the following estimated useful lives:

	Life
Buildings	20-22 years
Building improvements	Shorter of the life of the building or up to 20 years
Furniture, fixtures and equipment	2-15 years
Computer software and hardware	3-5 years
Leasehold improvements	Lesser of useful life or lease term

The Company records impairment losses on property, equipment, and leasehold improvements when events and circumstances indicate that the assets might be impaired and the undiscounted cash flows estimated to be generated by those assets are less than the carrying amounts of those assets. Assets determined to be impaired are written down to their estimated fair values using a discounted cash flow model including estimates of salvage values. No impairment losses were incurred for the fiscal year ended December 26, 2021. For the fiscal year ended December 27, 2020, the Company recognized impairment losses on property, equipment, and leasehold improvements on Company SBRs of \$447 within Other operating expense, net.

Goodwill and Intangible Assets

Intangible assets consist primarily of goodwill, tradenames, reacquired franchise rights, and franchise agreements. The Company does not amortize goodwill or tradenames. Indefinite-lived intangible assets are evaluated for impairment on an annual basis for each of the subsidiaries which are franchisors and operators of the Company SBRs at year-end, or more frequently when circumstances arise indicating that a particular asset may be impaired.

The impairment evaluation for goodwill and other indefinite-lived intangible assets includes a comparison of the fair value of the subsidiaries which are franchisors and operators of the Company SBRs with their respective carrying value. Fair value is the amount for which the subsidiaries which are franchisors and operators of the Company SBRs could be sold in a current transaction between willing parties. The Company estimates fair value using multiple valuation methodologies, including discounted cash flow models. The operating assumptions used in the discounted cash flow models are generally consistent with past performance and with the projections and assumptions that are used in the Company's current operating plan. Such assumptions are subject to change as a result of changing economic and competitive conditions. If the fair value of the subsidiaries which are franchisors and operators of the Company SBRs is lower than the carrying value, goodwill is written down for the amount by which the carrying value exceeds the fair value. However, the loss recognized cannot exceed the carrying value of the goodwill. If the carrying value of an indefinite-lived intangible asset other than goodwill exceeds its fair value, the asset is written down to its fair value.

No impairment losses were recorded for intangible assets during the fiscal years ended December 26, 2021 and December 27, 2020.

Prepaid Expenses and Other Current Assets, and Long-Term Other Assets

Prepaid expenses and other current assets primarily consists of prepayments of insurance and rent, vendor deposits that are expected to be charged to operations during the next fiscal year, and trade notes receivable. Long-term other assets primarily consists of prepayments of commissions, favorable leases and subleases (see Note 6), operating lease security deposits, utilities deposits, deferred receivables related to operating lease agreements pursuant to Accounting Standards Codification (“ASC”) 840 – *Leases* (“ASC 840”), and other investments. During the fiscal year ended December 26, 2021, the Company made an investment without a readily determinable fair value for \$2,000. As of December 26, 2021, the Company continues to value this investment at cost. For the fiscal year ended December 26, 2021, the Company realized a gain of \$2,388 within Other expense, net from the sale of a trading security.

Long-Term Other Liabilities

Long-term other liabilities include unfavorable leases and subleases (see Note 6), deferred expenses pursuant to ASC 840 related to operating lease agreements, asset retirement obligations pursuant to ASC 410 – *Asset Retirement and Environmental Obligations* for the Company’s corporate offices and certain SBR locations, and the non-current portion of other lease liabilities.

Income Taxes

The Company is included in the consolidated federal income tax return filed by the Parent and is party to an informal tax sharing agreement between the Parent and other members of the consolidated group. In accordance with ASC 740 – *Income Taxes* (“ASC 740”), the Company accounts for income taxes using the asset and liability method. Under this method, deferred income taxes are recognized for the tax consequences of “temporary differences” by applying enacted statutory tax rates applicable to future years to differences between the financial statement carrying amounts and the tax bases of existing assets and liabilities.

ASC 740 provides accounting guidance with respect to uncertain tax positions. A tax position is recognized as a benefit only if it is more likely than not that the tax position would be sustained in a tax examination, with a tax examination being presumed to occur. The amount recognized is the largest amount of tax benefit that has a greater than 50% cumulative likelihood of being realized on examination. For tax positions not meeting the “more likely than not” test, no tax benefit is recorded. The Company recognized no material amounts for uncertain tax positions during the fiscal years ended December 26, 2021 and December 27, 2020. The Company recognizes interest and penalties related to tax positions in Income tax expense.

ASC 740 also provides accounting guidance with respect to net operating loss carryforwards. Based on the evaluation of all available information, a net operating loss carryforward deferred tax asset is only recognized to the extent that realizing these benefits is considered more likely than not (see Note 9).

The Company is subject to state franchise taxes in certain states, which are based on either income or equity of the Company. Franchise tax expense is recorded in Selling, general and administrative expenses. The Company is also subject to withholding taxes in certain international jurisdictions.

Advertising

Certain subsidiaries administer the national advertising funds on behalf of the brands’ franchise systems (collectively, the “Ad Funds”). The Ad Funds receive contributions from franchisees as required by their franchise agreements and the Company SBRs based upon a percentage of revenues, as well as rebates from certain vendors.

In addition to the Ad Funds they administer, these certain subsidiaries supervise the collection and distribution of local advertising funds on behalf of the brands' franchise systems (collectively, the "Local Funds"). Contributions collected from franchisees on behalf of the Local Funds managed by franchisee-directed local advertising groups ("Franchisee-Managed Local Funds") are returned to these funds, which spend the contributions on Company-approved marketing activities. Local Funds managed by the certain subsidiaries ("Company-Managed Local Funds") receive contributions from franchisees, and the Company administers the marketing spending on behalf of the franchisees.

In accordance with ASC 606 – *Revenue from Contracts with Customers* ("ASC 606"), the Ad Fund contributions, the Company-Managed Local Funds contributions, certain rebates, and the corresponding advertising expenses are reflected within the consolidated statements of operations as Advertising funds revenues and Advertising funds expenses, respectively. When cumulative revenues of the advertising funds exceed the related cumulative advertising expenses, advertising costs are accrued up to the amount of the cumulative surplus.

The Company records the billing, collection and subsequent distribution of the Franchisee-Managed Local Funds as pass-through transactions within Advertising funds assets and Advertising funds liabilities.

Advertising funds assets primarily consists of cash related to the advertising funds, accounts receivable from the franchise system and the Company SBRs for contributions to the Ad Funds and Local Funds, and vendor receivables.

Advertising funds liabilities consists primarily of accruals for future Ad Funds and Local Funds expenditures.

The Ad Funds and Company-Managed Local Funds transfer the cash received from contributions and rebates to a certain subsidiary that performs shared services functions on behalf of the Ad Funds and Company-Managed Local Funds. The certain subsidiary records and pays the amounts owed to vendors for the expenses incurred by the Ad Funds and Company-Managed Local Funds. Outstanding amounts owed to vendors by the certain subsidiary on behalf of the Ad Funds and Company-Managed Local Funds are recorded in Accounts payable as of December 26, 2021 and December 27, 2020.

The Company expenses all other advertising and marketing costs as incurred within Selling, general and administrative expenses. For the fiscal years ended December 26, 2021 and December 27, 2020, the Company expensed \$4,833 and \$3,177, respectively, in advertising and marketing costs.

Revenue Recognition

Revenue is recognized in accordance with a five-step revenue model, as follows: identifying the contract with the customer; identifying the performance obligations in the contract; determining the transaction price; allocating the transaction price to the performance obligations; and recognizing revenue when (or as) the entity satisfies a performance obligation. In applying this five-step model, the Company determined that the franchise right granted for each individual SBR within an arrangement represents a single performance obligation. Therefore, all consideration within the contract is allocated to the franchise right and recognized over the term of the franchise agreement.

Franchise revenues consists of revenues from franchising activities and are recognized based on the terms of the underlying franchise agreements in accordance with ASC 606. Revenues from franchising activities include development fees associated with a franchisee's planned development of a specified number of SBRs within a defined geographic territory, franchise fees associated with open SBR locations, ongoing royalty fees which are typically based on a percentage of the individual franchisee sales, rebates from certain vendors, product licensing revenues, and digital transaction fees.

Development fees are recorded as deferred franchise revenue when received and are recognized as revenue on a straight-line basis over the term of each underlying franchise agreement satisfying the development obligation, commencing when the SBR is opened.

Franchise fees are recorded as deferred revenue when received and are recognized as revenue on a straight-line basis over the term of each respective franchise agreement, commencing when the SBR covered by the fees is opened. Cash collected prior to substantial performance by the respective subsidiary is deferred until the revenue recognition criteria are met.

The Company applies the sales-based royalty exception under ASC 606 and accordingly recognizes royalty fees, rebates from certain vendors, licensing revenues, and digital transaction fees as they are earned by the subsidiaries.

Certain franchisees are required to purchase ice cream mix from a certain subsidiary's approved distributors, who in turn source the ice cream mix from that subsidiary's approved manufacturers. Ice cream mix revenues are recognized upon the sale of ice cream mix based upon the respective agreements with the manufacturers, distributors and the franchisees.

Company SBR revenues are recognized at the point of sale to the end customer, which is when the SBRs' performance obligation is satisfied. The Company presents revenues net of sales taxes collected from customers.

Franchise and other rental revenues includes rental revenue from properties leased and subleased to certain franchisees and other third parties. Base rental revenue is recognized on a straight-line basis over the lease term and contingent rental revenue is recognized as earned in accordance with ASC 840 (see Note 6).

Advertising funds revenues are primarily comprised of contributions from franchisees and Company SBRs and rebates from certain vendors, and are recognized as they are earned by the subsidiaries in accordance with the sales-based royalty exception under ASC 606.

Gift Card Program

Certain subsidiaries administer gift card programs on behalf of the franchise systems. The Company records a liability in the period in which a gift card is issued, and this liability is the sole responsibility of those subsidiaries. As gift cards are redeemed, the liability is reduced and cash is paid to the redeeming SBR.

The Company recognizes breakage income from gift cards in proportion to actual gift card redemptions based on historical redemption rates.

Stock Compensation

The Parent grants stock options for a fixed number of shares to key employees and certain non-employee directors. The Company accounts for stock options in accordance with ASC 718 – *Compensation – Stock Compensation* (“ASC 718”). ASC 718 requires compensation expense related to share based payments, including stock options and other equity awards, to be measured based on the grant date fair value of the award.

Fair Value Measurements

The guidance for fair value measurements establishes the authoritative definition for fair value, sets out a framework for measuring fair value and outlines the required disclosures regarding fair value measurements. Fair value is the price that would be received to sell an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants at the measurement date. The Company uses a three-tier fair value hierarchy based upon observable and non-observable inputs as follows:

- Level 1: Quoted market prices in active markets for identical assets or liabilities.
- Level 2: Inputs other than Level 1 that are either directly or indirectly observable.
- Level 3: Unobservable inputs developed using the Company's estimates and assumptions which reflect those that market participants would use.

At December 26, 2021 and December 27, 2020, the Company had no financial instruments that are measured at fair value.

Recently Issued Accounting Guidance

In February 2016, the Financial Accounting Standards Board (“FASB”) issued ASC 842 – *Leases* (“ASC 842”) requiring a lessee to recognize assets and liabilities on the balance sheet for those leases classified as operating leases under previous guidance. The FASB has also issued various amendments which provide additional clarification and implementation guidance on ASC 842. The effective date and transition requirements for ASC 842 and amendments is for fiscal years beginning after December 15, 2021. The Company expects to adopt this new guidance effective December 27, 2021 using the modified retrospective approach, whereby an entity records a cumulative adjustment to opening retained earnings in the year of adoption without restating prior periods. The adoption of ASC 842 is expected to have a material impact on the Company’s consolidated balance sheet.

In August 2018, the FASB issued ASU No. 2018-15 – *Intangibles – Goodwill and Other – Internal-Use Software (Subtopic 350-40): Customer’s Accounting for Implementation Costs Incurred in a Cloud Computing Arrangement That Is a Service Contract*. This guidance aligns the requirements for capitalizing implementation costs in cloud computing arrangements with the requirements for capitalizing implementation costs to develop or obtain internal-use software. The Company adopted this standard on December 28, 2020 on a prospective basis. The adoption did not have a material impact on the Company’s consolidated financial statements.

In January 2021, the FASB issued final guidance that provides a practical expedient for private company franchisors to account for certain pre-opening services provided to a franchisee as separate performance obligation(s) distinct from the franchise right. Franchisors who apply this practical expedient can potentially recognize the fees associated with these pre-opening services up-front. For private company franchisors that have already adopted ASC 606, the guidance was effective in annual periods beginning after December 15, 2020 and interim periods therein. The Company did not adopt this practical expedient.

Subsequent Events

The Company discloses material events that occur after the balance sheet date but before financial statements are issued. In general, these events are recognized in the financial statements if the condition existed at the date of the balance sheet, but are not recognized if the condition did not exist at the balance sheet date. The Company discloses non-recognized events if required to keep the financial statements from being misleading. Management evaluated events occurring subsequent to December 26, 2021 through February 28, 2022, the date these consolidated financial statements were available for issuance and determined that no subsequent event disclosures were required.

2 Revenue

The Company recognizes franchise revenues, Company SBR revenues, rental revenues, and advertising funds revenues as the related performance obligations are satisfied.

The Company generally recognizes revenue associated with franchise and development fees of open SBRs over time. Royalties, rebates from certain vendors, licensing fees, digital transaction fees, Company SBR revenues, and advertising funds revenues are generally recognized at a point in time.

Franchise revenues are disaggregated by the timing of recognition as follows:

For the fiscal years ended:	December 26, 2021	December 27, 2020
Franchise revenues satisfied over time	\$ 3,946	\$ 3,519
Franchise revenues satisfied at a point in time	258,723	196,099
Total franchise revenues	\$ 262,669	\$ 199,618

Changes in deferred franchise fees and deferred development fees are as follows:

For the fiscal years ended:	December 26, 2021	December 27, 2020
Deferred revenue at the beginning of the period	\$ 56,881	\$ 57,725
Revenue recognized during the period	(9,578)	(7,601)
Deferrals due to cash received and other	10,572	6,757
Deferred revenue	\$ 57,875	\$ 56,881

The Company expects to recognize revenue in the future related to performance obligations that are partially satisfied as of the end of the period:

For the fiscal years:	
2022	\$ 3,092
2023	3,019
2024	2,738
2025	2,491
2026	2,216
Thereafter	18,352
Deferred revenue for open SBRs	\$ 31,908

Deferred revenue of \$25,967 relates to the unsatisfied future performance obligations associated with unopened SBRs and is not included within the table above. The Company anticipates recognizing revenue over the terms of the respective franchise agreements, which are typically 10-20 years, once the related SBRs are opened.

3 Property, Equipment, Leasehold Improvements and Land

Property, equipment, leasehold improvements and land, net consists of the following:

For the fiscal years ended:	December 26, 2021	December 27, 2020
Buildings	\$ 11,296	\$ 12,513
Furniture, fixtures and equipment	53,077	52,831
Leasehold improvements	29,270	29,289
Assets held for lease	4,484	4,588
Construction in progress	5,962	874
Total property, equipment and leasehold improvements	104,089	100,095
Accumulated depreciation and amortization	(77,062)	(73,299)
Property, equipment and leasehold improvements, net	27,027	26,796
Land	7,495	7,785
Property, equipment, leasehold improvements and land, net	\$ 34,522	\$ 34,581

Depreciation and amortization of property, equipment and leasehold improvements totaled \$10,352 and \$10,935 for the fiscal years ended December 26, 2021 and December 27, 2020, respectively. Assets held for lease is largely comprised of satellite SBRs that the Company leases to certain franchisees under month-to-month operating lease agreements.

4 Intangible Assets

Intangible assets, net at December 26, 2021 consists of the following:

	Weighted average amortization period (years)	Gross carrying amount	Accumulated amortization	Net carrying amount
Definite-lived intangibles:				
Franchise agreements	13	\$ 56,310	\$ (43,534)	\$ 12,776
Reacquired franchise rights	11	2,845	(1,363)	1,482
Indefinite-lived intangibles:				
Tradenames	n/a	484,523	n/a	484,523
		\$ 543,678	\$ (44,897)	\$ 498,781

Intangible assets, net at December 27, 2020 consists of the following:

	Weighted average amortization period (years)	Gross carrying amount	Accumulated amortization	Net carrying amount
Definite-lived intangibles:				
Franchise agreements	13	\$ 56,310	\$ (39,649)	\$ 16,661
Reacquired franchise rights	10	2,873	(1,495)	1,378
Indefinite-lived intangibles:				
Tradenames	n/a	484,523	n/a	484,523
		\$ 543,706	\$ (41,144)	\$ 502,562

Amortization expense of definite-lived intangible assets totaled \$4,248 and \$4,452 for the fiscal years ended December 26, 2021 and December 27, 2020, respectively.

Estimated future amortization expense for each of the next five years is as follows:

For the fiscal years:	
2022	\$ 3,387
2023	1,591
2024	1,574
2025	1,452
2026	1,285

5 Long-Term Debt

Restructuring

On January 17, 2020, the Company completed a restructuring whereby Carvel Funding LLC (“Carvel Funding”) and McAlister’s Funding LLC (“McAlister’s Funding”) merged with and into FOCUS Brands Funding LLC (the “Master Issuer”).

Series 2018-1 Notes

On October 29, 2018, the Master Issuer, Carvel Funding, McAlister’s Funding, and Jamba Juice Funding LLC (“Jamba Juice Funding”, and collectively with the Master Issuer, Carvel Funding, and McAlister’s Funding, the “Co-Issuers” and each, a “Co-Issuer”), limited-purpose, bankruptcy-remote, wholly owned indirect subsidiaries of FBHI, pursuant to the base indenture dated as of April 6, 2017 (as amended, supplemented or otherwise modified through October 29, 2018, the “Base Indenture”) and a series supplement thereto (collectively with the Base Indenture, the “Indenture”), issued \$300,000 of Series 2018-1 5.184% Fixed Rate Senior Secured Notes, Class A-2 (the “Series 2018-1 Notes”).

Borrowings under the Series 2018-1 Notes bear interest at a fixed rate equal to 5.184%. Interest and principal payments on the Series 2018-1 Notes are due on a quarterly basis. The requirement to make such quarterly principal payments on the Series 2018-1 Notes is subject to certain financial conditions set forth in the Indenture. The legal final maturity date of the Series 2018-1 Notes is in October 2048. Unless earlier prepaid to the extent permitted, the Indenture provides for an anticipated repayment date in October 2025 for the Series 2018-1 Notes. If the Co-Issuers have not repaid or refinanced the Series 2018-1 Notes prior to the anticipated repayment date, additional interest will accrue pursuant to the Indenture.

Debt issuance costs of \$7,167 were recorded as a reduction of Long-term debt in connection with the issuance of the Series 2018-1 Notes. The debt issuance costs are being amortized to Interest expense, net through the anticipated repayment date utilizing the effective interest rate method.

Series 2017-1 Notes

In conjunction with the securitization transaction completed on April 6, 2017 (see “Securitization” section), the Master Issuer, Carvel Funding, and McAlister’s Funding (collectively, the “Original Co-Issuers”), limited-purpose, bankruptcy-remote, wholly owned indirect subsidiaries of FBHI, entered into a base indenture under which the Original Co-Issuers issued \$200,000 of Series 2017-1 3.857% Fixed Rate Senior Secured Notes, Class A-2-I (the “Class A-2-I Notes”) and \$400,000 of Series 2017-1 5.093% Fixed Rate Senior Secured Notes, Class A-2-II (the “Class A-2-II Notes”) and collectively with the Class A-2-I Notes, the “Class A-2 Notes”). In addition, the Original Co-Issuers entered into a revolving financing facility of Series 2017-1 Variable Funding Senior Notes, Class A-1 (the “Variable Funding Notes”) and, together with the Class A-2 Notes, the “Series 2017-1 Notes”), which allowed the Original Co-Issuers, and subsequently allows the Co-Issuers, to borrow up to \$200,000 on a revolving basis. The Variable Funding Notes may also be used to issue letters of credit.

Effective October 29, 2018, the Indenture added Jamba Juice Funding as a Co-Issuer of the Series 2017-1 Notes. Borrowings under the Class A-2-I and Class A-2-II Notes bear interest at a fixed rate equal to 3.857% and 5.093%, respectively. Interest and principal payments on the Class A-2 Notes are due on a quarterly basis. The requirement to make such quarterly principal payments on the Class A-2 Notes is subject to certain financial conditions set forth in the Indenture. The legal final maturity date of the Series 2017-1 Notes is in April 2047. Unless earlier prepaid to the extent permitted, the Indenture provided for an anticipated repayment date in April 2021 for the Class A-2-I Notes and provides for an anticipated repayment date in April 2027 for the Class A-2-II Notes. The Indenture provides for a renewal date of the Variable Funding Notes in April 2023 (the “Renewal Date”). The Renewal Date was extended from April 2022 in connection with the issuance of the Series 2018-1 Notes.

On March 18, 2021, the Co-Issuers completed a consent solicitation in relation to the Class A-2-I Notes (the “Consent Solicitation”). The purpose of the Consent Solicitation was to seek consent from holders (the “Holders”) of the Class A-2-I Notes to certain proposed amendments (the “Amendments”), including the extension of the Series 2017-1 anticipated repayment date for the Class A-2-I Notes to April 30, 2024. The Co-Issuers received consents from Holders of \$186,942 in aggregate principal amount outstanding of its Class A-2-I Notes, representing 97.11% of the total principal amount outstanding of \$192,500. The Class A-2-I Notes of all consenting Holders became Series 2017-1 3.857% Fixed Rate Senior Secured Notes, Class A-2-I-B (the “Amended Notes”). The Company paid the non-consenting Holders \$5,558 in principal on the Class A-2-I Notes prior to the April 30, 2021 repayment date. The Company expensed \$3,512 in professional fees and \$78 in unamortized debt issuance costs within Other expense, net in connection with the Consent Solicitation.

Debt discount costs of \$1,398 were recorded as a reduction of Long-term debt in connection with the issuance of the Amended Notes. The debt discount costs are being amortized to Interest expense, net through the anticipated repayment date utilizing the effective interest rate method.

If the Co-Issuers have not repaid or refinanced the Series 2018-1 and Series 2017-1 Notes prior to the respective anticipated repayment dates and Renewal Date, additional interest will accrue pursuant to the Indenture. The Co-Issuers paid \$8,957 and \$9,000 of principal payments during the fiscal years ended December 26, 2021 and December 27, 2020, respectively.

Advances under the Variable Funding Notes bear interest at a variable rate based on (i) the prime rate, (ii) the federal funds rate, (iii) the London interbank offered rate for U.S. Dollars, or (iv) with respect to advances made by conduit investors through the issuance of commercial paper, the commercial paper rate applicable to such conduit investor, plus, in each case, any applicable margin as defined in the base indenture supplement for the Series 2017-1 Notes. The Variable Funding Notes are subject to (i) certain commitment fees in respect of the unutilized portion of the commitments of the investors thereunder, and (ii) certain fees in respect of letters of credit issued thereunder. On March 23, 2020, the Co-Issuers borrowed \$188,440 under the Variable Funding Notes as a precautionary measure given the market uncertainty arising from the global spread of the coronavirus pandemic and to further strengthen its financial flexibility. The Co-Issuers repaid all borrowings on June 2, 2020. Letters of credit outstanding under the Variable Funding Notes, including \$11,250 of an interest reserve letter of credit issued in connection with the Series 2018-1 Notes, were \$11,356 and \$11,561 as of December 26, 2021 and December 27, 2020, respectively. The Company does not expect any material loss from these letters of credit because the Company does not believe that any amounts will be drawn thereunder by the beneficiaries thereof. No other borrowings were outstanding against the Variable Funding Notes as of December 26, 2021 or December 27, 2020.

Debt issuance costs of \$14,054 were recorded as a reduction of Long-term debt in connection with the issuance of the Series 2017-1 Notes. The debt issuance costs are being amortized to Interest expense, net through the anticipated repayment dates utilizing the effective interest rate method.

The Series 2018-1 and Series 2017-1 Notes (collectively, the “Notes”) are subject to a series of covenants and restrictions customary for transactions of this type, including (i) debt service coverage ratios and senior leverage ratios, as defined, (ii) the maintenance of specified reserve accounts to be used to make required payments in respect of the Notes, and (iii) provisions relating to optional and mandatory prepayments, including certain make-whole payments. The Notes are also subject to customary rapid amortization events provided for in the Indenture and customary events of default. As of December 26, 2021, the Company was in compliance with all such covenants.

Securitization

On October 29, 2018, the Co-Issuers entered into a securitization transaction pursuant to which certain recently acquired franchise agreements, development agreements, rights to develop and expand substantially all franchising and licensing activities and intellectual property, including trademarks, were contributed by an indirect subsidiary of the Company to a certain Co-Issuer and a limited-purpose, bankruptcy-remote, wholly owned and direct subsidiary of the certain Co-Issuer. Since the certain Co-Issuer and its direct subsidiary are under common control, the contributions were recorded at book value.

On April 6, 2017, the Original Co-Issuers entered into a securitization transaction pursuant to which certain franchise agreements, development agreements, rights to develop and expand substantially all franchising and licensing activities and intellectual property, including trademarks, were contributed by various indirect subsidiaries of the Company to the Original Co-Issuers and certain other limited-purpose, bankruptcy-remote, wholly owned and indirect subsidiaries of the Original Co-Issuers. Since the Original Co-Issuers and the indirect subsidiaries of the Original Co-Issuers are under common control, the contributions were recorded at book value.

The Co-Issuers, their direct parents, as well as the Co-Issuers’ direct and indirect subsidiaries (collectively, the “Guarantors”) are special-purpose, bankruptcy-remote, indirect wholly owned subsidiaries of the Company that hold substantially all of the intellectual property and franchising-related assets. The Notes are secured by substantially all of the assets of the Guarantors. Each Guarantor is a separate entity and has separate creditors (from the Company and any of its non-Guarantor affiliates), and such Guarantor owns all of its assets.

Other than the Guarantors, neither the Company nor any of its other direct or indirect subsidiaries guarantees or is in any way liable for the obligations under the Notes. FBLLC has, however, agreed to cause the performance of certain obligations of the Guarantors in return for a management fee under the terms of a Management Agreement (the “Management Agreement”).

FBLLC manages and services the Guarantors’ assets in its capacity as the manager under the Management Agreement. The primary responsibilities of the manager are to administer collections and otherwise manage the managed assets on behalf of the Guarantors, and to perform certain franchising, intellectual property and operational and reporting services on behalf of the Guarantors with respect to the managed assets.

Future Principal Payments on Long-Term Debt

The annual principal payment requirements for long-term debt based on the anticipated repayment dates of the Notes, subject to certain financial conditions set forth in the Indenture, are as follows:

For the fiscal years:	
2022	\$ 8,942
2023	8,942
2024	188,600
2025	286,000
2026	4,000
Thereafter	362,000
Total	858,484
Less: Debt discount and debt issuance costs	(11,844)
Debt less discount and issuance costs	846,640
Less: Current portion	(8,942)
Long-term debt	\$ 837,698

Interest expense, net consists of the following:

	December 26, December 27,	
For the fiscal years ended:	2021 2020	
Credit facilities	\$ 43,032	\$ 44,342
Amortization of debt discount	376	-
Amortization of debt issuance costs	2,450	2,510
Interest income	(189)	(690)
Other	180	217
Interest expense, net	\$ 45,849	\$ 46,379

6 Operating Leases

Certain Company offices and SBRs are located on leased properties with initial terms expiring at various years through 2041, subject to renewal provisions in certain of the lease agreements. Most of the Company's leases are fixed rent agreements and require the Company to pay related executory costs which include property taxes, maintenance and insurance.

Certain leases for SBRs require the payment of additional contingent rent that is based upon a percentage of SBR sales above agreed upon sales levels for the year in excess of the amounts as set forth in the lease agreements. These sales levels vary for each SBR and are established in the lease agreements. The Company recognizes contingent rental expense prior to the achievement of the specified target that triggers the contingent rental expense, provided that achievement of that target is considered probable.

Future minimum lease payments, receipts, and other obligations by year, and in the aggregate, under non-cancelable operating leases and subleases or other arrangements with initial or remaining terms in excess of one year are as follows:

For the fiscal years:	Payments -		Receipts -		Net leases
	Operating		Subleases		
	leases		Subleases		
2022	\$	20,627	\$	(11,734)	\$ 8,893
2023		16,424		(8,856)	7,568
2024		13,355		(6,322)	7,033
2025		10,453		(3,603)	6,850
2026		8,455		(2,391)	6,064
Thereafter		33,096		(2,826)	30,270
Total future minimum rental commitments	\$	102,410	\$	(35,732)	\$ 66,678

Rental expense recognized on a straight line basis, on a contingent rent basis, and under ASC 420 – *Exit or Disposal Obligations* (“ASC 420”) for operating leases was as follows:

For the fiscal years ended:	December 26,		December 27,	
	2021		2020	
Base rentals	\$	22,719	\$	25,306
Contingent rentals		95		27
Rental expense recognized under ASC 420		587		2,276
Favorable and unfavorable lease amortization, net		(932)		(1,115)
Total rental expense	\$	22,469	\$	26,494

Of these amounts, rental expense related to subleased SBR and office locations was \$12,616 and \$15,060 for the fiscal years ended December 26, 2021 and December 27, 2020, respectively, and is presented in the consolidated statements of operations as Franchise and other rental expense.

Rental revenues recognized on a straight line basis and on a contingent rent basis for operating leases was as follows:

For the fiscal years ended:	December 26, 2021	December 27, 2020
Base rentals	\$ 13,988	\$ 16,800
Contingent rentals	85	118
Favorable and unfavorable sublease amortization, net	(932)	(1,115)
Total rental revenues	\$ 13,141	\$ 15,803

As required by ASC 805 – *Business Combinations*, the Company evaluated leases in place at the date of its acquisition of Jamba, Inc. to determine if the terms are favorable or unfavorable compared to current market conditions. Lease and sublease terms that are favorable compared to market conditions at the date of acquisition are recorded as long-term assets (“favorable leases” and “favorable subleases”, respectively). Lease and sublease terms that are unfavorable compared to market conditions at the date of acquisition are recorded as long-term liabilities (“unfavorable leases” and “unfavorable subleases”, respectively). As of December 26, 2021 and December 27, 2020, favorable lease and sublease assets of \$2,519 and \$4,093, respectively, were recorded in Long-term other assets. As of December 26, 2021 and December 27, 2020, unfavorable lease and sublease liabilities of \$2,519 and \$4,093, respectively, were recorded in Long-term other liabilities.

The increase in rental expense from the amortization of the favorable lease assets and the (decrease) in rental expense from the amortization of the unfavorable lease liabilities, and the (increase) in rental revenues from the amortization of the favorable sublease liabilities and the decrease in rental revenues from the amortization of the unfavorable sublease assets over the next five years and thereafter are as follows:

For the fiscal years:	Rental expense amortization			Rental revenues amortization		
	Favorable leases	Unfavorable leases	Net	Favorable subleases	Unfavorable subleases	Net
2022	\$ 233	\$ (954)	\$ (721)	\$ 954	\$ (233)	\$ 721
2023	143	(591)	(448)	591	(143)	448
2024	118	(281)	(163)	281	(118)	163
2025	63	(73)	(10)	73	(63)	10
2026	8	(36)	(28)	36	(8)	28
Thereafter	5	(14)	(9)	14	(5)	9
Total future amortization, net	\$ 570	\$ (1,949)	\$ (1,379)	\$ 1,949	\$ (570)	\$ 1,379

7 Stock Compensation

The Parent issues equity incentive grants under the 2013 Stock Option Plan (the “2013 Plan”). Prior to the 2013 Plan, equity incentive grants were issued under the 2002 Incentive Stock Plan (collectively with the 2013 Plan, the “Focus Plans”). The 2013 Plan authorizes the granting of options to purchase common stock of the Parent and was established in order to attract and retain eligible employees, directors and consultants and to provide an additional incentive to each eligible employee, director and consultant to work to increase the value of the Parent’s common stock. The 2013 Plan is administered by the Board of Directors of the Parent (the “Board”). The Board has the authority to determine the amount of options granted to any individual, the dates on which each option will become exercisable, and the exercise price of all options subject to certain limitations in the 2013 Plan. As of December 26, 2021, there were 80,357 options available for issuance under the 2013 Plan.

The option vesting periods range from immediate vesting to a five-year vesting period, with accelerated vesting in the event of a change in control under certain circumstances, as defined in the Focus Plans. In addition, certain options have vesting requirements based upon achieving certain operating results. The options expire 10 years from the date of grant or in the event of a change in control under certain circumstances, as defined in the Focus Plans.

The weighted average grant date fair value of options granted during the fiscal years ended December 26, 2021 and December 27, 2020 was \$91.18 and \$74.39, respectively, per option.

Stock option activity for all plans for the fiscal years ended December 26, 2021 and December 27, 2020 was as follows:

	Number of shares	Weighted average exercise price
Outstanding at December 29, 2019	169,458	\$ 159.33
Granted	46,050	246.00
Exercised	-	-
Forfeited or expired	(29,717)	150.83
Outstanding at December 27, 2020	185,791	182.17
Granted	7,900	246.00
Exercised	(6,783)	174.20
Forfeited or expired	(42,767)	200.71
Outstanding at December 26, 2021	144,141	\$ 180.54

Options outstanding			Options exercisable	
Weighted average exercise price	Shares outstanding	Weighted average remaining contractual life (years)	Weighted average exercise price	Shares outstanding
\$ 180.54	144,141	5.06	\$ 146.48	78,118

The fair value of options granted is estimated on the date of grant using the Black-Scholes option pricing model based on the assumptions in the table below:

For the fiscal years ended:	December 26, 2021	December 27, 2020
Expected life (years)	5	5
Interest rate	0.72%	1.38%
Volatility	41.71%	32.10%
Dividend yield	0.00%	0.00%

The expected term of the options is based on evaluations of historical and expected future employee exercise behavior. The risk-free interest rate is based on the U.S. Treasury rates at the date of grant with maturity dates approximately equal to the expected life at the grant date. Volatility is based on the historical volatility of several public entities that are similar to the Parent as the Parent does not have sufficient historical transactions of its own shares on which to base expected volatility. As of December 26, 2021, the Parent does not intend to pay dividends or distributions in the future.

The Company recognizes compensation expense for awards with graded vesting on a straight-line basis over the requisite service period for each separately vesting portion of the award. Compensation expense (income), net of adjustments for certain awards that were no longer probable of achievement, was \$912 and (\$1,710) for the fiscal years ended December 26, 2021 and December 27, 2020, respectively. The total compensation expense related to unvested awards not yet recognized in the financial statements is \$1,460. This amount will be recognized as expense through 2026.

The Company administers substantially all operational activities on behalf of the Parent, and as a result, stock-based compensation expense is recorded in the consolidated financial statements of the Company. Additionally, cash consideration from the exercise of options and other equity instruments and the excess tax benefit of stock options exercised are typically contributed to the Company by the Parent. During the fiscal year ended December 26, 2021, the Parent contributed capital to the Company totaling \$1,182, which consisted of cash consideration received for the exercise of 6,783 options into an equivalent number of shares of the Parent's common stock. During the fiscal year ended December 27, 2020, no options were exercised by holders of the Parent's stock options.

8 Employee Benefits

The Company sponsors a 401(k) Plan (the "401(k) Plan"). Employees can participate in the 401(k) Plan upon commencement of employment. The 401(k) Plan is available to substantially all salaried employees and to certain groups of hourly employees. Company contributions to the 401(k) Plan are based on a percentage of the employee contributions and are immediately vested. Employer contributions to the 401(k) Plan were \$2,236 and \$1,894 for the fiscal years ended December 26, 2021 and December 27, 2020, respectively.

9 Income Taxes

Components of the provision for income taxes are as follows:

For the fiscal years ended:	December 26, 2021	December 27, 2020
Current:		
Federal	\$ 4,732	\$ (1,789)
State	2,437	(802)
Foreign	1,633	1,294
Deferred:		
Federal	7,667	9,755
State	121	(244)
Income tax expense	\$ 16,590	\$ 8,214

The reconciliation between the statutory income tax rate and the effective income tax rate is as follows:

For the fiscal years ended:	December 26, 2021	December 27, 2020
Statutory rate	21.0 %	21.0 %
State income tax, net of federal tax effect	2.7	2.0
Foreign income tax, net of federal tax effect	2.1	3.1
Change in state rate, net	-	(4.3)
Foreign tax credits	(2.2)	(4.2)
Permanent differences	(1.5)	(0.6)
Other differences, net	(0.4)	2.7
Effective tax rate	21.7 %	19.7 %

Significant components of the Company's deferred tax (liabilities) assets are as follows:

For the fiscal years ended:	December 26, 2021	December 27, 2020
Deferred tax liabilities:		
Intangible assets	\$ (124,965)	\$ (120,600)
Prepaid costs and expenses	(2,164)	(1,502)
Depreciable assets	(678)	(483)
Other	(14)	(164)
Total deferred tax liabilities	(127,821)	(122,749)
Deferred tax assets:		
Net operating loss and tax credit carryforwards	29,560	34,429
Reserves and allowances	1,976	3,555
Accrued expenses	8,962	6,051
Deferred revenue	13,091	14,191
Transaction costs	46	102
Interest limitation carryforward	1,327	-
Interest expense and other	211	(437)
Total deferred tax assets	55,173	57,891
Less: Valuation allowance	(2)	(4)
Total deferred tax assets, net	55,171	57,887
Net deferred tax liabilities	\$ (72,650)	\$ (64,862)

ASC 740 requires management to evaluate the likelihood of deferred tax assets being realized. A valuation allowance is provided for deferred tax assets when it is more likely than not that the assets will not be realized.

On March 27, 2020, Congress enacted the Coronavirus Aid, Relief and Economic Security Act (the "CARES Act"). The CARES Act includes provisions, among others, addressing the carryback of net operating losses for specific periods, refunds of alternative minimum tax credits, temporary modifications to the limitations placed on the tax deductibility of net interest expenses, and technical amendments for qualified improvement property. Additionally, the CARES Act provides for refundable employee retention tax credits.

The CARES Act provides for the deferral of the employer-paid portion of social security payroll taxes. The Company elected to defer the employer-paid portion of social security payroll taxes of \$2,596 in Accrued expenses as of December 27, 2020. The Company remitted \$1,209 of such amounts during the fiscal year ended December 26, 2021 and expects to remit the remaining balance on December 31, 2022.

As of December 26, 2021, the Company had \$94,406 of federal net operating loss carryforwards and \$132,091 of state net operating loss carryforwards. These net operating loss carryforwards expire beginning in 2028. As of December 27, 2020, the Company had \$112,489 of federal net operating loss carryforwards and \$133,536 of state net operating loss carryforwards. Realization of the Company's deferred tax assets, including those associated with the net operating loss carryforwards as of December 26, 2021, will depend on generating sufficient taxable income in future periods, net of reversing deferred tax liabilities. The Company believes it is more likely than not that the deferred tax assets will be realized.

Foreign income taxes arise from withholding taxes associated with payments of royalties and fees by international franchisees.

As of December 26, 2021 and December 27, 2020, the Company had no material unrecognized tax benefits.

As discussed in Note 1, the Company is included in the consolidated return of the Parent. The Parent files U.S., state, and local income tax returns in jurisdictions with varying statutes of limitation. The tax years subsequent to 2017 generally remain subject to examination by federal and most state tax authorities. However, certain state returns from prior years in which net operating losses have arisen are still open for examination by the tax authorities.

10 Related Party Transactions

The Parent is a party to two management services agreements with affiliated entities. Under the terms of those agreements, the Company, on behalf of the Parent, pays annual management fees to affiliated entities. The Company expensed annual management fees of \$3,017 and \$2,990 for the fiscal years ended December 26, 2021 and December 27, 2020, respectively, which are included within Other operating expense, net. The two management advisory and consulting services agreements expire in December 2023, subject to certain renewal provisions.

11 Commitments and Contingencies

Legal Actions and Claims

In the normal course of business, various legal actions and claims are pending against the Company. It is the opinion of management, based on consultation with counsel, that the ultimate resolution of these contingencies, to the extent not previously provided for, will not have a material effect on the consolidated financial condition, results of operations or liquidity of the Company.

Lease Arrangements and Guarantees

Certain subsidiaries are the guarantors of certain real property lease arrangements on behalf of certain of their franchisees. The potential maximum future minimum lease payments these subsidiaries could be held liable for under these lease arrangements and guarantees was \$22,486 as of December 26, 2021, and the subsidiaries expect that any amounts that may ultimately be paid thereunder will not be material.

12 Accrued Expenses and Other Liabilities

Accrued expenses and other liabilities consists of:

For the fiscal years ended:	December 26, 2021	December 27, 2020
Gift card and gift certificate liabilities	\$ 22,487	\$ 18,573
Payroll and benefits accruals	23,116	13,034
Accrued interest	6,786	7,007
Customer and other deposits	2,185	1,883
Sales and use tax accruals	1,129	1,037
Other accrued expenses	17,600	12,918
Total accrued expenses and other liabilities	\$ 73,303	\$ 54,452

13 Long-Term Other Liabilities

Long-term other liabilities consists of:

	December 26, 2021	December 27, 2020
For the fiscal years ended:		
Unfavorable leases and subleases	\$ 2,519	\$ 4,093
Deferred rent	5,889	6,605
Accrued rent - exited facilities	2,567	3,311
Asset retirement obligations	887	1,061
Other long-term liabilities	292	476
Total long-term other liabilities	\$ 12,154	\$ 15,546

14 Other Operating Expense

Other operating expense, net consists of the following:

	December 26, 2021	December 27, 2020
For the fiscal years ended:		
Supply chain transformation costs	\$ 7,876	\$ -
Management fees to affiliated entities	3,017	2,990
COVID-19 charges	1,959	5,070
Loss (gain) on sale of Company SBRs	(1,281)	284
Other	313	1,817
Total other operating expense, net	\$ 11,884	\$ 10,161

Supply chain transformation costs are primarily comprised of consulting fees to plan and implement internal changes to the Company's supply chain function. COVID-19 charges are primarily comprised of labor costs, including temporary wage increases and assistance pay, personal protective materials, sanitation supplies, and legal and other professional services expenses.

15 Supplemental Disclosure of Cash Flow Information

Supplemental disclosure of cash flow information is as follows:

	December 26, 2021	December 27, 2020
Cash paid for:		
Interest	\$ 43,044	\$ 43,963
Income taxes, net	14,807	(7,505)
Non-cash transactions:		
Accrual of capital assets	\$ 1,023	\$ 53
Asset retirement obligations	50	52

EXHIBIT B
MOE'S SOUTHWEST GRILL® FRANCHISE AGREEMENT AND RELATED AGREEMENTS



MOE'S SOUTHWEST GRILL® FRANCHISE AGREEMENT

BETWEEN

MOE'S FRANCHISOR SPV LLC

AND

**«Z1_FIRST_NAME» «Z1_LAST_NAME», «Z2_FIRST_NAME»
«Z2_LAST_NAME», «Z3_FIRST_NAME» «Z3_LAST_NAME»,
«Z4_FIRST_NAME» «Z4_LAST_NAME», «Z5_FIRST_NAME»
«Z5_LAST_NAME»**

License Number: «record_id»
Restaurant Number: «Store_Number»

MOE'S SOUTHWEST GRILL® FRANCHISE AGREEMENT

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MOE'S SOUTHWEST GRILL® FRANCHISE AGREEMENT

THIS FRANCHISE AGREEMENT (this “**Agreement**”) is made and entered into as of the date specified in Schedule A (the “**Effective Date**”) (Schedule A and all appendices and schedules attached to this Agreement are hereby incorporated by this reference) between the franchisor specified in Schedule A (“**Franchisor**,” “**we**,” “**us**,” or “**our**”) and the franchisee specified in Schedule A (“**Franchisee**,” “**you**,” or “**your**”).

RECITALS:

A. We and our affiliates have developed and own, and will continue to develop, a distinctive business format and set of specifications and operating procedures (collectively, the “**System**”) relating to the development, establishment, and operation of food-related businesses offering the approved products specified in Schedule A (the “**Approved Products**”) under the primary trademark or service mark specified in Schedule A (the “**Primary Mark**”).

B. The distinguishing characteristics of the System include our distinctive exterior and interior layouts, designs, and color schemes; our distinctive signage, decorations, furnishings and materials; our software and computer programs; our selection of Approved Products; our proprietary recipes and formulae (“**Recipes**”) used to create our proprietary flavorings or ingredients (“**Proprietary Ingredients**”) and/or our proprietary Approved Products (the “**Proprietary Products**”); our distinctive techniques for packaging, displaying, and merchandising Approved Products; our advertising and marketing programs and materials; our relationships with our vendors; our methods of operating a food-related business; our operations and administrative systems; our training programs; our methods and techniques for inventory and cost controls, recordkeeping, and reporting; our customer service standards; and any guidelines, standards, specifications, rules, procedures, policies, methods, requirements, and directives we establish, including our standards and specifications as to Recipes, ingredients, food and beverage preparation, food storage, interior and exterior design and décor, sanitation, maintenance, and equipment (the “**Standards**”) set out in our confidential operations manuals (the “**Manuals**”) and otherwise in writing. We may change, improve, add to, and further develop the elements of the System from time to time.

C. We identify businesses operating under the System by means of certain names and marks, including the Primary Mark, as well as other trade names, service marks, trademarks, logos, insignias, slogans, emblems, symbols, and designs that we have designated or may in the future designate for use with the System (collectively, the “**Marks**”). We and our affiliates may modify the Marks from time to time, adding new trade names, service marks, and trademarks which also will be included in the term “Marks.”

D. We refer to businesses that use the System and are identified by the Marks as “**Businesses**.” You desire to obtain a license to use the System and the Marks to operate one Business, and we are willing to grant you a license to operate a Business, subject to the terms and conditions of this Agreement.

NOW, THEREFORE, for and in consideration of the foregoing promises and the covenants and agreements contained herein, and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties agree as follows:

1. GRANT OF FRANCHISE

1.1 Grant of Franchise. Subject to the terms of this Agreement, we grant to you, and you accept, a non-exclusive license to operate one Business using the Marks and the System (collectively, your “**Franchised Business**”). The Franchised Business will be operated only at the location specified in Schedule A (the “**Accepted Location**”) or, if we have not yet accepted a site for the Franchised Business as of the date of this Agreement, at a location that we have accepted in accordance with this Agreement within the geographic area specified in Schedule A (the “**Site Selection Area**”).

1.2 Restrictions. You have no right to (i) sublicense the Marks or the System to any other person or entity, (ii) use the Marks or the System at any location other than the Accepted Location, except as otherwise provided in Section 4.3 (Catering Services and Delivery Services) or as otherwise approved in writing, or (iii) to use the Marks or the System in any wholesale, e-commerce, or other channel of distribution besides the operation of the Franchised Business at the Accepted Location.

1.3 Acceptance of License. You hereby accept the license granted in Section 1.1 (Grant of Franchise) and agree to operate the Franchised Business according to the provisions of this Agreement for the entire Term, as defined in Section 2.2 (Renewal Term).

1.4 Ownership and Guaranty.

A. Owners of Equity. If you are a corporation, limited liability company, partnership, or other entity (collectively, an “**Entity**”), all of your owners of a legal and/or beneficial interest in the Entity (the “**Owners**”) are listed on Schedule A and each of your Owners must execute the “Guaranty of Payment and Performance” that is attached in Schedule C (the “**Guaranty**”). By executing the Guaranty, each Owner will be bound by the provisions contained in this Agreement, including the restrictions set forth in Section 15 (Confidential Information; Restrictive Covenants). Further, a violation of any of the provisions of this Agreement, by any Owner will also constitute a violation by you of your obligations under this Agreement. You represent that the individuals executing this Agreement under the Guaranty represent that they are your sole owners. You will conspicuously identify yourself and the Franchised Business, in all dealings with your customers, contractors, suppliers, public officials, and others, as an independent franchisee, in the fashion that we specify.

B. Primary Contact. You must identify to us in writing an individual, who is reasonably acceptable to us, to serve as your “**Primary Contact.**” You must empower the Primary Contact with the responsibility and decision-making authority regarding the Franchised Business and its operation, and you acknowledge and agree that we will have the right to rely upon the Primary Contact for such purposes. Your Primary Contact must successfully complete any training programs that we specify and must satisfy any other standards we may require for their position. You must notify us immediately of the death, disability, or termination of employment of your Primary Contact and must designate a successor or acting Primary Contact within 30 days after the death, disability, or termination of the predecessor. Additionally, you may not remove or replace the Primary Contact without our prior written approval.

C. Governing Documents. If you are (or Transfer this Agreement to) an Entity, upon our request, you agree to furnish us with a list of holders of direct or indirect equity interests and their percentage interests, as well as copies of your governing documents and any other corporate documents, books, or records, including certificates of good standing from your state. Unless we

provide written consent to the contrary, your governing documents must provide that your purpose is limited to the development, acquisition, ownership and operation of one or more franchises with us and to conducting all business and financing activities related to such franchises. The Owners may not enter into any shareholders' agreement, management or operating agreement, voting trust, or other arrangement that gives a third party the power to direct and control your affairs without our prior written consent. During the Term, your governing documents must provide that no transfer of any ownership interest may be made, except in accordance with Section 16 (Transfer) of this Agreement. Any securities that you issue must bear a conspicuous printed legend to that effect.

2. TERM AND RENEWAL TERM

2.1 Initial Term. The initial term of this Agreement (the "**Initial Term**") will begin on the Effective Date and will end 20 years from the date that your Franchised Business opens for business (the "**Opening Date**"), unless this Agreement is terminated sooner as provided in other sections of this Agreement.

2.2 Renewal Term.

A. Grant of Renewal Term. We may, in our reasonable discretion, grant you one additional 20-year term (the "**Renewal Term**," and collectively, with the Initial Term, the "**Term**"). To obtain the Renewal Term, (i) at all times during the Term, you must have substantially and timely complied with each provision of this Agreement and any other agreements between you and us, our affiliates, or your landlord and you must not have any defaults in existence as of the expiration of the Initial Term, and (ii) you must request, in writing, no earlier than 12 months, but no later than six months before the expiration of the Initial Term, that we grant you a Renewal Term. We will then provide you with an Application for a Renewal Term (an "**Application**"), which you must complete and return to us within 10 days after we deliver it to you. We will evaluate your Application under substantially the same standards as we evaluate an application for a franchise submitted by a then-new franchisee.

B. Conditions for Renewal Term. If we approve your Application, you must:

(i) Agree in writing before the Renewal Term begins that you will make the significant capital expenditures necessary to complete a Remodel (as defined in Section 12.6.B. (Remodel)) within six months after the Renewal Term begins.

(ii) Sign and return our then-current form of franchise agreement (the "**Renewal Agreement**") within 30 days after we deliver it to you and pay a renewal fee equal to 20% of the amount of the then-current Initial Franchise Fee (the "**Renewal Fee**"). You agree that the Renewal Agreement may contain terms that differ materially from this Agreement.

(iii) Sign a general release in a form we prepare, releasing us and our parents, subsidiaries, and affiliates and the respective directors, officers, owners, shareholders, partners, members, managers, representatives, employees, agents, attorneys, contractors, predecessors, successors, heirs and assigns of each of the foregoing (in their corporate and individual capacities) (collectively, the "**Released Parties**"), from all claims you may have against the Released Parties as of the date of the Renewal Agreement. Your Owners must also sign the general release required in the previous sentence. Released Parties is not intended to include suppliers or distributors to you that are not affiliated with us and are not acting as our agent.

(iv) Secure the right from your landlord to continue operating at the Accepted Location for the remainder of the Renewal Term. Alternatively, we may require you to relocate your Franchised Business if we find that the Accepted Location does not meet our then-current standards at the time we consider your Application.

C. No Automatic Right. You agree that this Agreement does not grant you any automatic rights to a Renewal Term and that we will not be obligated to offer you a Renewal Term. The sole basis for any extension of your franchise rights beyond the Initial Term is in this Section.

D. Extension Period. If you do not timely comply with the renewal procedures and conditions set forth in this Section and you continue to operate the Franchised Business beyond the Initial Term, this Agreement shall be extended on a month-to-month basis until such time as (i) the conditions set forth in this Section are satisfied or (ii) we notify you that this Agreement is terminated (the “**Extension Period**”) (in which case, you must fully comply with all provisions of this Agreement throughout the Extension Period, as if this Agreement had not expired, and upon notice of termination of this Agreement, you shall comply with all post-termination obligations in this Agreement).

3. FEES

3.1 Initial Franchise Fee. When you sign this Agreement, you will pay us an initial franchise fee as specified in Schedule A (the “**Initial Franchise Fee**”). When we sign this Agreement, the Initial Franchise Fee is fully earned and nonrefundable. You acknowledge that we have no obligation to refund any portion of the Initial Franchise Fee to you, even if this Agreement is terminated prior to opening the Franchised Business.

3.2 Ongoing Fees.

A. Royalty Fee. You must pay to us a recurring, non-refundable royalty fee in the amount and at the times specified in Schedule A (the “**Royalty Fee**”). Concurrent with these payments, you must submit to us any reports or statements required under Section 14.3 (Systems and Reports).

B. Advertising Contribution. You must pay to us a recurring, non-refundable advertising contribution in the amount and at the times specified in Schedule A (the “**Advertising Contribution**”). The Advertising Contribution will be in addition to, and exclusive of, your Grand Opening Obligation as specified in Section 10.1.C. (Grand Opening Advertising) and your Local Marketing Obligation as specified in Section 10.1.E. (Local Marketing Obligation), if any.

C. Net Sales. “**Net Sales**” means all revenues generated by your Franchised Business or conducted from or with respect to the Franchised Business, whether the sales are evidenced by cash, check, credit, charge, account, barter or exchange. Net Sales includes monies, gift card redemptions, or credit generated by or received from (i) the sale of Approved Products or tangible property of every kind and nature, promotional or otherwise, anywhere and (ii) services performed from, at, or in connection with the Franchised Business, including (x) off-premises services (such as catering and delivery), (y) on-premises services such as games (e.g., slot machines) or third-party advertising (e.g., on menus), or (z) any other services or activities that use either the System, the Marks, or products that are the same as or similar to the Approved Products. The foregoing list is not intended to provide approval for such activities, which may be conducted only if approved. Unless we specify otherwise in writing, Net Sales shall include all ancillary charges or fees, including delivery fees and other service charges, that are paid to you

by a customer or by a third-party delivery or catering service (e.g., Uber Eats, Postmates, Grubhub, ezCater, or DoorDash) (a “TPS”) in connection with delivery or catering services related to your Franchised Business (recognizing that though the TPS may pay you an amount equal to the purchase price charged to the customer less a commission, other fees, and any discounts, credits, or coupons applied to the order, such commission, fees, discounts, credits, and coupons will not be deducted from your Net Sales). Net Sales will not include (a) the initial sales or reloading of gift cards, (b) discounts, (c) the sale of food or merchandise for which refunds have been made in good faith to customers, (d) the discounted portion of employee meals, (e) sales, meals, use or excise tax imposed by a governmental authority directly on sales and collected from customers, provided that the amount for the tax is added to the selling price or absorbed therein and is actually paid by you to a governmental authority, (f) the sale of equipment used in the operation of the Franchised Business, or (g) tips.

D. Ordering Support Fee. We require you to pay to us, our affiliates, and/or one or more third parties that we designate, an ordering support fee, in an amount and at the times that we specify, for various ordering support services that we will provide or arrange for our affiliates or third parties to provide, such as services related to online and catering ordering platforms, call center(s), ordering and delivery management services, and catering rewards program(s) (the “**Ordering Support Fee**”). We may include in the fee our and our affiliates’ costs and administrative expenses related to procuring, providing, and/or developing the services, including the costs of integrating such services with the Computer System. We periodically may add, delete, or otherwise modify the products and services that are included in the Ordering Support Fee.

3.3 Additional Payments. You must pay us or our affiliates within 10 days after demand: (i) all sales taxes, corporate taxes, and any similar taxes paid by us on your behalf, imposed on us, or required to be collected by us on account of products or services we furnish to you (through sale, lease, or otherwise) or on account of our collection of any fee related to this Agreement; (ii) all franchise or similar taxes, whether based on gross receipts, gross revenues, Royalty Fees, Advertising Contributions, or otherwise, imposed on, required to be collected by, or paid by us; (iii) all marketplace facilitator or similar taxes imposed on, required to be collected by, or paid by us in connection with your use of websites, applications, or online ordering platforms; (iv) all other amounts we pay or must pay for you for any reason; (v) any other fees or expenses that we are entitled to collect from you; and (vi) any attorneys’ fees we incur related to you, your Owners, or the Franchised Business (other than those we incur in response to your efforts to enforce this Agreement or in the defense or any claim we assert against you on which you substantially prevail in court or other formal legal proceedings).

3.4 Means of Payment. You must pay all amounts you owe us by electronic funds transfer or draft. We reserve the right to require you to deliver these payments to another party or location, or through any other means of delivery we specify, including by check, electronic funds transfer or draft, wire transfer, or other forms of funds transfer. We also reserve the right to change the due dates or frequency of the due dates of the amounts that you owe to us under this Agreement. We will notify you when we change the location for payments, the required payment delivery method, the due dates, or the frequency of the due dates for payments. You must comply with any new or additional procedures as we may specify in the Manuals or otherwise, in writing, and/or perform any acts and sign and deliver any documents we designate as necessary to assist in accomplishing payment by the method that we specify within 30 days of our notice to you. If there are insufficient funds in your account to cover our draft, we will charge you return costs and an administrative fee. The written authorizations and documents that you must sign as provided under this Section may give us the right to initiate debit entries and/or credit corrections entries. We may make bank drafts based on the reports required under Section 14 (Right to Access);

Records; Reporting), the data of the point-of-sale system and other equipment provided for in Section 12.8 (Computer System), or the results of an audit. If you fail to report the Net Sales of the Franchised Business to us for any reporting period as required in this Agreement, we have the right to make bank transfers or drafts for Royalty Fees and Advertising Contributions based on our reasonable estimate of the amounts for the Franchised Business and/or the data of the point-of-sale system and other equipment provided for in Section 12.8.

3.5 Interest. You must pay us interest on amounts not paid on time at the rate of 1.5% per month or portion of a month, but not more than the maximum interest rate permitted by applicable laws.

3.6 Late Reporting Fee. If you fail to submit timely, complete, and accurate reports, financial statements, tax returns, and statements of initial investment costs in accordance with Sections 14.3 (Systems and Reports), 14.4 (Financial Statements), 14.5 (Tax Returns), and 14.7 (Initial Investment Statements), we may charge you our then-current late fee (the “**Late Reporting Fee**”). The Late Reporting Fee is currently \$50 per day that such report, statement, or return is late, but we may revise it through a modification to the Manuals or otherwise in writing.

3.7 Application of Funds; Withholding of Payments. If you are late in paying any obligation you owe us or our affiliates, we or our affiliates may apply any payment you make to any obligation you owe us or our affiliates, whether or not you make any designation to the contrary. You may not withhold or set off payment of any amount you owe us or our affiliates on grounds of alleged non-performance of any obligation we or they owe you.

4. RESERVED RIGHTS

4.1 Reserved Rights. Unless specified otherwise in Schedule A, you do not have any protected or exclusive rights under this Agreement. We reserve all rights that we do not expressly grant you in this Agreement, including those rights described in Schedule A.

4.2 No Marketing Exclusivity. You agree that: (i) nothing in this Agreement grants you any marketing exclusivity as to particular customers; and (ii) we, our affiliates, and our and their other franchisees may solicit customers in, and service customers who are from, any geographic location we or they desire, including locations close to your Franchised Business.

4.3 Catering Services and Delivery Services. We require you to offer catering services (“**Catering Services**”) and delivery services (“**Delivery Services**”) and you must do so in accordance with the terms of the Manuals and this Agreement. You may only provide Delivery Services through a TPS that we approve or designate. If a TPS is unavailable to provide Delivery Services for your Franchised Business, you may not be required to offer Delivery Services, subject to our written approval. You acknowledge that we, our affiliates, and other franchisees may provide Catering Services and Delivery Services near your Franchised Business. We retain the right to revise and/or make exceptions to our Catering Services and Delivery Services policies as they apply to you and our other franchisees. We reserve the right to limit the geographic area in which you provide Catering Services and/or Delivery Services.

5. SITE IDENTIFICATION AND ACQUISITION

5.1 Accepted Location. You must establish and operate the Franchised Business only at the Accepted Location. You will not conduct, and you will not permit the conduct of, any business from the Accepted Location other than the Franchised Business. You must obtain our prior written

consent if you wish to co-brand the Franchised Business with another business. You will not conduct, and you will not permit the conduct of any, sale of Approved Products using the Marks at any location other than the Accepted Location (except for the Catering Services and Delivery Services described in Section 4.3) without our prior written consent. If we consent to operations away from your Accepted Location, you will have to execute a separate agreement concerning your mobile or satellite business operations, which may include limitations on the type of activities that you may conduct and may include additional or different financial terms.

5.2 Our Assistance. We may assist you in selecting a proposed site for your Franchised Business (a “**Proposed Location**”), but we are not obligated to do so. You should undertake your own investigation of any Proposed Location and should not rely on any information from us in selecting the Proposed Location.

5.3 Acceptance of Proposed Location. If you and we have agreed on an Accepted Location at the time we sign this Agreement, we will insert the Accepted Location into Schedule A. If you and we have not agreed on an Accepted Location at the time we sign this Agreement, you will select a Proposed Location that complies with our site selection criteria within the Site Selection Area. You will provide us with all material we request to evaluate the suitability of the Proposed Location for your Franchised Business along with a site plan for the Proposed Location. We will provide you with our acceptance or non-acceptance of the Proposed Location within 15 days after you deliver the last item of materials we request, and our determination will be final. If we accept the Proposed Location as the Accepted Location, you must sign standard documentation we prepare, which includes a general release, to document the Accepted Location. Our acceptance of any Proposed Location is our agreement that the Proposed Location satisfies our minimum site selection criteria only and will not be construed as a representation or warranty that the Franchised Business located at the Proposed Site will be successful.

5.4 Site Acquisition.

A. Acceptance and Execution of Site Agreement. You must deliver a copy of the signed lease, sublease, or other rental agreement for the location (the “**Lease**”) or purchase agreement for the location (the “**Purchase Agreement**” and, collectively with the Lease, the “**Site Agreement**”) to us with all material terms specified therein, and any other additional documents you were required to sign with the Site Agreement, either: (i) after we sign this Agreement if we have identified the Accepted Location before we sign this Agreement, or (ii) immediately following the date we accept the location after we sign this Agreement. We may charge you a Lease Documentation Late Fee if you fail to timely provide the Site Agreement within 15 days after its execution. The “**Lease Documentation Late Fee**” shall be \$500 per month (or partial month) from the due date for providing the Site Agreement until the date it is delivered. Before you sign the Site Agreement, you must ensure that it meets the requirements of this Section 5.4. We will have the right, but not the obligation, to review your Site Agreement prior to its execution to verify its compliance with this Section 5.4.

B. Site Agreement Restrictions. If you execute a Site Agreement, (i) you may not create any obligations on our behalf, grant any rights adverse to our rights, or agree to any other term that is inconsistent with any term of this Agreement; (ii) you must duly and timely perform all terms under the Site Agreement; and (iii) except as otherwise provided in this Agreement, you may not assign, encumber, or transfer the Site Agreement, or sublet all or any part of the Accepted Location, without our prior written approval, which approval will not be unreasonably withheld. You must ensure that all Site Agreements comply with any terms set forth in the Manuals.

C. Preferred Lease Terms. You must use commercially reasonable efforts to ensure that all Leases include, unless we agree otherwise in writing:

(i) a provision which requires the landlord concurrently to provide us with a copy of any written notice of breach or default under the Lease sent to you, and which grants to us the right (but not the obligation) to cure any defaults under the Lease within a reasonable time (not to exceed 15 days for monetary defaults and 30 days for non-monetary defaults);

(ii) a provision that provides that upon the expiration or termination of this Agreement or upon your default under the Lease or under this Agreement, we will, without your or the landlord's further consent, have (a) a continuing right of entry into the Franchised Business, (b) the right to operate a Business at the Accepted Location, (c) the right, but not the obligation, to assume your interests under the existing terms, conditions and covenants of the Lease, and (d) should we assume your position under the Lease, the right to assign the Lease or sublet the premises to a third party which will operate a Business at the location;

(iii) a provision that provides that upon expiration or termination of the Lease, we will, without your or the landlord's further consent, have a continuing right of entry into the Franchised Business to remove Proprietary Products and any materials bearing the Marks;

(iv) a provision that provides that the Lease may not be modified or amended without our written consent which will not unreasonably be withheld, conditioned or delayed by us;

(v) a provision that allows you to offer or distribute product samples outside or over the counter of the Franchised Business, as applicable;

(vi) a provision that provides that if we assume your obligations and replace you as the lessee under the Lease or sign a new lease, and we later reassign the Lease or new lease to another franchisee, we will not be liable for any obligations to landlord under the Lease or new lease after the reassignment;

(vii) a provision, or a separate collateral assignment of lease, that provides that your landlord reserves to us the right, at our election, to take an assignment of the leasehold interest and to occupy the Accepted Location for the Franchised Business upon termination or expiration of this Agreement or default under the Lease; and

(viii) a provision that provides that your Franchised Business will have at least one designated parking space for curb-side pickup.

D. Site Agreement Modifications. You must submit a copy of any proposed modification, amendment, or renewal of the Site Agreement (a "**Site Agreement Change**") (along with a true and complete copy of the then-existing Site Agreement) to us for our review and approval prior to executing such documents, not less than 10 days prior to the proposed effective date of such modification, amendment, or renewal. Our review of the proposed Site Agreement Change will be limited to ensuring that it is compliant with the terms of this Agreement. Our acceptance of the Site Agreement Change shall not be unreasonably withheld and may be conditioned upon the inclusion of terms in the Site Agreement acceptable to us, including those provisions as specified in Section 5.4.C. (Preferred Lease Terms). If you renew a Lease or a Lease is extended by the landlord for a period of 12 months or more, we may require you to pay us our then-current lease renewal fee. We will notify you in writing whether we approve of the

proposed Site Agreement Change. If approved and subsequently signed, you must provide us with a copy of the signed Site Agreement Change within 15 days after its execution. We may charge you a Lease Documentation Late Fee if you fail to timely provide the modified or renewed Site Agreement.

E. Subleases. We reserve the right, directly or through an affiliate, to master lease any location and then sublet the location to you. Concurrently, with the execution of the Franchise Agreement, you may enter into a sublease with us if an acceptable site has been identified and we are or will be the master lessee of such site. As part of such sublease you will be required to pay us our then-current sublease administration fee. However, unless we have agreed otherwise in a separate written agreement, we shall have no obligation to enter into a sublease with you for any location. If we and you are parties to a sublease and we elect to assign the master lease to you, you must execute any and all documents required by the landlord to facilitate such assignment and cooperate with our efforts to obtain our release. Any real estate and improvement costs associated with the development of the Accepted Location will be your responsibility.

5.5 Relocation of the Franchised Business.

A. Relocation Request. You may relocate the Accepted Location of the Franchised Business at your expense, if, prior to closing the Franchised Business, you submit a site acceptance request (in the form we provide to you) for your new Proposed Location and obtain our acceptance of the relocation to the Proposed Location. A relocation includes any change of the location of the Franchised Business within a mall, facility, or building to a new location within the same mall, facility, or building. We are under no obligation to approve a relocation of the Franchised Business. Approval under this Section 5.5 will be within our sole discretion, and such approval shall not be granted unless you are in compliance with all terms and conditions of this Agreement and you have the funds available to relocate the Franchised Business and construct a new Franchised Business according to our then-current design standards.

B. Relocation Conditions. If we approve, in our sole discretion, the relocation of the Franchised Business under this Section 5.5, you agree to comply with the following conditions:

(i) the new location will be considered the “Accepted Location” as used in this Agreement;

(ii) all Site Agreements you enter into to secure the new location must comply with Section 5.4 (Site Acquisition);

(iii) you must make or cause to be made to the former Accepted Location such changes in the signs and interior and exterior of the former Accepted Location so as to effectively distinguish such location from any other Business;

(iv) we may charge you a relocation fee equal to 10% of the then-current Initial Franchise Fee (the “**Relocation Fee**”) to cover costs incurred by us in connection with any such acceptance, evaluation, and relocation of the Franchised Business;

(v) we may require you to pay an agreed minimum royalty to us during the period in which the Franchised Business is not in operation (if any); and

(vi) we may require you to sign our then-current form of franchise agreement to replace this Agreement (the “**New Franchise Agreement**”) or any other documents we may

require to amend this Agreement. You acknowledge and agree that the New Franchise Agreement may contain terms that are materially different from this Agreement, but you will not be required to pay another initial franchise fee if you sign a New Franchise Agreement. If the term of the Lease for the new location extends beyond the Term, we may, in our sole discretion, extend the term of this Agreement or the New Franchise Agreement to match the term of the Lease for the new location, provided you will be required to pay a relocation extension fee equal to \$1,500 multiplied by the number of years between the original expiration date of the Term and the expiration of the term of the Lease for the new location.

6. LEASEHOLD IMPROVEMENTS

6.1 Leasehold Improvements. You must hire a licensed and insured general contractor (“**General Contractor**”) to complete the build-out of your Franchised Business, and the General Contractor must be accepted by us. Our acceptance of your General Contractor will not in any way be our endorsement of your General Contractor or render us liable for your General Contractor’s performance. We may require any items used in the Franchised Business to meet our minimum Standards and/or to be sourced from suppliers or consolidators that we have designated or approved. You must purchase certain items of machinery and equipment and other items used in the Franchised Business from our designated or approved consolidators or as we otherwise direct. The designated consolidators will coordinate the ordering and delivery of your machinery and equipment. You may request a waiver of the requirement that you use our designated consolidators if you can demonstrate that you can successfully manage the process of ordering and obtaining your machinery and equipment.

6.2 Architectural Plans.

A. Architectural Requirements. We will provide you with a sample layout for the interior of a typical Business and specifications for furniture, fixtures, equipment, and décor. You must, at your expense and subject to our acceptance, employ architects, designers, and others as necessary to prepare your plans, modify or complete the layouts, renderings, plans, and specifications, which must include interior and exterior elevations of the Accepted Location (the “**Architectural Plans**”). Our acceptance of your architect will not in any way be our endorsement of your architect or render us liable for your architect’s performance or your architect’s compliance with professional design standards or adherence to local codes.

B. Submission of Plans. You must submit to us, by the deadline specified in Section 6.5.B. (Construction Start Deadline), a complete set of final Architectural Plans. We will promptly review the Architectural Plans and will either accept the Architectural Plans or provide comments to you on changes we require. After our initial review of your Architectural Plans at no cost and our review of one revised set of Architectural Plans that incorporate our required changes at no cost, we may charge a fee of \$1,000 for each set of drawings we review that include any other modifications from the plans that we have previously accepted. You may not begin construction of the Franchised Business until we have accepted the final Architectural Plans in writing.

C. Compliance with Legal Requirements. You must, before we approve the Architectural Plans, have your architect or you certify to us that the Architectural Plans comply with the Americans with Disabilities Act (the “**ADA**”), the architectural guidelines under the ADA, and all other federal, state, and local statutes, rules, regulations, ordinances, and codes (collectively, “**Laws**”) that apply to the Franchised Business.

6.3 Construction, Inspection, and Government Approvals. You must begin the construction and equipping of the Franchised Business by the deadline specified in Section 6.5.B. (Construction Start Deadline). You must furnish us with all documents we request related to construction. You must obtain our written approval of any changes to the Architectural Plans before you implement the changes. We must have access to the Franchised Business while work is in progress and on its completion. We may require you to provide photographs of your construction progress periodically from the time you commence construction until the time that we issue our consent to open the Franchised Business. On completion of construction and before the Opening Date, any architect and General Contractor you employ or you must provide us with a certificate stating that the as-built plans for the Franchised Business comply with the ADA, the architectural guidelines under the ADA, and all other Laws that apply to the Business. You must promptly make any modifications we deem necessary to bring the Franchised Business into compliance with the Architectural Plans. You may not open the Franchised Business if it does not conform to the final Architectural Plans and changes we approved. You must promptly seek and obtain prior to opening the Franchised Business all governmental approvals and licenses required to open and operate the Business.

6.4 Signage. All exterior and interior signage you use for the Franchised Business must conform to our Standards, including our Standards as to type, color, size, design, and location. You must use a sign vendor that we have designated or approved in writing to ensure proper compliance with our Standards. You must obtain our written approval before you install or display any signage.

6.5 Opening and Development Deadlines.

A. Site Approval Deadline. You will have until the deadline specified in Schedule A to (i) identify the Accepted Location, (ii) obtain our acceptance of the Accepted Location, (iii) sign any documentation we require to document the Accepted Location, (iv) obtain our acceptance of a Lease for the Accepted Location, and (v) sign the accepted Lease for the Accepted Location or otherwise acquire the ownership rights to the Accepted Location (the “**Site Approval Deadline**”).

B. Construction Start Deadline. You must (i) submit to us a complete set of final Architectural Plans and (ii) begin the construction and equipping of the Franchised Business by the deadline specified in Schedule A (the “**Construction Start Deadline**”).

C. Opening Deadline. You must open the Franchised Business by the deadline specified in Schedule A (the “**Opening Deadline**”). You must notify us of your proposed Opening Date at least 30 days in advance. We have the right to inspect your Franchised Business and take other measures we deem appropriate to determine whether you are ready to begin operations. You will not begin operations until we authorize you to do so in writing.

D. Failure to Meet Deadlines. If you are unable to meet the Site Approval Deadline, the Construction Start Deadline, or the Opening Deadline, you may request an extension before the expiration of any missed deadline. We have the right to require you to pay a \$2,500 extension fee, if we agree to modify (or if you miss) any of the deadlines. We are not obligated to extend any deadlines. If (i) you fail to cure your failure to meet the Site Approval Deadline or the Construction Start Deadline within 30 calendar days after we send you notice of such default or (ii) you do not meet the Opening Deadline, we may terminate this Agreement, as provided in Sections 17.2.I and 17.3.J.

7. GOODS AND SERVICES

7.1 Purchases.

A. Goods You Purchase. We have the right to require that Approved Products, other products, Proprietary Ingredients, supplies (including chemicals), furniture, fixtures, equipment, and services (collectively, “**Goods**”) that you purchase for resale or purchase or lease for use in your Franchised Business: (i) meet specifications that we establish from time to time; (ii) be a specific brand, kind, or model; (iii) be purchased or leased only from suppliers, service providers, distributors, and/or consolidators (collectively, “**Suppliers**”) that we have expressly designated or approved (“**Approved Suppliers**”); (iv) be purchased or leased only from a single source that we designate (which may include us or our affiliates or a buying cooperative organized by us or our affiliates); and/or (v) be purchased as part of a purchasing program, arrangement, or contract that we negotiate or specify. To the extent that we establish specifications, require approval of Suppliers, or designate Approved Suppliers for particular Goods, we will publish our requirements in the Manuals or otherwise in writing.

B. Suppliers. You must purchase all of your requirements of Proprietary Ingredients, Proprietary Products, and proprietary uniforms, signs, menu boards, smallwares, materials, supplies, paper goods, equipment, and packaging (collectively, the “**Proprietary Goods**”) from us, our affiliates, or our designated Approved Suppliers. For all other Goods, we may require you to purchase such Goods from any Approved Suppliers or from particular Approved Suppliers, or we may permit you to purchase such Goods from any Supplier capable of providing Goods that meet our minimum Standards (to the extent we have specified Standards for such Goods). If we sell Goods directly to you, we will do so at the same price that we charge similarly-situated franchisees. If you are in default under this Agreement, then any obligations we and our Approved Suppliers may have to sell you Goods may be suspended in our sole discretion; and you will not, as a result, have a defense at law or equity based on impossibility of your performance or any claim against us or our Approved Suppliers. If we or our Approved Suppliers are unable to supply you with the quantity and type of Goods you request, we will exert reasonable commercial efforts to allocate, or to cause our Approved Suppliers to allocate, the Goods available on an equitable basis among the Businesses that seek to purchase Goods. You acknowledge that we, our affiliates, and our Approved Suppliers will not be liable if we, our affiliates, or our Approved Suppliers are unable to fulfill your requests.

C. Revenue from Purchases. You acknowledge and agree that we and/or our affiliates may derive revenue based on your purchases and leases, including from charging you for Goods we or our affiliates provide to you and from promotional allowances, volume discounts, and other payments made to us by manufacturers, Suppliers, or third parties. If we, our affiliates, or third parties acting under our direction arrange for manufacturers to sell the Goods directly to our Approved Suppliers to then sell them to you, then we or our affiliates will have the right to receive compensation or other consideration from the manufacturers, Approved Suppliers, and/or such third parties for these sales. We and our affiliates may use all amounts received from manufacturers, Suppliers, or third parties, whether or not based on your or other franchisees’ actual or prospective dealings with them, without restriction for any purposes we or our affiliates deem appropriate.

7.2 Approved Products. You may offer in the Franchised Business to customers only the Approved Products that we have approved in writing. You must produce and sell all Approved Products we specify, including all menu items and other products and services that we require you to sell, as stated in the Manuals or otherwise, which are all part of the System. We may

change these specifications periodically, and we may designate specific Approved Products as optional or mandatory. You must offer all Approved Products that we designate as mandatory. You may not produce or offer any products (i) that we do not authorize you to produce or sell or (ii) that we direct you not to produce or sell. You may sell Approved Products only in the varieties, forms, and packages that we have approved. If we require you to produce any Approved Products, you must strictly follow our Recipes, using only those product components, ingredients, flavoring, and garnishes that meet our then-current Standards. If we require or authorize you to sell alcoholic beverages, you must obtain any necessary permits or licenses. You must maintain a sufficient supply of required Approved Products to meet the inventory standards we prescribe in the Manuals (or to meet reasonably anticipated customer demand, if we have not prescribed specific standards).

7.3 Approval Process.

A. Review Process. If you would like to offer products or use any Goods that we have not approved or to purchase or lease from a Supplier that we have not approved, you must submit a written request for approval and provide us with any information that we request. We have the right to inspect the proposed Supplier's facilities and test samples of the proposed Goods. We have the right to grant, deny, or revoke approval of Goods or Suppliers based solely on our judgment. We will notify you in writing of our decision as soon as practicable following our evaluation. If you do not receive our approval within 90 days after submitting all of the information that we request, our failure to respond will be deemed a disapproval of the request. You acknowledge that the products and services that we approve for you to offer in your Franchised Business may differ from those that we permit or require to be offered in other Businesses.

B. Requirements for Suppliers. Before we approve a Supplier, we will require the following, among other things: (i) the Supplier must demonstrate that it is able to supply the item to you in accordance with our Standards, including our standards as to the artwork and text on the items; (ii) if the Supplier is to receive access to any of our Confidential Information (defined below), Trade Secrets (defined below), or logos, the Supplier must sign a confidentiality agreement and/or our standard form license agreement we prepare; (iii) the Supplier must demonstrate that it is in good standing in the business community with respect to its financial soundness and the reliability of its products or services; and (iv) the Supplier must sign all agreements we require our suppliers to sign at that time.

7.4 Revocation of Approval. We reserve the right to reinspect the facilities and Goods of any Approved Supplier and to revoke approval of the Goods or Supplier if any fail to meet any of our then-current criteria. If you receive a notice of revocation of approval, you agree to cease purchasing or leasing the formerly-approved Goods or any Goods from the formerly-approved Supplier and you must dispose of your remaining inventory of the formerly-approved Goods as we direct. If we revoke approval of a formerly-approved Approved Product that you have been selling to customers or service that you have been offering to customers, you must immediately discontinue offering the service and may continue to sell the product only from your existing inventory for up to 30 days following our disapproval. We have the right to shorten this period if, in our opinion, the continued sale of the product would prove detrimental to our reputation. After the 30-day period, or such shorter period that we may designate, you must dispose of your remaining formerly-approved inventory as we direct.

7.5 Limitations. You may only engage in the sale of Approved Products under the System from the Franchised Business to the ultimate consumer. You may not offer for sale, sell, supply for resale, or deliver any Goods to a third party other than the ultimate consumer at the Franchised

Business without our prior written consent. Unless otherwise permitted by us in writing, you may not sell any Goods through the Internet or using any other channel of distribution other than your Franchised Business. You may not use the Franchised Business or the premises of the Franchised Business to produce or sell any goods, products, or services other than Approved Products sold using the Marks. In particular, you may not operate a ghost kitchen or delivery business selling goods, products, or services under another brand.

7.6 Test Marketing. We may from time to time conduct test marketing to determine consumer trends and the salability of new food or non-food products and services. You will participate in any test marketing we require by providing us with timely reports and other relevant information as we may request. In connection with test marketing, you will purchase for the Franchised Business the reasonable quantity of test products we specify and will use your best efforts to promote and sell test products.

7.7 Disclaimer of Warranties. **WE AND OUR AFFILIATES EXPRESSLY EXCLUDE AND DISCLAIM ALL IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE WITH RESPECT TO ALL GOODS THAT WE OR OUR AFFILIATES OFFER, SELL, OR REQUIRE FOR YOUR FRANCHISED BUSINESS (COLLECTIVELY, “SOURCED PRODUCTS”). YOUR EXCLUSIVE REMEDY AND OUR AND OUR AFFILIATES’ EXCLUSIVE LIABILITY FOR ALL CLAIMS RELATED TO ANY SOURCED PRODUCTS IS (I) LIMITED TO YOUR REMEDIES AGAINST THE GIVEN THIRD PARTY SUPPLIER OR MANUFACTURER (WHICH SHALL NOT INCLUDE OUR AFFILIATES) FOR ANY OF THE SOURCED PRODUCTS THEY PROVIDE; AND (II) FOR ANY OF THE SOURCED PRODUCTS THAT WE OR OUR AFFILIATES PROVIDE, LIMITED TO THE PURCHASE PRICE OF SUCH SOURCED PRODUCTS, PLUS SHIPPING COSTS, IF ANY, YOU PAID; OR, AT OUR OR OUR AFFILIATES’ OPTION, THE REPLACEMENT OF SUCH SOURCED PRODUCTS. WE AND OUR AFFILIATES WILL NOT BE LIABLE FOR SPECIAL, INCIDENTAL, INDIRECT, CONSEQUENTIAL, MULTIPLIED, EXEMPLARY, OR PUNITIVE DAMAGES FOR ANY MATTER STATED IN THIS SECTION 7 (GOODS AND SERVICES), REGARDLESS OF THE DIRECT OR INDIRECT CAUSE OF THE DAMAGES.** This disclaimer of warranties does not affect any claims you may have against third party manufacturers or Suppliers of any Sourced Products.

8. COMPLIANCE WITH THE SYSTEM AND MANUALS

8.1 Manuals. We will lend you one hard copy of, or grant you electronic or other access to, the Manuals during the Term. We may provide the Manuals, and any Supplements to the Manuals (defined below), to you in hard copy or electronically via applications for mobile devices, DVD, intranet, other storage media, electronic mail, video, the Internet, or other electronic formats. If any content of the Manuals conflicts with the terms of this Agreement, this Agreement will control. You may be required to pay a license fee to use the software necessary to access the Manuals.

8.2 Compliance with the System. You agree that: (i) every component of the System is vital to us, to your Franchised Business, and to the Businesses our other franchisees operate; and (ii) your compliance with the System is of the essence to this Agreement. You therefore agree that you will conduct all activities and operations of your Franchised Business in strict compliance with the System, including the Standards and the Manuals, as though specifically stated in this Agreement. You must promptly address any customer complaints in accordance with our Standards as specified in the Manuals.

8.3 Changes to the Standards and the Manuals. We may make additions to, deletions from, and modifications to the Manuals (“**Supplements**”) or Standards from time to time in any form or fashion, including (i) altering the Approved Products, accounting and computer systems, forms, policies, and procedures of the System; (ii) adding, modifying, or substituting the equipment, signs, trade dress, and other Business characteristics that you are required to use or display (subject to the limitations set forth in this Agreement); (iii) implementing new programs and policies, which may require you to incur additional expenses, purchase new equipment or supplies, or pay additional reasonable fees; and (iv) changing, improving, modifying, or substituting for the Marks. We will communicate changes in the Standards or the Manuals in writing or electronically to you, as we deem appropriate. You must immediately adopt and use any Supplements to the Manuals. All Supplements to the Manuals are binding on you as if they were part of the Manuals previously provided to you. It is your responsibility to monitor for Supplements to the Manuals and maintain a current and up-to-date copy of the Manuals at your Franchised Business at all times. If there is any dispute as to your compliance with the Manuals, then the master copy of the Manuals we maintain will control. All references in this Agreement or otherwise to the Manuals will include any and all Supplements to the Manuals. You acknowledge that changes in the Standards or Manuals may obligate you to invest additional capital in the Franchised Business and/or incur higher operating costs.

8.4 Variances. You agree that complete uniformity under many varying geographic and other conditions, and over extended spans of time, is not practical and may be detrimental to the System, and that as a result: (i) we may vary the Standards for any franchisee as we deem necessary; (ii) we may grant franchises using the System under terms that may differ materially from the terms of this Agreement; and (iii) our obligations and rights with respect to our various franchisees may differ materially from our obligations and rights with respect to you, without in any way affecting our rights with respect to you. You will have no right to require that we disclose any variation to you or that we grant you the same or a similar variation.

8.5 Ownership. You agree that we own all proprietary rights in and to the System and the Manuals. The Manuals will at all times remain our property and you and all your directors, officers, shareholders, partners, members, managers, employees, agents, independent contractors, and others who gain access to the Manuals and the information contained in the Manuals will treat the Manuals and the information in the Manuals as our Confidential Information (defined below).

8.6 Guest Relations. You must promptly address any guest contact requests that we send to you or customer complaints in accordance with our Standards as specified in the Manuals, including responding to and resolving such guest contacts and complaints in the manner and within the time periods specified in the Manuals. In addition to any other rights and remedies we may have, including reimbursement of any costs or expenses related to responding to or resolving such contact or complaint on your behalf, we may charge you a guest relations fee if (i) we or you receive an excessive number of complaints related to you or your Franchised Business (such number shall be specified in the Manuals) or (ii) you fail to respond to or resolve a guest contact request or a customer complaint in accordance with our Standards within the time period specified in the Manuals.

9. INTELLECTUAL PROPERTY

9.1 Marks.

A. Acknowledgements. You acknowledge that we or our affiliates are the owner of the Marks, that you have no interest in the Marks beyond the non-exclusive license granted

herein, and that, as between we and you, we have the exclusive right and interest in and to the Marks and the goodwill associated with and symbolized by them. Upon the expiration or termination of this Agreement, no monetary amount will be attributable to goodwill associated with your activities as a franchisee under this Agreement.

B. Rights. Your right to use the Marks applies only to the Franchised Business operated at the Accepted Location as expressly provided in this Agreement, including advertising related to the Franchised Business. You may only use in your Franchised Business the Marks we designate, and only in compliance with written rules that we prescribe from time to time. You may not use any Mark or any words or designations similar to the Marks (i) as part of any corporate or legal business name, (ii) with any prefix, suffix or other modifying words, terms, designs or symbols (other than logos we have licensed to you), (iii) in selling any unauthorized services or products, (iv) as part of any domain name, electronic address, metatag, search engine keyword, social media account, or otherwise in connection with any website or other electronic medium without our consent, or (v) in any other manner we have not expressly authorized in writing. No materials on which any of the Marks appears will be used by you without our prior written approval, which may be revoked at any time upon reasonable notice to you. You must display the Marks in a manner that we specify on signage at the Franchised Business and on forms, advertising, supplies, employee uniforms, business cards, and other materials we designate.

9.2 Copyrights. You acknowledge that as between you and us, any and all present or future copyrights relating to the System or the Business concept, including the Manuals (including the Supplements); the Recipes; our building designs, architectural renderings, and construction plans; and certain forms, advertisements, images, art, photography, promotional materials, and other written materials that we produce (collectively, the “**Copyrights**”) belong solely and exclusively to us or our affiliates. You have no interest in the Copyrights beyond the non-exclusive license granted in this Agreement. Your use of the Copyrights inures to our benefit.

9.3 No Contesting Our Rights. During the Term and after its expiration or termination, you agree not to directly or indirectly contest our or our affiliates’ ownership, title, right or interest in or to, or our license to use, or the validity of, (i) the Marks, (ii) the Copyrights, (iii) the Recipes, or (iv) any Trade Secrets (defined below), methods, or procedures that are part of the System (collectively, the “**Intellectual Property**”), or contest our sole right to register, use, or license others to use the Intellectual Property.

9.4 Changes to the Intellectual Property. We have the right, upon reasonable notice, to change, discontinue, or substitute for any of the Intellectual Property and to adopt entirely different or new Intellectual Property for use with the System without any liability to you, in our sole discretion. You agree to implement any such change at your own expense within the time we reasonably specify.

9.5 Third-Party Challenges. You agree to notify us promptly of any unauthorized use of the Intellectual Property of which you have knowledge. You also agree to inform us promptly of any challenge by any person or Entity to the validity of our ownership of or our right to license others to use any of the Intellectual Property. We agree to protect and defend you against any suit filed or demand made against you challenging the validity of the Intellectual Property (an “**IP Claim**”), and to defend and indemnify you against your loss, cost, or expense related to the IP Claim, except where the IP Claim arose because you used the Intellectual Property in violation of this Agreement. We will initiate, direct, and control any litigation or administrative proceeding relating to the Intellectual Property, including any settlement. We will be entitled to retain any and all proceeds, damages, and other sums, including attorneys’ fees, recovered or owed to us or our

affiliates in connection with any such action. You agree to execute all documents and, render any other assistance we may deem necessary to any such proceeding or any effort to maintain the continued validity and enforceability of the Intellectual Property.

9.6 Post-Termination or Expiration. Upon the expiration or termination of this Agreement for any reason, all of your rights to use the Intellectual Property will automatically revert to us without cost and without the execution or delivery of any document. Upon our request, you will execute all documents that we require to confirm such reversion.

9.7 Innovations. All ideas, concepts, techniques, or materials relating to a Business or the System or derivations or modifications of the Intellectual Property or any other element of the System (collectively, “**Innovations**”), whether or not protectable intellectual property and whether created by or for you or your Owners, employees, or contractors, must be promptly disclosed to us and will be deemed to be our sole and exclusive property, part of the System and the Intellectual Property, and works made-for-hire for us. To the extent any Innovation does not qualify as a work made-for-hire for us, by this Section you assign ownership of that Innovation, and all related rights to that Innovation, to us and agree to sign (and to cause your Owners, employees, and contractors to sign) whatever assignment or other documents we request to evidence our ownership or to help us obtain intellectual property rights in the Innovation. We and our affiliates have no obligation to make any payments to you or any other person with respect to any Innovations. You may not use any Innovation in operating the Franchised Business or otherwise without our prior approval.

10. ADVERTISING AND PROMOTION

10.1 Local Advertising, Marketing and Promotion.

A. Advertising Standards. Except as otherwise provided in the Manuals, you may use only Advertising and Promotional Content that we have furnished or approved in writing in advance. “**Advertising and Promotional Content**” includes all advertising, marketing, promotional, customer relationship management, public relations, and other brand-related programs, materials, and content relating to the Franchised Business, the Proprietary Marks, or the Approved Products, including (i) any branded materials (such as business cards, signs, counter cards, banners, posters, displays, window clings, and in-store messaging), (ii) press releases, (iii) printed materials (such as leaflets, direct mail materials, coupons, and published advertisements), (iv) promotional items (such as branded specialty and novelty items, products, and clothing), (v) audio or video advertising (such as radio, television, or podcast ads or online video postings), and (vi) Digital Marketing (as defined in Section 10.2 (Digital Marketing)). You must ensure that all Advertising and Promotional Content that you or your agents or representatives develop or implement related to the Franchised Business is (a) clear, factual, ethical, and not misleading, (b) complies with all Laws, and (c) conforms to our Standards and the advertising and marketing policies that we periodically specify.

B. Submission and Review of Proposed Content. Except as otherwise provided in the Manuals and for Advertising and Promotional Content that we furnish to you, you must submit to us for our written approval, before use, copies of all proposed Advertising and Promotional Content that you intend to use or implement. We have the right to approve or disapprove any Advertising and Promotional Content, as well as the media in which intend to use them, in our sole discretion. We reserve the right to require you to discontinue the use of any Advertising and Promotional Content for any reason.

C. Grand Opening Advertising. You must spend at least the amount specified in Schedule A on grand opening advertising promoting the opening of your Franchised Business within the time period specified in Schedule A (the “**Grand Opening Obligation**”). The Grand Opening Obligation is in addition to your Advertising Contribution and any local advertising obligations you may have. All Advertising and Promotional Content you use for the Grand Opening Obligation and the media in which you use them, are subject to our approval. We have the right to require you to provide documentation that demonstrates your compliance with the Grand Opening Obligation. If you fail to make advertising expenditures in accordance with this Section, we will have the right to either: (i) require you to spend the remaining amount on local marketing advertising, in addition to your Local Marketing Obligation, or (ii) spend an amount not to exceed your Grand Opening Obligation on promoting the opening of your Franchised Business for you, and you must reimburse us for these expenses. If you relocate the Franchised Business pursuant to Section 5.5 (Relocation of the Franchised Business), we may require you to comply with the Grand Opening Obligation again.

D. Participation in Promotions. From time to time, we or your Advertising Cooperative (if any) may establish temporary or permanent promotional campaigns (e.g., limited time offers, gift cards, coupons, loyalty programs, customer relationship management, and other supplemental marketing programs) applicable to the System as a whole or to specific advertising market areas. You are required to participate in these promotional programs at your own cost, including the costs to purchase, lease and install all materials necessary to the promotional campaigns, including counter cards, posters, banners, signs, photographs, give-away items, and gift cards.

E. Local Marketing Obligation.

(i) Local Marketing. Unless otherwise specified in Schedule A, you must aggressively advertise, market, and promote your Franchised Business locally in accordance with our Standards and must spend a reasonable amount each calendar quarter for local market advertising. If we require you to spend a minimum amount on local market advertising, we will specify the minimum amount in Schedule A (the “**Local Marketing Obligation**”) and, upon our request, require you to submit for our written approval an annual local marketing plan. We may change the Local Marketing Obligation, provided that we must give you at least 60 days’ written notice of the change. Your Local Marketing Obligation will be in addition to amounts you must pay or spend under Section 3.2.B (Advertising Contribution) and for the Grand Opening Obligation under Section 10.1.C. (Grand Opening Advertising). You will be responsible for determining the amount of advertising funds you spend for individual local market advertising, subject to the Local Marketing Obligation (if any) and our approval of your annual local marketing plan, if applicable.

(ii) Compliance with the Local Marketing Obligation. Any contributions that you make to an Advertising Cooperative (if one exists) may be counted towards your Local Marketing Obligation. The following expenditures or costs will not count towards your Local Marketing Obligation: salaries, donations, press parties, in-store fixtures or equipment, menus, serving guides and nutritional facts, yellow page advertising, exterior or interior signage, and incentive programs, including costs of honoring coupons and food costs incurred in honoring sales promotions. We have the right to require you to provide documentation that demonstrates your compliance with the Local Marketing Obligation. If you fail to make advertising expenditures in accordance with this Section, we will have the right to spend an amount not to exceed your Local Marketing Obligation on local advertising for you, and you must reimburse us for these expenses. Your failure to comply with this Section 10.1.E. is a material breach of this Agreement.

(iii) Payment to Us. We have the right upon written notice to you to require you to pay all or a portion of the Local Marketing Obligation to us for us to, in our sole discretion, (a) contribute to the Ad Fund (as defined in Section 10.3.A. (Contributions to Ad Fund)), (b) spend on national, regional, or local advertising campaigns, (c) contribute to the Advertising Cooperative (as defined in Section 10.4.A. (Participation)) in your market, or (d) spend on local advertising in your market. If we exercise our right to collect your entire Local Marketing Obligation (and not just a portion of it), you will not be required to (x) spend a minimum amount on local advertising (other than your Grand Opening Obligation), (y) provide a local marketing plan, or (z) participate in, or contribute to, your Advertising Cooperative. We are not obligated to ensure that the Local Marketing Obligation monies that we spend are proportionate or equivalent to your contributions or that the Franchised Business will benefit directly or pro rata or in any amount from the placement of advertising.

10.2 Digital Marketing.

A. Restrictions. We or our affiliates, in our sole discretion, may establish and operate websites, 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 (collectively, “**Digital Marketing**”) that are intended to promote the Marks, your Franchised Business, and the entire network of Businesses. We will have the sole right to control all aspects of any Digital Marketing, including those related to your Franchised Business.

B. Digital Marketing By You. Unless we consent otherwise in writing, you may not, directly or indirectly, conduct or be involved in any Digital Marketing that use the Marks or that relate to the Franchised Business. If we do permit you to conduct any Digital Marketing, you must (i) comply with any Standards or content requirements that we establish periodically and must immediately modify or delete any Digital Marketing that we determine, in our sole discretion, is not compliant with such Standards or content requirements, (ii) only use materials that we have approved and must submit any proposed modifications to us for our approval, (iii) not use any Mark on any aspect of the Digital Marketing (including in any domain name, address, or account) except as we expressly permit, (iv) include any information that we require, and (v) include only the links that we approve or require. We retain the right to pre-approve your use of linking and framing between any Digital Marketing that you conduct and all other websites. If we consent to your use of the Marks (or words or designations similar to the Marks) in any domain name, electronic address, website, or other source identifier, we may register such names, addresses, websites, or identifiers and then license use of the registered item back to you under a separate agreement. You must pay all costs due for registration, maintenance, and renewal of any such names, addresses, websites, or identifiers that we approve and maintain on your behalf. We retain the ownership of Copyright to any of the materials that you may develop for use on the Internet. We may withdraw our approval for any Digital Marketing at any time.

10.3 Advertising Fund.

A. Contributions to Ad Fund. We will allocate your Advertising Contributions to a fund for the advertising and promotion of the Businesses, the Marks, and the System (the “**Ad Fund**”). If we operate any Businesses, our Businesses will contribute to the Ad Fund in the same manner as similarly-situated Franchised Businesses. You acknowledge that our other franchisees may

not be required to contribute to the Ad Fund, may be required to contribute to the Ad Fund at a different rate than you or may be required to contribute to a different advertising fund.

B. Management of Ad Fund. You agree that: (i) we need not maintain the Ad Fund, your Advertising Contributions, or income earned from contributions to the Ad Fund in a separate account from our other funds; (ii) we are not a fiduciary with respect to your Advertising Contributions or the Ad Fund; and (iii) the Ad Fund is not a “trust.” We are not required to have an independent audit of the Ad Fund completed. We will provide you with an annual summary of the expenditures of the Advertising Fund on your reasonable request. If any monies in the Ad Fund remain at the end of a fiscal year, they will carry-over in the Ad Fund into the next fiscal year. We may treat any amounts that we contribute to the Ad Fund in excess of our required contributions for Businesses that we operate and any spending on advertising that we make in excess of the amounts then available in the Ad Fund as a loan from us to the Ad Fund. We have the right to be reimbursed from the Ad Fund any amounts that we loan to the Ad Fund.

C. Use of Ad Fund. We will administer the Ad Fund. We have sole authority to direct all advertising programs and promotions and uses of the Ad Fund, with sole control over the creative concepts, materials, and media used in the programs, and the placement and allocation of advertising. We reserve the right to use any media, create any programs, and allocate advertising and promotional expenditures to any regions or locales we deem appropriate. We may use the Ad Fund to meet the costs of administering, preparing, and conducting national, local, or regional advertising, promotional, or brand building programs of any kind, including the cost of (i) preparing and conducting television, radio, magazine, newspaper, and digital advertising campaigns and other public relations activities (including for purposes of brand reputation management), (ii) employing public relations firms and advertising agencies to assist in these activities, and (iii) conducting other activities that are directly or indirectly designed to promote the System, its franchisees, and/or increase System sales, such as limited-time menu offerings, crew incentives, franchisee incentive and/or promotional programs, customized materials (e.g., cups), up-sell programs, guest response programs, manager/employee recognition programs, quality assurance and food safety programs, mystery shop and shopper programs, brand websites and ordering platforms, brand applications, social media account administration and promotion, and in-store equipment and technologies related to such marketing programs. We may use the Ad Fund to compensate us for the reasonable administrative costs and overhead we incur in activities related to advertising and promotional programs, including new product development; market research; preparing advertising and promotional materials; Digital Marketing; working with public relations firms, advertising agencies, advertising placement services, and creative talent; reimbursing franchisee advisory council meeting expenses; developing and maintaining, and paying third parties for the development and maintenance of, websites, applications, and other equipment and technologies related to marketing programs. We will not spend the Ad Fund in a manner that (i) exclusively benefits our licensees that manufacture and sell products bearing the Marks, if any, or (ii) is principally a solicitation for the sale of franchises.

D. No Proportionate Benefit; No Right to Withhold Contribution. The advertising and promotions that we conduct are intended to maximize general public recognition and patronage of the System generally in the manner that we determine to be most effective. We are not obligated to ensure that the expenditures from the Ad Fund are proportionate or equivalent to your contributions or that the Franchised Business will benefit directly or pro rata or in any amount from the placement of advertising. You will spend and/or contribute all advertising contributions, including the Advertising Contribution, provided for in this Agreement without reduction regardless of your perceived benefit to the Franchised Business or the amount of contribution by other

franchisees operating Businesses or the default of these advertising obligations by any other franchisees.

10.4 Advertising Cooperatives.

A. Participation. You will participate, if we require, in any local, regional, or national cooperative advertising group consisting of other Businesses (an “**Advertising Cooperative**”) that we specify, when and if any of these groups are created. We will designate the particular Advertising Cooperative(s) in which you may be required to participate (which designations may be based on, without limitation, the particular Designated Market Area or the Area of Dominant Influence, as those terms are used in the advertising industry, where your Franchised Business is located). If we collect the entire Local Marketing Obligation, we will not require you to participate in an Advertising Cooperative. You will enter into any formal agreements with the other franchisees of the System and/or us, as the case may be, as is necessary or appropriate to accomplish the goals of this Section 10.4 and you must abide by the formal agreements and decisions that we authorize the Advertising Cooperative to make on advertising and marketing in the area covered by the Advertising Cooperative.

B. Payments. Your payments to any Advertising Cooperative will be determined by you and those other franchisees and/or us, as the case may be, who are participants in the Advertising Cooperative, as stated in the by-laws of that Advertising Cooperative or membership, dues, participation, or other payment agreements of the Advertising Cooperative. Amounts paid to an Advertising Cooperative will be credited against your Local Marketing Obligation as specified in Section 10.1.E. (Local Marketing Obligation). Any contributions that you make to an Advertising Cooperative shall be additional to your Advertising Contribution as specified in Section 3.2.B. (Advertising Contribution) and your Grand Opening Obligation as specified in Section 10.1.C. (Grand Opening Advertising). If you become delinquent in your dues or other payments to the Advertising Cooperative or fail to abide by any formal agreements or authorized decisions of the Advertising Cooperative, the delinquency or failure will be deemed a failure to participate in the Advertising Cooperative and a material breach of this Agreement.

C. Operations of Advertising Cooperative. We may require any Advertising Cooperatives to only use public relations firms and advertising agencies that are Approved Suppliers. All proposed advertising and promotional materials produced by, or on behalf of, Advertising Cooperatives must be submitted to us for our written approval before use. We may on 30 days’ written notice to you suspend or terminate an Advertising Cooperative’s program or operations. As a member, officer or director of an Advertising Cooperative, at our request, you will provide to us all information we request related to the Advertising Cooperative and you must provide this information within 10 days after our request to you.

10.5 Our Advertising Materials. We may periodically formulate, develop, produce, and conduct, at our sole discretion, advertising or promotional programs in such form and media as we determine to be most effective. We may make available to you for you to purchase approved advertising and promotional materials, including signs, posters, collaterals, etc. that we have prepared. We or our affiliates will retain all copyrights relating to such advertising materials.

11. TRAINING AND SUPPORT

11.1 Management Training Program.

A. Required Trainees. The required trainees that we designate on Schedule A (collectively, “**Required Trainees**”) must attend and successfully complete the initial management training program for Businesses (the “**Management Training Program**”). All trainees must be over the age of 18 years and must meet any minimum experience requirements that we specify. In addition, we may, in our sole discretion, require your Primary Contact, if they will not be involved in the day-to-day operation of the Franchised Business, to complete a limited version of the Management Training Program to our satisfaction. If any of your Required Trainees have previously attended and successfully completed our Management Training Program and you or they have not defaulted under any other franchise agreement with us, we may, in our sole discretion, determine that such Required Trainee is not required to attend the Management Training Program again or will be required to attend a modified Management Training Program.

B. Training Fees. Except as otherwise provided in Schedule A and this Section 11.1.B., we will provide the Management Training Program at no additional charge for any Required Trainees. We reserve the right to charge you a reasonable training fee if (i) you elect to bring additional trainees, other than the Required Trainees, to the Management Training Program, (ii) your Required Trainees are trained in separate sessions, or (iii) we provide the Management Training Program to your Subsequent Trainees (as defined in Section 11.F. (Subsequent Trainees)).

C. Attending Training. We will provide, or designate other parties to provide on our behalf, the Management Training Program periodically and permit you to register for an available program. Training programs are subject to space and time availability. All or certain portions of the Management Training Program may, in our discretion, be conducted online or in person at our corporate headquarters and/or other locations authorized by us (which may include locations operated by other franchisees). Your trainees may not attend the Management Training Program until (i) you have provided us with your fully signed Lease (if required) in a form that we have approved, (ii) your Franchised Business is under construction, and (iii) you have provided us with evidence of the insurance that is required under your Franchise Agreement.

D. Completion of Training. All of your Required Trainees must successfully complete our Management Training Program before they may be involved in the operation of your Franchised Business. A minimum number of Required Trainees, as specified in Schedule A, must successfully complete the Management Training Program by the deadline specified in Schedule A. We have the right in our reasonable discretion to determine whether a trainee has successfully completed the Management Training Program. If we conclude that a Required Trainee has failed to successfully complete the Management Training Program, that Required Trainee must re-enroll in our next scheduled applicable Management Training Program at no additional charge. We will have the right to terminate this Agreement if, following the Management Training Program and re-enrollment training, if any, the minimum number of Required Trainees have not successfully completed the Management Training Program.

E. Training of You by Franchisees. We may, in our sole discretion, authorize certain franchisees to provide on our behalf all or portions of the Management Training Program in accordance with our Standards, provided such franchisees (i) have a Certified Training Manager (as defined below), (ii) operate a Certified Training Business (as defined below), and (iii) meet other requirements that we specify. If we require or permit you to receive portions of the

Management Training Program from another franchisee, we may require you to execute an agreement with such other franchisee regarding the training program.

F. Subsequent Trainees. Any Managers, Primary Contacts, Directors of Operations (as defined in Section 12.7.B. (Directors of Operations)) that you hire or appoint after the opening of the Franchised Business and any other persons we designate (“**Subsequent Trainees**”) must attend and successfully complete our Management Training Program (or a modified version that we prescribe) before becoming involved in the operation of your Franchised Business. We may require employees that transfer to your Franchised Business from another Business to successfully complete the Management Training Program again. We also may require you to send or resend your Managers (as defined below) or employees to the Management Training Program, and require them to successfully complete it, if we have identified operational or performance issues at your Franchised Business. We reserve the right to charge you a reasonable training fee for each Subsequent Trainee that attends a Management Training Program.

G. Training By You.

(i) Management Training. If you and your affiliates collectively operate two or more Franchised Businesses, we may, in our sole discretion, require or permit you or your affiliates to provide the Management Training Program to your Required Trainees or Subsequent Trainees.

(ii) Certification Required. If we require or permit you or your affiliates to provide the Management Training Program to your trainees, before you or they may do so, one or more of your or their Franchised Businesses must be certified by us as an authorized training facility (a “**Certified Training Business**”) and one or more of your or their Managers must be certified by us as a trainer authorized to provide our Management Training Program to your trainees (a “**Certified Training Manager**”). To be designated as a Certified Training Manager, a Manager must (a) complete our Management Training Program at least six months before applying for certification, (b) maintain specific food safety programs, (c) attend any required additional training program, and (d) meet other qualifications that we may specify from time to time. To be designated as a Certified Training Business, a Franchised Business must (1) meet compliance scores that we specify, (2) fully comply with our then-current Standards, (3) employ the minimum number of Managers specified in Section 12.7 (Your Participation; Manager), in addition to the Certified Training Manager, and (4) meet any other requirements that we may specify from time to time. We may, in our sole discretion and at any time, (x) grant, withhold, or revoke certification for a Certified Training Business or a Certified Training Manager or (y) change the minimum requirements for certification of a Certified Training Business or a Certified Training Manager. We may require Certified Training Managers to be recertified if they transfer from one Franchised Business to another, if they no longer meet our then-current requirements, or annually. If a Certified Training Manager ceases to be a Manager of a Certified Training Business or has their certification revoked, such Franchised Business must be re-certified as a Certified Training Business before offering training again.

(iii) Provision of Training. If we certify a Certified Training Business and Certified Training Manager, such Certified Training Manager must provide the Management Training Program at a Certified Training Business in accordance with our Standards for such training. If we withhold or revoke certification of your Certified Training Business, we may require your trainees to attend the Management Training Program at another location that we designate and may charge our then-current training fee (if any) for such training.

11.2 On-Site Training. Except as may be specified on Schedule A, we are not required to provide any on-site training or consultation at the site of your Franchised Business (the “**On-Site Training**”). You may request that we provide you with On-Site Training. We may agree to provide On-Site Training but will not be obligated to do so. We may also, in our sole discretion, require that you obtain On-Site Training at any time, including in the days or weeks before and/or after your Opening Date and/or if you fail to comply with the System and Standards. We may charge you a reasonable fee for On-Site Training, which may include a daily or hourly fee for each of our trainers and reimbursement for their travel and living expenses (including airfare, car expenses, lodging, meals, etc.) during such On-Site Training.

11.3 Additional Programs. We may, from time to time, conduct conferences, conventions, programs, webinars, teleconferences, or additional or refresher training sessions on any matters related to the System (“**Additional Programs**”). We will determine the duration, curriculum, and location of such Additional Programs, which may take the form of web-based training modules, webinars, seminars, in-person training, or on-site training. Your Required Trainees, Primary Contact, Owners, and other personnel we designate must attend any Additional Programs that we require. We may charge you a reasonable fee for your trainees to attend any Additional Program.

11.4 Other Training Terms.

A. Modifications. We reserve the right to modify our Management Training Program, Additional Programs, or any other training programs at any time, including the timing, frequency, content, format, and location of training.

B. Training Platform. We may require you to purchase or license from us, our affiliates, or Approved Suppliers any training platform and equipment necessary to use or access the training materials.

C. Expenses and Compensation. You will pay all expenses you and your personnel incur for any training programs, including your/their travel, food, lodging, compensation, and benefit expenses. We will not pay any compensation for any services you and your personnel perform in any training program. You must purchase uniforms for any of your trainees that attend our Management Training Program.

D. Cancellation Fee. If you or your trainees fail to cancel any scheduled training without at least 14 days’ prior notice, or if you or your trainees are not prepared to successfully participate in any scheduled training, we may charge you the cost of conducting the originally scheduled training (including any training fees and any travel and living expenses incurred by our representatives) and you may have to pay an additional fee for the rescheduled training.

11.5 Additional Consulting Services. After you open your Franchised Business, we may furnish you with support services as we deem appropriate. We also may offer you additional consulting or support services, including On-Site Training and remote support, that are greater in scope than our standard support services. We may charge you a reasonable fee for these services which may include a daily or hourly fee for each of our representatives and, for On-Site Training, reimbursement for their travel and living expenses (including airfare, car expenses, lodging, meals, etc.). Additional consulting or support services are subject to availability and shall be offered in our sole discretion.

12. YOUR OBLIGATIONS

The following obligations are in addition to your other obligations in this Agreement:

12.1 Compliance with Laws. You will operate the Franchised Business in compliance with all applicable Laws, including all Laws related to labor, health, and safety. You will promptly furnish to us copies of all fire, health, or other inspection reports, warnings, certificates, and ratings issued by any government agency, and must immediately provide us with any such items that assert any failure to comply strictly with any Law. If required by the jurisdiction where the Franchised Business is located, you will file for and maintain a Certificate of Fictitious Name that includes the Primary Mark. You also shall comply with (a) all applicable contractual requirements (e.g., PCI-DSS), Laws, or standards, or any equivalent thereof, relating to the collection, use, and security of personal information and (b) any privacy policies or data protection and breach response policies we periodically may establish, including those set forth in Section 12.3 (Data Breach Notification).

12.2 Compliance with Electronic Payment Standards. You must abide by: (a) the Payment Card Industry Data Security Standards (“**PCI-DSS**”) enacted by the applicable Card Associations (as they may be modified from time to time or as successor standards are adopted); (b) the Fair and Accurate Credit Transactions Act (“**FACTA**”); and (c) all other standards, laws, rules, regulations or any equivalent thereof applicable to electronic payments that may be published from time to time by payment card companies and applicable to electronic payments (“**Electronic Payment Requirements**”). We require that you use vendors (and may require you to use one or more Approved Suppliers that we designate) to provide security services that are consistent with PCI-DSS, FACTA, and applicable Electronic Payment Requirements. We currently require you to use a managed firewall, conduct a quarterly network scan, maintain anti-virus/anti-malware software, and use managed Wi-Fi, but we may modify from time to time the specific security measures that you must maintain. We require that you submit annually proof of your PCI-DSS compliance status, and we may require you to provide evidence of compliance with FACTA or applicable Electronic Payment Requirements upon our request. We may require you to use vendors or Approved Suppliers to conduct periodic security audits to ensure that personal data is adequately protected. We may require you to provide, or make available, to us copies of any audits, scanning results, or related documentation relating to such compliance or audits. We may charge a reasonable fee for us to review your systems and verify your compliance with these requirements. If you suspect or know of a security breach, you must immediately give us notice of such security breach and promptly identify and remediate the source of any compromise or security breach at your expense. You assume all responsibility for providing all notices of breach or compromise and all duties to monitor credit histories and transactions concerning customers of the Franchised Business.

12.3 Data Breach Notification. If you learn of an incident that may be a “breach of the security of the system” under Cal. Civ. Code § 1798.82 or any other data breach notification Law, you must immediately notify us of the facts that are known about the incident (a “**Data Breach**”). Although you are responsible for complying with all data breach notification Laws and standards applicable to your organization, we expect that you will coordinate with us regarding such incidents where notification to individuals is required before individuals are notified so that we can be aware of and be prepared to address issues that may affect the System and be in a position to support you where possible. In the event of an actual or suspected Data Breach, you grant us and our designees and agents the right, exercisable in our sole and absolute discretion, to conduct an investigation of the incident and to install, run, and maintain any hardware, software, or code on your Computer System or in your computer network necessary or advisable to facilitate the

investigation and to contain and remediate the incident, and you agree to cooperate with us and to provide us with any access and information we may reasonably request for those purposes. Nothing in the preceding sentence shall relieve you of your obligation to comply with applicable laws, regulations, rules, standards or any equivalent thereof concerning an actual or suspected Data Breach. You are responsible for any costs or financial losses you incur or remedial actions that you must take as a result of an actual or suspected Data Breach.

12.4 Failure to Comply with Laws or Standards.

A. Suspension of Operations. If: (i) any Approved Product you produce or sell evidences dilution or adulteration from the Standards; (ii) any Approved Product you produce or sell is contaminated or is otherwise in violation of applicable Law; (iii) you fail to maintain the Franchised Business in compliance with applicable Law; or (iv) your Franchised Business or Approved Products pose a threat to the health or safety of the public, you must immediately suspend operations, search out and destroy any adulterated, diluted, or contaminated Approved Products, eliminate their source, and remedy all unsanitary, unsafe, or otherwise hazardous conditions present. You may not resume operation of the Franchised Business until our laboratory analysis of your Approved Products or inspection of your Franchised Business, as applicable, demonstrates compliance with all applicable Laws and Standards. You must promptly implement any remedial measures we require to cure the default. If we conclude through any examination, analysis, and/or inspection that the Approved Products have been adulterated in any way or that your Franchised Business is not in compliance with applicable Laws, you shall, upon demand, reimburse us for all reasonable expenses connected with any such examination, analysis, or inspection under this Agreement (including reasonable product analysis fees).

B. Additional Remedies. If: (i) we determine that a violation of Section 12.4.A. (Suspension of Operations) has occurred and that you have committed a similar violation within the one-year period before the date of the inspection or analysis; (ii) you fail or refuse to comply with any or all of the remedial measures we require; (iii) you fail to provide us with full cooperation in the course of any inspection or analysis we conduct; or (iv) we determine that there has been any repetition during the Term of any occurrence under Section 12.4.A., then you will pay us a fee for the inspection or analysis in the amount of \$5,000; plus the travel and living expenses of our inspectors or representatives and any other expenses we incur in connection with this Section, including our attorneys' fees.

C. Remedies Not Exclusive. The remedies stated in this Section 12.4 are in addition to, and not in substitution of, any other remedies stated in this Section 12.4 or elsewhere in this Agreement. Nothing in this Section 12.4 limits any of our rights under Section 17 (Default and Termination), including the right to terminate this Agreement.

D. Non-compliance Fees. If you fail to comply with any of the Standards or any provision of this Agreement, in addition to any other remedies we may be entitled to, we reserve the right to charge you one or more non-compliance fees upon written notice to you. The non-compliance fees shall be specified in the Manuals or otherwise in writing, may be modified from time to time upon written notice to you, may be charged repeatedly (as frequently as daily) if the non-compliance is ongoing, and may vary based on the severity of the defaults, the number of the defaults, and whether the defaults have been repeated.

12.5 Continuing Maintenance. You acknowledge and agree that it is in your best interest, and in the best interests of the franchise network, that your Franchised Business be clean, up-to-date, well-maintained, and well-appointed. You must continuously maintain the interior and exterior of

the Franchised Business (including the parking lot, walkways, and landscaping that is part of the Accepted Location), and all furniture, fixtures, equipment, décor, and signage in or at the Franchised Business, in the highest degree of cleanliness, orderliness, sanitation, and repair in accordance with all applicable Laws and Standards. You agree, at your expense and at intervals that we may periodically designate, as needed, or at our direction, to promptly take the following continuing maintenance actions throughout the Term: (i) thorough cleaning (which may include professional cleaning), (ii) repainting and making minor alterations to the décor of the interior and exterior of the Franchised Business; (iii) interior and exterior repair of the Franchised Business; and (iv) repair or replacement of damaged, worn-out, malfunctioning, non-functioning, or obsolete furniture, fixtures, equipment, décor, and signage. You may not make any material alteration to the interior or exterior of the Franchised Business without our prior written consent.

12.6 Refreshes and Remodels.

A. Refresh. Within six months after the fifth and the fifteenth anniversaries of the Opening Date, you must, at your sole expense and in accordance with our then-current Standards and directives, refresh, refurbish, and renovate the Franchised Business to meet our then-current operational and branding Standards (a “**Refresh**”). Generally, a Refresh will require you to add, update, and/or replace components of the Franchised Business (including merchandising elements, graphics, paint or wall coverings, menu boards, interior and exterior signage, kitchen equipment, drive-thru equipment, Computer System components, and other furniture, fixtures, equipment, and décor that we may specify in our sole discretion) to meet our then-current Standards without significantly altering your Franchised Business’ layout or structure.

B. Remodel. Within six months after the tenth and (if you are entering into a Successor Term) twentieth anniversaries of the Opening Date, you must, at your sole expense and in accordance with our then-current Standards and directives, remodel, refurbish, renovate, and modernize the Franchised Business to meet our then-current operational, branding, and architectural design Standards (a “**Remodel**”). Generally, a Remodel may include all of the modifications, upgrades, and replacements required in a Refresh, plus other more extensive alterations to your Franchised Business’ layout, structure, or design, such as redesigning the interior and exterior appearance and interior layout of the Franchised Business or adding a drive-thru to a Franchised Business.

C. Process for Refreshes and Remodels. Before you begin a Refresh or a Remodel, we, our affiliate, or our designee will in-person or virtually inspect your Franchised Business and produce a site survey and/or design plan that will comply with our then-current Standards. We may require you to pay us, our affiliate, or our designee a reasonable fee for producing such site survey and/or design plan. All plans, designs, furniture, fixtures, equipment, and décor related to a Refresh or a Remodel must be approved by us in writing, must conform to our then-current Standards and applicable Laws, and, if we so require, must be purchased from Approved Suppliers we designate or approve in writing. For each Remodel, you must comply with Sections 6.1 (Leasehold Improvements), 6.2 (Architectural Plans), and 6.3 (Construction, Inspection, and Government Approvals) of this Agreement. You acknowledge that each Refresh or Remodel may require you to make a significant capital investment into your Franchised Business. You agree to incur, without limitation, any capital expenditures required in order to comply with this obligation and our requirements (even if those expenditures cannot be amortized over the remaining Term).

D. Requirements Are Not Exclusive. The requirements set forth in this Section are in addition to, and do not limit, your obligation to add, update, and/or replace components of the Franchised Business from time to time as specified in other Sections of this Agreement, including

Section 8.3 (Changes to the Standards and the Manuals) and Section 12.5 (Continuing Maintenance).

12.7 Your Participation; Manager.

A. Participation and Managers. You must devote your best efforts to the proper and effective operation of the Franchised Business. Your Franchised Business must employ or be assigned the minimum number of dedicated Managers specified in Schedule A. Your Managers must have day-to-day management responsibility for your Franchised Business, exercise on-premises supervision, and personally participate in the direct operation of the Franchised Business. You (if you are an individual) or your Primary Contact may, but are not required to, serve as a Manager for the Franchised Business, provided that you or they otherwise qualify for the position.

B. Director of Operations. If you and your affiliates operate four or more Franchised Businesses, in addition to the Managers for each Franchised Business that you operate, we may require you to appoint one or more Managers with the responsibility of supervising and supporting multiple Franchised Businesses (each, a “**Director of Operations**”).

C. Qualifications. Each Manager and Director of Operations must successfully complete the Management Training Program, satisfy any other minimum standards we may require for their position, and complete additional training and On-Site Training as we may specify.

D. Changes to Managers and Directors of Operations. You must inform us in writing of the identity of any Managers and Directors of Operations. You must notify us immediately of the death, disability, termination of employment, or replacement of any of your Managers (including any Director of Operations) and must designate a successor or acting Manager or Director of Operations within 30 days after the death, disability, or termination of the predecessor.

12.8 Computer System. You must promptly purchase, lease and/or license and install at the Franchised Business, at your sole expense, the computerized point-of-sale system, computer systems, mobile hardware, software, associated computer hardware, telephone lines, network connections, communications equipment, high speed internet access (e.g. DSL or cable), and other equipment that we require from time to time (the “**Computer System**”), all of which you must keep in good maintenance and repair. You must use the Computer System in accordance with our Standards. We have the right to retrieve all data from your Computer System that we deem appropriate and we may require you to obtain polling services we specify. We or a designated Approved Supplier will be the provider for the polling services and you must pay all polling fees or service fees charged by such provider for such polling services. If it becomes advisable at any time, in our sole discretion, for us to change, upgrade, or discontinue use of any of the components of the Computer System, you will comply with our directions, at your expense, within a reasonable time after notice to you. We will have no liability or obligation whatsoever with respect to our requirement that you modify or discontinue use of any of the components of the Computer System or any unauthorized modifications to the Computer System that you make. We may require you to enter into agreements with, and pay a reasonable fee to, us, our affiliates, or Approved Suppliers for required modifications and enhancements to the Computer System or other maintenance and support programs.

12.9 Customer Card Programs. At your expense, you must fully participate in gift card programs, loyalty programs, credit card programs, customer tracking programs, incentive programs, reward programs, and other types of programs (“**Customer Card Programs**”) that we

develop or designate to support and promote the System. You must comply with all our procedures and policies for Customer Card Programs in the Manuals. You will, at your sole expense, promptly install at the Franchised Business any acceptance system for Customer Card Programs and/or hardware and software necessary for Customer Card Programs to operate with the Computer System. You must also obtain any services and supplies we require in connection with Customer Card Programs and pay all fees charged by us, our affiliates, or our Approved Suppliers in connection with Customer Card Programs. Customer Card Programs may use aspects of the Computer System.

12.10 Hours of Operation. You must continuously operate the Franchised Business on the days and during the minimum hours we specify. You may establish days and hours of operation in excess of the required minimum days and hours. If you wish to operate the Franchised Business for less than the minimum days and hours we specify, you must obtain our prior written approval, which will not be unreasonably withheld. If the Franchised Business is located in a facility or location in which the hours of operation required by the landlord are different than our specifications, you may operate the Franchised Business in accordance with the landlord's requirements.

12.11 Purchasing and Distribution Cooperatives. You must (i) become a member of any purchasing and/or distribution cooperative(s)/association(s)/program(s) (collectively, "**Purchasing Programs**"), if any, that we designate and/or establish for the System by the deadlines that we specify (which shall be before your Opening Date if we have already established such a Purchasing Program), (ii) remain a member in good standing thereof throughout the Term, and (iii) pay all reasonable membership fees assessed by any Purchasing Program.

12.12 Prices. We reserve the right, to the fullest extent allowed by applicable law, to establish maximum, minimum, or other pricing requirements with respect to the prices you may charge for Approved Products, including required participation in System-wide discount programs and promotions. If we do not establish such pricing requirements, then you will have the right to determine the prices you charge.

13. INDEMNIFICATION; INSURANCE

13.1 Indemnification.

A. Indemnification Obligation. You must defend, indemnify, and hold harmless us and our affiliates, our and their permitted successors and assigns, and each of our and their respective direct and indirect owners, directors, officers, managers, employees, agents, attorneys, and representatives (collectively, the "**Indemnified Parties**") from and against all Losses (defined below), which any of the Indemnified Parties may suffer, sustain, or incur as a result of a claim asserted or inquiry made formally or informally, or a legal action, investigation, or other proceeding brought, by a third party and directly or indirectly arising out of or relating to: (i) the operation of the Franchised Business; (ii) the business you conduct under this Agreement; (iii) your breach of this Agreement; (iv) your noncompliance or alleged noncompliance with any Law; or (v) any allegation that we or another Indemnified Party is a joint employer or otherwise responsible for your acts or omissions relating to your employees. "**Losses**" include all obligations, liabilities, damages (actual, consequential, or otherwise), and reasonable defense costs that any Indemnified Party incurs. Defense costs include arbitrators', attorneys', and expert witness fees, costs of investigation and proof of facts, court costs, travel and living expenses, and other expenses of litigation, arbitration, or alternative dispute resolution, regardless of whether litigation, arbitration, or alternative dispute resolution is commenced.

B. Indemnification Procedure. We will promptly notify you of any claim that may give rise to a claim of indemnity hereunder, provided, however, that the failure to provide such notice shall not release you from your indemnification obligations under this Section 13.1, except to the extent you are actually and materially prejudiced by such failure. You shall have the right, upon written notice delivered to the Indemnified Party within 15 days thereafter assuming full responsibility for Losses resulting from such claim, to assume and control the defense of such claim, including the employment of counsel reasonably satisfactory to the Indemnified Party and the payment of the fees and disbursements of such counsel. If (i) the Indemnified Party shall have been advised by counsel that there are one or more legal or equitable defenses available to it that are different from or in addition to those available to you and, in the reasonable opinion of the Indemnified Party, the counsel that you have selected could not adequately represent the interests of the Indemnified Party because such interests could be in conflict with your interests, (ii) you do not assume responsibility for such Losses in a timely manner, (iii) the claim involves any elements of the Intellectual Property, or (iv) you fail to defend a claim with counsel reasonably satisfactory to the Indemnified Party as contemplated above, then the Indemnified Party shall have the right to assume the defense of any claims and employ counsel of its own choosing and you shall pay the reasonable fees and disbursements of such Indemnified Party's counsel as incurred; provided that in any case, you shall not be obligated to pay the expenses of more than one separate counsel for all Indemnified Parties taken together. In connection with any claim, the Indemnified Party or you, whichever is not assuming the defense of such claim, shall have the right to participate in such claim and to retain its own counsel at such party's own expense.

C. Cooperation and Settlement. You or the Indemnified Party (as the case may be) shall keep you or the Indemnified Party (as the case may be) reasonably apprised of, and shall respond to any reasonable requests concerning, the status of the defense of any claim of which it is maintaining, and shall cooperate in good faith with each other with respect to the defense of any such claim. You shall not, without the prior written consent of the Indemnified Parties, (a) settle or compromise any claim or consent to the entry of any judgment with respect to any claim which does not include a written release from liability of such claim for the Indemnified Parties, or (b) settle or compromise any claim in any manner that may adversely affect the Indemnified Parties other than as a result of money damages or other monetary payments which will be paid by you. No claim which is being defended in good faith by you in accordance with the terms of this Section 13.1 shall be settled by the Indemnified Parties without your prior written consent.

D. Willful Misconduct or Gross Negligence. You have no obligation to indemnify or hold harmless an Indemnified Party for, and we will reimburse you for, any Losses to the extent they are determined in a final, unappealable ruling issued by a court or arbitrator with competent jurisdiction to have been caused solely and directly by the Indemnified Party's gross negligence, willful misconduct, or willful wrongful omissions. However, nothing in this Section 13.1.D. limits your obligation to defend us and the other Indemnified Parties under Section 13.1.A. (Indemnification Obligation).

E. Survival and Recovery. Your obligations in this Section 13.1 will continue in full force and effect subsequent to and notwithstanding this Agreement's expiration or termination. An Indemnified Party need not seek recovery from any insurer or other third party, or otherwise mitigate its Losses, in order to maintain and recover fully a claim against you under this Section 13.1. You agree that a failure to pursue a recovery or mitigate a Loss will not reduce or alter the amounts that an Indemnified Party may recover from you under this Section 13.1.

13.2 Required Insurance. You must obtain and maintain during the Term, at your expense, a comprehensive business insurance program, including property, commercial general liability,

automobile liability, business property, umbrella, workers' compensation, cyber liability and employment practices liability, and (if you serve alcohol) dram shop liability insurance. Your obligation to maintain this insurance will not be limited in any way by reason of any insurance that we may maintain, nor will it relieve you of your indemnity obligations stated in Section 13.1 (Indemnification). These policies are required to respond on a primary and non-contributory basis to any insurance carried by us or our affiliates and may not otherwise limit coverage for tort liabilities assumed in this Agreement. We may from time to time increase, decrease, add to, delete from, or modify the mandatory insurance coverages we require in accordance with reasonable and customary changes in the industry, as we determine. You currently must obtain and maintain the coverage specified in Schedule A. We reserve the right to obtain a master insurance policy on behalf of the System for certain types of coverage and require you to pay all or a portion of your proportionate share of coverage under the master policy to us or our Approved Supplier.

13.3 Carrier; Proof of Insurance. All insurance policies required under this Agreement: (i) must be issued by an insurance carrier authorized to conduct business in the state in which your Franchised Business is located and be rated "A-" (Excellent) / VIII (\$100M to \$250M policy holder surplus) or better by A.M. Best and Company, Inc., or its successor; (ii) must insure you and name us and our affiliates, our and their permitted successors and assigns, and each of our and their respective direct and indirect owners, directors, officers, managers, employees and agents as an additional insured for claims arising from your Franchised Business and your operations, and include a waiver of subrogation in favor of us; (iii) must stipulate that the insurer will deliver 30 days' written notice to us before any cancellation or modification, except 10 days for non-payment of premiums; (iv) unless otherwise noted, must be written on occurrence based policy forms; and (v) may not be subject to unreasonable deductibles or retentions without our prior written approval. You must deliver proof of your compliance with this Section to us so that we receive proof: (a) before you start construction of the Franchised Business; (b) annually on the expiration, renewal, or replacement of each policy; and (c) within 10 days after we make any demand therefor. If you fail to obtain and maintain the required insurance, in addition to any other rights and remedies we may have, we may, but are not obligated to, procure such insurance for you without notice, and you shall pay, upon demand, the premiums and our costs in taking such action.

14. RIGHT TO ACCESS; RECORDS; REPORTING

14.1 Inspections and Audits. We or any of our authorized agents may at any time during normal business hours (including pre-opening and post-closing) enter the Franchised Business or any other place where business related to the Franchised Business is conducted and: (i) conduct an operational audit to determine your material compliance, as we determine, with this Agreement; (ii) examine, analyze, and inspect the Franchised Business, the Proprietary Goods, the Approved Products, and any products produced and/or sold or distributed at, from, or through the Franchised Business (whether authorized or unauthorized); (iii) take reasonable samples of any the Proprietary Goods, the Approved Products, and any products produced and/or sold or distributed at, from, or through the Franchised Business (whether authorized or unauthorized), without charge or liability; (iv) videotape, photograph, or otherwise record the operation of the Franchised Business; (v) interview your employees, customers, landlords, and suppliers; and (vi) audit, review and examine by any means, including electronically through the use of telecommunications devices or otherwise, at our expense, your books, records, accounts, and tax returns related to the Franchised Business. We may require you to send us copies of your books, records, and files related to the Franchised Business, which you must provide to us or our representatives within a reasonable time (not to exceed 10 days) of our request. We also may require you to participate in customer satisfaction surveys or other audit programs, including electronically through the use of telecommunications devices or otherwise, to assess your

compliance with our customer service standards. You will provide us with full cooperation in the course of any inspection or audit we conduct under this Section. Any inspections will be made at our expense, unless the inspection is necessitated by your repeated or continuing failure to comply with any provision of this Agreement, in which case we may charge you the costs of making such inspection, including the wages and cost of travel and living expenses for our representatives.

14.2 Discrepancies. If any such inspection, audit, review, or examination reveals that Net Sales have been understated in any report to us, you must immediately pay to us the Royalty Fees and Advertising Contributions due with respect to the amount understated on demand, in addition to interest provided for under this Agreement. If any understatement exceeds 2% of Net Sales as stated in the report, you must, in addition, on demand, reimburse us for all reasonable expenses connected with the audit, review, or examination (including reasonable accounting and attorneys' fees). These remedies are in addition to any other rights and remedies we have.

14.3 Systems and Reports. You must: (i) comply with all our Standards on accounting systems, procedures, and formats, if any; (ii) timely submit to us complete and accurate financial, operational, and other reports we require (including weekly reports detailing the Gross Sales and Net Sales during the preceding week and monthly profit and loss statements for the prior month's operations); and (iii) use all forms we specify. You must submit any report by mail, telephone, electronic means, or any other means we may designate. For purposes of reporting to us only and not for purposes of calculating Royalty Fees and Advertising Contributions due, "Gross Sales" means Net Sales, plus the amount of any discounts from redemptions of coupons, and other reductions made to calculate Net Sales.

14.4 Financial Statements. On or before February 1st of each year (or such other date specified by us in the Manuals or otherwise in writing, which may be by email or other electronic communications), you must furnish to us a statement of the profit and loss of the Franchised Business for the last fiscal year and a balance sheet as of the end of the last fiscal year, prepared in accordance with our requirements and certified by you to be true and correct. We have the right to demand audited financial statements if a financial-related default has occurred under this Agreement within the last calendar year.

14.5 Tax Returns. No later than 90 days following our request, you must furnish to us exact copies of all tax returns, including federal, state, and any local income tax returns relating to the Franchised Business or you or your Entity.

14.6 Financial Records. You must accurately and completely record all revenues the Franchised Business receives or is entitled to receive. You must keep and maintain accurate and complete books, records, tax returns, and all business, personnel, financial, and operating records related to the Franchised Business, including related supporting material, such as bank statements, POS tapes/records, cash receipts and credit and charge records, for at least 3 years. These financial records may not be commingled with records for other businesses. If you have commingled your franchised records for various businesses, we have the right to review and audit the records for all commingled businesses.

14.7 Initial Investment Statements. You must submit to us, using the forms that we provide to you, complete and accurate statements of (i) the costs that you incurred developing the Franchised Business prior to the Opening Date, which shall be due to us within 30 calendar days after the Opening Date and (ii) the costs you incur during the first 90 days of operating your Franchised Business, which shall be due to us within 120 calendar days after the Opening Date.

14.8 Additional Information. You shall respond promptly to requests from us for clarification and/or additional information regarding any matter entrusted to you under this Agreement. You will inform us from time to time on our request of: (i) all prices you charge for Products you sell; and (ii) the prices your competitors charge in the area. We may use data and information derived from polling your Computer System or your financial reports and statements in any manner that we deem appropriate, including using the data in our Franchise Disclosure Document (the “FDD”), in performing market analyses, and in our promotional materials, provided that any information that we include in our FDD and promotional materials will not individually identify you or your Franchised Business.

14.9 Communications with Third Parties. You hereby grant us the right to release to your landlord, lender(s), or prospective landlord(s) and lender(s), any financial and operational information relating to you and/or the Franchised Business; however, we have no obligation to do so. Additionally, you grant permission to us to request information from your landlord and lender(s) and for such landlord and lender(s) to respond to any and all questions from us.

15. CONFIDENTIAL INFORMATION; RESTRICTIVE COVENANTS

15.1 Definitions. As used in this Agreement:

A. **“Confidential Information”** means any non-public information related to the System or information that, by its nature, would reasonably be expected to be held in confidence or kept secret. Without limiting the definition of “Confidential Information,” all the following will be conclusively presumed to be Confidential Information whether or not we designate them as such: (i) the Standards and Manuals; (ii) pricing information and models; (iii) materials describing our franchise network and System; (iv) plans, layouts, designs and specifications for a prototypical Business; (v) our methods of preparing and serving Approved Products, including Recipes; (vi) our sources (or prospective sources) of supply and all information related to or concerning the same, including the identity and pricing structures with our Approved Suppliers; (vii) our training materials; (viii) our marketing plans and development strategies; (ix) this Agreement and any related schedules, exhibits, attachments, or addenda and all terms contained therein; (x) Customer Information (as defined in Section 15.3 (Customer Information)), whether collected by you, us or our affiliates, or a third party; and (xi) other information we give to you, except where such information is a Trade Secret (defined below).

B. **“Trade Secret”** means information that derives independent economic value, actual or potential, from not being generally known to, and not being readily ascertainable by proper means by, other persons who can obtain economic value from its disclosure or use. Without limiting the definition of **“Trade Secrets,”** all the following will be conclusively presumed to be Trade Secrets whether or not we designate them as such: (i) the composition of our Proprietary Goods; (ii) our Recipes; (iii) advertising, marketing, and public relations strategies; and (iv) our marketing analyses.

C. The terms “Confidential Information” and “Trade Secret” do not include: (i) information generally known to the public at the time we disclose it to you; (ii) information that becomes known to the public after we disclose it to you, unless it becomes known due to your breach of this Agreement or someone else’s breach of a duty to maintain confidentiality; or (iii) information you can prove was within your legitimate and unrestricted possession at the time we disclosed it to you.

15.2 Protection of Confidential Information and Trade Secrets. You agree that the Confidential Information and Trade Secrets are not, by definition, generally known in the trade, that they are beyond your present skill and experience, and that for you to develop the Confidential Information and Trade Secrets on your own would be expensive, time-consuming, and difficult. You agree that the Confidential Information and Trade Secrets provide you with a competitive advantage, that they will be economically valuable to you in the development of your Franchised Business, and that gaining access to Confidential Information and Trade Secrets is therefore a primary reason why you are entering into this Agreement. You specifically agree that these restrictions are applicable even before you open the Franchised Business since you will receive valuable information and training about the System and the operation of the Franchised Business before you begin operations of your Franchised Business. You agree that you are liable under this provision even if you do not open the Franchised Business as this Agreement requires. Accordingly, in consideration of our disclosure of the Confidential Information and Trade Secrets, you agree that:

A. You will not, during the Term:

(i) appropriate or use any Confidential Information or any Trade Secret for any purpose other than in accordance with this Agreement;

(ii) disclose or reveal any portion of the Confidential Information or any Trade Secret to any person, other than to your directors, officers, Owners, management employees, or others who: (a) have a legitimate business need to know of it to operate your Franchised Business, (b) are aware of the confidentiality restrictions in this Agreement, and (c) are similarly bound not to disclose the Confidential Information by an agreement at least as restrictive as the terms of this Agreement; or

(iii) divulge or use any Confidential Information or any Trade Secret for the benefit of any other person or Entity except as we expressly authorize.

B. You will not at any time after the termination or expiration of this Agreement: (i) use any Confidential Information for any purpose; or (ii) divulge or use any Confidential Information for the benefit of any other person or entity.

C. You will not at any time after the termination or expiration of this Agreement: (i) use any Trade Secret for any purpose; or (ii) divulge or use any Trade Secret for the benefit of any other person or entity.

D. You will not copy, duplicate, record, digitally reproduce, or otherwise reproduce any of the Confidential Information or Trade Secrets, in whole or in part, or otherwise make Confidential Information or Trade Secrets available to any third party, except as we authorize in this Agreement.

E. You will make all reasonable efforts and take all appropriate precautions to prevent unauthorized copying or disclosure of any Confidential Information or Trade Secrets which precautions will include, but not be limited to, restricting access to Confidential Information and Trade Secrets on a “need to know” basis.

15.3 Customer Information.

A. Protection of Customer Information. You must comply with our System Standards, other directions from us, and all applicable Laws regarding the organizational, physical, administrative and technical measures and security procedures to safeguard the confidentiality, integrity, and security of Customer Information on your Computer System or otherwise in your possession or control and, in any event, employ reasonable means to safeguard the confidentiality, integrity, and security of Customer Information. “**Customer Information**” means names, contact information, financial information, purchasing history, market research data, and other personal information of or relating to the customers and prospective customers of the Franchised Business.

B. Access to Customer Information. All Customer Information that you or your third-party vendors collect from customers and potential customers in connection with your Franchised Business must be furnished to us at any time that we request it. In addition, we and our affiliates, through the Computer System or otherwise, have the right to independently access the Customer Information.

C. Use of Customer Information. You must only use Customer Information to market Approved Products to customers in accordance with the policies that we may establish periodically and applicable Laws. You may not sell, transfer, or use Customer Information for any purpose other than marketing Approved Products and the Franchised Business. We and our affiliates may use Customer Information in any manner or for any purpose. You must secure from your customers, prospective customers, vendors, and others all consents and authorizations, and provide them all disclosures, that applicable Law requires to transmit Customer Information to us and our affiliates, and for us and our affiliates to use that Customer Information, in the manner that this Agreement contemplates.

15.4 Restrictive Covenants. For the purposes of this Agreement, “**Covenanting Personnel**” means you, your Owners, and your directors and officers, as added to, deleted from, or replaced from time to time. You agree that you will require all Covenanting Personnel to sign the Personal Covenants in Schedule B. You agree that you will comply with the following restrictions:

A. During the Term. During the Term, without our prior written consent, neither you nor any of your Covenanting Personnel, nor any person or entity controlling, controlled by, or under common control with you or them, will individually or jointly with others, directly or indirectly, by, through, on behalf of, or in conjunction with, any person or entity:

(i) own, manage, engage in, be employed by, advise, make loans to, participate in, consult for, or have any other interest in (a) any business that derives more than 20% of its annual revenue from the retail or wholesale production or sale of Competing Products (as defined in Schedule A), (b) any business that is the same as, or similar to, the Business concept as the concept evolves over time, or (c) any Entity that grants franchises or licenses for any of these types of businesses (each, a “**Competitive Business**”) other than the Franchised Business or another business you or they operate under an agreement with us;

(ii) divert or attempt to divert any business or potential business from the Franchised Business;

(iii) use any vendor relationship established through your association with us for any purpose other than to purchase products or equipment for use or retail sale in the Franchised Business; or

(iv) perform, directly or indirectly, any other act injurious or prejudicial to the goodwill associated with the Marks and the System.

B. Post-Term. Beginning at the expiration or termination of this Agreement and for 12 months thereafter or 12 months after a court of competent jurisdiction enters an order enforcing this Section 15.4 of this Agreement, whichever occurs last, (i) at the Accepted Location, (ii) within 3 miles of the Accepted Location, and (iii) within 3 miles of any Business, neither you nor any of your Covenanting Personnel, nor any person or entity controlling, controlled by, or under common control with you or them, will individually or jointly with others, directly or indirectly, by, through, on behalf of, or in conjunction with, any person or entity: (a) own, manage, engage in, be employed by, advise, make loans to, participate in, consult for, or have any other interest in a Competitive Business or (b) divert or attempt to divert any business from any Business.

C. Publicly Traded Corporations. Nothing in this Section 15.4 will prevent you from owning for investment purposes up to an aggregate of 5% of the capital stock of any Competitive Business, so long as the Competitive Business is a publicly held corporation whose stock is listed and traded on a national or regional stock exchange or through the National Association of Securities Dealers Automated Quotation System (NASDAQ), and so long as you do not control the company in question.

D. Acknowledgements. You acknowledge and agree that: (a) you and the other individuals and entities required to comply with this Section 15.4 have received or will receive an advantage through the training provided under this Agreement, the knowledge of the day-to-day operations of a Business, and access to the Standards, Manuals, System, Confidential Information, and Trade Secrets, and (b) the covenants and restrictions in this Section 15.4 (i) are reasonable, appropriate and necessary to protect the System, Confidential Information, Trade Secrets, other franchisees operating under the System, the goodwill of the System, relationships with our prospective and existing customers, and our legitimate interests; and (ii) do not cause undue hardship on you or any of the other individuals and entities required by this Section 15.4 to comply with the covenants and restrictions.

15.5 Remedies. This Section 15 is a primary inducement to us to enter into this Agreement, and on any breach of this Section 15 you agree that we would be irreparably injured and without adequate remedy at law. Therefore, on a breach or a threatened or attempted breach of this Section 15, you agree that we are entitled, in addition to any other remedies we may have under this Agreement or at law or in equity (including the right to terminate this Agreement), to a preliminary and permanent injunction and a decree for specific performance of the terms of this Section 15 without the necessity of showing actual or threatened damage and without being required to furnish a bond or other security. You agree that it is conclusively presumed that any violation of Section 15.4 (Restrictive Covenants) was accompanied by the misappropriation and inevitable disclosure of our Confidential Information, Trade Secrets, and other methods and procedures.

15.6 Modification. If any term in this Section 15 must be interpreted by a court or an arbitrator of competent jurisdiction, you expressly agree that: (i) the terms of this Section 15 are made freely and voluntarily by you and us, as two independent businesses, together with your Covenanting Personnel to whom we delivered due consideration, in an arms-length commercial transaction

between experienced business operators; (ii) in no event should the terms be construed in the same manner or under the same body of law as analogous terms in a contract of employment; (iii) if a court or arbitrator finds that any term in this Section 15 is invalid or unenforceable for any reason, that term will automatically be modified to the minimum extent necessary to make it valid and enforceable, and the modification will be deemed to have been a part of this Agreement as of the Effective Date; (iv) the court or arbitrator should strictly construe these terms in favor of enforcement; and (v) if any term could be construed two ways, one of which would render the term valid and the other of which would render the term invalid, the court or arbitrator will construe the term in the manner that renders it valid. Any dispute between you and us arising out of or related to Section 15.4 (Restrictive Covenants), regardless of the forum in which the dispute is litigated, arbitrated, or otherwise addressed for purposes of resolving the dispute, will be governed by and construed and enforced in accordance with the laws of the state in which your Accepted Location is located, which laws will prevail in the event of any conflict of law.

15.7 Unfair Competition. Your breach of any subsection of this Section 15 will constitute unfair competition. You agree that Section 15.2 (Protection of Confidential Information and Trade Secrets) is a reasonable effort under the circumstances to maintain the confidentiality of our Confidential Information and the secrecy of our Trade Secrets.

16. TRANSFER

16.1 Definition of Transfer. For purposes of this Agreement, “**Transfer**” as a verb means to sell, assign, give away, transfer, pledge, mortgage, or encumber, either voluntarily or by operation of law (such as through divorce or bankruptcy proceedings), any interest in this Agreement, the Franchised Business, substantially all the assets of the Franchised Business, or in the ownership of the franchisee (if you are an Entity). “**Transfer**” as a noun means any such sale, assignment, gift, transfer, pledge, mortgage, or encumbrance. A “**Control Transfer**” means any Transfer of (i) this Agreement or any interest in this Agreement; (ii) the Franchised Business or all or substantially all of the Franchised Business’s assets; or (iii) any Controlling Ownership Interest (defined below) in you (if you are an Entity), whether directly or indirectly through a transfer of legal or beneficial ownership interests in any Owner that is an Entity, and whether in one transaction or a series of related transactions, regardless of the time period over which these transactions take place. References to a “**Controlling Ownership Interest**” in you mean either (i) 20% or more of your direct or indirect legal or beneficial ownership interests in your Entity or (ii) an interest the acquisition of which grants the power (whether directly or indirectly) to direct or cause the direction of management and policies of you or the Franchised Business to any individual or Entity, or group of individuals or Entities, that did not have that power before that acquisition.

16.2 No Transfer Without Our Consent. This Agreement and the license are personal to you, and we have granted the license in reliance on your (and, if you are an Entity, your Owners’) business skill, financial capacity, and personal character. Accordingly, neither you nor any of the Owners or any successors to any part of your interest in this Agreement or the license may make any Transfer or permit any Transfer to occur without obtaining our prior written consent. Any purported Transfer, without our prior written consent, will be null and void and will constitute a default under this Agreement, for which we may terminate this Agreement without opportunity to cure.

A. Requesting Consent. If you or any of your Owners desire to make a Transfer, you must promptly provide us with written notice. You agree to provide any information and documentation relating to the proposed Transfer that we reasonably require. We have the right to

communicate with both you, your counsel, and the proposed transferee on any aspect of a proposed Transfer. No Control Transfer may be completed until at least 60 days after we receive all requested information to evaluate the proposed Control Transfer. No other Transfer may be completed until at least 30 days after we receive all requested information to evaluate such proposed Transfer.

B. Granting Consent. We have sole and absolute discretion to withhold our consent, except as otherwise provided in Sections 16.4 through 16.7. Without limiting the foregoing, we will not consent to a Transfer, and we are under no obligation to do so, if (i) your Franchised Business is not open and operating; or (ii) the Transfer would cause a transferee or its owners to breach another agreement (whether or not with us). Our consent to a Transfer does not constitute a waiver of any claims that we have against the transferor, nor is it a waiver of our right to demand exact compliance with the terms of this Agreement.

16.3 Control Transfer. For a proposed Control Transfer, in addition to any other conditions that we may specify and without limiting in any way our sole and absolute discretion to grant or withhold consent for a proposed Control Transfer, at a minimum, the following conditions must be satisfied (unless waived by us):

A. You notify us in writing at least 90 days prior to any proposed Control Transfer and provide all requested information at least 60 days prior to any proposed Control Transfer.

B. All sums you owe us and our affiliates are paid.

C. You are not (i) at the time of the Transfer request or the Transfer closing, in default in any material respect under this Agreement or any other agreement with us, or any of our affiliates, or any of our Approved Suppliers and (ii) you have not been during the Term, in default in any material respect under this Agreement or any other agreement with us, any of our affiliates, or any of our Approved Suppliers without curing such default within the applicable cure period.

D. The transferee and its proposed directors, officers, shareholders, partners, and members, as applicable, and its Manager and any other personnel we designate, who will be responsible for operating and managing the Business, satisfactorily complete before the date of Transfer our Management Training Program.

E. The transferee and its directors, officers, shareholders, partners, members, and managers, as applicable, meet our requirements for approval as new franchisees, including our requirements for proficiency in the English language. If the transferee, its affiliates, or any of its directors, officers, shareholders, partners, members, or managers owns an interest in another Business or another franchise licensed by one of our affiliates, those individuals or entities must (i) at the time of the Transfer request or the Transfer closing, not be in default in any material respect under any agreement with us, any of our affiliates, or any suppliers, (ii) during the previous two years, not have been in default in any material respect under any agreement with us, our affiliates, or any suppliers without curing such default within the applicable cure period, and (iii) in our sole judgment, have been approved to develop and operate additional franchises.

F. Notwithstanding when the Franchised Business was last remodeled, the transferee agrees in writing that it will, at its expense, upgrade, and remodel the Franchised Business to conform to our then-current Standards for quality and appearance and trade dress within the time we reasonably specify; provided, however, if the Franchised Business conforms

to our then-current Standards for appearance, the transferee will only address all items identified in the last quality assurance inspection, within the time we reasonably state.

G. The transferee signs our then-current form of franchise agreement and all other then-current related agreements as we require of new franchisees generally provided, however, the transferee will not be required to pay the initial franchise fee stated in the new franchise agreement and the term of the new franchise agreement will expire on the expiration date of the Term of this Agreement. The terms of our then-current franchise agreement, including the fees, may be materially different than the terms of this Agreement.

H. The transferee (and, if the transferee is not an individual, such owners of a legal or beneficial interest in the transferee as we may request) must (i) enter into a written assignment, in a form satisfactory to us, assuming and agreeing to discharge and guarantee all of your obligations under this Agreement and (ii) must execute our then-current form of personal guarantee.

I. You, all Owners and guarantors, the transferee, and all individual owners of the transferee, deliver to us a written and duly signed general release, in a form that we will prepare at our sole expense, of all claims against the Released Parties, which indemnifies the Released Parties against any statements, representations, or warranties that you may have made or given to the proposed transferee.

J. We receive a fully-signed copy of all Transfer documents.

K. You pay us a transfer fee equal to 50% of the amount of the then-current initial franchise fee.

L. You and your Owners must agree to remain liable for all of the obligations to us in connection with the Franchised Business arising before the effective date of the Transfer, and execute any and all instruments that we reasonably request to evidence such liability.

M. You must provide us with written notice from your landlord indicating that your landlord has agreed to transfer the Site Agreement to your transferee. If, as a condition of the Transfer, the lease is renewed or extended for one year or more, the then-current lease renewal fee (if any) will be assessed against the transferee.

N. We must determine, in our sole discretion, that the purchase price and payment terms will not adversely affect the operation of the Franchised Business, and if you or your Owners finance any part of the purchase price, you and they must agree that all obligations under promissory notes, agreements, or security interests reserved in the Franchised Business are subordinate to the transferee's obligation to pay all amounts due to us and our affiliates and otherwise to comply with this Agreement.

16.4 Non-Control Transfers. For any Transfer that does not result in a Control Transfer, you must give us advance notice and submit a copy of all proposed contracts and other information concerning the Transfer and transferee that we may request. We will have a reasonable time (not less than 30 days) after we have received all requested information to evaluate the proposed Transfer. You and/or your transferee must satisfy, in addition to others that we may specify, the conditions in Sections 16.3.B. (pay all sums owed), 16.3.C. (not in default), 16.3.E. (transferee meets qualifications), 16.3.H. (sign assignment and guaranty), 16.3.I. (sign general release), and 16.3.L. (remain liable for pre-Transfer obligations). You must pay us a transfer fee equal to 10%

of the then-current initial franchise fee. You and your Owners must sign the form of agreement and related documents that we then specify to reflect your new ownership structure. We may withhold our consent on any reasonable grounds or give our consent subject to reasonable conditions.

16.5 Related Party Transfers. Notwithstanding anything to the contrary in Section 16.3 (Control Transfer) or 16.4 (Non-Control Transfers), you may Transfer cumulatively (i) up to a 49% (100% on your death or disability) interest in this Agreement, the Franchised Business, or your Entity to your spouse, your parent, or your child or (ii) up to a 100% interest in this Agreement, the Franchised Business, or your Entity to any of the original guarantors to this Agreement, provided you (a) give us prior written notice of the Transfer; (b) you and/or your transferee comply with the conditions in Section 16.3.C. (not in default), 16.3.E. (transferee meets qualifications), 16.3.H. (sign assignment and guaranty), 16.3.I. (sign general release), and 16.3.L. (remain liable for pre-Transfer obligations); (c) you pay us a transfer fee equal to 10% of the then-current initial franchise fee; and (d) if the Transfer is of a Controlling Ownership Interest, the transferee and any other personnel we designate satisfactorily complete before the date of Transfer our Management Training Program.

16.6 Transfer Upon Death Or Incapacity. If you or any Owner dies, becomes incapacitated, or enters bankruptcy proceedings, that person's executor, administrator, personal representative, or trustee must apply to us in writing within three months after the event (death, declaration of incapacity, or filing of a bankruptcy petition) for consent to Transfer the person's interest. The Transfer will be subject to the provisions of this Section 16, as applicable, except there shall be no transfer fee due. For purposes of this Section, "incapacity" means any physical or mental infirmity that will prevent the person from performing his or her obligations under this Agreement (i) for a period of 30 or more consecutive days or (ii) for 60 or more total days during a calendar year. In the case of Transfer by bequest or by intestate succession, if the heirs or beneficiaries are unable to meet the conditions of Section 16.3.E. (transferee meets qualifications), the executor may Transfer the decedent's interest to another successor that we have approved, subject to all of the terms and conditions for Transfers contained in this Agreement. If an interest is not disposed of under this Section 16.6 within 180 days after the date of death or appointment of a personal representative or trustee, we may terminate this Agreement.

16.7 Security Interests. You may not grant any security interest in the Franchised Business, the assets used in the operation of the Franchised Business, or any direct or indirect legal and/or beneficial interest in you without our prior written consent, which will not be unreasonably withheld. Our consent may be conditioned, in our sole discretion, on the written agreement by the secured party that, in the event of a default by you under any agreement related to the security interest, we will have the right and option (but not the obligation) to purchase the rights of the secured party upon payment of all sums then due to the secured party. Any foreclosures or other exercise of the rights granted under that security interest are subject to all applicable terms and conditions of this Section 16. Notwithstanding the foregoing, however, you may grant, without obtaining our prior written approval, a security interest in the assets of the Franchised Business (not including this Agreement) to a lender for the sole purpose of financing your acquisition, development, and/or operation of the Franchised Business.

16.8 Right of First Refusal.

A. **Option Period.** If you receive and want to accept a *bona fide* written offer from a third party to purchase the Franchised Business or substantially all the interests in you (collectively, the "**Interest**"), you must give us: (i) prompt written notice of the offer, stating the

name and address of the prospective purchaser and the price and terms of the offer; and (ii) copies of all written documents and other information reasonably related to the offer provided by or to the prospective purchaser. For 30 days after we receive the information required by this Section (the “**Option Period**”), we will have the option to purchase the Interest on the same terms as the third party offers; provided, however, if any portion of the consideration the third party offers is other than cash, we will have the option of substituting the equivalent cash value.

B. Appraisal Process. If we cannot agree within a reasonable time on the equivalent cash value, the equivalent cash value will be determined by three independent appraisers using the following appraisal process (the “**Appraisal Process**”): (i) you will designate one appraiser and we will designate one appraiser, and the two appraisers that you and we designate will select a third appraiser, (ii) the majority determination of the three appraisers will be binding, (iii) each party will pay the appraiser’s fee for the appraiser designated by that party, and (iv) you and we will each pay 50% of the third appraiser’s fee.

C. Procedure. In order for us to have enough information to decide whether to exercise our option, you must promptly deliver to us, at our request, any information about the Franchised Business that we request not otherwise called for by this Agreement. If you comply with this Section 16.8 and we do not exercise our right of first refusal within the Option Period, you may, within 30 days after the expiration of the Option Period, sell, assign, and transfer the Interest to the third party specified in your notice in accordance with the terms and conditions of this Section 16. Any material change in the terms of the offer before closing of the sale to the third party will constitute a new offer, subject to the same rights of first refusal by us as in the case of an initial offer. Our failure to exercise our option under this Section 16.8 will not be a waiver of any other provision of this Agreement.

16.9 Restrictions on Advertising Sale of Franchised Business. You may not, without our prior written consent: (i) place in, on, or upon the Approved Location any advertisement for the transfer, sale, or other disposition of the Franchised Business or any ownership interest in you, (ii) use any Marks in advertising (in any form of media) the transfer, sale, or other disposition of the Franchised Business or any ownership interest in you, or (iii) list the Franchised Business or any ownership interest in you with any business broker, real estate broker, agent, or attorney.

16.10 Our Right to Transfer. We may Transfer all of our rights and obligations under this Agreement, provided that: (i) we, in our sole discretion, determine that the transferee under the Transfer is able to perform our obligations under this Agreement; and (ii) the transferee agrees, in writing, to perform our obligations under this Agreement. We are not required to obtain your consent for our Transfer. Following the effective date of the Transfer, you will look solely to the transferee, and not to us, for the performance of all obligations in this Agreement.

17. DEFAULT AND TERMINATION

17.1 Your Termination and Notice of Our Breach. You will have no right to terminate this Agreement. If we breach this Agreement, your sole remedy will be an arbitration proceeding under this Agreement.

17.2 Our Termination: No Opportunity to Cure. We have the right to terminate this Agreement without affording you any opportunity to cure the default, effective on our sending of notice of termination to you (or the earliest date permitted by applicable law) if:

A. You violate the restrictions related to the use of Confidential Information or Trade Secrets in Section 15 (Confidential Information; Restrictive Covenants) or you or any of your Covenanting Personnel violate the Restrictive Covenants in Section 15.4 (Restrictive Covenants).

B. You copy or permit others to copy any portion of the Manuals, except for forms and similar items included in them for the express purpose of copying, or fail to take all necessary precautions to ensure that the Manuals are kept free from theft, unauthorized copying, unauthorized access, fire, or other acts that may jeopardize the confidentiality of its contents.

C. You or any of your Covenanting Personnel: (i) are convicted of or plead no contest to a felony or a crime involving fraud or moral turpitude or any other crime that we deem likely to have an adverse effect on the good name, business, goodwill, image or reputation of the Franchised Business, the System, or the Marks, whether on a local, regional, or national scale (including any such convictions or pleas that occurred prior to the Effective Date that we learn of after the Effective Date); (ii) engage in fraudulent, deceptive, unethical, criminal, or other conduct that, in our determination, is likely to have an adverse effect on the good name, business, goodwill, image, or reputation of the Franchised Business, the System, or the Marks, whether on a local, regional, or national scale; (iii) make, or have made, any material misrepresentation to us related to the Franchised Business or this Agreement; or (iv) knowingly maintain false books or records or submit any false reports to us related to the Franchised Business.

D. You abandon the Franchised Business or otherwise voluntarily suspend operation of the Franchised Business without our prior written consent for five or more consecutive business days on which you were required to operate.

E. Your interest (or your affiliate's interest) in the lease or sublease for the Accepted Location is terminated or expires or you (or your affiliate) otherwise lose possession of the Accepted Location.

F. We send you two or more written notices of default under this Agreement for the same or a similar cause or reason in any consecutive 12-month period, whether or not cured.

G. You: (i) become insolvent by reason of an inability to pay debts as they come due; (ii) are adjudicated bankrupt; (iii) file a petition for bankruptcy protection; (iv) are the debtor in an involuntary bankruptcy petition that is not dismissed within 60 days; (v) are the debtor in an assignment for the benefit of creditors that is not dismissed within 60 days; (vi) are the subject of a voluntary or involuntary petition for reorganization or similar proceeding that is not dismissed within 60 days; (vii) are the subject of a petition for appointment of a receiver, permanent or temporary, that is not dismissed within 60 days; (viii) are the judgment debtor in any final judgment of \$10,000 or more and the judgment remains unsatisfied of record for more than 60 days, unless you have obtained an appeal bond covering the amount of your liability; (ix) have your bank accounts, property, or receivables attached and the attachment proceedings are not dismissed within 60 days; (x) have an execution levied against your Franchised Business or property and the execution is not dismissed within 60 days; or (xi) are the subject of any suit to foreclose any lien or mortgage related to the Franchised Business or the property thereof, and the suit is not dismissed within 60 days.

H. Your or any of your Owners' assets, property, or interests are blocked under any Law relating to terrorist activities, or you or any of your owners otherwise violate any such Law.

I. You fail to open the Franchised Business by the later of (i) the Opening Deadline or (ii) the last extension of time granted to you pursuant to Section 6.5.D (Failure to Meet Deadlines), if any.

J. You, your affiliates, and/or any entities owned by or affiliated with any of your Owners default under any other agreement between us and/or our affiliates, whether or not related to the Franchised Business, and fail to cure such default within any applicable cure periods (if any) under such agreement, provided that such default or failure to cure such default would permit us or our affiliate to terminate such agreement.

K. You operate your Franchised Business in any manner that we determine in our reasonable discretion poses a threat or danger to public health or safety, including, without limitation, if a public official requires you to close your Franchised Business as a result of your violation of any Laws relating to public health or safety.

L. You misuse or make any unauthorized use of the Marks.

17.3 Our Termination: Opportunity to Cure Within Cure Period. We have the right to terminate this Agreement for any of the defaults in this Section 17.3 after we send you a notice of default, if you fail to cure the default to our reasonable satisfaction within the time specified below (or the earliest date permitted by applicable law), without further notice or opportunity to cure if:

A. 24 hours after we send you a notice of default, you fail to cure a default for failing to grant us immediate access to your Franchised Business or any other place where business related to the Franchised Business is conducted to perform any of the inspections, audits, or copying described in this Agreement; or if in the course of an inspection, audit, or copying you fail to make the materials we request available to us or provide us with full cooperation in the course of the inspections, audits, or copying.

B. 24 hours after we send you a notice of default, you fail to cure a default related to any dilution or adulteration of Approved Products or any misrepresentation, substitution, or palming off of unapproved products from the Franchised Business.

C. 24 hours after we send you a notice of default, you fail to cure a default related to complying fully with all Laws, unless there is a bona fide dispute as to the violation or legality of a Law and you promptly resort to a court or other appropriate forum having jurisdiction to contest the violation or illegality.

D. 5 calendar days after we send you a notice of default, you fail to cure a default related to (i) selling, bartering, or exchanging, or attempting to sell, barter, or exchange, any Proprietary Goods or Approved Products at wholesale or retail, except as contemplated by this Agreement, (ii) failing to purchase all Goods from us, our affiliates, or our designated Approved Suppliers, or (iii) using any unapproved Goods in the Franchised Business.

E. 10 calendar days after we send you a notice of default, you fail to cure a default for failing to pay promptly when due all debts you owe us or our affiliates, all undisputed debts you owe our Approved Suppliers, and all taxes and other obligations you owe for the Franchised Business; including all federal, state, and local taxes, and all accounts payable of any nature.

F. 10 calendar days after we send you a notice of default, you fail to cure a default relating to obtaining the signing of the Personal Covenants required in Section 15.4 (Restrictive Covenants).

G. 10 calendar days after we send you a notice of default, you fail to cure a default under any mortgage, deed of trust, lease, or sublease of the Accepted Location.

H. 10 calendar days after we send you a notice of default, you fail to cure a default relating to Section 13.2 (Required Insurance) and/or Section 13.3 (Carrier; Proof of Insurance).

I. 10 calendar days after we send you a notice of default, you fail to cure a default relating to Section 14.3 (Systems and Reports).

J. 30 calendar days after we send you a notice of default, you fail to cure a default for failing to meet the Site Approval Deadline or the Construction Start Deadline.

K. 30 calendar days after we send you a notice of default, you fail to cure a default relating to maintaining accurate books of account and business and accounting records as required by this Agreement.

L. 30 calendar days after we send you a notice of default, you fail to cure any breach of any of your other obligations to us under this Agreement (including for a quality assurance inspection failure).

17.4 Suspension of Rights After Your Default. If you are in default of any obligation under this Agreement or our Standards, then we may, in addition to our other remedies, temporarily suspend, until you fully cure the default, your (i) access and use of the System, our websites (including your access or use of website pages), our applications, or our online ordering platforms and (ii) ability to purchase Goods, including Proprietary Goods and Approved Products. No such suspension shall constitute a waiver or election of remedies, and we reserve our right to terminate this Agreement in accordance with its provisions. All Royalty Fees, Advertising Contribution, and all other fees due under this Agreement will continue to accrue during the suspension period. We may also notify your lenders and landlord if you are in default of any obligations under this Agreement. Our consent, approval, or acceptance of any item may be withheld if you are in default under this Agreement or may be conditioned on the cure of all your defaults.

17.5 Other Remedies After Your Default. If you commit a default that cannot be cured as specified in Section 17.2 (Our Termination: No Opportunity to Cure) or if you fail to cure a default within the cure period specified in Section 17.3 (Our Termination: Opportunity to Cure Within Cure Period), if we do not exercise our right to terminate the Agreement, we may, at our sole election and upon delivery of written notice to you, take any or all of the following actions:

A. Suspend your access and use of the System or our websites (including your access or use of website pages), our applications, or our online ordering platforms;

B. Suspend your or the Franchised Business's participation in any programs or benefits we offer, including any programs or benefits that are funded by Advertising Contributions;

C. Suspend any other services that we or our affiliates provide to you under this Agreement or any other agreement;

D. Suspend or terminate any temporary or permanent fee reductions to which we might have agreed (whether as a policy, in an amendment to this Agreement, or otherwise);

E. Suspend our performance of, or compliance with, any of our obligations to you under this Agreement or other agreements; and/or

F. Undertake or perform on your behalf any obligation or duty that you are required to, but fail to, perform under this Agreement. You will reimburse us upon demand for all costs and expenses that we reasonably incur in performing any such obligation or duty.

17.6 Exercise of Other Remedies. Our exercise of our rights under Section 17.4 (Suspension of Rights After Your Default) and 17.5 (Other Remedies After Your Default) will not (i) be a defense for you to our enforcement of any other provision of this Agreement or waive or release you from any of your other obligations under this Agreement, (ii) be a defense at law or equity based on impossibility of your performance or any claim against us or our Approved Suppliers, (iii) constitute an actual or constructive termination of this Agreement, or (iv) be our sole or exclusive remedy for your default. You must continue to pay all fees and otherwise comply with all of your obligations under this Agreement following our exercise of any of these rights. If we exercise any of our rights under Section 17.5, we may thereafter terminate this Agreement without providing you any additional corrective or cure period, unless the default giving rise to our right to terminate this Agreement has been cured to our reasonable satisfaction.

18. OBLIGATIONS ON EXPIRATION OR TERMINATION

18.1 General Obligations. On expiration or termination of this Agreement for any reason, you must:

A. Immediately cease using the System, including the Marks and any confusingly similar names, marks, commercial symbols, systems, insignia, symbols, color schemes, trade dress, designs, procedures, domain names, and methods. If you fail or refuse to make changes to the Franchised Business required to distinguish the Franchised Business from its former appearance, we have the right, in addition to all other remedies, to enter the Accepted Location and make the required changes on your behalf, and you must pay to us the entire costs we incur in making the changes, including interest from the date of demand, plus an administrative fee in an amount equal to 15% of the entire cost of the changes.

B. Immediately return to us: (i) all hard copies and electronic copies (capable of being returned) of the Confidential Information and Trade Secrets, including the Manuals, together with all copies of any of them; and (ii) all other manuals, records, files, instructions, correspondence and other materials relating to the operation of the Franchised Business ("**Other Materials**"). If you have on your computer systems, your e-mail accounts, or other digital storage systems or services copies of the Confidential Information, Trade Secrets, and/or Other Materials, you must immediately erase these copies. You must provide us with a certification attesting to the fact that all copies of the Confidential Information, Trade Secrets, and Other Materials in your control or the control of your officers, directors, owners, employees, agents, and representatives have been returned or destroyed in accordance with this Section.

C. Within 5 days after expiration or termination, pay us and our affiliates the full amount you owe us and them.

D. Immediately stop identifying yourself in any way as our franchisee or former franchisee.

E. Immediately comply with the restrictive covenants in Section 15 (Confidential Information; Restrictive Covenants).

F. Immediately take all action required (i) to cancel all assumed name or equivalent registrations relating to your use of the Marks and (ii) to cancel or transfer to us or our designee all authorized and unauthorized domain names, social media accounts, telephone numbers, post office boxes, and classified and other directory listings relating to, or used in connection with, the Franchised Business or the Marks (collectively, “**Identifiers**”). You acknowledge that as between you and us, we have the sole rights to and interest in all Identifiers. If you fail to comply with this Section 18.1.F., you hereby authorize us and irrevocably appoint us or our designee as your attorney-in-fact to direct the telephone company, postal service, registrar, Internet Service Provider and all listing agencies to transfer such Identifiers to us. The telephone company, the postal service, registrars, Internet Service Providers and each listing agency may accept such direction by us pursuant to this Agreement as conclusive evidence of our exclusive rights in such Identifiers and our authority to direct their transfer; and

G. Promptly sign all documents and take all other actions as we deem necessary to effect the intent and provisions of this Section 18.1.

18.2 Reinstatement. If this Agreement is terminated under Section 17.2.K (Franchised Business poses a threat to public health and safety), we may, in our sole discretion, permit you to apply for reinstatement of this Agreement within 7 days of the effective date of termination, after the first termination only. Our approval of reinstatement will not be unreasonably withheld, and will be subject to the following conditions. You must:

A. Cure the default that led to the termination of this Agreement;

B. Pay us all fees due us, including Royalty Fees and Advertising Contributions;

C. Pay us a fee to compensate us for your continued use of the Marks during the period of termination equal to the number of days between the date of termination of this Agreement and the date of reinstatement of this Agreement multiplied by the average daily Royalty Fee due to us during the calendar month preceding the date of termination,

D. Pay us a reinstatement fee of 10% of the amount of the then-current initial franchise fee; and

E. Sign and return to us our standard form of Reinstatement Agreement, which will include your commitment to a refurbishment plan that you and we must agree on.

18.3 Liquidated Damages.

A. Amount. You agree that any termination of this Agreement before the expiration of the Term will deprive us of the benefit of the bargain we are entitled to receive under this Agreement. As a result, if this Agreement is terminated after the Opening Date, you must pay us, as liquidated damages for the loss of the benefit of the bargain we are entitled to receive, and not as a penalty, a lump-sum payment equal to the average monthly Royalty Fee you owed us during the 36 months before the termination date times the lesser of the remainder of the Term or 36

months. If less than 36 months have lapsed between the Opening Date and the termination date, the liquidated damages will be the average monthly Royalty during the time between the Opening Date and the termination date, multiplied by 36. If the termination occurs before the Opening Date, you will forfeit the Initial Franchise Fee paid and will not owe us any liquidated damages.

B. Payment of Liquidated Damages. You will pay all amounts stated in this Section 18.3 within 30 days after the termination of this Agreement. You agree, and you direct any party construing this Agreement to conclusively presume, that the damages stated in this Section 18.3: (i) are true liquidated damages; (ii) are intended to compensate us for the harm we will suffer; (iii) are not a penalty; (iv) are a reasonable estimate of our probable loss resulting from your defaults, viewed as of the termination date; and (v) will be in addition to all other rights we have to obtain legal or equitable relief. We have the right to set off any credits, balances or amounts we owe to you against the amounts you owe under this Section 18.3.

18.4 Additional Obligations. The following obligations are in addition to the General Obligations and the liquidated damages stated above.

A. Right to Operate. If we terminate this Agreement under Section 17 (Default and Termination), we will have the right to immediately enter and take possession of your Franchised Business to maintain continuous operation of the Franchised Business, provide for orderly change of management and disposition of personal property, and otherwise protect our interests. If we exercise this right, you will vacate the Franchised Business promptly and completely, rendering all necessary assistance to us to enable us to take prompt possession, and you will have no right to any revenue that we earn while operating the Franchised Business. If you dispute the validity of our termination of this Agreement, we will nevertheless have the option, which you irrevocably grant, to operate the Franchised Business pending the final, unappealed determination of the dispute under this Agreement. If an arbitrator or court of competent jurisdiction makes a final, unappealed determination that the termination was not valid, we will make a full and complete accounting for the period during which we operated the Franchised Business.

B. Right to Acquire Accepted Location. If we terminate this Agreement under Section 17 (Default and Termination), you will, at our option, assign to us, or another franchisee we designate, your interest in any Lease for the Accepted Location, and will vacate the Franchised Business promptly and completely, rendering all necessary assistance to us or the other franchisee to enable it to take prompt possession. If you or one of your affiliates owns the Accepted Location, we may elect to purchase the Accepted Location or, at our option, lease the Accepted Location from you or that affiliate for an initial five-year term with one renewal term of five years (at our option) on commercially reasonable terms. If you and we cannot agree on a purchase price for the Accepted Location in a reasonable time, the purchase price will be determined by three independent appraisers using the Appraisal Process. If we elect to exercise this option to purchase, we may set off all amounts you owe us or our affiliates under this Agreement against any payments for the purchase. You (and your Owners) agree to cause your affiliate to comply with these requirements.

C. Right to Acquire Property. If we exercise our option to acquire rights to your Accepted Location, within 15 days after our notice to you of this election, you will arrange with us for an inventory to be made by us, at our cost, of all Goods related to the Franchised Business, including all items bearing the Marks. We will have the option, to be exercised within 30 days after our completion of the final inventory, or our receipt thereof, to purchase from you any or all of these items at the actual fair market value (exclusive of goodwill) (the "**Purchase Value**"). If we elect not to purchase your Goods related to the Franchised Business, we can retract our exercise

of our option to acquire rights to your Accepted Location under Section 18.4.B. (Right to Acquire Accepted Location). If the parties cannot agree on a Purchase Value within a reasonable time, the Purchase Value will be determined by three independent appraisers using the Appraisal Process. If we elect to exercise this option to purchase, we may set off all amounts you owe us or our affiliates under this Agreement against any payments for the purchase. At the closing, you will deliver to us, in a form satisfactory to us, good and merchantable title to the assets purchased, free and clear of any encumbrances, together with all licenses or permits that may be assigned or transferred. You will be responsible for all sales and other transfer taxes.

19. DISPUTE RESOLUTION

19.1 Resolution of Disputes.

A. Arbitration. Except as stated in Section 19.1.D. (Excepted Disputes) of this Agreement, all disputes between you, your affiliates, Owners, guarantors, and/or your or your affiliates' officers, directors, and employees, on the one hand, and us, our affiliates, and/or our or our affiliates' officers, directors and employees, on the other hand, relating to this Agreement, our relationship with you, or your Franchised Business, will be resolved by binding arbitration. The arbitration proceeding shall be conducted by one arbitrator and, except as this Section 19.1 otherwise provides, according to the then-current Commercial Arbitration Rules of the American Arbitration Association (the "AAA"). All arbitration proceedings will be held at AAA's offices or other suitable offices that we select in the metropolitan area in which our principal place of business is then located. The arbitrator shall have no authority to select a different hearing locale. All matters relating to arbitration will be governed by the Federal Arbitration Act (9 U.S.C. §§ 1 et seq.).

B. Individual Actions. We and you agree that arbitration will be conducted on an individual, not a class-wide, basis and that an arbitration proceeding between us and you may not be consolidated with any other arbitration proceeding between us and any other person. Notwithstanding the foregoing or anything to the contrary in this Section 19.1, if any court or arbitrator determines that this prohibition on class-wide arbitration is unenforceable with respect to a dispute that otherwise would be subject to arbitration under this Section 19.1, then the parties agree that this arbitration clause shall not apply to that dispute and that such dispute will be resolved in a judicial proceeding in accordance with Section 19.1.D. (Excepted Disputes).

C. Relief. The arbitrator has the right to award or include in his or her award any relief which he or she deems proper, including money damages (with interest on unpaid amounts from the date due), specific performance, injunctive relief, and attorneys' fees and costs, provided that the arbitrator may not declare any Mark generic or otherwise invalid or, except as expressly provided in Section 19.1.F. (Waiver of Punitive Damages), award any special, consequential, exemplary, or punitive damages against either party (we and you hereby waiving to the fullest extent permitted by law, except as expressly provided in Section 19.1.F. below, any right to or claim for any special, consequential, exemplary, or punitive damages against the other).

D. Excepted Disputes. The following disputes will not be resolved through arbitration unless we consent to arbitration: (i) disputes that arise under or are related to the Lanham Act, as now or later amended; (ii) disputes that otherwise relate to the ownership or validity of any of the Intellectual Property; (iii) disputes that involve enforcement of our intellectual property rights or protection of our Confidential Information or Trade Secrets; or (iv) disputes related to the payment of sums you owe us or our affiliates. Any litigation under this subsection will be filed exclusively

in the United States District Court for the district in which we have our principal place of business at the time of filing, and you irrevocably consent to this court's jurisdiction over you.

E. Binding Decision. The decision and award of the arbitrator will be final, conclusive, and binding on all parties regarding any claims, counterclaims, issues, or accountings presented or pled to the arbitrator, and judgment on the award, including any partial, temporary or interim award, may be entered in any court of competent jurisdiction. The parties agree that the arbitrator may award interest from the date of any damages incurred for breach or other violation of this Agreement, and from the date of the award, until paid in full, at a rate to be fixed by the arbitrator, but in no event less than 2.5% per annum above the Citibank Preference Rate quoted for the corresponding periods, as reported in The Wall Street Journal, or the maximum rate permitted by applicable law, whichever is less.

F. Waiver of Punitive Damages. EXCEPT FOR YOUR OBLIGATION TO INDEMNIFY US FOR THIRD PARTY CLAIMS UNDER SECTION 13.1 (INDEMNIFICATION), CLAIMS FOR YOUR INFRINGEMENT OF OUR INTELLECTUAL PROPERTY, AND CLAIMS FOR YOUR BREACH OF YOUR OBLIGATIONS UNDER SECTION 15.2 (PROTECTION OF CONFIDENTIAL INFORMATION AND TRADE SECRETS) OF THIS AGREEMENT, NEITHER PARTY WILL BE ENTITLED TO RECOVER SPECIAL, CONSEQUENTIAL, EXEMPLARY, OR PUNITIVE DAMAGES UNDER THIS AGREEMENT.

G. Injunctive Relief. Notwithstanding our agreement to arbitrate, either party will have the right to seek temporary restraining orders and temporary or preliminary injunctive relief from a court of competent jurisdiction with respect to any dispute subject to arbitration; provided, however, that such party must contemporaneously submit the dispute for arbitration on the merits as provided in this Section 19.1. In addition to any other relief available at law or equity, we will have the right to obtain restraining orders or temporary or permanent injunctions to: (i) enforce, among other matters, the provisions of this Agreement related to the System; (ii) enforce your obligations on termination or expiration of this Agreement; and (iii) prohibit any act or omission by you or your employees that is a violation of applicable Law or that threatens the Intellectual Property.

19.2 Cumulative Rights and Remedies. Except as otherwise stated in this Agreement, no right or remedy that the parties have under this Agreement is exclusive of any other right or remedy under this Agreement or under applicable law. Each and every such remedy will be in addition to, and not in limitation of or substitution for, every other remedy available at law or in equity or by statute or otherwise.

19.3 Attorneys' Fees. You agree to reimburse us for all expenses we reasonably incur (including attorneys' fees): (i) to enforce the terms of this Agreement or any obligation owed to us by you and/or the Owners (whether or not we initiate a legal proceeding, unless we initiate and fail to substantially prevail in such court or formal legal proceeding); and (ii) in the defense of any claim you and/or the Owners assert against us on which we substantially prevail in court or other formal legal proceedings. We agree to reimburse you for all expenses you reasonably incur (including attorneys' fees): (a) to enforce the terms of this Agreement or any obligation owed to you by us (whether or not you initiate a legal proceeding, unless you initiate and fail to substantially prevail in such court or formal legal proceeding); and (b) in the defense of any claim we assert against you on which you substantially prevail in court or other formal legal proceedings.

19.4 Limitation of Claims. EXCEPT FOR CLAIMS ARISING FROM (i) YOUR NON-PAYMENT OR UNDERPAYMENT OF AMOUNTS YOU OWE US, (ii) YOUR COMPLIANCE WITH ANY

POST-TERMINATION OBLIGATIONS, OR (iii) ANY VIOLATION OF OUR INTELLECTUAL PROPERTY RIGHTS, ANY AND ALL CLAIMS ARISING OUT OF OR RELATING TO THIS AGREEMENT OR OUR RELATIONSHIP WITH YOU WILL BE BARRED UNLESS A JUDICIAL OR ARBITRATION PROCEEDING IS COMMENCED WITHIN 24 MONTHS FROM THE DATE ON WHICH THE ACT, CONDUCT, EVENT, OR OCCURRENCE GIVING RISE TO THE CLAIMS OCCURS, REGARDLESS OF WHEN THE CLAIMS WERE, OR SHOULD HAVE BEEN, DISCOVERED.

19.5 Waiver of Jury Trial. WE AND YOU IRREVOCABLY WAIVE TRIAL BY JURY IN ANY ACTION, PROCEEDING, OR COUNTERCLAIM, WHETHER AT LAW OR IN EQUITY, BROUGHT BY EITHER OF US.

20. MISCELLANEOUS

20.1 Relationship of Parties. You are an independent contractor. Nothing in this Agreement is intended to or does in fact or law make either party a general or special agent, joint venturer, partner, or employee of the other for any purpose. This Agreement does not create a fiduciary relationship between us. Further, we and you are not and do not intend to be partners, associates, or joint employers in any way, and we shall not be construed to be jointly liable for any of your acts or omissions under any circumstances. Although we retain the right to establish and modify the Standards that you must follow, you retain the responsibility for the day-to-day management and operation of the Franchised Business and implementing and maintaining Standards at the Franchised Business. To the extent that the Manuals or Standards contains employee-related policies or procedures that might apply to your employees, those policies and procedures are provided for informational purposes only and do not represent mandatory policies and procedures to be implemented by you. You must determine to what extent, if any, these policies and procedures may be applicable to your operations at the Franchised Business. You and we recognize that we neither dictate nor control labor or employment matters for franchisees and that you, and not us, are solely responsible for dictating the terms and conditions of employment for your employees. We have no relationship with your employees and you have no relationship with our employees.

20.2 No Right to Bind; No Liability.

A. No Right to Bind. You will not use the Marks in signing any contract, instrument, application for any license or permit, or legal obligation, or in a manner that may result in liability to us for your obligations, except as this Agreement expressly authorizes. Except as this Agreement expressly authorizes, neither of us will make any express or implied agreements, warranties, guarantees, or representations, or incur any debt, in the name of or on behalf of the other or represent that the relationship between you and us is other than that of franchisor and franchisee.

B. No Liability. Except when another entity guarantees our obligations under this Agreement (the “**Guaranteeing Entity**”) as may be provided for in our FDD, you agree that no past, present or future director, officer, employee, incorporator, member, manager, partner, stockholder, subsidiary, affiliate, controlling party, entity under common control, ownership or management, Supplier, agent, attorney, or representative of ours (other than the Guaranteeing Entity, but only to the extent of the terms of the guaranty) will have any liability for (i) any of our obligations or liabilities relating to or arising from this Agreement, (ii) any claim against us based on, in respect of, or by reason of, the relationship between you and us, or (iii) any claim against us based on any alleged unlawful act or omission of us.

20.3 General Release. In consideration of our agreement to enter into this Agreement, you, for yourself (and if you are an Entity, for purposes of this Section “you” and “your” includes you as an Entity and your directors, officers, owners, shareholders, partners, members, managers, representatives, employees, agents, and attorneys) and for each and all of your affiliates and such affiliates’ directors, officers, owners, shareholders, partners, members, managers, representatives, employees, agents and attorneys, together with the predecessors, successors, heirs and assigns of each of the foregoing (individually, collectively and in any combination, the “Releasing Parties”), release and forever discharge the Released Parties of and from all manner of actions, causes of action, suits, debts, dues, sums of money, accounts, reckonings, bonds, bills, specialties, covenants, contracts, agreements, controversies, promises, variances, trespasses, damages, judgments, executions, claims and demands whatsoever, in law, admiralty or equity, whether known or unknown, that the Releasing Parties, ever had, now have, or that the Releasing Parties hereafter can or may have for, on or by reason of any matter, cause or thing whatsoever, arising prior to and including the Effective Date. This release shall not apply to any claims arising from representations made in the FDD (including its exhibits) that we delivered to you or your representative.

20.4 Force Majeure. A “**Force Majeure**” is any occurrence, event, or condition beyond your or our reasonable control that is not reasonably foreseeable and cannot be reasonably avoided, which may include an (a) act of God, terrorism, war, insurrection, civil commotion, chemical or nuclear contamination, strike, epidemic, pandemic, or embargo; (b) lack of water, materials, or power specified or reasonably necessary for the operation of your Franchised Business or our business; (c) fire, hurricane, tornado, earthquake, flood, or other unavoidable property casualty; or (d) act or order by a governmental authority (not limited to or caused by the party asserting the Force Majeure) that prevent or materially hinder or delay either party from providing services under this Agreement. If a Force Majeure occurs, provided that the party promptly provides the other party with written notice of the Force Majeure, the party so affected will be relieved of its respective obligations to the extent that that party is necessarily prevented, or materially hindered or delayed, in performance during the period of the Force Majeure, except a Force Majeure shall not relieve a party of any (i) payment obligations for monies owed, (ii) obligations that existed prior to the start of the period of the Force Majeure, (iii) obligations that start after the period of Force Majeure, or (iv) other obligations that are not necessarily prevented, or materially hindered or delayed during the period of the Force Majeure.

20.5 Notices. All notices required or permitted under this Agreement must be in writing, and must be personally delivered or mailed by registered or certified mail, return receipt requested, or by a nationally recognized overnight delivery service, to us at the address specified in Schedule A and to you at the address specified in Schedule A. The addresses for notices may be changed at any time by either party by written notice given to the other party as provided in this Section. Notices will be deemed received the same day when delivered personally, upon attempted delivery when sent by registered or certified mail or overnight delivery service, or the next business day when sent by facsimile.

20.6 Compliance with Anti-Terrorism Laws. You and your Owners agree to comply, and to assist us to the fullest extent possible in our efforts to comply, with Anti-Terrorism Laws (defined below). In connection with that compliance, you and your owners certify, represent, and warrant that none of your property or interests is subject to being blocked under, and that you and your owners otherwise are not in violation of, any of the Anti-Terrorism Laws. “**Anti-Terrorism Laws**” mean Executive Order 13224 issued by the President of the United States, the USA PATRIOT Act, and all other present and future federal, state, and local laws, ordinances, regulations, policies, lists, and other requirements of any governmental authority addressing or in any way

relating to terrorist acts and acts of war. Any violation of the Anti-Terrorism Laws by you or your owners, or any blocking of your or your owners' assets under the Anti-Terrorism Laws, shall constitute good cause for immediate termination of this Agreement, as provided in Section 17.2.H. (violation of law relating to terrorist activities).

20.7 Personal Guaranty. All Owners must sign the Guaranty of Payment and Performance in Schedule C.

21. ACKNOWLEDGEMENTS

21.1 Your Acknowledgements. You agree that: (i) you have conducted an independent investigation of the business contemplated by this Agreement, recognize that it involves business risks, and recognize that making a success of a venture is largely dependent on your own business abilities; (ii) no assurance or warranty, express or implied, has been given to you by us or any of our affiliates as to the potential success of any business contemplated by this Agreement or the profits that may be achieved; (iii) there are no promises, commitments, "side deals," options, rights of first refusal, or other rights or obligations in connection with this Agreement except as expressly provided for in this Agreement; and (iv) you are not relying on any representations or warranties, express or implied, other than those expressly set forth in this Agreement and the FDD.

21.2 Timely Receipt and Review of Agreement and Disclosure Document. You received a FDD required by applicable state and/or federal laws, including a form of this Agreement, at least 14 calendar days (or such longer time period as required by applicable state law) before you executed this Agreement or any related agreements or paid any consideration to us. If we made any unilateral and material changes to the terms and conditions of the form of this Agreement that was included in the FDD (other than changes that arose out of negotiations that you initiated), you received a revised copy of this Agreement that included such changes and were informed of any material differences between this Agreement and the form included in the FDD at least seven calendar days before you executed this Agreement or any related agreements or paid any consideration to us. You have reviewed this Agreement and the FDD and have been given ample opportunity to consult with, and ask questions of, our representatives regarding the documents. You have no knowledge of any representations made about the franchise opportunity by us, our affiliates, or any of our or their officers, directors, owners, or agents that are contrary to the statements made in our FDD or to the terms and conditions of this Agreement. You have read this Agreement and our FDD and understand and accept that the terms and covenants in this Agreement are reasonable and necessary for us to maintain our high standards of quality and service, as well as the uniformity of those standards at each Business, and to protect and preserve the goodwill of the Marks.

21.3 Financial Performance Representations. Except as may be stated in the FDD, neither we, nor any of our affiliates, nor any of our or our affiliates' officers, agents, employees, or representatives have made any representation to you, express or implied, as to the historical revenues, earnings, or profitability of any Business or the anticipated revenues, earnings, or profitability of the business subject to the license or any other business operated by us, our licensees, our franchisees, or our affiliates. In entering into this Agreement, you are not relying upon any information furnished by us or our representatives other than the information contained in this Agreement and the FDD. Any information you have acquired from other franchisees regarding their sales, profits or cash flows is not information obtained from us, and we make no representation about that information's accuracy.

22. CONSTRUCTION

22.1 Waiver or Delay. Except as otherwise stated in this Agreement, no waiver of, or delay in requiring strict compliance with any obligation of this Agreement, or the exercise of any right or remedy provided in this Agreement, and no custom or practice at variance with the requirements of this Agreement, will constitute a waiver or modification of any obligation, right, or remedy, or preclude the exercise of any right or remedy or the right to require strict compliance with any obligation stated in this Agreement, or will preclude, affect, or impair enforcement of any right or remedy provided in this Agreement with respect to any later default.

22.2 Entire Agreement; Amendments. The term "Agreement" as used in this Agreement includes all schedules attached to this Agreement and amendments to this Agreement, if any. This Agreement states the entire agreement between you and us related to the subject matter of this Agreement and fully replaces all prior agreements, representations, or understandings between you and us, whether oral or written, related to the subject matter of this Agreement. Except as otherwise expressly stated in this Agreement, this Agreement may be amended only by a written document signed by you and us. Notwithstanding the foregoing, nothing in this Agreement will disclaim or require you to waive reliance on any representation we make in our most recent FDD (including exhibits and amendments) delivered to you or your representative.

22.3 Operating, Developing, and Changing the System. We have the right to operate, develop, and change the System in any manner that is not specifically prohibited by this Agreement. Whenever we have reserved in this Agreement a right to take or to withhold an action, or to grant or decline to grant you a right to take or omit an action, we may, except as otherwise specifically provided in this Agreement, make our decision or exercise our rights based on information readily available to us and our judgment of what is in our and/or the System's best interests at the time our decision is made, without regard to either whether we could have made other reasonable or even arguably preferable alternative decisions or whether our decision promotes our financial or other individual interest.

22.4 Survival of Obligations. Each provision of this Agreement that expressly or by reasonable implication is to be performed, in whole or in part, after the expiration, termination, or Transfer of this Agreement will survive such expiration, termination, or Transfer, including, but not limited to, Sections 9 (Intellectual Property), 13.1 (Indemnification), 15 (Confidential Information; Restrictive Covenants), 18 (Obligations on Expiration or Termination), and 19 (Dispute Resolution).

22.5 Applicable Law. Except as provided in Section 15.6 (Modification), this Agreement, including, but not limited to, the making of it, will be governed by, construed and enforced in accordance with the laws of the State of Georgia, including, but not limited to, laws applicable to agreements made and to be entirely performed in Georgia, without giving effect to Georgia's choice of law or conflict of laws principles.

22.6 Severability. If, for any reason, any portion, section, part, term, provision and/or covenant of this Agreement is determined to be invalid and contrary to, or in conflict with, any existing or future law or regulation by a court or agency having valid jurisdiction, such will not impair the operation of, or have any other effect upon, such other portions, sections, parts, terms, provisions and/or covenants of this Agreement as may remain otherwise intelligible; and the latter will continue to be given full force and effect and bind the parties to this Agreement; and the invalid portions, sections, parts, terms, provisions and/or covenants will be deemed not to be a part of this Agreement.

22.7 Time. Time is of the essence to this Agreement.

22.8 Construction. The headings in this Agreement are for convenience of reference and are not a part of this Agreement and will not affect the meaning or construction of any of its provisions. Unless otherwise specified, all references to a number of days shall mean calendar days and not business days. The words “**include**,” “**including**,” and words of similar import shall be interpreted to mean “including, but not limited to” and the terms following such words shall be interpreted as examples of, and not an exhaustive list of, the appropriate subject matter.

22.9 Execution in Counterparts. This Agreement may be executed in two or more counterparts, each of which will be deemed an original, and all of which will constitute one and the same instrument.

22.10 Successors and Assigns. Except as expressly otherwise provided herein, this Agreement is binding upon and will inure to the benefit of the parties and their respective heirs, executors, legal representatives, successors, and permitted assigns.

22.11 Additional Terms; Inconsistent Terms. The parties may provide additional terms by including the terms on Schedule A. To the extent that any terms or provisions on Schedule A are in direct conflict with the terms or provisions of this Agreement, the terms or provisions on Schedule A shall control.

[Signature Page Follows]

IN WITNESS WHEREOF, each of the undersigned has executed this Agreement under seal as of the Effective Date.

FRANCHISOR:

Moe's Franchisor SPV LLC
a Delaware limited liability company

By: _____
Name: **Tim Goodman**
Title: Senior Vice President
Franchise Administration

Date: _____

FRANCHISEE:

«Z1_First_Name» «Z1_Last_Name»
a «Z1_State_of_Formation»
«Z1_Entity_Type»

By: _____
Name: «Signee_1_name»
Title: «Signee_1_title»

Date: _____

By: _____
Name: «Signee_2_name»
Title: «Signee_2_title»

Date: _____

By: _____
Name: «Signee_3_name»
Title: «Signee_3_title»

Date: _____

By: _____
Name: «Signee_4_name»
Title: «Signee_4_title»

Date: _____

By: _____
Name: «Signee_5_name»
Title: «Signee_5_title»

Date: _____

SCHEDULE A

FRANCHISE SPECIFIC TERMS

1. **“Effective Date”** means: _____
2. **“Franchisor”** means: Moe’s Franchisor SPV LLC, a Delaware limited liability company
3. **“Franchisee”** means: «Z1_First_Name» «Z1_Last_Name», a «Z1_State_of_Formation» «Z1_Entity_Type», «Z2_First_Name» «Z2_Last_Name», a «Z2_State_of_Formation» «Z2_Entity_Type», «Z3_First_Name» «Z3_Last_Name», a «Z3_State_of_Formation» «Z3_Entity_Type», «Z4_First_Name» «Z4_Last_Name», a «Z4_State_of_Formation» «Z4_Entity_Type», «Z5_First_Name» «Z5_Last_Name», a «Z5_State_of_Formation» «Z5_Entity_Type», jointly and severally
4. **Recital A: “Approved Products”** means fresh-mex and southwestern food dishes and other food products, beverage products, and related services we approve.
5. **Recital A: The “Primary Mark”** is: MOE’S SOUTHWEST GRILL®
6. **Section 1.1 (Accepted Location):** The Accepted Location means: «store_street_address», «store_city», «store_state» «store_zip». [OR] a location to be determined and added to this Agreement located in the following Site Selection Area:
_____.
7. **Section 1.4.A. (Owners of Equity):** Below is a complete list of your Owners and breakdown of your ownership structure:
8. **Section 3.1 (Initial Franchise Fee):** The Initial Franchise Fee shall be equal to \$ _____.
9. **Section 3.2.A. (Royalty Fee):**

The Royalty Fee shall be 5% of the Net Sales of the Franchised Business, payable each week on the Net Sales of the Franchised Business for the week prior to the preceding week (or on any other basis stated in the Manuals or in our written notice to you)
10. **Section 3.2.B. (Advertising Contribution):**

The Advertising Contribution shall be in an amount we determine, in our sole discretion, which shall not exceed 4% of the Net Sales of the Franchised Business, payable each week on the Net Sales of the Franchised Business for the week prior to the preceding week (or on any other basis stated in the Manuals or in our written notice to you).
11. **Section 4.1 (Reserved Rights):** The following provisions are added to Section 4.1 of the Agreement.
 - A. Area of Protection. We grant you a protected territory in which you have certain limited exclusive rights (an **“Area of Protection”**). [Your Area of Protection is: a _____ mile radius from the Accepted Location with the Accepted Location as the center point.] [OR] [We will designate, in our sole discretion, your Area of

Protection after we accept the Proposed Location as the Accepted Location. When we designate the Area of Protection for the Franchised Business, you must sign standard documentation we prepare, which includes a general release, to document the Area of Protection. If you relocate the Franchised Business pursuant to Section 5.5 (Relocation of the Franchised Business), we will specify an Area of Protection for the new location.

- B. Protected Rights. During the Term, we will not establish or operate, nor license any other person to establish or operate, a Business operating under the Marks and the System at any location within the Area of Protection, except in Captive Audience Locations, in Delivery Kitchens, and as otherwise provided in this Agreement. **“Captive Audience Locations”** include limited access and captive audience facilities, concession departments, separate areas, and other types of institutional accounts, which may include (i) airports, bus and railroad terminals, and other public transportation facilities, (ii) sports arenas, stadiums, and facilities, (iii) gasoline service stations, highway rest stops, and travel plazas, (iv) amusement parks or centers, zoos, parks, aquariums, museums, art centers, concert venues, theaters, drive-in theaters, movie theaters, amphitheaters, casinos, and other entertainment or tourist facilities, (v) supermarkets, convenience stores, department stores, outlet malls, and enclosed malls, (vi) food courts, (vii) hospitals and other health care facilities, (viii) universities, schools, and education facilities, (ix) convention centers, (x) military bases, and (xi) office buildings, business complexes, condominiums, dormitories, other high-density locations, and other similar non-restaurant locations. **“Delivery Kitchens”** include kitchens devoted to the preparation of products or Approved Products (often referred to as ghost, dark, or cloud kitchens), which may use the Marks and may deliver to customers located anywhere.
- C. Our Reserved Rights. We reserve all rights that we do not expressly grant you in this Agreement. For example, without limitation, we have the following rights, without providing any rights or compensation to you:
- (i) We and/or our affiliates may establish or license franchises and/or company-owned businesses offering products or services that are similar or identical to the Approved Products using the System or elements of the System under the Marks or any other marks anywhere outside of the Area of Protection or in Captive Audience Locations inside or outside the Area of Protection.
 - (ii) We and/or our affiliates may produce and/or sell Approved Products or any other products or services, and authorize others to produce and/or sell Approved Products or any other products or services, using the Marks, the System, and any other marks and/or systems we desire through any alternative channel of distribution located anywhere, including to and through (a) supermarkets, convenience stores, club stores, and other retail facilities not dedicated to the sale of the Approved Products, (b) mail order and e-commerce channels, and (c) Delivery Kitchens.
 - (iii) We and/or our affiliates may advertise, or authorize others to advertise, using the Marks anywhere, including inside and outside any Area of Protection.

(iv) We and/or our affiliates may acquire, be acquired by, or merge with another entity with existing businesses or franchises that are similar to or competitive with the Businesses anywhere (including inside and outside the Area of Protection (if any)) and (i) convert the other businesses to be Businesses operating under the Marks and the System (except inside your Area of Protection (if any)), (ii) permit the other businesses to continue to operate under another name anywhere (including inside your Area of Protection (if any)), and/or (iii) permit the businesses to operate under another name and convert your Franchised Business and existing Businesses to such other name.

D. Acknowledgements. You acknowledge that we, our affiliates, and our and their other franchisees may solicit customers in, and service customers who are from, any geographic location we or they desire, including locations within your Area of Protection, and that we, our affiliates, and other franchisees may provide Catering Services and Delivery Services within your Area of Protection.

E. Modification of Area of Protection. If you (i) commit a default that cannot be cured as specified in Section 17.2 (Our Termination: No Opportunity to Cure) or if you fail to cure a default within the cure period specified in Section 17.3 (Our Termination: Opportunity to Cure Within Cure Period) and (ii) we do not exercise our right to terminate the Agreement, we may, at our sole election and upon delivery of written notice to you, temporarily or permanently eliminate or reduce the size of your Area of Protection, in addition to any other remedies specified in Section 17.5 (Our Remedies After Your Default).

12. Section 6.5 (Opening and Development Deadlines):

EVENT	COMPLETION DEADLINE
Site Approval Deadline (Section 6.5.A.)	Within 150 days after the Effective Date
Construction Start Deadline (Section 6.5.B.)	Within 270 days after the Effective Date
Opening Deadline (Section 6.5.C.)	Within 360 days after the Effective Date

13. Section 10.1.C. (Grand Opening Advertising):

Your Grand Opening Obligation is that you must spend at least \$25,000 (\$35,000 if your Franchised Business is the first Business to open in a Designated Market Area) on grand opening advertising promoting the opening of your Franchised Business within the period beginning 4 weeks before the Opening Date and ending 8 weeks after the Opening Date. The Grand Opening Obligation is not required if your Franchised Business is located in a Captive Audience Location. We may delay the Opening Date if you have not obtained our written approval of your grand opening advertising plan at least 30 days prior to the Opening Date.

14. Section 10.1.E. (Local Marketing Obligation):

Your Local Marketing Obligation shall be equal to 2% of the Net Sales of your Franchised Business per calendar quarter.

15. Section 11.1.A (Required Trainees):

The Required Trainees shall consist of two Managers and any other persons that we designate.

16. Section 11.1.B (Training Fees):

We will provide the Management Training Program at no additional charge for any Required Trainees for the first two Franchised Businesses that you or your affiliates operate. For the third and subsequent Franchised Businesses that you or your affiliates operate, if we require you or you elect to receive the Management Training Program from us or our designee, you must pay us our then-current initial training fee for all of your Required Trainees to attend in a single training session.

17. Section 11.1.D (Completion of Training):

All of your Required Trainees must successfully complete the Management Training Program at least one week before you are scheduled to open your Franchised Business.

18. Section 11.2 (On-Site Training):

Approximately seven days after you obtain the Certificate of Occupancy for your first three Franchised Businesses (including Franchised Businesses owned by your affiliates), we will provide you, at the Franchised Business and at our cost, one or more of our representatives to facilitate the opening of such Franchised Businesses.

19. Section 12.7 (Your Participation; Manager):

Your Franchised Business must employ at least two Managers prior to the Opening Date until the 90th day after the Opening Date and at least one Manager thereafter.

20. Section 13.2 (Required Insurance):

Currently, you must obtain and maintain the following coverage:

- A. Comprehensive General Liability Insurance, including Products & Completed Operations coverage with limits not less than \$1,000,000 per occurrence and \$2,000,000 in the aggregate with a maximum \$5,000 deductible per occurrence;
- B. If we authorize you to serve alcohol and you do so, Dram Shop Liability Insurance with limits not less than \$1,000,000 per occurrence and \$2,000,000 in the aggregate;
- C. Statutory Workers' Compensation insurance, including employer's liability insurance, with limits not less than \$500,000;

- D. Automobile Liability insurance with a combined single limit of \$1,000,000 for any owned, hired, or non-owned automobile used in connection with the Franchised Business;
- E. "Follow Form" Umbrella/Excess Liability Policy with limits not less than \$2,000,000 per occurrence and in the aggregate that is in excess of items 1, 2, 3 (employer's liability insurance only), and 4 above;
- F. Business Property Insurance that extends coverage on a replacement cost basis for business personal property including electronic equipment, tenant improvements and betterments, and business income and extra expense, with covered causes of loss as "Special" or "All Risk" with coinsurance conditions not less than 80%, and further, if you are in a location that resides in FEMA Flood Zones beginning with the letters "A" or "V", coverage for Flood;
- G. Employment Practices Liability insurance with limits not less than \$1,000,000 per employee and \$1,000,000 per accident;
- H. Cyber Liability insurance with limits not less than \$1,000,000; and
- I. Other insurance required by an applicable state or local authority.

If you obtain a claims made policy, you must provide a tail coverage policy for no less than one year after the expiration or termination of this Agreement or the closure of the Franchised Business, whichever occurs first. The tail coverage limits must be equal to, or greater than, the limits provided in the prior policy.

21. Section 15.4 (Restrictive Covenants):

A "**Competing Product**" includes any product that is a Mexican-type menu item or that is the same as or similar to any other main course Approved Products.

22. Section 20.5 (Notices):

The notice address for the Franchisor shall be:

Moe's Franchisor SPV LLC, 5620 Glenridge Drive, Atlanta, Georgia 30342, Attention: Legal Department

The notice address for the Franchisee shall be: «C1_contact_street», «C1_contact_city», «C1_contact_state» «C1_contact_zip».

23. Section 22.11 (Additional Terms; Inconsistent Terms): The following additional terms amend the applicable Sections of the Agreement:

A. **Section 1.4.B (Primary Contact)** is deleted and replaced with the following:

1.4.B. Primary Contact. You must identify to us in writing an individual, who is reasonably acceptable to us, to serve as your "**Primary Contact**." You must empower the Primary Contact with the responsibility and decision-making authority regarding the Franchised Business and its operation, and you acknowledge and agree that we

will have the right to rely upon the Primary Contact for such purposes. Your Primary Contact must successfully complete any training programs that we specify and must satisfy any other standards we may require for their position. The Primary Contact must: (i) directly supervise the operations of the Franchised Business and the other Franchised Businesses operated by you; (ii) hold a direct or indirect, legal, or beneficial interest of 5% or more in your Entity; and (iii) be accepted by us. We reserve the right, in our sole discretion, to accept a Primary Contact proposed by you who does not satisfy (ii) in the previous sentence if such proposed Primary Contact (a) holds a direct or indirect, legal or beneficial interest in your Entity and (b) you have a written agreement that provides for a means that such Primary Contact will increase such interest to 5% or more in your Entity. You must notify us immediately of the death, disability, or termination of employment of your Primary Contact and must designate a successor or acting Primary Contact within 30 days after the death, disability, or termination of the predecessor. Additionally, you may not remove or replace the Primary Contact without our prior written approval.

- B. **Section 11.1.C (Attending Trainees)** is amended by adding the following:

Your Required Trainees must attend the Management Training Program within twelve weeks of the scheduled Opening Date. If your Franchised Business opens more than twelve weeks after your Required Trainees complete the Management Training Program, we may require them to attend an additional training course.

[SCHEDULE A SIGNATURE PAGE FOLLOWS]

Signature Page for Schedule A (Franchise Specific Terms)

FRANCHISOR:

Moe's Franchisor SPV LLC
a Delaware limited liability company

By: _____

Name: **Tim Goodman**
Title: Senior Vice President
Franchise Administration

Date: _____

FRANCHISEE:

«Z1_First_Name» «Z1_Last_Name»
a «Z1_State_of_Formation»
«Z1_Entity_Type»

By: _____

Name: «Signee_1_name»
Title: «Signee_1_title»

Date: _____

By: _____

Name: «Signee_2_name»
Title: «Signee_2_title»

Date: _____

By: _____

Name: «Signee_3_name»
Title: «Signee_3_title»

Date: _____

By: _____

Name: «Signee_4_name»
Title: «Signee_4_title»

Date: _____

By: _____

Name: «Signee_5_name»
Title: «Signee_5_title»

Date: _____

SCHEDULE B

PERSONAL COVENANTS

*All Persons Having an Equity Interest in Franchisee;
and All of Franchisee's Directors and Officers Must Sign*

Each undersigned ("you") agrees that:

1. All capitalized terms used but not defined in these Personal Covenants will have the meaning stated in the Franchise Agreement between Moe's Franchisor SPV LLC, a Delaware limited liability company ("we," "us," or "our"), and «Z1_First_Name» «Z1_Last_Name», a «Z1_State_of_Formation» «Z1_Entity_Type», «Z2_First_Name» «Z2_Last_Name», a «Z2_State_of_Formation» «Z2_Entity_Type», «Z3_First_Name» «Z3_Last_Name», a «Z3_State_of_Formation» «Z3_Entity_Type», «Z4_First_Name» «Z4_Last_Name», a «Z4_State_of_Formation» «Z4_Entity_Type», «Z5_First_Name» «Z5_Last_Name», a «Z5_State_of_Formation» «Z5_Entity_Type», jointly and severally ("Franchisee") (the "Franchise Agreement").
2. You are the owner of an equity interest in Franchisee, or you are a director or officer, and as such you expect to or will gain a direct personal benefit from the Franchise Agreement. You acknowledge that you have read and understand your obligations under the Franchise Agreement.
3. As an inducement to us to enter into the Franchise Agreement, and in consideration of the direct and personal benefits you will derive from the Franchise Agreement, you agree that: (i) you have read and understand all the provisions of Section 15 (Confidential Information; Restrictive Covenants) of the Franchise Agreement; (ii) you will be personally bound by all of the obligations and covenants of Franchisee in Section 15 of the Franchise Agreement as if the obligations and covenants were made and given personally by you directly to us; and (iii) the obligations and covenants are fair and reasonable and will not deprive you of your livelihood.
4. If any term in these Personal Covenants or in Section 15 of the Franchise Agreement must be interpreted by a court or an arbitrator of competent jurisdiction, you agree that: (i) these Personal Covenants are made freely and voluntarily by you and us, as 2 experienced businesspeople, in an arms-length commercial transaction; (ii) these Personal Covenants or Section 15 of the Franchise Agreement should not be construed in the same manner or under the same body of law as analogous terms in a contract of employment; (iii) if a court or arbitrator finds that any term in these Personal Covenants or Section 15 of the Franchise Agreement is invalid or unenforceable for any reason, that term will automatically be modified to the minimum extent necessary to make it valid and enforceable, and the modification will be deemed to have been a part of these Personal Covenants or Section 15 of the Franchise Agreement as of the date you sign these Personal Covenants or the Effective Date of the Franchise Agreement, whichever is later; (iv) the court or arbitrator should strictly construe these terms in favor of enforcement; and (v) if any term could be construed two ways, one of which would render the term valid and the other of which would render the term invalid, the court or arbitrator will construe the term in the manner that renders it valid.
5. These Personal Covenants will be governed by the choice of law provisions set forth in Sections 15.6 (Modifications) and 22.5 (Applicable Law) of the Franchise Agreement.

The undersigned sign and deliver these Personal Covenants as of the date stated below their signatures:

«C1_contact_first_name»
«C1_contact_last_name»
a «C1_contact_state» resident

X _____

Date: _____

«G1_first_name» «G1_last_name»
a «G1_state» resident

X _____

Date: _____

«G2_first_name» «G2_last_name»
a «G2_state» resident

X _____

Date: _____

«G3_first_name» «G3_last_name»
a «G3_state» resident

X _____

Date: _____

«G4_first_name» «G4_last_name»
a «G4_state» resident

X _____

Date: _____

SCHEDULE C

GUARANTY OF PAYMENT AND PERFORMANCE

THIS GUARANTY (the “**Guaranty**”) is made by the undersigned individuals (whether one or more, jointly and severally, the “**Guarantor**”), in favor of Moe’s Franchisor SPV LLC, a Delaware limited liability company (“**Franchisor**”).

A. Franchisor and «Z1_First_Name» «Z1_Last_Name», a «Z1_State_of_Formation» «Z1_Entity_Type», «Z2_First_Name» «Z2_Last_Name», a «Z2_State_of_Formation» «Z2_Entity_Type», «Z3_First_Name» «Z3_Last_Name», a «Z3_State_of_Formation» «Z3_Entity_Type», «Z4_First_Name» «Z4_Last_Name», a «Z4_State_of_Formation» «Z4_Entity_Type», «Z5_First_Name» «Z5_Last_Name», a «Z5_State_of_Formation» «Z5_Entity_Type», jointly and severally (“**Franchisee**”) are parties to a Franchise Agreement (the “**Franchise Agreement**”).

B. Guarantor is an owner of Franchisee and anticipates benefit from the transactions evidenced by the Franchise Agreement and is therefore willing to sign this Guaranty. Guarantor acknowledges having read and understood the terms and conditions of the Franchise Agreement.

C. Franchisor would not have agreed to enter into the Franchise Agreement without this Guaranty.

Guarantor and Franchisor agree as follows:

1. Guaranty. Guarantor guarantees to Franchisor and its successors and assigns the following obligations (collectively, the “**Obligations**”): (i) the full and prompt payment and performance of all Franchisee’s and its owners’, officers’, directors’, agents’ and employees’ obligations to Franchisor under the Franchise Agreement, any amendment to the Franchise Agreement or any other agreement between Franchisee and Franchisor; and (ii) the full and prompt payment or reimbursement of all amounts, costs, expenses, claims, liabilities, or obligations Franchisor incurs under the Franchise Agreement. Guarantor agrees that if Franchisee does not make payments under the Franchise Agreement when due or perform any obligations required of it in accordance with the Franchise Agreement or satisfy any Obligations Franchisor incurs related to any of them, Guarantor will make the payments and reimbursements and cause the obligations to be performed within 5 days of Franchisor’s notice to Guarantor. If there is more than one Guarantor, all the terms in this Guaranty are joint and several.
2. Payment. If Franchisee defaults under the Franchise Agreement, Franchisor may proceed directly against any or each Guarantor without first proceeding against or notifying Franchisee and without proceeding against any other Guarantor.
3. Waivers by Guarantor. Guarantor waives (i) all rights to payments and claims for reimbursement or subrogation that each Guarantor may have against Franchisee arising as a result of the Guarantor’s execution of and performance under this Guaranty, for the express purpose that no Guarantor shall be deemed a “creditor” of Franchisee under any applicable bankruptcy law with respect to Franchisee’s obligations to Franchisor; (ii) all rights to require Franchisor to proceed against Franchisee for any Obligation, proceed against or exhaust any security from Franchisee, take any action to assist any Guarantor in seeking reimbursement or subrogation in connection with this Guaranty or pursue,

enforce or exhaust any remedy, including any legal or equitable relief, against Franchisee; (iii) any benefit of, any right to participate in, any security now or hereafter held by Franchisor; and (iv) acceptance and notice of acceptance by Franchisor of the Guarantor's Obligations under this Guaranty, all presentments, demands and notices of demand for payment of any indebtedness or non-performance of any Obligations hereby guaranteed, protest, notices of dishonor, notices of default to any party with respect to the indebtedness or nonperformance of any Obligations guaranteed by Guarantors, and any other notices and legal or equitable defenses to which a Guarantor may be entitled. Franchisor shall have no present or future duty or obligation to the Guarantors under this Guaranty, and each Guarantor waives any right to claim or assert any such duty or obligation, to discover or disclose to any Guarantor any information, financial or otherwise, concerning Franchisee, any Guarantor, or any collateral securing any Obligations of Franchisee to Franchisor. Without affecting the Obligations of Guarantor under this Guaranty, Franchisor may, without notice to any Guarantor, extend, modify, supplement, waive strict compliance with, or release all or any provisions of the Franchise Agreement or any indebtedness or Obligation, or settle, adjust, release, or compromise (including if made in or out of court on receivership, liquidation, bankruptcy, reorganization, arrangement, or assignment for the benefit of creditors) any claims against Franchisee or any Guarantor, make advances for the purpose of performing any Obligations, assign the Franchise Agreement or the right to receive any sum payable under the Franchise Agreement, and the Guarantors each hereby jointly and severally waive notice of same. Guarantors expressly acknowledge that the Obligations survive the expiration or termination of the Franchise Agreement.

4. No Waiver By Franchisor. Franchisor's delay or failure to exercise of any right or remedy will not operate as a waiver thereof, and no single or partial exercise by Franchisor of any right or remedy will preclude any further exercise thereof or the exercise of any other right or remedy.
5. Consent to Jurisdiction. Guarantor: (i) submits to personal jurisdiction in Georgia for the enforcement of this Guaranty; and (ii) waives all personal rights under the laws of Georgia or of any state to object to jurisdiction within Georgia for litigation related to this Guaranty, regardless of any present or future domicile of Guarantor, Franchisee, or Franchisor.
6. Governing Law. This Guaranty is to be construed under and governed by the law of the State of Georgia without regard to Georgia, or any other, choice of law or conflicts of law principles. If any provision of this Guaranty would not be enforceable under the laws of Georgia, and if the business franchised under the Franchise Agreement is located outside of Georgia and the provision would be enforceable under the laws of the state in which the franchised business is located, then that provision, and only that provision, will be interpreted and construed under the laws of that state. Nothing in this Guaranty is intended to invoke the application of any franchise, business opportunity, antitrust, "implied covenant," unfair competition, fiduciary, or other doctrine of law of Georgia or any other state.
7. Dispute Resolution. Section 19 (Dispute Resolution) of the Franchise Agreement is hereby incorporated herein by reference and will be applicable to any all disputes between Franchisor and any of the Guarantors, as though Guarantor were the "Franchisee" referred to in the Franchise Agreement.

8. Notices. Any notice under this Agreement must be in writing and is deemed delivered: (i) 1 business day after being sent by commercial courier service for next business day delivery; or (ii) 5 days after being deposited in the United States mail for certified or registered delivery, return receipt requested, postage prepaid. Notice to Franchisor will be addressed to: Legal Department, Moe's Franchisor SPV LLC, 5620 Glenridge Drive, Atlanta, Georgia 30342. Notice to Guarantor will be addressed to the address stated below his or her signature at the end of this Guaranty. The addresses for notices may be changed at any time by either party by written notice given to the other party as provided in this Section.
9. Successors and Assigns. The provisions of this Guaranty will bind Guarantor and Guarantor's respective heirs and personal representatives and will benefit Franchisor and its respective successors and assigns. Guarantor will not assign this Guaranty without Franchisor's prior written consent. Guarantor's death will not terminate this Guaranty and the same will be enforceable against Guarantor's estate.
10. Severability. To the extent that any provision of this Guaranty would violate any applicable usury statute or any other applicable law, the Obligations will be reduced to the limit legally permitted, but the Obligation will be fulfilled to the limit of its legal validity. The provisions of this Section will control every other provision of this Guaranty.
11. No Release. The cessation of or release from liability of any Guarantor will not relieve any other Guarantor from liability under this Guaranty or the Franchise Agreement, except to the extent that the default has been remedied or monies owed have been paid.
12. Survival. Guarantor agrees that the Obligations survive the termination of the Franchise Agreement.

IN WITNESS WHEREOF, Guarantor has signed and delivered this Guaranty as of the date stated below Guarantor's signature.

X _____
«C1_contact_first_name» «C1_contact_last_name»
a «C1_contact_state» resident

Date: _____

Address:

X _____
«G1_first_name» «G1_last_name»
a «G1_state» resident

Date: _____

Address:

X _____
«G2_first_name» «G2_last_name»
a «G2_state» resident

Date: _____

Address:

X _____
«G3_first_name» «G3_last_name»
a «G3_state» resident

Date: _____

Address:

X _____
«G4_first_name» «G4_last_name»
a «G4_state» resident

Date: _____

Address:

SCHEDULE D
STATE LAW ADDENDUM
(If Required)

CALIFORNIA ADDENDUM TO FRANCHISE AGREEMENT

In recognition of the requirements of the California Franchise Investment Law §§ 31000 through 31516, and the California Franchise Relations Act, California Business and Professions Code §§ 20000 through 20043, the Franchise Agreement, for franchises offered and sold in the State of California or to California residents, is amended to include the following:

1. Section 16.3.I. of the Franchise Agreement is amended by adding the following punctuation and language at the end of such sections, before the period: “; provided, however, this release will not apply to claims as you may have under the California Franchise Investment Law and the California Franchise Relations Act.”
2. Section 22.2 (Entire Agreement; Amendments) of the Franchise Agreement is amended by adding the following: “Nothing in this Section will disclaim any of the information in the FDD (or its attachments/addenda) delivered to you immediately before you signed this Agreement.”
3. If any of the provisions of the Franchise Agreement concerning termination are inconsistent with either the California Franchise Relations Act or the Federal Bankruptcy Code (concerning termination of the Agreement on certain bankruptcy-related events), then the Federal Bankruptcy Code applies.
4. The Franchise Agreement is governed by Georgia law. This requirement may be unenforceable under California law.
5. The Franchise Agreement requires binding arbitration. The arbitration will occur at the offices of our principal place of business or another suitable location chosen by us in the city where our headquarters is then located, with the prevailing party’s costs and expenses to be borne by the other party. 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. This provision may not be enforceable under California law.
6. 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.
7. You must sign a general release if you renew or transfer your franchise. California Corporations Code § 31512 voids a waiver of your rights under the Franchise Investment Law (California Corporations Code §§ 31000 through 31516). California Business and Professions Code § 20010 voids a waiver of your rights under the Franchise Relations Act (Business and Professions Code §§ 20000 through 20043).
8. The Franchise Agreement requires that any litigation be conducted in the state of our principal place of business. This provision may not be enforceable under California law.

[Copy Signature Block From Franchise Agreement]

HAWAII ADDENDUM TO FRANCHISE AGREEMENT

In recognition of the requirements of the Hawaii Franchise Investment Law, Hawaii Rev. Stat. §§ 482E, et seq., the Franchise Agreement, for franchises offered and sold in the State of Hawaii or to Hawaii residents, is amended to include the following:

1. Section 16.3.I. of the Franchise Agreement is amended by adding the following punctuation and language at the end of the section, before the period: “; provided, however, this release will not apply to claims as you may have under the Hawaii Franchise Investment Law. “
2. Section 20 (Miscellaneous) of the Franchise Agreement is supplemented by the addition of the following Section, which is considered an integral part of the Agreement:

20.8 The general release language in this Agreement will not relieve us or any other person, directly or indirectly, from liability imposed by the Hawaii Franchise Investment Law.
3. The Hawaii Franchise Investment Law provides rights to you on nonrenewal, termination and transfer of the Agreement. If any of the provisions of the Franchise Agreement on termination are inconsistent with the Hawaii Franchise Investment Law, then this will apply.

[Copy Signature Block From Franchise Agreement]

ILLINOIS ADDENDUM TO FRANCHISE AGREEMENT

In recognition of the requirements of the Illinois Franchise Disclosure Act of 1987, Ill. Comp. Stat. §§ 705/1 through 705/44, the Franchise Agreement, for franchises offered and sold in the State of Illinois or to Illinois residents, is amended to include the following:

1. The provisions of the Franchise Agreement on governing law, jurisdiction, and choice of law will not be a waiver of any right conferred on you by the Illinois Franchise Disclosure Act. Illinois law will govern the Franchise Agreement with respect to Illinois franchisees. Consistent with the foregoing, any provision in the Franchise Agreement that designates jurisdiction and venue in a forum outside of Illinois is void with respect to any cause of action that is otherwise enforceable in Illinois.
2. 815 ILCS § 705/41 (Illinois Franchise Disclosure Act) states that “any condition, stipulation, or provision purporting to bind any person acquiring any franchise to waive compliance with any provision of this Act or any other law of this State is void.”
3. Section 21.1 (Your Acknowledgements) is deleted from all Illinois Franchise Agreements.

[Copy Signature Block From Franchise Agreement]

INDIANA ADDENDUM TO FRANCHISE AGREEMENT

In recognition of the requirements of the Indiana Deceptive Franchise Practices Law, Indiana Code §§ 23-2-2.7-1 through 23-2-2.7-10, and the Indiana Franchise Disclosure Law, Indiana Code §§ 23-2-2-2.5-1 through 23-2-2-2.5-51, the Franchise Agreement, for franchises offered and sold in the State of Indiana or to Indiana residents, is amended to include the following:

1. The laws of the State of Indiana supersede any provisions of the Franchise Agreement, or Georgia law if these provisions are in conflict with Indiana law. The Franchise Agreement will be governed by Indiana law, rather than Georgia law as stated in Section 22.5 (Applicable Law) of the Franchise Agreement.
2. Venue for litigation will not be limited to Georgia, as specified in Section 19.1 (Dispute Resolution) of the Franchise Agreement.
3. The prohibition by Indiana Code 23-2-2.7-1(7) against unilateral termination of the franchise without good cause or in bad faith, good cause being defined therein as “a material breach of the franchise agreement,” will supersede the provisions of Section 17 (Default and Termination) of the Franchise Agreement in the State of Indiana to the extent they may be inconsistent with this prohibition.
4. No release language stated in the Franchise Agreement will relieve us or any other person, directly or indirectly, from liability imposed by the laws on franchising of the State of Indiana.
5. Section 15.4.B. (Post-Term) of the Franchise Agreement is revised to limit the geographical extent of the post-term covenant not to compete to an area of reasonable size for all franchises sold in the State of Indiana.
6. Section 15.5 (Remedies) of the Franchise Agreement will not apply to franchises offered and sold in the State of Indiana.
7. Notwithstanding the terms of Section 4 (Territorial Rights) of the Franchise Agreement, we will not compete unfairly with you within a reasonable area.

[Copy Signature Block From Franchise Agreement]

**INDIANA ADDENDUM
TO PERSONAL COVENANTS AGREEMENT**

Notwithstanding anything to the contrary stated in the Personal Covenants Agreement, the following provisions will supersede and apply:

1. 1. The Personal Covenants Agreement is revised to limit the geographical extent of the covenant not to compete to an area of reasonable size for all franchises sold in the State of Indiana.

[Copy Signature Block From Franchise Agreement]

MARYLAND ADDENDUM TO FRANCHISE AGREEMENT

In recognition of the requirements of the Maryland Franchise Registration and Disclosure Law, Md. Code Bus. Reg. §§ 14-201 through 14-233, the Franchise Agreement, for franchises offered and sold in the State of Maryland or to Maryland residents, is amended to include the following:

2. No release language required by Section 2.2.B(iii) of the Franchise Agreement (concerning conditions precedent to renewal), or Section 16.3.I. of the Franchise Agreement (concerning conditions precedent to transfer), will relieve us or any other person, directly or indirectly, from liability imposed by the Maryland Franchise Registration and Disclosure Law.
3. You may bring a lawsuit in Maryland for claims arising under the Maryland Franchise Registration and Disclosure Law.
4. Section 20.3 (General Release) of the Franchise Agreement is amended to include the following:

The general release required as a condition of sale shall not apply to any liability under the Maryland Franchise Registration and Disclosure Law.
5. 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.
6. Any claims arising under the Maryland Franchise Registration and Disclosure Law must be brought within 3 years after the grant of the franchise.

[Copy Signature Block From Franchise Agreement]

MINNESOTA ADDENDUM TO FRANCHISE AGREEMENT

In recognition of the requirements of the Minnesota Franchises Law, Minn. Stat. §§ 80C.01 through 80C.22, and of the Rules and Regulations promulgated thereunder by the Minnesota Commissioner of Commerce, Minn. Rules §§ 2860.0100 through 2860.9930, the Franchise Agreement, for franchises offered and sold in the State of Minnesota or to Minnesota residents, is amended to include the following:

1. Section 9 (Intellectual Property) of the Franchise Agreement is amended by adding the following language:

9.8. The Minnesota Department of Commerce requires that we indemnify you against liability to third parties resulting from claims by third parties that your use of our trademark infringes trademark rights of the third party. We do not indemnify against the consequences of your use of our trademark except in accordance with the requirements of the Agreement, and, as a condition to indemnification, you must provide notice to us of any claim within 10 days and tender the defense of the claim to us. If we accept the tender of defense, we have the right to manage the defense of the claim including the right to compromise, settle or otherwise resolve the claim, and to determine whether to appeal a final determination of the claim.

2. Any general release language contained in the Franchise Agreement will not relieve us or any other person, directly or indirectly, from liability imposed by the Minnesota Franchises Law.
3. Section 16.3.I. of the Franchise Agreement is amended by adding the following punctuation and language at the end of this section, before the period: “; provided, however, this release will not apply to claims as you may have under the Minnesota Franchises Law and the Rules and Regulations promulgated thereunder by the Minnesota Commissioner of Commerce.”
4. Section 16 (Transfer) of the Franchise Agreement will be supplemented by adding of the following as Section 16.11 of the Franchise Agreement, which will be considered an integral part of the Franchise Agreement:

Minnesota law provides you with certain transfer rights. In sum, Minn. Stat. § 80C.14 (subd. 5) currently requires, except in certain specified cases, that consent to the transfer of the Franchise not be unreasonably withheld.

5. Section 17 (Default and Termination) of the Franchise Agreement will be supplemented by adding the following as Section 17.6 of the Franchise Agreement, which will be considered an integral part of the Franchise Agreement:

Minnesota law provides you with certain termination rights. In sum, Minn. Stat. § 80C.14 (subs. 3 and 5) currently requires, except in certain specified cases, that you be given 90 days' notice of termination (with 60 days to cure) and 180 days' notice of nonrenewal of this Agreement, and that consent to the transfer of the Franchise not be unreasonably withheld.

6. Section 19.4 (Limitation of Claims) of the Franchise Agreement is amended by adding the following language:

Notwithstanding the foregoing, any and all claims arising under the Minnesota Franchises Law may be brought within 3 years from the date on which the cause of action accrues.

7. Section 20 (Miscellaneous) of the Franchise Agreement will be supplemented by the addition of the following Sections, which will be considered an integral part of the Agreement:

20.8 The general release language contained in this Agreement will not relieve us or any other person, directly or indirectly, from liability imposed by the Minnesota Franchise Investment Law.

20.9 Minn. Stat. Sec 80C.21 and Minn. Rule 2860.4400J prohibit us from requiring litigation to be conducted outside Minnesota. Nothing in the Franchise Disclosure Document or this Agreement can abrogate or reduce any of your rights provided for in Minnesota Statutes, Chapter 80C, or your rights to any procedure, forum or remedies provided for by the laws of the jurisdiction.

[Copy Signature Block From Franchise Agreement]

NEW YORK ADDENDUM TO FRANCHISE AGREEMENT

In recognition of the requirements of the General Business Law of the State of New York, Article 33, Sections 680 through 695, the Franchise Agreement, for franchises offered and sold in the State of New York or to New York residents, is amended to include the following:

1. Sections 2.2.B(iii) (Conditions for Renewal Term), 16.3.I. (Control Transfer), and 20.3 (General Release) of the Franchise Agreement, are amended to add the following language immediately following the requirement that you sign a General Release:

Provided, however, that 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 will remain in force; it being the intent of this proviso that the non-waiver provisions of GBL, Section 687.4 and 687.5 be satisfied.

2. Section 17.1 (Your Termination and Notice of Our Breach) is amended to add the following sentence at the end of the Section:

Notwithstanding the foregoing, you may terminate this Agreement on any grounds available by law under the provisions of Article 33 of the General Business Law of the State of New York.

3. Section 22.5 (Applicable Law) of the Franchise Agreement is amended to add the following sentence at the end of the Section:

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.

[Copy Signature Block From Franchise Agreement]

NORTH DAKOTA ADDENDUM TO FRANCHISE AGREEMENT

In recognition of the requirements of the North Dakota Franchise Investment Law, N.D. Cent. Code §§ 51-19-01 through 51-19-17, and the policies of the office of the State of North Dakota Securities Commission, the Franchise Agreement, for franchises offered and sold in the State of North Dakota or to North Dakota residents, is amended to include the following:

1. Any general release language contained in the Franchise Agreement will not relieve us or any other person, directly or indirectly, from any liability imposed by the North Dakota Franchise Investment Law.
2. Section 15.4 (Restrictive Covenants) of the Franchise Agreement is amended by adding the following: "Covenants not to compete such as those mentioned above are generally considered unenforceable in the State of North Dakota."
3. Section 16.3.I. of the Franchise Agreement is amended by adding the following punctuation and language at the end of this section, before the period: "; provided, however, this release will not apply to claims as you may have under the North Dakota Franchise Investment Law."
4. The third sentence of Section 19.1.A. (Arbitration) is deleted.
5. Section 19.4 (Limitation of Claims) of the Franchise Agreement is modified to state that the statute of limitations under North Dakota Law will apply.
6. Section 19.5 (Waiver of Jury Trial) of the Franchise Agreement is deleted.
7. The provisions of the Franchise Agreement on governing law, jurisdiction, and choice of law will not be a waiver of any right conferred on you by the North Dakota Franchise Investment Law.

[Copy Signature Block From Franchise Agreement]

**RHODE ISLAND ADDENDUM
TO FRANCHISE AGREEMENT**

In recognition of the requirements of the Rhode Island Franchise Investment Act, §§ 19-28.1-1 through 19-28.1-34, the Franchise Agreement, for franchises offered and sold in the State of Rhode Island or to Rhode Island residents, is amended to include the following:

1. Section 19-28.1.-14 of the Rhode Island Franchise Investment Act provides that “A provision in a franchise agreement restricting jurisdiction or venue to a forum outside this state or requiring the application of the laws of another state is void with respect to a claim otherwise enforceable under this Act.”

[Copy Signature Block From Franchise Agreement]

WASHINGTON ADDENDUM TO FRANCHISE AGREEMENT

In recognition of the requirements of the Washington Franchise Investment Protection Act, Wash. Rev. Code §§ 19.100.010 through 19.100.940, the Franchise Agreement, for franchises offered and sold in the State of Washington, is amended to include the following:

1. If any of the provisions in the franchise Disclosure Document or the Franchise Agreement, are inconsistent with the relationship provisions of RCW 19.100.180 or other requirements of the Washington Franchise Investment Protection Act, the provisions of the Act will prevail over the inconsistent provisions with regard to any franchise sold in Washington.
2. In any arbitration involving a franchise purchased in Washington, the arbitration site will be either in Washington or in a place as mutually agreed on at the time of the arbitration, or as determined by the arbitrator.
3. A release or waiver of rights you sign will not include rights under the 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. Provisions such as those that unreasonably restrict or limit the statute of limitations period for claims under the Act, and rights or remedies under the Act such as a right to a jury trial, may not be enforceable.
4. The State of Washington has a statute, RCW 19.100.180 that may supersede the Franchise Agreement in your relationship with us including the areas of termination and renewal of your franchise. There also may be court decisions that may supersede the Franchise Agreement in your relationship with us including the areas of termination and renewal of your franchise.
5. On a conflict of laws, the provisions of the Washington Franchise Investment Protection Act, Chapter 19.100 RCW will prevail.
6. Transfer fees are collectable to the extent that they reflect our reasonable estimated or actual costs in effecting a transfer.
7. Chapter 49.62 RCW limits the use of noncompetition agreements and may supersede the Franchise Agreement's noncompetition provisions. Washington law provides as follows: (1) an employee non-compete covenant is unenforceable unless the employee's annual earnings exceed \$100,000 (an amount that will be adjusted annually); (2) an independent contractor non-compete covenant is unenforceable unless the independent contractor's annual earnings exceed \$250,000; (3) a presumption is created that any non-compete covenant with a duration longer than 18 months is unreasonable and unenforceable; and (4) any contractual provision that requires an employee to adjudicate a noncompetition covenant outside of Washington State is void and unenforceable.
8. 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.

[Copy Signature Block From Franchise Agreement]

SCHEDULE E
MULTI-UNIT ADDENDUM
(If Offered)

MULTI-UNIT ADDENDUM

This Multi-Unit Addendum (the “**MU Addendum**”) is signed as of _____ between Moe’s Franchisor SPV LLC, a Delaware limited liability company (“**we**” or “**us**”) and «**Z1_First_Name**» «**Z1_Last_Name**», a «**Z1_State_of_Formation**» «**Z1_Entity_Type**», «**Z2_First_Name**» «**Z2_Last_Name**», a «**Z2_State_of_Formation**» «**Z2_Entity_Type**», «**Z3_First_Name**» «**Z3_Last_Name**», a «**Z3_State_of_Formation**» «**Z3_Entity_Type**», «**Z4_First_Name**» «**Z4_Last_Name**», a «**Z4_State_of_Formation**» «**Z4_Entity_Type**», «**Z5_First_Name**» «**Z5_Last_Name**», a «**Z5_State_of_Formation**» «**Z5_Entity_Type**», jointly and severally (“**you**”).

BACKGROUND:

A. We and you entered into franchise agreements of even date with this MU Addendum listed in Appendix A attached hereto, whereby we granted and you accepted licenses to operate Franchised Businesses to be located within the Site Selection Areas listed in Appendix A (the “**MUA Franchise Agreements**”). (All capitalized terms in this MU Addendum shall have the meaning assigned to them in the MUA Franchise Agreements, unless otherwise defined in this MU Addendum.)

B. It is intended that you will develop and open the Franchised Businesses licensed under the MUA Franchise Agreements (the “**MUA Businesses**”) in accordance with the terms of the MUA Franchise Agreements as amended by this MU Addendum.

NOW THEREFORE, in consideration of the promises contained herein and for other good and valuable consideration, the parties agree as follows:

1. Initial Franchise Fees. You must pay us all of the Initial Franchise Fees under each of the MUA Franchise Agreements in a lump sum upon execution of the MUA Franchise Agreements. We have no obligation to refund any portion of the Initial Franchise Fees to you, even if this Addendum or any of the MUA Franchise Agreements are terminated and/or you fail to develop one or more of the MUA Businesses.
2. Site Selection Areas. You acknowledge that you do not have any exclusive or protected rights with respect to the Site Selection Areas listed on Appendix A. Among other rights that we reserve, we may open and operate, or license third parties to open and operate, Businesses using the Marks and the System anywhere.
3. Opening and Development Deadlines. The Site Approval Deadline, the Construction Start Deadline, and the Opening Deadline set forth in Section 15 of Schedule A of each MUA Franchise Agreements is hereby amended by deleting such deadlines and replacing them with the deadlines set forth in Appendix B attached hereto. The amended schedule of deadlines shall be referred to herein as the “Development Schedule.”
4. Requests for Extensions. If you are diligently working to comply with the Development Schedule and are still unable to meet one or more deadline therein, you may request an extension before the expiration of such applicable deadline(s). We have the right to require you to pay a \$2,500 extension fee for each extended deadline, if we agree to modify (or if you miss) any of the deadlines. We are not obligated to extend any deadlines.

5. Termination of MUA Franchise Agreements. If you (i) fail to comply with any of the deadlines set forth in the Development Schedule and we have not granted an extension of such deadline(s) or (ii) any other agreement between you and us or our affiliates is terminated, we may, in our sole discretion, terminate this Addendum and/or any or all of the remaining MUA Franchise Agreements for which you have not yet opened a MUA Business. For the avoidance of doubt, if you fail to comply with any of the deadlines set forth in the Development Schedule, such default shall not be grounds for us to terminate any MUA Franchise Agreements that are in effect for Franchised Businesses that are already open and operating at the time of such default.
6. Confidential Information. This MU Addendum and the terms contained herein are deemed Confidential Information under the terms of the MUA Franchise Agreements.
7. Effect of MU Addendum. In the event of any inconsistency between the terms of the MUA Franchise Agreements and the terms of this MU Addendum, the terms of this MU Addendum will supersede and control. In all other respects, the terms of the MUA Franchise Agreements are ratified and confirmed.

IN WITNESS WHEREOF, each of the undersigned has executed this MU Addendum under seal as of the date listed above.

FRANCHISOR:

Moe's Franchisor SPV LLC
a Delaware limited liability company

By: _____
Name: **Tim Goodman**
Title: Senior Vice President
Franchise Administration

Date: _____

FRANCHISEE:

«Z1_First_Name» «Z1_Last_Name»
a «Z1_State_of_Formation»
«Z1_Entity_Type»

By: _____
Name: «Signee_1_name»
Title: «Signee_1_title»

Date: _____

By: _____
Name: «Signee_2_name»
Title: «Signee_2_title»

Date: _____

By: _____
Name: «Signee_3_name»
Title: «Signee_3_title»

Date: _____

By: _____
Name: «Signee_4_name»
Title: «Signee_4_title»

Date: _____

By: _____
Name: «Signee_5_name»
Title: «Signee_5_title»

Date: _____

**Appendix B
To the Multi-Unit Addendum**

DEVELOPMENT SCHEDULE

The first MUA Business to satisfy the requirements of the Site Approval Deadline shall be subject to the deadlines listed below for the 1st MUA Business. The second MUA Business to satisfy the requirements of the Site Approval Deadline shall be subject to the deadlines listed below for the 2nd MUA Business, and so on. If you fail to satisfy any of the required development milestones by a specified deadline (including having the minimum number of Sites for MUA Businesses approved by each Site Approval Deadline), we shall have the right to terminate the MU Addendum and the related MUA Franchise Agreements for unopened Franchised Businesses in accordance with Section 5 of the MU Addendum.

MUA Business Under Development	Site Approval Deadline (Section 6.5.A. of the MUA Agreements)	Construction Start Deadline (Section 6.5.B. of the MUA Agreements)	Opening Deadline (Section 6.5.C. of the MUA Agreements)
1 st MUA Business			
2 nd MUA Business			
3 rd MUA Business			
4 th MUA Business			
5 th MUA Business			
6 th MUA Business			
7 th MUA Business			
8 th MUA Business			
9 th MUA Business			
10 th MUA Business			

**EXHIBIT C
OTHER AGREEMENTS**

GENERAL RELEASE – ASSIGNMENT/RENEWAL

To all to whom these Presents shall come or may Concern, Know «Seller1_Name»«Seller2_Name»«Seller3_Name», an individual(s) domiciled in the State of «Store_State» as RELEASOR, in consideration of the consent of MOE’S FRANCHISOR SPV LLC to the Assignment or Renewal of the Moe’s Franchise Agreement between RELEASOR and MOE’S FRANCHISOR SPV LLC (the “Franchise Agreement”) to «Combined_All_Franchise_Names», and other good and valuable consideration, hereby releases and discharges MOE’S FRANCHISOR SPV LLC and its affiliates and its and their respective parents, subsidiaries officers, directors, shareholders, members, managers, agents, attorneys, representatives, contractors and employees, and the respective successors, assign, executors, administrators and heirs of the foregoing (collectively, the “RELEASEE PARTIES”) from all actions, causes of action, suits, debts, dues, sums of money, accounts, reckonings, bonds, bills, specialties, covenants, contracts, controversies, agreements, promises, variances, trespasses, damages, judgments, executions, claims and demands whatsoever, in law, admiralty or equity, which against the RELEASEE PARTIES or any of them, the RELEASOR and/or its affiliates and its and/or their successors and assigns ever had, now have or hereafter can, shall or may have, on or by reason of any matter, cause or thing whatsoever from the beginning of the world to the day of the date of this RELEASE, including, without limitation, claims arising under federal, state and local laws, rules and ordinances. This General Release is not intended as a waiver of those rights of the undersigned which cannot be waived under applicable state franchise laws nor is it intended to relieve MOE’S FRANCHISOR SPV LLC or any of the RELEASEE PARTIES, directly or indirectly, from liability imposed by the Maryland Franchise Registration and Disclosure Law. This General Release shall survive the assignment or renewal of the Moe’s Franchise Agreement or any other documents entered into by and between MOE’S FRANCHISOR SPV LLC and any of the undersigned in connection with the franchise relationship.

Whenever the text hereof requires, the use of singular number shall include the appropriate plural number as the text of the within instrument may require.

This RELEASE may not be changed orally.

IN WITNESS WHEREOF, the RELEASOR (if an individual) *has executed this RELEASE, and (if a corporation) has caused this RELEASE to be executed by a duly authorized officer and its corporate seal to be hereunto affixed on _____, _____.*

RELEASOR

[SEAL]

By _____
«Seller1_Name»

ACKNOWLEDGMENT FOR INDIVIDUAL RELEASOR

STATE OF _____ ss.:
COUNTY OF _____

On _____, _____ before me _____,
personally came «Seller1_Name»«Seller2_Name»«Seller3_Name», to me known, who, by me
duly sworn, did depose and say that deponent(s) reside(s) at
«Seller1_Address»«Seller2_Address»«Seller3_Address», and known to me to be the same
person whose name(s) is signed to the foregoing RELEASE, and acknowledged the execution
thereof for the uses and purposes therein set forth.

IN WITNESS WHEREOF I have hereunto set my hand and official seal.

Notary Public
My Commission expires: _____

(NOTARIAL SEAL)

BY: _____ L.S.
NAME: «SIGNEE_2_NAME»
TITLE: «SIGNEE_2_TITLE»

DATE: _____

**THE COCA-COLA COMPANY
MOE'S FRANCHISEE PARTICIPATION AGREEMENT**

1. PARTIES

The parties to this Agreement are Customer and Company.

2. DEFINITIONS

Capitalized terms are defined in **Exhibit 2**.

3. COVERED OUTLETS

The Agreement will apply to all Covered Outlets. If any Covered Outlet is eligible for an alternate marketing or funding program offered directly or indirectly by Company or any of its subsidiaries or authorized bottlers, Company in its sole discretion will determine which marketing or funding program will be made available to that Covered Outlet. In no event will any Covered Outlet be eligible for more than one marketing or funding program offered by Company or any of its subsidiaries or authorized bottlers. Customer agrees to provide Company with prompt written notice of the opening, acquisition, transfer or closing of any Covered Outlet.

4. EFFECTIVE DATE AND TERM

This Agreement will become effective when signed by Customer and an authorized representative of Company and will be in effect throughout the Term. The Term of this Agreement will start on January 1, 2017 if this Agreement is signed by Customer on or before April 21, 2017. The Term of this Agreement will start on the first day of the month in which it is signed by Customer if this Agreement is signed by Customer after April 21, 2017. The Term will continue until the termination or expiration of the January 1, 2017 Beverage Marketing Agreement between Company and Moe's Franchisor LLC. The prior Moe's franchisee participation agreement between Company and Customer, if any, will govern the relationship between the parties until the beginning of the Term at which time it will be superseded by this Agreement and be of no further force or effect with the exception of any obligations thereunder with respect to the time period prior to such franchisee participation agreement being superseded by this Agreement.

5. EXHIBITS

This Agreement also consists of the following:

- i. **Exhibits 1-1 through 1-2** Program Terms and Conditions
- ii. **Exhibit 2** Definitions
- iii. **Exhibit 3** Standard Terms and Conditions
- iv. **Exhibit 4** Dispensing Equipment Lease
- v. **Exhibit 5** Coca-Cola Freestyle
- vi. Any other terms and conditions referenced herein

Customer Initials _____

COMPANY:
THE COCA-COLA COMPANY, acting by
and through COCA-COLA NORTH
AMERICA

CUSTOMER:

[INSERT LEGAL NAME OF FRANCHISEE]

Agreed to this ____ day of _____, 20____
Signature: _____
Print Name: _____
Title: _____

Agreed to this ____ day of _____, 20____
Signature: _____
Print Name: _____
Title: _____

Customer Initials _____

EXHIBIT 1-1
FOUNTAIN PROGRAM TERMS AND CONDITIONS

1. AVAILABILITY

Each Covered Outlet will serve a core brand set of Company Fountain Beverages that consists of (i) Coca-Cola®, Diet Coke® and Sprite® on Legacy Dispensers with the remaining Company Fountain Beverages being jointly selected by Customer and Company and (ii) the standard Freestyle brand set on Freestyle Dispensers, which is subject to change from time to time. All Fountain Beverages served in the Covered Outlets will be Company Fountain Beverages; provided, however, that each Covered Outlet may serve (i) subject to the Fair Share section of this Agreement, the Fountain Beverage Permitted Exception on one valve per Legacy Dispenser in the states of Texas and Oklahoma and (ii) any Competitive Beverages that are included in the standard Freestyle brand set on Freestyle Dispensers. Customer may not dedicate any valve on a Dispenser leased from Company to dispense tap water.

2. PRICING

Covered Outlets will have the right during the Term to purchase Company Fountain Syrups from Company at Company's then-current published chain account prices, which prices are subject to change from time to time in accordance with this Agreement.

3. EQUIPMENT PROGRAM

3.1. Equipment

The use of Legacy Dispensers or Freestyle Dispensers in each Covered Outlet will be determined by Moe's Franchisor LLC or as mutually agreed to by the parties. The terms for each Dispenser are set forth below.

3.2. Legacy Dispensers

Company will offer Customer the option to either (i) receive semiannual funding of \$0.70 per gallon of Company Fountain Syrups purchased by Customer (paid semi-annually) to support its purchase and/or leasing of Dispensers or (ii) where permitted by law, lease from Company without charge during the Term, the Company approved Dispensers reasonably necessary to enable the Corporate Outlet to dispense a quality Company Fountain Beverage. Customer will notify Company of its election between options (i) and (ii) promptly upon the signing of this Agreement. No ice makers or water filters will be provided.

In any state where a lease without any additional charge is not permitted (e.g., Wisconsin) or Customer elects to lease additional Legacy Dispensers, such Legacy Dispensers will be leased to Customer at an annual lease rate calculated by multiplying the total installed cost of the additional Legacy Dispensers by the then-current lease factor and Customer will receive the \$0.70 per gallon of funding described above. The lease factor currently in effect for Legacy Dispensers is 0.24. Should the lease factor change during the Term, any Legacy Dispenser installed after the change goes into effect will be subject to the new lease factor. Lease charges, if any, will be deducted from earned funding. Charges in excess of earned funding will be invoiced.

All Legacy Dispensers provided by Company will at all times remain the property of Company and are subject to the terms and conditions of the Lease, except as specifically changed by the Program Terms and Conditions or the Standard Terms and Conditions.

Customer Initials _____

3.3. Freestyle Dispensers

The terms for Freestyle Dispensers are set forth in **Exhibit 5**.

4. SERVICE PROGRAM

4.1. Legacy Service

Customer may use Company's service network without any additional charge for 4 regular mechanical repair call per Covered Outlet each calendar year (prorated for each calendar year during the Term that is less than 12 months). These calls may be aggregated. Parts required for these regular mechanical repair calls will also be provided without any additional charge. Any Special Service Calls are not considered regular service and will not be provided free of charge. Charges for Special Service Calls or for regular mechanical repair calls in excess of those available without any additional charge under this program will be charged at Company's then-current rates, and will be deducted from earned funding. Charges will include labor, travel time, parts, and administrative costs. Charges in excess of earned funding will be invoiced.

4.2. Freestyle Service

The terms for Freestyle Dispensers are set forth in Exhibit 5.

5. FAIR SHARE

If a Covered Outlet desires to use a Legacy Dispenser provided by Company in any calendar year to dispense the Fountain Beverage Permitted Exception of regular or diet Dr Pepper on only one valve per Legacy Dispenser as stated in Section 12 above, an additional fair share lease and service charge of \$0.09 for each gallon of Company Fountain Syrups such Covered Outlet purchased for that calendar year for each one of those valves will be incurred. Fair share charges will be deducted from earned funding. Customer will annually provide Company with a list of all Covered Outlets that serve a Fountain Beverage Permitted Exception.

Customer Initials _____

EXHIBIT 1-2
BOTTLE/CAN PROGRAM TERMS AND CONDITIONS

1. AVAILABILITY

A line of Bottler Bottle/Can Beverages as mutually agreed to by the parties will be made available for sale at each Covered Outlet, subject to availability from Bottler. All Bottle/Can Beverages served in the Covered Outlets will be Bottler Bottle/Can Beverages; provided, however, that the Bottle/Can Beverage Permitted Exceptions may be served in each Covered Outlet. Company will have the right of first negotiation and refusal with respect to the sale of Bottle/Can Beverages to the Covered Outlets. This right of first negotiation and refusal will mean that if Customer wishes to serve Bottle/Can Beverages in the Covered Outlets, Customer will offer Company the opportunity to present a Bottle/Can Beverage marketing program to Customer, and the parties will have a period of 60 days to negotiate the terms of the program. If the parties fail to reach an agreement on a Bottle/Can Beverage program within such 60 day period, Customer shall be free to negotiate with other parties representing other brands. If, however, Customer receives a bona fide offer from another party regarding a Bottle/Can Beverage program, which program the Customer intends to accept, then Customer shall be obligated to communicate such offer to Company, whereupon Company shall have 60 days from the date of such communication to offer Customer a competitive Bottle/Can Beverage program and if the parties fail to reach an agreement on a Bottle/Can Beverage program within a following 60 day period, Customer shall be free to accept the offer of the other party.

2. PRICING

The prices for Bottler Bottle/Can Beverages are set at the sole discretion of Bottler. Bottler will charge no more than price ceilings for Bottler Bottle/Can Beverages to be negotiated by the parties and if mutually agreed added to this Agreement through amendment.

3. EQUIPMENT

Bottler will provide Customer with Cold Drink Equipment to be negotiated by the parties and if mutually agreed added to this Agreement through amendment.

4. SERVICE

Bottler will provide Customer with service to Cold Drink Equipment to be negotiated by the parties and if mutually agreed added to this Agreement through amendment.

Customer Initials _____

EXHIBIT 2 DEFINITIONS

Capitalized words or phrases used throughout this Agreement have the following meanings:

1. **“Agreement”** means this agreement and all exhibits and attachments thereto.
2. **“Beverage”** means all soft drinks and other non-alcoholic beverages excluding brewed coffee and tea.
3. **“Bottle/Can Beverage”** mean any Beverage, including a pre-mix Beverage, in pre-packaged, ready-to-drink form in bottles, cans or other factory-sealed containers.
4. **“Bottle/Can Beverage Permitted Exceptions”** means Competitive Beverages that are Bottle/Can Beverages and are not (i) cola Bottle/Can Beverages or (ii) Products of PepsiCo.
5. **“Bottler”** means authorized bottlers of Company that elect to participate under this Agreement.
6. **“Bottler Bottle/Can Beverage”** means a Bottle/Can Beverage that is purchased by Customer directly from Bottler for sale at the Covered Outlets.
7. **“Cold Drink Equipment”** means a cooler.
8. **“Company”** means The Coca-Cola Company, acting by and through Coca-Cola North America. When the term Company is applied to a term (such as Beverage as in “Company Beverage”) it means such term as marketed under (i) trademarks owned by Company and (ii) trademarks licensed by Company that are designated as a Company product by Company.
9. **“Competitive Beverage”** means any Beverage that is not a Company Beverage.
10. **“Covered Outlets”** means outlets, properties and facilities located in the 50 United States and the District of Columbia where Beverages are served that are owned or operated by Customer under the Moe’s brand, including any such outlets, properties and facilities that are (i) opened after the Agreement is signed, (ii) co-branded or (iii) acquired during the Term of the Agreement (unless those outlets, properties and facilities are already governed by an agreement with Company and that agreement is validly assigned to Customer as part of the acquisition); provided, however, that if the acquired outlets are currently under a pre-existing agreement with a Competitive Beverage supplier, the acquired outlets will come under this Agreement after the applicable agreement with the Competitive Beverage supplier is terminated or expires. With respect to those provisions relating to Bottler Bottle/Can Beverages, this Agreement will only apply to those Covered Outlets that are located in the geographic territory in which Bottler is authorized to distribute, promote, market, and sell Company Bottle/Can Beverages. The term “Covered Outlets” includes all Customer locations within such outlets, properties and facilities where Beverages are or can be served. The term Covered Outlets does not include any Covered Outlet located in non-traditional venues or such other venues in which the lessor or property owner controls the Fountain Beverage decision and will not allow the Covered Outlet to fully comply with the terms of this Agreement after the Covered Outlet has had good faith discussions with the lessor or property owner to allow the Covered Outlet to comply with this Agreement and then only to the extent that the lessor’s or property owner’s agreement with the Covered Outlet will not allow the Covered Outlet to comply with the terms of this Agreement. Notwithstanding the preceding sentence, the Covered Outlet is not required to undertake any such discussions if it reasonably

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believes that such discussions will not alter the lessor's or property owner's position and attempting to do so could adversely affect Customer's relationship with the lessor or property owner, as the case may be.

11. **"Customer"** means the above-signed franchisee of Moe's Franchisor LLC.
12. **"Dispenser"** means a piece of equipment that dispenses Beverages through a valve.
13. **"Fountain Beverages"** are those Beverages that are served through Dispensers and any carbonated Beverages that are not Bottle/Can Beverages.
14. **"Fountain Beverage Permitted Exception"** means regular Dr Pepper®. If the Fountain Beverage Permitted Exception becomes a Product of PepsiCo at a later date, it will no longer be deemed a Fountain Beverage Permitted Exception.
15. **"Fountain Syrup"** means traditional bag-in-box Fountain Beverage syrup used to prepare Fountain Beverages, but does not include syrup use to prepare frozen or partially frozen Fountain Beverages or other forms of concentrate, such as frozen concentrates used to prepare juices, or liquid coffee concentrate.
16. **"Freestyle"** means Coca-Cola Freestyle®.
17. **"Lease"** means the terms and conditions set forth in the Dispensing Equipment Lease attached as **Exhibit 4**.
18. **"Legacy Dispensers"** means traditional Fountain Syrup Dispensers.
19. **"Product of PepsiCo"** means any Beverage which has a trademark owned by, licensed to, controlled by or distributed by PepsiCo, Inc. or any of its subsidiaries, affiliates or bottlers, or any entity or joint venture in which PepsiCo, Inc. or any of its subsidiaries, affiliates or bottlers, has at least a 50% ownership interest.
20. **"Product Warranty and Indemnity"** means the terms and conditions set forth in the Product Warranty and Indemnity found at: www.cokesolutions.com/Pages/DownloadFile.aspx?DocID=2436.
21. **"Quality Beverage Standards"** means the Quality Beverage Standards found at: <https://www.cokesolutions.com/content/dam/cokesolutions/us/documents/foodservice-quality/Quality-Beverage-Standards.pdf>.
22. **"Special Service Calls"** means any removal, remodel, relocation or reinstallation of Dispensers, installation or removal of ice makers, service caused by non-approved ice, flavor changes, summerize/winterize, line changes, or service necessitated by damage or adjustments to the equipment resulting from exposure to the elements, misuse, abuse, failure to follow operating instructions or service by unauthorized personnel, unnecessary calls (equipment was not plugged in, CO2 or Fountain Syrup container was empty), or calls that are not the result of mechanical failure.
23. **"Term"** is defined in the Effective Date and Term section.
24. **"Weighted Average List Price"** means the average list price (i.e., without taking into consideration any funding, rebates, allowances or other discounts) for Company Fountain Syrups on a per gallon basis.

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**EXHIBIT 3
STANDARD TERMS AND CONDITIONS**

1

TERMINATION AND DAMAGES

1.1 Once both parties sign the Agreement, it may be terminated before the scheduled expiration date only in the following circumstance: either party may terminate the Agreement if the other party fails to comply with a material term or condition of the Agreement and does not remedy the failure within 90 days after receiving written notice specifying the non-compliance. For purposes hereof, non-payment of earned funding by Company shall be a material breach of the Agreement.

1.2 Upon expiration or termination, Customer must return any dispensing equipment owned by Company and the marketing program(s) will no longer be made available to Customer. In addition, if any piece of equipment is removed from a Covered Outlet prior to 100 months from the installation date for that piece of equipment, Customer will pay Company the actual cost of removal of the equipment (including standard shipping and handling charges) and remanufacturing of the equipment, as well as the unamortized portion of the costs of (i) installation and (ii) non-serialized parts (e.g., pumps, racks and regulators) and other ancillary equipment. Collectively, removal costs and items (i) and (ii) are referred to as "unbundling costs." Upon termination, Customer must also pay the following amounts: (a) All paid but unearned funding; plus (b) interest on the unearned prepaid funding at the annual rate of 6% rate, accrued from the date funds were paid through the date of repayment. Notwithstanding the foregoing, the unamortized portion of such items shall not be owed in the event that the equipment is returned to Company due to the equipment's failure to dispense Fountain Beverage after Company's failure to cure such failure within

30 days following its receipt from Customer of written notice detailing such failure.

1.3 The parties acknowledge that either party may pursue other remedies if the other party breaches the terms of the Agreement.

1.4 Notwithstanding anything to the contrary in the Agreement, Company will pay all earned but unpaid funding notwithstanding the termination or expiration of the Agreement.

1.5 IN NO EVENT WILL EITHER PARTY, OR ANY AFFILIATES OR SUBSIDIARIES OR RESPECTIVE OFFICERS, DIRECTORS, EMPLOYEES, SHAREHOLDERS, MEMBERS OR REPRESENTATIVES BE LIABLE TO THE OTHER PARTY OR ANY THIRD PARTY FOR SPECIAL, INDIRECT, PUNITIVE, INCIDENTAL OR CONSEQUENTIAL DAMAGES OR LOSS OF ANY NATURE, INCLUDING, BUT NOT LIMITED TO, DAMAGES RESULTING FROM DELAY OR LOSS OF GOODWILL THAT MAY ARISE IN CONNECTION WITH THIS AGREEMENT, EVEN IF SUCH PARTY HAS BEEN ADVISED OF THE LIKELIHOOD OF SUCH DAMAGES OCCURRING, AND WHETHER SUCH LIABILITY IS BASED ON CONTRACT, TORT, NEGLIGENCE, STRICT LIABILITY OR OTHERWISE. THE PARTIES AGREE THAT THIS LIMITATION OF LIABILITY SHALL SURVIVE IN FULL FORCE AND EFFECT DESPITE ANY FAILURE OF ANY EXCLUSIVE REMEDY (COLLECTIVELY, "SPECIAL DAMAGES"). THIS PROVISION SHALL APPLY TO THE DISPENSING EQUIPMENT LEASE AND COCA-COLA FREESTYLE AGREEMENT ATTACHED TO THE AGREEMENT AS EXHIBIT 5.

1.6 The parties acknowledge that either party may pursue other remedies or direct damages (but not Special Damages) if the

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other party breaches the terms of the Agreement. The prevailing party shall be entitled to all costs and expenses incurred to collect the amounts due including without limitation reasonable attorneys' fees.

2. NON-COMPLYING OUTLETS

If any Covered Outlet fails to comply with this Agreement, Customer will forfeit all funding earned by such Covered Outlet for the period of non-compliance.

3. GOVERNING LAW/ DISPUTE RESOLUTION

This Agreement shall at all times be governed by the laws of the State of Georgia. Should there be a dispute between Company and Customer relating in any way to the Agreement, the breach of the Agreement, or the business relationship of the parties, the parties agree that they will make a good faith effort to settle the dispute in an amicable manner. If the parties are unable to settle the dispute through direct discussions, at that time they will attempt to settle the dispute by mediation administered by the American Arbitration Association (the "AAA"). If the parties do not agree to pursue mediation or if that procedure is unsuccessful, the dispute will be resolved by binding arbitration administered by AAA in accordance with its Commercial Arbitration Rules using a single arbitrator, at a location selected by AAA based on the convenience of the parties and the location of potential witnesses. The arbitrator shall have the authority to award specific performance and any other appropriate remedies including interim injunctive relief to maintain the status quo pending the conclusion of arbitration. The prevailing party shall also be entitled to recover its reasonable attorneys' fees and other costs and expenses of litigation. A judgment on the award of the arbitrator may be entered in any court with jurisdiction. The foregoing will not preclude any party from bringing an action for injunction in a court of competent jurisdiction for breach of the other party's confidentiality obligations.

4. TRANSFERS AND ASSIGNMENTS

4.1 If at any time during the Term or over the course of the Term there is a transfer (other than to Moe's Franchisor LLC or another franchisee of Moe's Franchisor LLC or an affiliate of Customer) or closing of, 50% or more of the Covered Outlets, Customer shall use commercially reasonable efforts to cause the acquiring, surviving or newly created business (collectively, the "Acquirer") to

assume all of Customer's obligations under the Agreement with regard to the acquired assets or business, provided Company does not otherwise modify the Agreement to the detriment of the Acquirer, except as permitted herein. If the Acquirer assumes the Agreement and the Acquirer is not affiliated with Customer, then Customer shall have no further liability under the Agreement and will not pay a fee or penalty in connection with the sale. The Agreement shall not be otherwise assignable without the express written consent of Company, which consent shall not be unreasonably withheld, delayed or conditioned. Nothing contained herein shall be construed as a waiver of Company's termination rights pursuant to this Agreement. Notwithstanding the foregoing terms of this Section 4.1, this Agreement may be assigned by Customer to an affiliate in connection with a securitized financing transaction without the consent of Company. This Agreement shall inure to the benefit of and be binding upon the parties hereof and their respective successors and assigns.

4.2 If any Covered Outlet is transferred or closed, Customer shall pay Company's actual cost of removal of the equipment, as well as the unamortized portion of the cost of (i) installation, (ii) non-serialized parts (e.g., pumps, racks and regulators) and other ancillary equipment, and (iii) standard shipping and handling charges for equipment in such outlet installed less than 100 months prior to the transfer or closure, unless Customer causes the new owner or operator at the location to assume the lease of the

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equipment on the same terms that applied to Customer or unless the equipment is relocated to another Covered Outlet in which case Customer shall be responsible for the service costs for such relocation.

5. TRADEMARKS

Neither Customer nor Company shall make use of any of the other party's trademarks or logos (either alone or in conjunction with its or another party's trademarks or logos) without the prior written consent of that party, and all use of the other party's trademarks shall inure to the benefit of trademark owner. For purposes of this Agreement, Company's trademarks include trademarks owned, licensed to or controlled by an entity in which Company has a 50% or more ownership interest.

6. CONFIDENTIALITY

Neither party shall disclose to any third party without the prior written consent of the other party, any information concerning this Agreement or the transactions contemplated hereby, except for disclosure (1) to any attorneys, accountants and consultants involved in assisting with the negotiation and closing of the contemplated transactions, or (2) to affiliates of Company including Bottler, or (3) to other franchisees of Moe's Franchisor LLC or (4) as required by law. A party that makes a permitted disclosure must obtain assurances from the party to whom disclosure is made that such party will keep confidential the information disclosed. Customer agrees that it will not permit any third party to inspect, analyze or reverse engineer any Freestyle Dispenser. Without limiting the generality of the previous sentence, Customer agrees that it will only open the Freestyle Dispenser to change cartridges and will not permit (a) any photograph or other images to be taken of the inside of the Freestyle Dispenser or (b) any inspection or analysis of the interior portions of the Freestyle Dispenser by third parties. Notwithstanding anything to the contrary in this Section 6, Customer may

disclose the terms and conditions of this Agreement to potential acquirers, buyers, merger or other potential business combination transaction counterparties, investors and their personnel, in-house and outside legal counsel, insurers, lenders, auditors, investment bankers and the limited partners of the private equity funds that have invested in Customer solely for the purpose of evaluating a purchase, merger or potential business combination of or with Customer, provided that such entities and individuals are required to comply with confidentiality terms no less restrictive than the Customer uses to protect its own confidential information in similar circumstances.

7. NO COMPETITIVE ADVERTISING

Except with respect to any Competitive Beverages that are allowed to be served in the Covered Outlets under this Agreement and any Competitive Beverages permitted on Freestyle Dispensers (i) Customer will not depict, advertise, promote or merchandise any Competitive Beverages anywhere in or in association with the Covered Outlets and (ii) Customer will not enter into any agreement or relationship whereby any Competitive Beverages are associated in any advertising or promotional activity of any kind with Customer, the Covered Outlets, or any of the trademarks of Customer. Notwithstanding this Section 7, nothing shall preclude Customer from participating in promotional advertising and marketing with a brand affiliated with Customer through common management, common control and/or common ownership which offers a Competitive Beverages, as long as such promotional advertising and marketing does not depict the Competitive Beverages and the Covered Outlets operate co-branded retail operations bearing the marks of the Customer and the affiliate. Further, Company acknowledges Customer licenses other brands, both affiliated and un-affiliated, to market and sell Customer's branded products and such other brands may advertise and promote their brands and in doing so, may include Customer's branded

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products in such advertising and promotional activities.

8. PRICING AND PAYMENTS

All prices quoted in this Agreement do not include, and Customer will be responsible for the payment of all taxes, deposits, handling fees and recycling fees and any government related fees or costs and governmental taxes, excises and/or other charges (except taxes on or measure by net income) that Company may be required to pay with respect to the production, sale or transportation of the Products except where the law otherwise provides. Company will not be required to make any payments to Customer until Customer provides Company with documentation required to release payment (such as a W-9 and ACH form) and any delay in obtaining such documentation will correspondingly delay any of Company's payment deadlines. All payments due from Company will be made within 60 days from the period in which they are earned.

9. OFFSET

If Customer defaults on any obligation to Company under this or any other agreement, in addition to any other remedies it may have, Company may use funds due Customer to offset amounts due to Company under this Agreement. Excess service costs and fair share charges, if any, will be deducted from earned funding.

10. FORCE MAJEURE

Either party is excused from performance under this Agreement for so long as such nonperformance results from any act of God, strikes, war, terrorism, riots, acts of governmental authorities, shortage of raw materials or any other cause outside the reasonable control of the nonperforming party.

11. WAIVER

The failure of either party to seek redress for the breach of, or to insist upon the strict
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performance of any term, clause or provision of the Agreement, shall not constitute a waiver, unless the waiver is in writing and signed by the party waiving performance.

12. WARRANTIES

Customer and Company each represent and warrant that they have the unrestricted right to enter into this Agreement and to make the commitments contained in this Agreement. In addition, each party represents that the person whose signature appears on the Agreement has the right to execute this Agreement on behalf of the party indicated. Customer represents and warrants that it will comply with all applicable laws and regulations and all appropriate practices with respect to food safety including the storing, preparation and serving of food and potability of water. Furthermore, if applicable, Customer will comply with all equipment manufacturers' specifications and product dispensing and preparation instructions and specifications. Finally, Customer will comply with Company's Quality Beverage standards, provided a copy of same is provided to Customer. Company provides the Product Warranty and Indemnity to Customer.

13. RESALE AND PACKAGING

Customer represents and warrants that it will

(i) not transfer or resell Company Beverages or Company Beverage packages to any other entity (other than Customer's own retail outlets or for the purpose of environmentally safe disposal) or for residential or home use;

(ii) only allow Company Fountain Beverages to be used with cups, glasses or other containers designed for reasonably immediate consumption and not for extended storage or with returnable bottles or similar containers;

(iii) not tamper with any Company Beverage or Company Beverage package;

(iv) not repackage or transfer any Company Beverage into other containers without Company authorization;

(v) not refill or reuse any Company Beverage container;

(vi) notify Company promptly of any quality problem related to Company Beverages at 1-800-241-2653;

(vii) rotate stock of Company Beverages to ensure that they are used before their shelf life date;

(viii) not export Company Beverages or Company Beverage packaging without Company's expressed written consent; and

(ix) not directly or indirectly ship, distribute or sell any Bottler Bottle/Can Beverages outside of the geographic scope of the Company's internally defined market unit in which such Beverages were sold to Customer (Company will make the geographic scope of any such market unit available to Customer upon request.

14. CONSTRUCTION/ SEVERABILITY

This Agreement and any accompanying documents constitute negotiated agreements between the parties, and the fact that one party or his or its counsel, or the other, shall have drafted this Agreement, any document or particular provision hereof shall not be considered in the construction or interpretation of this Agreement, the documents or any provision hereof. If any term or provision of this Agreement is found to be void or contrary to law, such term or provision will be deemed severable, but only to the extent necessary to bring this Agreement within the requirements of law, from the other terms and provisions hereof, and the remainder of this Agreement will be given effect as if the parties had not included the severed term herein.

15. AUDIT

Customer will have the right, upon reasonable notice, at its own expense to examine Company's volume and distributor reports, payments and records up to two times per

Year during Company's normal business hours to verify the product sold and monies paid hereunder.

16. CLAIMS FOR REBATE, DISCOUNT OR ALLOWANCE DISCREPANCIES

In no event will Company accept any claims of discrepancies or errors in pricing or funding hereunder more than 1 year from the date of invoice with respect to pricing or payment with respect to funding. In support of any such claim, Customer will provide a detailed, written request specifying the particular product, the amount in dispute and reason for dispute, along with a true copy of the original invoice or payment and all other documents in support of the claim. Company will review each such claim in good faith and provide prompt responses to each properly made claim. Customer will not withhold payments owing to Company regardless of the pendency of such a claim. If Customer withholds any payments, Company reserves the right to withhold funding due Customer. Company will work directly with the Customer to resolve any such claims, but will not interact with third-party auditors or contractors.

17. THIRD PARTY BENEFICIARIES

Except with respect to Customer Indemnified Parties and Company Indemnified Parties, Customer and Company hereby expressly acknowledge and agree that this Agreement is for the sole exclusive benefit of the parties hereto, and no other third party is intended to or will have any rights hereunder. Customer Indemnified Parties and Company Indemnified Parties shall be deemed third party beneficiaries of this Agreement, with all legal rights, benefits or remedies of any nature whatsoever, available under or by reason of the provisions of this Agreement.

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18. INDEMNITY

Customer will defend and indemnify Company and its affiliates and each of their officers, agents, employees, directors, shareholders, affiliates, successors, and assigns (hereinafter the "**Company Indemnified Parties**") against, and hold Company Indemnified Parties wholly harmless from, any and all claims, actions, suits, proceedings, demands, damages, and liabilities of whatever nature, and all costs and expenses, including without limitation Company Indemnified Parties' reasonable attorneys' fees and expenses, relating to or in any way arising out of (i) the ordering, delivery, rejection, installation, purchase, leasing, maintenance, possession, use, operation, control or disposition of, or any tort liability relating to, any equipment provided by any of the Company Indemnified Parties or Bottler or any portion thereof or (ii) any act or omission of Customer, including but not limited to any loss or damage to or sustained by the Company Indemnified Parties arising out of Customer's failure to comply with all the obligations, representations and warranties of this Agreement or; excepting only to the degree such claims are the result of the Indemnified Parties' negligent or willful acts. Except with respect to claims for Company Beverages for which Product Warranty and Indemnity provides the Customer Indemnified Parties with their sole and exclusive remedy, Company will defend and indemnify Customer and its direct and indirect parent companies, subsidiaries and affiliates and each of their respective officers, agents, employees, directors, shareholders, members, managers owners, affiliates, successors, and assigns (hereinafter, collectively, the "**Customer Indemnified Parties**") against, and hold the Customer Indemnified Parties wholly harmless from any and all claims, actions, suits, proceedings, demands, damages and liability of whatever nature, and all costs and expenses, including without limitation Customer Indemnified Parties' reasonable attorneys' fees and expenses, relating to or in any way arising out of (i) any alleged

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violation of the Americans with Disabilities Act that results solely from the Equipment provided by Company (e.g., the violation is unrelated to how the Equipment is installed or the alleged violation can be avoided by Customer providing accommodations permitted under the American with Disabilities Act) or (ii) any act or omission of Company, including but not limited to any loss or damage to or sustained by the Customer Indemnified Parties arising out of Company's failure to comply with all the obligations, representations and warranties of this Agreement; excepting only to the degree such claims are the result of the Customer Indemnified Parties' negligent or willful acts. The provisions of this Section 18 will survive termination and expiration of this Agreement.

19. LIMITED RECOURSE

The parties agree that any remedy or recourse available under or related to this Agreement is strictly limited to the parties to this Agreement. No past, present or future director, officer, employee, incorporator, member, partner, stockholder, subsidiary, affiliate, controlling party, entity under common control, ownership or management, vendor, service provider, agent, or attorney of either party shall have any liability under this Agreement of or for any claim based on, in respect of, or by reason of, the transactions contemplated hereby and thereby. The foregoing is not intended to discharge either party from its liability for any breach of this Agreement by its representatives.

20. ADDITIONAL TERMS

The terms and conditions of this Agreement will supersede all prior agreements between the parties relating to the subject matter of this Agreement. No supplement, modification, or amendment of this Agreement will be binding unless executed in writing by authorized representatives of both parties. Company will not be bound by any standard or preprinted terms or conditions

contained in Customer's purchase orders, acknowledgements, invoices, vendor allowance forms or other Customer forms, or counteroffers, that propose terms or conditions in addition to or differing from the terms and conditions set forth in this Agreement with respect to its subject matter.

In addition, any terms and conditions on Customer's internet site to which agreement by Company is deemed or required in any manner, whether through an online electronic agreement, site use, or otherwise, will be null and void and of no legal effect on Company.

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**EXHIBIT 4
DISPENSING EQUIPMENT LEASE**

1. LEASE AGREEMENT AND TERM.

Company hereby leases to Customer all beverage dispensers provided to Customer (“**Equipment**”), subject to the terms and conditions set forth in this Lease. Unless otherwise agreed in writing, the Equipment will also include, where applicable, all permanent merchandising, menu boards, refrigeration units, ice makers and water filtration equipment provided by Company. Each piece of Equipment is leased commencing on its installation date (the “**Commencement Date**”). Customer may request the removal of any Equipment upon thirty (30) days prior written notice to Company. Removal of Equipment will not affect the term of any agreement between the parties. If this Lease is terminated with respect to any piece of Equipment for any reason prior to 100 months from the Commencement Date for that piece of Equipment, Customer will pay Company the actual cost of removal (including standard shipping and handling charges) and remanufacturing of that Equipment, as well as the unamortized portion of the costs of (i) installation and (ii) non-serialized parts (e.g., pumps, racks and regulators) and other ancillary equipment. Collectively, removal costs and items (i) and (ii) are referred to as “**unbundling costs.**” The terms of this Lease will continue in effect with respect to each piece of Equipment until the Equipment has been returned to Company and will survive the expiration or termination of any agreement into which this Lease is incorporated.

2. RENT FOR EQUIPMENT. All rent due for Legacy Dispensers will be due monthly. At Company’s discretion, Company may utilize funds due Customer to offset amounts due Company under this Lease. Rent for Freestyle Dispensers is included in the Program Fee (see **Exhibit 5**).

3. TITLE TO THE EQUIPMENT. Title to the Equipment is, and will at all times remain,

vested in Company. Customer will have no right, title, or interest in or to the Equipment, except the right to quiet use of the Equipment in the ordinary course of its business as provided in this Lease. Customer will execute such title documents, financing statements, fixture filings, certificates and such other instruments and documents as Company will reasonably request to ensure to Company’s satisfaction the protection of Company’s title to the Equipment and Company’s interests and benefits under this Lease. Customer will not transfer, pledge, lease, sell, hypothecate, mortgage, assign or in any other way encumber or dispose of any of the Equipment. THE PARTIES AGREE, AND CUSTOMER WARRANTS, THAT THE EQUIPMENT IS, AND WILL AT ALL TIMES REMAIN, PERSONAL PROPERTY OF COMPANY NOTWITHSTANDING THAT THE EQUIPMENT OR ANY PART THEREOF MAY NOW BE, OR HEREAFTER BECOME, IN ANY MANNER AFFIXED OR ATTACHED TO, OR EMBEDDED IN, OR PERMANENTLY RESTING UPON, REAL PROPERTY OR IMPROVEMENTS ON REAL PROPERTY. Customer may perform ordinary maintenance and repairs to the Equipment as required by this Lease, but will not make any alterations, additions, or improvements to the Equipment without the prior written consent of Company (including using Equipment for merchandising not approved by Company). All parts added to the Equipment through alterations, repairs, additions or improvements will constitute accessions to, and will be considered an item of the Equipment and title to such will immediately vest in Company. Customer agrees that Company may transfer or assign all or any part of Company’s right, title and interest in or to any Equipment (in whole or in part) and this Lease, and any amounts due or to become due, to any third party (“**Assignee**”) for any reason. Upon receipt of written notice from Company of such assignment, Customer will perform all its obligations with respect to any such

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Equipment for the benefit of the applicable Assignee, and, if so directed, will pay all amounts due or to become due hereunder directly to the applicable Assignee or to any other party designated by such Assignee.

4. USE OF EQUIPMENT. Customer acknowledges that the rent does not fully compensate Company for its expenses concerning its research and development efforts designed to improve fountain equipment or in providing the Equipment to Customer, and that Company provides the Equipment to Customer for the purpose of dispensing products of The Coca-Cola Company. Therefore, Customer agrees that if the Equipment is a dispenser, then the Equipment will be used only for the purpose of dispensing fountain beverage products of The Coca-Cola Company, such as Coca-Cola®, diet Coke® and Sprite®, with the exception of any competitive beverages permitted on Freestyle Dispensers and Legacy Dispenser. If the Equipment is a pump for bag-in-box or similar container, such pump may be used only to dispense products of The Coca-Cola Company. If the Equipment is other than a dispenser or a pump, then it will be used only in a location where fountain beverage products of The Coca-Cola Company are served and where no fountain beverage is served that is a Product of PepsiCo. This Section 4 will not apply within the State of Wisconsin.

5. INSPECTION AND NOTIFICATION. Company will have the right during Customer's regular business hours to inspect the Equipment wherever the Equipment may be located and to review all records that relate to the Equipment. Customer will promptly notify Company of all details arising out of any change in location of the Equipment, any alleged encumbrances thereon or any accident allegedly resulting from the use or operation thereof.

6. WARRANTY DISCLAIMER: CUSTOMER ACKNOWLEDGES THAT COMPANY IS NOT A MANUFACTURER OF

THE EQUIPMENT AND THAT COMPANY HAS MADE NO REPRESENTATIONS OF ANY NATURE WHATSOEVER PERTAINING TO THE EQUIPMENT OR ITS PERFORMANCE, WHETHER EXPRESS OR IMPLIED, INCLUDING (WITHOUT LIMITATION) ANY IMPLIED WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE, OR ANY OTHER WARRANTIES RELATING TO THE

DESIGN, CONDITION, QUALITY, CAPACITY, MATERIAL OR WORKMANSHIP OF THE EQUIPMENT OR ITS PERFORMANCE, OR ANY WARRANTY AGAINST INTERFERENCE OR INFRINGEMENT, OR ANY WARRANTY WITH RESPECT TO PATENT RIGHTS, IF ANY, PERTAINING TO THE EQUIPMENT.

7. TAXES. Customer will pay all assessments, license fees, taxes (including sales, use, excise, personal property, ad valorem, stamp, documentary and other taxes) and all other governmental charges, fees, fines or penalties whatsoever, whether payable by Company or Customer, on or relating to the Equipment or the use, registration, rental, shipment, transportation, delivery, or operation thereof, and on or relating to this Lease.

8. MAINTENANCE AND REPAIRS. Except as expressly provided for herein, Customer will, at its expense, keep the Equipment in good condition, repair, and working order. Except as otherwise provided for herein, Customer will pay all costs incurred in connection with the shipment, use, operation, ownership, or possession of the Equipment during the term of this Lease. Customer's recourse against Company with respect to service provided by Company or its agents to the Equipment is that Company will correct any defective workmanship at no additional charge to Customer, provided that Company is given prompt notification of any defective workmanship. Company will not be otherwise liable for negligent acts or omissions committed in regard to maintenance or repair of the Equipment and

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assumes no responsibility for incidental, consequential or special damages occasioned by such negligent acts or omissions.

9. RISK OF LOSS. All risk of loss, including damage, theft or destruction, to each item of Equipment will be borne by Customer. No such loss, damage, theft or destruction of Equipment, in whole or in part, will impair the obligations of Customer under this Lease, all of which will continue in full force and effect.

10. DEFAULT. The occurrence of any of the following will constitute a “Default” by Customer (i) nonpayment by Customer when due of any amount due and payable under this Lease, (ii) failure of Customer to comply with any provision of this Lease, and failure of Customer to remedy, cure, or remove such failure within ten (10) days after receipt of written notice thereof from Company, (iii) any statement, representation, or warranty of Customer to Company, at any time, that is untrue as of the date made, (iv) Customer’s becoming insolvent or unable to pay its debts as they mature, or Customer making an assignment for the benefit of creditors, or any proceeding, whether voluntary or involuntary, being instituted by or against Customer alleging that Customer is insolvent or unable to pay its debts as they mature, (v) appointment of a receiver, liquidator, trustee, custodian or other similar official for any of the Equipment or for any property in which Customer has an interest, (vi) seizure of any of the Equipment, (vii) default by Customer under the terms of any note, document, agreement or instrument evidencing an obligation of Customer to Company or to any affiliate of The Coca-Cola Company, whether now existing or hereafter arising, (viii) Customer taking any action with respect to the liquidation, dissolution, winding up or otherwise discontinuing the conduct of its business, (ix) Customer transferring all or substantially all of its assets to a third party or (x) the transfer, conveyance, assignment or pledge of a controlling interest or

ownership of Customer to a third party without Company’s prior written consent.

11. REMEDIES. Upon the occurrence of any Default or at any time thereafter, Company may terminate this Lease as to any or all items of Equipment, may enter the premises where the Equipment is located and retake possession of the Equipment at Customer’s expense, and will have all other remedies at law or in equity for breach of the Lease. Customer acknowledges that in the event of a breach of Sections 4 or 5 or a failure or refusal of Customer to relinquish possession of the Equipment in breach of this section following termination or Default, Company’s damages would be difficult or impossible to ascertain, and Customer therefore agrees that Company will have the right to an injunction in any court of competent jurisdiction restraining said breach and granting Company the right to immediate possession of the Equipment.

12. LIQUIDATED DAMAGES. If Customer acts in violation of the prohibitions described in Section 3 of this Lease, or is unable or unwilling to return the Equipment to Company in good working order, normal usage wear and tear excepted, at the expiration or termination of the Lease, Customer will pay as liquidated damages the total of (i) the amount of past-due lease payments, discounted accelerated future lease payments, and the value of Company’s residual interest in the Equipment, plus (ii) all tax indemnities associated with the Equipment to which Company would have been entitled if Customer had fully performed this Lease, plus (iii) costs, interest, and attorneys’ fees incurred by Company due to Customer’s violation of Section 3 or its failure to return the Equipment to Company, minus (iv) any proceeds or offset from the release or sale of the Equipment by Company.

13. OTHER TERMS. Customer represents and warrants that it complies with (i) all applicable laws and regulations and (ii) all appropriate practices with respect to food safety including the storing, preparation and

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serving of food. Furthermore, Customer acknowledges and agrees to comply with all Equipment manufacturer's specifications and product dispensing and preparation instructions and specifications. No failure by Company to exercise and no delay in exercising any of Company's rights hereunder will operate as a waiver thereof; nor will any single or partial exercise of any right hereunder preclude any other or further exercise thereof or of any other rights. This Lease constitutes the entire agreement of the parties and supersedes all prior oral and written agreements between the parties governing the subject matter of this Lease; provided, however, that if Company and Customer have entered into an agreement into which this Lease is incorporated, to the extent that any of the terms in this Lease conflict with the terms set forth in that agreement, the terms of that agreement will control. No agreement will be effective to

amend this Lease unless such agreement is in writing and signed by the party to be charged thereby. Any notices permitted or required by this Lease will be in writing and mailed by certified mail or hand delivered, addressed to the respective addresses of the parties. All claims, actions or suits arising out of the Lease will be litigated in courts in either the State of Georgia or in the state of Customer's principal place of business. Each party hereby consents to the jurisdiction of any local, state or federal court located within the State of Georgia and/or the state of Customer's principal place of business, and designates the Secretary of State of the State as its agent for service of process. THIS LEASE WILL BE GOVERNED BY THE LAWS OF THE STATE OF GEORGIA. Time is of the essence to each and all of the provisions of this Lease.

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**EXHIBIT 5
COCA-COLA FREESTYLE**

1. **FREESTYLE:** Freestyle Dispensers combine ingredients (microdosed beverage components, beverage mixes and flavors stored in cartridges and nutritive and non-nutritive sweeteners stored in bag-in-boxes and/or cartridges) to create a wide variety of branded fountain beverages.

2. PRICING AND ORDERING OF INGREDIENTS:

a. Customer will purchase the ingredients for the Freestyle Dispensers from Company or its authorized distributors, at Company's then-current chain account prices, which are subject to change from time to time.

b. Company agrees that the over-all pricing for the ingredients available for purchase in the 48 contiguous United States and the District of Columbia in a given calendar year except for HFCS Sweetener will not increase in the next calendar year by more than the pricing at the end of the given year increased by the greater of: (i) 4%; or (ii) a percentage determined for that calendar year by the following calculation based upon changes to the Consumer Price Index for Food Away From Home as published by the Department of Labor ("CPI"). See Note in **Exhibit 5-2**. Company will calculate the difference between (i) the monthly average of the CPI for the most recent prior October through September period ("**CPI Most Recent Average**") and (ii) the second most recent October through September period ("**CPI Second Most Recent Average**"). Company will then calculate what the percentage of this difference is as compared to the CPI Second Most Recent Average. See Example 1 in **Exhibit 5-2**. The published CPI can be found at: <http://www.bls.gov/cpi/tables.htm>. If the Department of Labor discontinues publishing the CPI or materially changes the CPI, then Company will establish a different price

ceiling methodology to be determined in its sole discretion.

c. Company agrees that the pricing for HFCS Sweetener purchased in the 48 contiguous United States and the District of Columbia in any given calendar year will be determined as follows. Company will calculate the difference between the monthly average of the Producer Price Index for Corn Sweetener as published by the Department of Labor ("**PPI**") for (i) the most recent prior October through September period ("**PPI Most Recent Average**") and (ii) the second most recent October through September period ("**PPI Second Most Recent Average**"). Company will then calculate what the percentage of this difference is as compared to the PPI Second Most Recent Average. If the percentage is positive (i.e., the PPI Most Recent Average was greater than the PPI Second Most Recent Average), then Company will not increase its HFCS Sweetener pricing in the given calendar year over the prior calendar year's most recent pricing by more than this percentage. If the percentage is negative (i.e., the PPI Most Recent Average was less than the PPI Second Most Recent Average), then Company will decrease its HFCS Sweetener pricing in the given calendar year by this percentage compared to the prior calendar year's most recent pricing. See Example 2 in **Exhibit 5-2**. The published PPI can be found at: http://www.bls.gov/ppi/ppi_dr.htm. If the Department of Labor discontinues publishing the PPI or materially changes the PPI, or if Company uses a different nutritive sweetener than HFCS, then Company will establish a different pricing methodology for its nutritive sweetener to be determined in its sole discretion.

d. Company will make available one or more means of ordering ingredients, subject to the Company's terms for each such means of ordering. The means of ordering may include: (i) placing orders on-line using

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Company approved forms of payment (currently via credit card or auto draft) at [http://cokesmart.com_\(ii\)](http://cokesmart.com_(ii))

an automated ordering system or (iii) ordering through distributors. Shipping charges may apply. Freestyle orders fulfilled directly by Company are subject to the terms attached as **Exhibit 5-1**. Orders fulfilled by distributors are also subject to additional terms offered by each distributor. The means and terms of ordering ingredients are subject to change from time to time.

3. FUNDING: If Customer receives equipment leased without charge or free service under the Agreement, Company will create a fund ("**Freestyle Operations Fund**") for each installed Freestyle Dispenser. The amount of the Freestyle Operations Fund is set forth in **Exhibit 5-2**. The Freestyle Operations Fund (a) will be controlled by Company, (b) will be earned on a pro rata basis; and (c) will only be applied against any Program Fees that may be due but not as a discount off the Program Fee and will not reduce any sales tax associated with the Program Fee.

4. PROGRAM FEE: Customer will pay Company its then current chain account monthly program fee per Freestyle Dispenser ("**Program Fee**") plus applicable sales tax. The base Program Fee for any particular type of Freestyle Dispenser will not increase during the term of the Agreement above the then current amount for that particular type of Freestyle Dispenser. The base Program Fee includes the rent for the Freestyle equipment and mechanical reactive service (including parts and, if a Freestyle Dispenser cannot be repaired in the reasonable judgment of Company, the replacement of the Freestyle Dispenser), standard wireless connectivity and standard consumption data. Company agrees that it will offer a base Program Fee throughout the Term and that the base Program Fee will provide the basic functionality to operate a Freestyle Dispenser. The Program Fee will be deducted from earned funding or paid

using Company approved forms of payment. If Program Fees are deducted from earned funding, Program Fees in excess of earned funding will be invoiced or paid using Company approved forms of payment. Customer may be eligible for a tax exemption in certain states. **Tax exemption certificates are available for Texas, Ohio and Indiana at http://www.cokesmart.com/forms_unlogged.htm.**

5. COOPERATION: Customer agrees to implement mutually agreed upon merchandising. Customer will make available the Company's then current standard Freestyle brand set and digital content on all Freestyle Dispensers.

6. EQUIPMENT: Customer will lease the Freestyle Dispensers from Company subject to the terms of the Lease. Rent is included in the Program Fee. Customer must have and maintain a water filtration system that meets Company's water treatment standards. Company may install and maintain such a filtration system, at Customer's expense, if Customer fails to do so. Customer will not change or alter the appearance of the Freestyle Dispensers (including placing decals on the Freestyle Dispensers).

7. SERVICE: Customer agrees to use the Company Service Network for any mechanical reactive service required for the Freestyle Dispensers and to first attempt to solve any equipment service related issues by using Company's Phone Fix® service. There will be no charge for mechanical reactive or reasonable preventative service, which is included in the Program Fee. Special Service Calls will be charged at Company's then-current service rate. If Customer elects to use soft ice (i) Customer will be responsible for addressing any soft ice dispensability issues such as bridging and clumping (ii) Company may change its recipes for some or all Freestyle brands to address the faster product dilution caused by soft ice and

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(iii) Customer acknowledges that these recipe changes may increase Customer's cost of goods.

8. EQUIPMENT INSTALLATION AND REMOVAL:

The number of Freestyle Dispensers and the outlets where they will be installed will be mutually agreed to by the parties. Company will be responsible for installing the Freestyle Dispensers. Customer will be responsible for modifying the site (e.g., cabinetry, countertop, walls, flooring, plumbing and electrical work) as required to accommodate (a) the installation of the Freestyle Dispenser and (b) if necessary, the removal of that Freestyle Dispenser and reinstallation of Legacy Dispensers. Customer will also be responsible for any additional equipment (e.g., ice makers and water filtration) that may be required. Only ice makers approved by Company may be used. Company may require Customer, at its expense, to apply approved shrouding to certain ice makers with a footprint larger than the Freestyle Dispenser to improve aesthetics. If (i) this Agreement is signed on or before December 31, 2017 (ii) Customer converts an existing outlet with a legacy dispenser (new outlets, outlets that were not previously pouring fountain beverages and outlets converting from other Freestyle dispensers are ineligible) to a Freestyle dispenser on or before March 31, 2018 (iii) funding is still available from Company at that time on a first come first serve basis and (iv) the parties mutually agreed to do so: Company will provide Customer with an "**Conversion Fund**" of \$1,000 for each such outlet in which 7000 Freestyle dispensers are installed, and \$2,000 for each such outlet in which 8000/9000 Freestyle dispensers are installed, between the start of the Term

and March 31, 2018. Company is willing to provide the Conversion Fund in anticipation of the Customer continuing to use Freestyle Dispensers in the outlets for a total of at least 3 years. Therefore, if the lease on any Freestyle Dispenser in an outlet receiving such funding expires or is terminated prior to 3 years from the installation of such Freestyle Dispenser, Customer will pay Company a pro rata portion (based on the days remaining in such 3 year period divided by 1095 days) of the Conversion Fund provided by the Company for that outlet.

9. ACCESS TO COMPUTER SYSTEMS:

The Freestyle Dispensers connects and sends reports to computer systems at Company. Customer will not take any actions to disable or interfere with these connection and reporting features. Any Use of Company's computer systems is subject to the terms attached as **Exhibit 5-3**. Company will be using wireless communications to establish this connection and the fee for this, where available through Company's provider, is included in the Program Fee. Customer is responsible for providing comparable connectivity if wireless communications are not available through Company's provider and Customer bears all risks associated with Company's use of any such connectivity.

10. PRIOR FREESTYLE AGREEMENTS:

The terms of this Agreement will supersede any prior agreement between the parties concerning Freestyle and all Freestyle Dispensers installed in the Customer's outlets in the past, present and future will be governed by the terms of this Agreement.

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**EXHIBIT 5-1
TERMS OF SALE**

The following are the terms between Company and Customer relating to the products or services (collectively "**Products**") provided in connection with Freestyle. These terms prevail over terms contained in Customer's purchase order or other communications from Customer that are not accepted in writing by Company as provided herein. No modification, waiver or discharge of these terms or of any of its terms will bind either party unless in writing and signed by officers of both parties.

1. CONSENT TO ELECTRONIC TRANSACTION AND COMMUNICATIONS.

By virtue of placing orders for Products, Customer agrees to conduct business electronically, where applicable, and to be bound by these terms. Customer agrees that all agreements, notices, disclosures and other communications that Company provides electronically, whether in website content or e-mail, satisfy any and all legal requirements that such communications be in writing.

2. PAYMENT, INTEREST AND FEES.

Unless otherwise agreed in writing, payment in full for Products is due at the time of ordering. Company will submit such payments for processing at the time Products are shipped. All payments must be made by their due date as a condition precedent to future orders or deliveries.

3. PRICES. Orders are filled at prices prevailing at time of shipment. Company is not responsible for pricing or typographical errors related to Customer's purchase and Company reserves the right to cancel any orders resulting from or including such errors.

4. TRANSFER OF TITLE. Title to the Products will pass when delivered to Customer at the "ship to" address stated on the front of each invoice ("**Customer's**

Address"). Delivery will be acknowledged by a signed and dated bill of lading.

5. DELIVERY. Unless otherwise agreed in writing, delivery of Products will be handled as set forth at <http://cokesmart.com>. Company reserves the right to require specific order quantities (e.g., full case orders) and make delivery in severable lots, and all such lots will be separately invoiced and paid for when due, without regard to subsequent deliveries. Delay in delivery of any lot will not relieve Customer of its obligation to accept remaining deliveries. The acceptance by Customer of shipment upon arrival of the Products at Customer's Address will constitute delivery to Customer.

6. INSPECTION. Customer must inspect the Products immediately on its delivery to Customer's location, and within 2 business days after delivery, give notice to Company if Customer believes that the Products is not in accordance with these terms. If Customer fails to give such notice, the Products will be deemed to be in all respects in accordance with these terms, and Customer will be bound to accept and pay for the Products in accordance with these terms. Customer may reject the Products only if any variance from these terms is material. All claims are deemed waived unless made in writing and received by Company within 15 days after Customer discovers the alleged defect.

7. TAXES. Customer may be eligible for a tax exemption. **Tax exemption certificates are available at http://www.cokesmart.com/forms_unlogged.htm. A tax exemption certificate must be submitted to Company for all purchases delivered by Company (e.g., not by a distributor).**

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**EXHIBIT 5-2
PRICING EXAMPLES AND FUNDING**

1. NOTE

Compliance with the price assurance provisions of Section 2(b) will be determined for each model of Freestyle Dispenser separately (but combining models that in the reasonable opinion of Company are similar, such as the self-serve and crew serve versions of the same Freestyle Dispenser, e.g., 8000 and 9000) and will be based on average consumption data of all ingredients across all of Company's customers in the 48 contiguous United States and the District of Columbia for the most recent prior October through September period. Accordingly, it is theoretically possible that, based on its particular consumption patterns, an individual customer's price increase could slightly exceed the higher of 4% or CPI for Food Away from Home.

2. PRICING EXAMPLES

Example 1

For example, to determine this percentage for 2016, Company would determine the monthly average of the CPI for October 2014 through September 2015 (by adding the CPI for each of the 12 months and dividing by 12). For this example, assume this average is 235.07. Company would do the same for the period from October 2013 through September 2014. Assume for this example this average is 232.49. Company would then take the difference between these two

averages and divide by 232.49 to calculate this percentage for 2016. In this example, the percentage would be positive 1.1% and therefore Company would not increase 2016 pricing for the ingredients other than HFCS Sweetener by more than 4% over the most recent pricing in 2015 (since 4% is greater than 1.1%).

Example 2

For example, to determine HFCS Sweetener pricing for 2016, Company would determine the monthly average of the PPI for October 2014 through September 2015 (by adding the PPI for each of the 12 months and dividing by 12). For this example, assume this average is 202.73. Company would do the same for the period from October 2013 through September 2014. Assume for this example this average is 197.78. Company would then take the difference between these two averages and divide by 197.78 to calculate the percentage price increase or decrease applicable in 2016. In this example, the percentage would be positive 2.5% and therefore Company would not increase 2016 pricing for HFCS Sweetener by more than 2.5% over the most recent HFCS Sweetener pricing in 2015.

3. FUNDING

The Freestyle Operations Fund is \$137.84 per month per Freestyle Dispenser.

**EXHIBIT 5-3
ACCESS AND USE TERMS**

1. GENERAL. Customer agrees that access and use of Company's proprietary network of websites ("**Computer Systems**") by Customer, including any individuals that are granted access through or by Customer, are subject to these terms and all applicable laws.

2. COMPUTER SYSTEMS SECURITY

a. Customer represents that it has read and agrees to ensure that its employees, and anyone else granted access to the Computer Systems, will comply with these terms. Customer will ensure that each workstation that is used to access the Computer Systems has a configuration that meets the following conditions: (i) current commercial anti-virus software is installed and a full system scan is performed; (ii) current operating system patch levels are applied; and, (iii) malicious software and hacker tools are removed or disabled.

b. Customer will not allow any third parties to access the Computer Systems without the written consent of Company.

c. Customer's access is provided solely for the legitimate business purposes of Company and Customer. Access to Company's Computer Systems is monitored and recorded. Company will maintain a database that catalogs the duration and scope of the access granted to Customer and the business purpose for such grant. Customer may only access those Computer Systems that Customer is approved by Company to access. Company may terminate Customer's access to the Computer Systems for any misuse of such Computer Systems by Customer or by individuals provided access by or through Customer. Customer is liable for all damages caused by any individual obtaining access to the Computer Systems through the Customer.

3. INFORMATION CONTAINED IN THE COMPUTER SYSTEMS

a. Customer will keep confidential all passwords, user IDs, all data and software programs and any other accessible materials contained in the Computer Systems. These obligations will continue in perpetuity but will not apply to Information that is, or subsequently becomes, available to the public through no breach of Customer's obligations hereunder.

b. Customer will read and comply with the terms and policies that are posted on the Computer Systems from time to time and as they may be amended from time to time. If Customer does not agree to the applicable terms and policies posted on the Computer Systems, Customer will immediately exit the Computer Systems and will not use the Computer Systems. Customer will not transmit any unlawful, threatening, libelous, defamatory, obscene, scandalous, inflammatory, pornographic, or profane material or any material that could constitute or encourage conduct that would be considered a criminal offense, give rise to civil liability, or otherwise violate any law.

4. PASSWORDS AND SECURITY.

Customer agrees that it is solely and completely responsible for maintaining the confidentiality of Customer logins and passwords. Customer agrees to notify Company immediately of any unauthorized use of its account or other breach of security. Customer agrees that it will be responsible for all activity on its account, whether such activity was initiated by it, by others on its behalf, or by any other means or manner.

5. DISCLAIMERS. Customer uses the Computer Systems at its own risk. In no event will Company, and its subsidiaries, affiliates, officers and directors, be liable for any loss, liability, damages, costs or expenses that may arise out of Customer's

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access to the Computer Systems. ACCESS TO THE COMPUTER SYSTEMS (AND ANY AND ALL HARDWARE, SOFTWARE AND OTHER COMPONENTS THEREOF) IS PROVIDED TO CUSTOMER "AS IS" WITHOUT WARRANTY OF ANY KIND, EITHER EXPRESSED OR IMPLIED, INCLUDING, BUT NOT LIMITED TO, THE IMPLIED WARRANTIES OF MERCHANTABILITY, FITNESS FOR A PARTICULAR PURPOSE, OR NON-INFRINGEMENT.

6. DUTY TO REPORT USE AND VIOLATIONS. Customer will immediately notify Company of any material violation of these terms by anyone granted access through Customer. Upon Company's request, Customer will promptly provide Company with a list of all individuals granted

access to the Computer Systems through Customer. Company will have the right to conduct an audit of Customer to confirm Customer's compliance with these terms.

7. TERMINATION; MODIFICATION. Company has the right to immediately terminate access granted to any individual through Customer at any time with or without cause. Company may modify these terms at any time upon notice to Customer. If Customer does not wish to continue its access to the Computer Systems under such modified terms, Customer may terminate access by written notice delivered to Company prior to the effective date of the modification.

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POS SYSTEM SUPPORT SERVICES AGREEMENT

THIS SERVICE LEVEL AGREEMENT (this “**Agreement**”) is made and entered into as of _____ (“**Effective Date**”) by and between «Z1_First_Name» «Z1_Last_Name», a «Z1_State_of_Formation» «Z1_Entity_Type», «Z2_First_Name» «Z2_Last_Name», a «Z2_State_of_Formation» «Z2_Entity_Type», «Z3_First_Name» «Z3_Last_Name», a «Z3_State_of_Formation» «Z3_Entity_Type», «Z4_First_Name» «Z4_Last_Name», a «Z4_State_of_Formation» «Z4_Entity_Type», «Z5_First_Name» «Z5_Last_Name» (“**Franchisee**”) and Moe’s Franchisor LLC (“**Company**”).

BACKGROUND:

A. Moe’s Franchisor SPV LLC (“**Franchisor**”) and Franchisee are parties to that certain Franchise Agreement dated as of the Effective Date for the operation of the Franchised Business (“**Franchise Agreement**”).

B Franchisee is required to have a point of sale system (“**POS System**”) for the Franchised Business that satisfies Franchisor’s Minimum Specifications.

C. Franchisee is required to obtain support for the POS System from an approved supplier, which may include Franchisor or its affiliates.

D. Franchisee desires to obtain from Company, an affiliate of Franchisor, certain support for the POS System as detailed in this Agreement and Company agrees to provide such support under the terms and conditions set forth in this Agreement.

NOW, THEREFORE, the parties agree as follows:

1. Definitions. Capitalized terms not otherwise defined in this Agreement shall have the meaning ascribed to such term in the Franchise Agreement or below:
 - a. “**Designated Personnel**” means the person(s) who request and receive Support Services under this Agreement. As a prerequisite for Company to provide the Support Services, such person(s) should be trained and competent in the general operation of the POS System and may include, for example, a cashier, shift lead, general manager, area manager, director or internal information technology (“**IT**”) staff. Company shall not be responsible for determining whether Franchisee has authorized Designated Personnel to request Support Services.
 - b. “**Service Start Date**” shall mean the date that Company begins providing the Services, which is estimated to be approximately twelve (12) weeks prior to the anticipated Opening Date of the Franchised Business, as determined and approved by Company.
 - c. “**Minimum Specifications**” shall have the meaning set forth in the Manuals, which Franchisor, in its sole discretion, may update from time to time.
 - d. “**Support Services Team**” means the person(s) authorized by Company to provide Support Services under this Agreement. Such persons may be contractors or employees of Company or its affiliates.

2. Support Services. Franchisee hereby engages Company to provide help desk services for the POS System and other related support services in accordance with and as more fully described below and in **Schedule A** (collectively, the “**Support Services**”). The Support Services may only be used for the POS System at the Franchised Business. Franchisee agrees to follow the procedures and processes for requesting and receiving Support Services, as set forth in this Agreement, including **Schedule A**. In the event of any conflict between the terms and conditions of this Agreement and the terms and conditions of **Schedule A**, the terms and conditions of this Agreement shall control. The Support Services will be provided during the hours and days specified in **Schedule A**.
 - a. Comprehensive Support. Franchisee shall receive Comprehensive Support (as more fully described in **Schedule A**), which shall be subject to the Comprehensive Support Fee (as defined in **Schedule A**).
 - b. Billable Support. Franchisee may request, and Company may, in its sole discretion, provide Billable Support (as more fully described in **Schedule A**), which shall be subject to the Billable Support Fee.
3. POS System. As a prerequisite for Company to provide the Support Services, the POS System must be in good operating condition and meet the Minimum Specifications (including, without limitation, the standard hardware and software requirements set forth therein). The Support Services do not include support for hardware and software that is not part of the Minimum Specifications. Company will provide Support Services in connection with specific versions of the software identified in the Minimum Specifications, and will not provide Support Services in connection with software that is no longer supported by the software licensor. Franchisee is responsible for implementing temporary procedures or workarounds as necessary to ensure continuous operation of the Franchised Business while Company is providing Support Services. Franchisee is responsible for backing up its files, data and programs and for reconstructing corrupted, lost or altered Franchisee files, data and programs. Company reserves the right, at any time and from time to time during the Term, to make the final judgment, in its sole discretion, as to whether the POS System and Franchisee adequately meet the Minimum Specifications and other prerequisites for Support Services required under this Agreement.
4. Service Fees. Franchisee shall pay Company the Comprehensive Support Fee and/or Billable Support Fee (collectively, the “**Service Fees**”), as applicable, for the Support Services provided by Company. Service Fees are exclusive of, and Franchisee will pay, any applicable sales, use, service, value added or like taxes. In the event of a Franchisee Default (as defined below), Company reserves the right, but not the obligation, to suspend part or all of the Support Services until such Franchisee Default is cured; provided however, that Franchisee shall continue to pay Service Fees, during the Term of the Agreement notwithstanding any suspension of Support Services due to a Franchisee Default.
5. Amendments to **Schedule A**. Company reserves the right, but not the obligation, from time to time, to review the Support Services and Service Fees provided under this Agreement and, in its sole discretion, to amend **Schedule A** to reflect a change in Support Services or Service Fees. Company shall provide Franchisee with notice of any amendment to **Schedule A** via e-mail or update to the Manuals at least ninety (90) days prior to such amendment taking effect.

6. Payment.

- a. Electronic Funds Transfer; Payment Date. Payments of Comprehensive Support Fees will be drafted by Franchisor on behalf of Company from Franchisee's Designated Bank Account under Franchisor's electronic funds transfer or draft system ("**EFT**") one time per month on the same day that royalties and other fees due under the Franchise Agreement are first drafted for each month (the "**Payment Date**"). Payments shall commence on the Payment Date of the first (1st) full month following the Opening Date. Time is of the essence in the performance of all payment obligations by Franchisee. Company may change credit or payment terms at any time when, in Company's opinion, Franchisee's financial condition, previous payment record, or the nature of Franchisee's relationship with Company so warrants.
 - b. Temporary Closure. In the event that the Franchised Business is temporarily closed (as determined and approved by Company), payments of Comprehensive Support Fees for the closed Franchised Business shall be suspended by Company commencing on the Payment Date of the first (1st) full month following the date such closure begins (as determined and approved by Franchisor) and payment of Monthly Fees shall be reinstated commencing on the Payment Date of the first (1st) full month following the date such closure ends (as determined and approved by Franchisor); provided however, that Company reserves the right to reinstate payments of Monthly Fees during the time of such closure if Franchisee requests and Company provides Support Services during the time of such closure. Franchisee shall be responsible for notifying and receiving Franchisor's approval of any temporary closure.
 - c. Designated Bank Account. As used herein, the term "**Designated Bank Account**" means the bank account on file with Franchisor for EFT payments required under the Franchise Agreement or Manuals. Franchisee is responsible for maintaining sufficient funds in the Designated Bank Account for all Comprehensive Support Fees due under this Agreement, in addition to any amounts drafted by EFT under the Franchise Agreement and the Manuals. In the event there are insufficient funds in the Designated Bank Account to cover the draft of a payment due hereunder, Company reserves the right to charge Franchisee the return costs charged by Franchisor's bank and an administrative fee to cover Franchisor's and/or Company's cost of addressing the nonpayment. Such administrative fee is in addition to any interest on the amount due.
 - d. Payment of Billable Support Fees; Interest on Past Due Amounts. Billable Support Fees shall be paid by Franchisee within thirty (30) days of being invoiced by Company. Franchisee must pay Company interest on any amounts past due at the rate of 1.5% per month or portion of month, but not more than the maximum interest rate permitted by applicable law.
7. Franchisee Default. Each of the following shall constitute a default under this Agreement, if not cured within ten (10) days following Franchisee's receipt of a written notice of such default (each a "**Franchisee Default**"): (i) Franchisee fails to pay, when due, any Service Fees; (ii) Franchisee fails to perform its obligations under this Agreement or defaults under any other agreement with Company, Franchisor, and/or each of their respective affiliates, or (ii)

Franchisee fails to satisfy and maintain the Minimum Specifications and other pre-requisites for Support Services under this Agreement.

8. Remote-Access Support. Company will provide the Support Services by a support technician over the telephone and remote access to the POS System through Company's or its affiliate's virtual private network or land line phones. Company may install, remove and run diagnostic programs and support tools on the POS System.
9. Exclusions. Support Services provided to Franchisee under this Agreement do not include program development, coding, isolation of coding problems, implementation assistance, data recovery (regardless of the cause of data loss or hardware malfunctions), or any of the exclusions set forth on **Schedule A**.
10. Telecommunication Charges. Franchisee is responsible for all telecommunication charges associated with obtaining the Support Services and obtaining and maintaining contact with Company in order to receive Support Services.

11. LIMITATION OF LIABILITY AND REMEDIES.

- a. COMPANY MAKES NO REPRESENTATIONS OR WARRANTIES OF ANY KIND OR NATURE AND, EXCEPT AS OTHERWISE PROVIDED IN THIS AGREEMENT, HEREBY DISCLAIMS ANY REPRESENTATIONS OR WARRANTIES, EXPRESS OR IMPLIED, INCLUDING WITHOUT LIMITATION, (I) ANY WARRANTY OF NON-INFRINGEMENT, MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE WITH RESPECT TO THE SUPPORT SERVICES; (II) THAT THE SUPPORT SERVICES WILL BE UNINTERRUPTED, AND/OR BE FREE FROM ERRORS, INACCURACIES, OR DELAYS; AND (III) THAT COMPANY WILL BE RESPONSIBLE FOR THE ACTS OR OMISSIONS OF ANY SUBCONTRACTORS OR THIRD PARTIES. USE OF THE SUPPORT SERVICES IS AT FRANCHISEE'S OWN RISK.
- b. TO THE EXTENT COMPANY IS HELD LEGALLY LIABLE TO FRANCHISEE, COMPANY'S LIABILITY IS LIMITED TO ACTUAL LOSSES OR DIRECT DAMAGES FOR ANY CLAIM BASED ON A MATERIAL BREACH OF SUPPORT SERVICES, UP TO A MAXIMUM OF SIX (6) MONTHS OF THE SERVICE FEES PAID BY FRANCHISEE FOR THE APPLICABLE SUPPORT SERVICES DURING THE PERIOD OF MATERIAL BREACH.
- c. NOTWITHSTANDING ANYTHING HEREIN TO THE CONTRARY, IN NO EVENT WILL COMPANY OR ITS AFFILIATES BE LIABLE FOR (I) ACTUAL LOSSES OR DIRECT DAMAGES IN EXCESS OF THE AMOUNTS SET FORTH IN **SECTION 11.b.** ABOVE; (II) DAMAGES RELATED TO LOST REVENUE, SALES OR PROFIT; (III) DAMAGES FOR LOSS OF DATA OR SOFTWARE RESTORATION; (IV) DAMAGES RELATING TO FRANCHISEE'S PROCUREMENT OF SUBSTITUTE SUPPORT SERVICES (I.E., "COST OF COVER"); OR (V) INCIDENTAL, SPECIAL, CONSEQUENTIAL, INDIRECT, PUNITIVE OR CONTINGENT DAMAGES (INCLUDING DOWNTIME COSTS OR LOST PROFITS); IN EACH EVENT EVEN IF COMPANY OR ITS AFFILIATES HAVE BEEN ADVISED OF THE POSSIBILITY OF SUCH POTENTIAL LOSS OR DAMAGE.

- d. THE REMEDIES IN THIS AGREEMENT ARE FRANCHISEE'S SOLE AND EXCLUSIVE REMEDIES RELATED TO THE SUPPORT SERVICES AND THIS AGREEMENT.
- e. THE PROVISIONS OF THIS SECTION 11 SHALL SURVIVE EXPIRATION OR TERMINATION OF THIS AGREEMENT.

12. Term and Termination.

- a. The initial term of this Agreement shall commence on the Effective Date and end on the last day of the same calendar year as the Effective Date (the "**Initial Term**"). Thereafter, this Agreement shall renew automatically for successive one-year terms, commencing on January 1 of each calendar year (each, a "**Renewal Term**"), unless earlier terminated as provided in this Agreement.
- b. This Agreement shall terminate immediately with respect to the Franchised Business upon the effective date of the termination or expiration of the Franchise Agreement for the Franchised Business.
- c. Company may terminate this Agreement for any reason or for no reason by giving written notice of such termination to Franchisee at least sixty (60) day prior to the effective date of such termination.
- d. In the event this Agreement is terminated for any reason or expires, Franchisee shall pay Company for all of the Support Services performed prior to the effective date of the termination or expiration to the extent not already paid.
- e. In the event Company ceases to offer or provide Support Services to franchisees in the System, on or before the Service Start Date, this Agreement shall automatically terminate.

13. Subcontractors. Notwithstanding anything to the contrary, Company reserves the right and Franchisee consents to Company's use of subcontractors, including Company's affiliates, to assist in the provision of Support Services as Company deems appropriate, without notice to Franchisee.

14. Privacy and Electronic Payment Laws. Franchisee acknowledges that this Agreement shall not reduce or diminish Franchisee's obligations and responsibilities for compliance with (i) privacy laws, standards, rules, regulations, or any equivalent thereof relating to personal information, data privacy, and data protection; (ii) the Payment Card Industry Data Security Standards enacted by the applicable card associations (as they may be modified from time to time or as successor standards are adopted); (iii) the Fair and Accurate Credit Transactions Act; and (iv) all other standards, laws, rules, regulations or any equivalent thereof applicable to electronic payments that may be published from time to time by payment card companies and applicable to electronic payments.

15. Notices. Except as otherwise provided herein, all notices, statements, requests and demands given to or made upon any party hereto in accordance with the provisions of this Agreement will be given in the manner specified in the Franchise Agreement.

16. Miscellaneous.

- a. Schedules. All appendices and schedules attached to this Agreement are hereby incorporated herein by this reference.
- b. Transfer or Assignment. Except as expressly provided herein, this Agreement may not be assigned by Franchisee without Company's prior written consent including assignment by operation of law and change of control. Any attempted assignment of this Agreement in violation of the preceding sentence will be null and void ab initio. In the event Franchisee sells or transfers the Franchised Business, this Agreement shall terminate and the transferee shall be required to execute Company's then-current form of Service Level Agreement. In the event of an assignment of the Franchise Agreement which has been approved by Franchisor, this Agreement shall be deemed to be assigned to the assignee of the Franchise Agreement and such assignee shall be deemed to have assumed all rights and obligations of Franchisee under this Agreement. Company may assign this Agreement to any person or entity without Franchisee consent. This Agreement will be binding on and inure to the benefit of the parties and their respective successors and permitted assigns.
- c. Company's Independent Obligations. Company's obligations and duties under this Agreement are independent of Franchisor's obligations and duties under the Franchise Agreement. Franchisor shall not be in default of the Franchise Agreement for any breach of this Agreement by Company and any default of Company under this Agreement will not excuse Franchisee's performance of Franchisee's obligations hereunder or under the Franchise Agreement.
- d. Force Majeure. Each party to this Agreement shall be excused from performance of its obligations pursuant to this Agreement (other than the performance of the payment obligations) for any period and to the extent that such party is prevented from performing pursuant hereto, in whole or in part, as a result of delays caused by the other party or an act of God, war, civil disturbance, court order, labor dispute, third party non-performance or other cause beyond its reasonable control, including failures, fluctuations or non-availability of electric power, heat, light, air-conditioning or telecommunications equipment, and such non-performance shall not be a default hereunder. A force majeure event does not include, whether directly or indirectly, economic hardship, changes in market conditions, or insufficiency of funds.
- e. No Waivers. No failure by either party to exercise any power given to it under this Agreement, or to insist upon strict compliance by the other party of any obligation hereunder, and no custom or practice of the parties at variance with the terms of this Agreement will constitute a waiver of the party's right to demand exact compliance with the terms hereof.
- f. Remedies Non-Exclusive. No remedy made available to any party by any of the provisions of this Agreement is intended to be exclusive of any other remedy, and each and every remedy shall be cumulative and in addition to every other available remedy.
- g. Severability. Should any provision of this Agreement be declared invalid for any reason, such invalid provisions shall not affect the validity of any other provisions,

which other provisions shall remain in force and effect as if this Agreement had been executed with the invalid provisions eliminated.

- h. Independent Contractors. Company's relationship to Franchisee with respect to the Support Services shall be that of an independent contractor. Nothing herein shall be construed as creating or implying any partnership, joint venture, or similar relationship between Company and Franchisee. Person(s) providing Support Services under the Agreement shall not, for any purpose, be considered employees or agents of Franchisee. Company will be solely responsible for the supervision, daily direction and control of its employees while such employees are performing Support Services under this Agreement. Neither party hereto has any authority of any kind to bind the other party in any respect whatsoever, nor shall either party hereto act or attempt to act, or represent itself, directly or by implication, as an agent of the other party hereto or in any manner assume or create, or attempt to assume or create, any obligation on behalf of or in the name of the other party hereto.
- i. Law; Arbitration; Venue; Jurisdiction. The parties agree that all provisions of this Agreement and any questions concerning its interpretation and enforcement shall be governed by the laws of the State of Georgia, without giving effect to the State's choice or conflicts of law provisions. The execution and delivery of this Agreement shall be deemed to be the transaction of business within the State of Georgia for purposes of conferring jurisdiction upon courts located within the State of Georgia. Unless specifically stated otherwise, this Agreement shall be subject to dispute resolution provisions in the Franchise Agreement and limited liability provisions in the Franchise Agreement; provided, however, for the avoidance of doubt, the limitation of liability provisions in **Section 11** hereof shall also apply.
- j. Prior Agreements. This Agreement supersedes any prior agreements, commitments and obligations between the respective parties to this Agreement and related to the subject matter hereof, and any such prior agreement, commitment or obligation is hereby canceled and of no further force or effect; provided, for the avoidance of doubt, the Franchise Agreement shall in no way be deemed superseded or canceled hereby.
- k. Modification; Headings. This Agreement may not be altered or modified except by a writing signed by both parties. The Background is a part of this Agreement. Captions used herein are for convenience only, are not a part of this Agreement, and shall not be used in construing this Agreement.
- l. Survival. All representations, warranties, covenants and indemnities made herein, and any provisions of this Agreement which by their express terms or very nature should survive expiration or termination of this Agreement shall survive and shall remain in full force and effect following expiration or termination of this Agreement. All of a party's rights and privileges, to the extent they are attributable to events or conditions occurring or existing on or prior to the termination of this Agreement, shall survive the termination of this Agreement and shall be enforceable by such party and its successors and assigns.
- m. Counterparts. This Agreement may be executed in one or more counterparts, each of which shall be deemed to be an original, but all of which together shall constitute one and the same agreement.

- n. Limited Recourse. The parties agree that any remedy or recourse available under or related to this Agreement is strictly limited to the parties to this Agreement. No past, present or future director, officer, employee, incorporator, member, partner, stockholder, subsidiary, affiliate, controlling party, entity under common control, ownership or management, vendor, service provider, agent or attorney of either party shall have any liability under this Agreement of or for any claim based on, in respect of, or by reason of, the transactions contemplated hereby and thereby. The foregoing is not intended to discharge either party from its liability for any breach of this Agreement by its directors, officers, employees, consultants and agents.
- o. Entire Agreement. Except as provided in **Section 16.j.**, this Agreement constitutes the entire understanding and agreement of the parties, and no representations, documents, promises or agreements, oral or otherwise, trade usage, or course of conduct between the parties not embodied herein will be of any force or effect.

[SIGNATURE PAGE FOLLOWS]

IN WITNESS WHEREOF, the parties, by their duly authorized representatives, have executed this Agreement as of the date first stated above.

COMPANY:

MOE'S FRANCHISOR LLS

By: _____

Name: **Tim Goodman**

Title: Senior Vice President
Franchise Administration

Date: _____

FRANCHISEE:

«Z1_First_Name» «Z1_Last_Name»
a «Z1_State_of_Formation»
«Z1_Entity_Type»

By: _____

Name: «Signee_1_name»

Title: «Signee_1_title»

Date: _____

Schedule A

A. SUPPORT SERVICES

1. Comprehensive Support

a. **Scope of Support Services:** The Support Services Team will make Franchisor-approved, enterprise-level database changes (e.g., limited time offers, new menu items, and price changes) to the POS System and maintain synchronization between the POS System and any third-party services providers integrated with the POS System, including, for example, providers of online ordering, catering, mobile applications, loyalty programs and delivery services. Additionally, the Support Services Team will provide remote technical support services, including troubleshooting, assistance with resolving acute or chronic technical issues, assistance with configuration issues, correcting database or file corruption issues, restoring functionality, providing consultation, escalating unresolved issues to the appropriate third-party vendor, coordinating field service visits by third party vendors, facilitating introductions to third-party vendors and providing consultation regarding the scope of work of third-party vendors for services beyond the scope of this Agreement. Such Support Services are provided in connection with the Franchised Business' back office system and POS System consisting of Franchisor-required and Franchisor-approved hardware and software including, for example, file servers, manager workstations, POS terminals, payment processing terminals, routers, kitchen printers and kitchen display systems, digital menu boards, and firewalls.

Comprehensive Support includes access to the ServiceNow Customer Service Portal, which allows the Franchisee to research common issues and self-help solutions, request Support Services and track the status of such requests.

Prior to requesting Comprehensive Support Services, Franchisee and Designated Personnel shall use best efforts to resolve the issue using internal resources and the ServiceNow Knowledge Base. Further, Designated Personnel calling for support services should be trained in the general operation of the POS System.

Comprehensive Support does not include: Billable Support, training on use of the POS System or back office system; troubleshooting internet service; hardware maintenance or replacement; support of non-approved software, non-instructional games, audio and video, non-standard screensavers, or internet messaging; and/or assistance with operations or balancing (i.e., over/short, pullback, data entry, etc.).

b. **Service Fee:** \$ _____ per month ("**Comprehensive Support Fee**").

B. BILLABLE SUPPORT

2. **Scope of Support Services.** Billable Support consists of Support Services that are (i) outside the scope of Comprehensive Support; and (ii) Support Services requested and provided outside of the Hours of Availability set forth in **Section C** of this **Schedule A**. Upon Franchisee's request, Company may, in its sole discretion, provide Billable Support Services.

3. **Service Fee.** \$ _____ per hour, or any part thereof (4 hour minimum required) ("**Billable Support Fee**").

C. HOW TO REQUEST SUPPORT SERVICES

Method of Contact	Types of Issues or Requests	Hours of Availability ¹	Response Time
Service-Now Self Service Portal (Log in and submit request electronically.) Or submit an email to support (poshelp@moes.com)	Low/Medium Severity	24 hours per day, 7 days per week	Within 8 hours
Telephone Phone: 844-577-7423	High Severity; Critical	24 hours per day, 7 days per week, excluding Thanksgiving Day and Christmas Day	Calls answered live

¹ Hours of availability may be altered at Company's sole discretion.

D. Prioritizing Requests; Target Resolution Timeframe

The Support Services Team will use the following guidelines in prioritizing requests and will strive to provide a work around or resolution to the problem within the target resolution timeframe. The target resolution timeframes shown below are intended as a guideline and not a guarantee of service. Severity level is determined by the impact of the problem to management or business function. Severity governs the resources committed, and time required, to resolve the request. Actual resolutions times may vary depending on the volume and severity of requests received by the Support Services Team at any one time. Once a request or issue is escalated to a vendor, the Support Services Team is waiting on a response, or the resolution is determined to be outside of the Support Services Team control (including replacement of hardware), the request will be considered to be “escalated” and will no longer impact the target resolution timeframes below.

Severity Level	Example of Issue or Request	Target Resolution Timeframe
Critical	All terminals or scanners down; unable to process credit; or online ordering down	4 hours (response within 15 minutes of request)
High Severity	One terminal or scanner down; credit spooling offline; firewall issue; or VoIP phones (for supported stores)	1-2 business days
Medium Severity	Front Counter POS peripherals down; third party printer down; sales or labor reports unavailable; or end-of-day issues	2-3 business days
Low Severity	Additional hardware request; menu maintenance; or general technology inquiries	3-5 business days

EXHIBIT D
INFORMATION ON FRANCHISEES

INFORMATION REGARDING FRANCHISEES

The names, addresses and telephone numbers of our franchisees and their Restaurants as of December 31, 2021 are as follows:

#	Franchisee	Address	City	State	Zip	Phone
374	Sterling Restaurants, LLC	300 Colonial Parkway, Suite 100	Alabaster	Alabama	35007	2056213335 x2
2685	William Drake, Laura Drake	50 Commons Way	Anniston	Alabama	36203	(256) 344-6637
142	Auburn Southwest Grill, LLC	114 West Magnolia	Auburn	Alabama	36830	3344668035 x3
102895	Sodexo Operations, LLC	1400 University Blvd	Birmingham	Alabama	35233	(301) 987-4924
177	Sterling Restaurants, LLC	270 Doug Baker Blvd.	Birmingham	Alabama	35242	2054379998 x2
136	Wildwood Southwest Grill, LLC	231 State Farm Parkway	Birmingham	Alabama	35209	2059437942 x2
1535	William Drake, Laura Drake	1801 4th Avenue South, Suite 109	Birmingham	Alabama	35233	2052506355 x3
3767	Sterling Restaurants, LLC	1122 Cullman Shopping Center	Cullman	Alabama	35055	2562515099 x2
6623	Riptide, LLC	1539 Highway 98	Daphne	Alabama	36526	251-626-3334
2684	William Drake, Laura Drake	1241 Point Mallard Parkway	Decatur	Alabama	35601	2565802817 x3
892	Harrison Foods, LLC	4521 Montgomery Hwy., Suite #5	Dothan	Alabama	36303	334-671-2808
4987	YB Investments LLC	607 - D Boll Weevil Circle	Enterprise	Alabama	36330	334-417-0145
101586	Compass Group USA, Inc.	1 Harrison Plaza	Florence	Alabama	35632	256-765-5860
6465	Sterling Restaurants, LLC	510 East Meighan Blvd., Suite A1	Gadsden	Alabama	35903	2565464778 x3
6462	Sterling Restaurants, LLC	655 Fieldstown Road, Suite #158	Gardendale	Alabama	35071	256-572-8641
102549	Sodexo Operations, LLC	800 Lakeshore Drive	Homewood	Alabama	35209	2057264704
133	Riverchase Southwest Grill, LLC	3670 Lorna Rd	Hoover	Alabama	35226	2059876163 x3
385	Robert Dreesch, C. Brad Dunning, Steve Egan-Fowler	975 C Airport Rd	Huntsville	Alabama	35802	2568800113 x3
2682	William Drake, Laura Drake	335 The Bridge Street #127	Huntsville	Alabama	35806	205-987-6637
2687	Laura Drake, William Drake	8141 Highway 72 West Suite B	Madison	Alabama	35758	256-721-6752

#	Franchisee	Address	City	State	Zip	Phone
102509	ARAMARK Food and Support Services Group, Inc.	307 N. University Blvd	Mobile	Alabama	36688	(215) 238-4013
268	Jeff LaCour	280 S. McGregor Avenue	Mobile	Alabama	36608	2513425233
267	John (Eddie) Webster, Sherry Webster	390 Unit A Schillinger Rd. South	Mobile	Alabama	36695	251-633-0303
102146	Tideline LLC	4419 Rangeline Road	Mobile	Alabama	36619	(251) 287-7592
124	Sterling Restaurants, LLC	2900-E Zelda Road	Montgomery	Alabama	36106	334-723-9926
183	Sterling Restaurants, LLC	7028 East Chase Parkway	Montgomery	Alabama	36117	334-513-2116
110	Sterling Restaurants, LLC	2737 Highway 280	Mountain Brook	Alabama	35223	404-229-9682
445	Opelika Southwest Grill, LLC	2574 Enterprise Drive	Opelika	Alabama	36801	3347498156 x3
803	PCM Restaurants, LLC	3732 U.S. Highway 280	Phenix City	Alabama	36867	(334) 298-6637
627	Sterling Restaurants, LLC	2739 Legends Parkway	Prattville	Alabama	36066	334-730-4466
290	Neap Tide LLC	30500 State Hwy 181, Ste. 244	Spanish Fort	Alabama	36527	2516250102
2406	Sodexo Operations, LLC	236 Adam Center	Troy	Alabama	36082	(877) 663-7411
512	Sterling Restaurants, LLC	2312 McFarland Blvd., E.	Tuscaloosa	Alabama	35404	2053421487 x2
2560	Sterling Restaurants, LLC	1130 University Boulevard	Tuscaloosa	Alabama	35401	2055230999 x2
191	Vestavia Southwest Grill, LLC	716 Montgomery Hwy	Vestavia Hills	Alabama	35216	2058247663 x3
791	AR Fresh Mex, Inc.	7409 Alcoa Road	Bryant	Arkansas	72022	501-778-3111
103063	Samuel West	580 E. Centerton Blvd.	Centerton	Arkansas	72719	(479) 372-2745
561	AR Fresh Mex, Inc.	625 Salem Road	Conway	Arkansas	72034	501-336-6500
618	AR Fresh Mex, Inc.	12312 Chenal Parkway	Little Rock	Arkansas	72211	501-223-3378
270	AR Fresh Mex, Inc.	4834 North Hills Blvd.	North Little Rock	Arkansas	72116	5018125577
6064	Melanie Hoggard	2600 West Pleasant Crossing Drive, Suite 100	Rogers	Arkansas	72758	479.903.7272
100811	JBS CP, LLC	15102 Vandegrift Road	Camp Pendleton	California	92055	(760) 385-0030
1638	Savin Brands, LLC	385 West Main Street	Avon	Connecticut	06001	860-269-6106
1632	Savin Brands, LLC	641 Farmington Avenue	Bristol	Connecticut	06010	860.506.4861
1637	Savin Brands, LLC	164 Federal Road	Brookfield	Connecticut	06804	203-885-0748

#	Franchisee	Address	City	State	Zip	Phone
101920	MSG Dayville, LLC	710 Hartford Pike	Dayville	Connecticut	06241	(860) 412-9063
1628	Savin Brands, LLC	44 Pershing Drive	Derby	Connecticut	06408	475-777-5942
1630	Savin Brands, LLC	25 Hazard Aveune	Enfield	Connecticut	06082	(860) 741-0502
969	DM Burritos, LLC	2450 Main Street	Glastonbury	Connecticut	06033	860-430-9222
3556	Moe's Groton, LLC	Groton Square-220 SR-12	Groton	Connecticut	06340	860-405-9661
1614	Savin Brands, LLC	2100 Dixwell Avenue	Hamden	Connecticut	06514	203-745-4706
1626	Savin Brands, LLC	3145 Berlin Turnpike	Newington	Connecticut	06111	860-785-8990
6283	MSG Norwich, LLC	624 West Main Street	Norwich	Connecticut	06360	860-934-5985
1639	Savin Brands, LLC	720 Queen Street	Southington	Connecticut	06489	860-276-9532
3555	Moe's UConn, LLC	195 Storrs Road	Storrs	Connecticut	06268	860-477-1553
6282	MSG Vernon, LLC	30-35 Talcottville Road	Vernon	Connecticut	06066	860-870-0123
1640	Savin Brands, LLC	970 N. Colony Road	Wallingford	Connecticut	06492	203-745-4706
3554	Violet Burritos, LLC	903-915 Hartford Pike #17	Waterford	Connecticut	06385	860-574-9059
102112	Bobcat Burgers, LLC	722 N. Main Street	West Harford	Connecticut	06117	860-206-4283
101446	ARAMARK Educational Services, LLC	200 Bloomfield Avenue	West Hartford	Connecticut	06117	860-768-4683
103210	Sodexo Operations, LLC	300 Boston Post Road	West Haven	Connecticut	06516	203-479-4999
102900	MSG Willimantic LLC	1315 Main Street	Willimantic	Connecticut	06226	860-942-8166
101546	MSG Windsor, LLC	697 Poquonock Avenue	Windsor	Connecticut	06095	(860) 219-1435
517	Jeffrey Coghlan	1241 Quintillio Drive	Bear	Delaware	19701	3028326637 x3
439	Jeffrey Coghlan	19266 Coastal Highway	Rehoboth Beach	Delaware	19971	3022264266 x3
340	Jeffrey Coghlan	5311 Brandywine Parkway	Wilmington	Delaware	19803	3024788002 x3
3641	Rudra Food Inc.	4717 A Kirkwood Highway	Wilmington	Delaware	19808	302-691-3690
4732	Quality Fresca I, LLC	1275-B 1st Street NE	Washington	District of Columbia	20002	2028886800x2
1083	Quality Fresca I, LLC	15652 N.W. US Hwy 441, Suite A	Alachua	Florida	32615	3864621205x2
435	Dos Meshugana of Altamonte, LLC	175 E. Altamonte Drive Suite 1040	Altamonte Springs	Florida	32701	4078306637 x3
189	Sterling Restaurants, LLC	2240 NW 19, Street	Boca Raton	Florida	33431	561-347-1750

#	Franchisee	Address	City	State	Zip	Phone
858	Boynton Eats, LLC	970 North Congress Ave., Suite #140	Boynton Beach	Florida	33426	561-732-9555
131	Raving Fans Restaurant Group I, LLC	2338 West Brandon Blvd.	Brandon	Florida	33511	8136810955 x3
1038	Raving Fans Restaurant Group I, LLC	1011 E. Brandon Blvd.	Brandon	Florida	33511	813-324-7110
6624	Quality Fresca I, LLC	12916 Cortez Blvd.	Brooksville	Florida	34613	3525970779x2
1442	Quality Fresca I, LLC	1631 Del Prado Boulevard South Suite #412	Cape Coral	Florida	33990	2394589303x2
434	Quadrangle Investment Group	2683 Roosevelt Blvd.	Clearwater	Florida	33760	727-536-3100
204	Quality Fresca I, LLC	2679 Gulf to Bay Blvd.	Clearwater	Florida	33759	7277238225x2
6676	Dos Meshugana of Altamonte, LLC	2383 S Highway 27	Clermont	Florida	34711	3527086722 x3
768	Noor Lavji, Aryn Lakhani	6230 Coral Ridge Drive	Coral Springs	Florida	33076	(954) 345-3913
1284	Sterling Restaurants, LLC	2257 South University Drive	Davie	Florida	33324	954-332-5200
217	Sterling Restaurants, LLC	941 N. Woodland Blvd.	DeLand	Florida	32724	386-734-3708
599	Quality Fresca I, LLC	23050 Via Villagio #125	Estero	Florida	33928	2399489071x2
101728	Quality Fresca I, LLC	13101 Paul J. Doherty Parkway	Fort Myers	Florida	33913	2392705147x3
338	Quality Fresca I, LLC	13711 South Tamiami Trail, Ste. 8	Ft Myers	Florida	33912	2394156637x2
971	Quality Fresca I, LLC	10021 Gulf Center Dr., #210	Ft. Myers	Florida	33913	2394333399x2
100499	Quality Fresca I, LLC	3405 Forum Blvd.	Ft. Myers	Florida	33905	2393097615x2
286	Tribe FWB LLC	423 Mary Esther Cutoff	Ft. Walton Beach	Florida	32548	850-664-6637
148	Quality Fresca I, LLC	3832 West Newberry Road	Gainesville	Florida	32607	3523372850x2
167	Quality Fresca I, LLC	3443 SW Archer Road	Gainesville	Florida	32608	3523678565x2
686	Quality Fresca I, LLC	7770 West Newberry Road	Gainesville	Florida	32606	3523327606x2
144	Quality Fresca I, LLC	2400-107 S. 3rd St.	Jacksonville	Florida	32250	9042493299x2
156	Quality Fresca I, LLC	4403 Roosevelt Blvd.	Jacksonville	Florida	32210	9043895299x2
198	Quality Fresca I, LLC	445 State Road 13 North, Ste. 1	Jacksonville	Florida	32259	9042872799x2
243	Quality Fresca I, LLC	10478 San Jose Blvd.	Jacksonville	Florida	32257	9042625299x2

#	Franchisee	Address	City	State	Zip	Phone
264	Quality Fresca I, LLC	9960 Southside Blvd.	Jacksonville	Florida	32256	9045199099x2
271	Quality Fresca I, LLC	12959 Atlantic Blvd., Ste. 103	Jacksonville	Florida	32225	9042209090x2
288	Quality Fresca I, LLC	9301 Atlantic Blvd.	Jacksonville	Florida	32225	9047279299x2
759	Quality Fresca I, LLC	9620 Applecross Road	Jacksonville	Florida	32222	9047773667x2
1427	Quality Fresca I, LLC	12681 Bartram Park Blvd.	Jacksonville	Florida	32258	9046476537x2
1428	Quality Fresca I, LLC	15128 Max Leggett Parkway, Suite 1	Jacksonville	Florida	32218	9045206984x2
3850	Quality Fresca I, LLC	4710 Town Center Parkway	Jacksonville	Florida	32246	3179735686x2
337	RDM Industries, Inc.	2941 West U.S. Highway 90	Lake City	Florida	32055	386-754-9373
404	Raving Fans Restaurant Group I, LLC	1326 Town Center Dr.	Lakeland	Florida	33803	(863) 616-9700
553	Raving Fans Restaurant Group I, LLC	3945 US Hwy. 98 N.	Lakeland	Florida	33809	(863) 853-2501
369	Quality Fresca I, LLC	2087 Collier Parkway	Land O' Lakes	Florida	34639	8132422633x2
196	Moe's Southwest Grill Largo, LLC	11140 Starkey Road	Largo	Florida	33773	7273984684
100818	RDM Properties, L.L.C.	10549 Suwannee Plaza Lane	Live Oak	Florida	32060	386.219.0152
102743	Compass Group USA, Inc.	11200 South West 8th Street	Miami	Florida	33181	(914) 882-7689
100562	PBE Jackson Memorial, LLC	901 NW 17th Street, Suite L-M	Miami	Florida	33136	786-717-5015
258	Sterling Restaurants, LLC	10660 N.W. 19th Street	Miami	Florida	33172	786-336-0138
232	Quality Fresca I, LLC	1016 Immokalee Road, #206	Naples	Florida	34110	2395934998x2
970	Quality Fresca I, LLC	6434 Naples Blvd. #402	Naples	Florida	34109	2395940065x2
100498	Quality Fresca I, LLC	7207 Radio Road	Naples	Florida	34104	2393521212x2
100497	Quality Fresca I, LLC	5668 Tuscola Blvd.	North Port	Florida	34287	9415648024x3
250	Raving Fans Restaurant Group I, LLC	2604 SW 19th Avenue Rd.	Ocala	Florida	34474	352-291-6637
135	Quality Fresca I, LLC	4011 Tampa Road	Oldsmar	Florida	34677	8138916637x2
446	Sterling Restaurants, LLC	890 Saxon Blvd.	Orange City	Florida	32763	386-532-6637
665	Quality Fresca I, LLC	1544 Country Rd 220, Suite 104	Orange Park	Florida	32003	9046370080x2
1437	Quality Fresca I, LLC	910 Wells Road	Orange Park	Florida	32073	9046372299x2

#	Franchisee	Address	City	State	Zip	Phone
322	Chau Truong, John Monroe Kiser	4192 Conroy Rd.	Orlando	Florida	32839	407-226-8700
6255	Host International, Inc.	One Jeff Fuqua Boulevard	Orlando	Florida	32827	(407) 658-2160
1365	Raving Fans Restaurant Group I, LLC	12701 Narcoossee Road	Orlando	Florida	32832	407-264-9903
1369	Raving Fans Restaurant Group I, LLC	11062 International Drive Unit #164	Orlando	Florida	32821	4079855808 x3
1374	Raving Fans Restaurant Group I, LLC	4498 North Alafaya Trail	Orlando	Florida	32826	4076582160 x3
2304	Raving Fans Restaurant Group I, LLC	423 N. Alafaya Trail	Orlando	Florida	32828	4076306611 x3
2306	Raving Fans Restaurant Group I, LLC	6817 Eagle Watch Drive	Orlando	Florida	32822	4076017434 x3
1327	Universal City Development Partners, Ltd.	1000 Universal Plaza City Market	Orlando	Florida	32819	407-224-6637
334	Sterling Restaurants, LLC	337 W. Granada Blvd.	Ormond Beach	Florida	32174	386-677-1156
1373	Raving Fans Restaurant Group I, LLC	976 West Mitchell Hammock Road	Oviedo	Florida	32765	407-542-1519
101758	John (Eddie) Webster, Blake Webster	4741 Highway 90, Unit B	Pace	Florida	32571	(850) 736-8058
1434	Quality Fresca I, LLC	250 Palm Coast Highway NE	Palm Coast	Florida	32137	3865854020x2
6628	Quality Fresca I, LLC	33086 US Highway 19 N	Palm Harbor	Florida	34684	7272664623x2
226	W2M LLC	1000 East 23rd Street	Panama City	Florida	32405	8505228606
6232	Blake Webster, John (Eddie) Webster	7175-E North Davis Highway	Pensacola	Florida	32504	850-791-6631
403	Webster Hospitality Management, LLC	5100 North 9th Ave	Pensacola	Florida	32504	8508570202
1039	Raving Fans Restaurant Group I, LLC	4683 Park Blvd N	Pinellas Park	Florida	33781	727-317-4937
590	Raving Fans Restaurant Group I, LLC	2304 James L. Redman Pkwy	Plant City	Florida	33563	813-704-4833
1445	Quality Fresca I, LLC	1804 Tamiami Trail	Port Charlotte	Florida	33948	9419795167x2

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417	Sterling Restaurants, LLC	1812 Dunlawton Ave	Port Orange	Florida	32127	386-761-2221
3534	Thiago Pereira, Nancy Panoz, Andrea Pereira	1769 NW St Lucie West Blvd.	Port St. Lucie	Florida	34986	772-344-3920
392	Raving Fans Restaurant Group I, LLC	6020 Winthrop Town Center Ave.	Riverview	Florida	33569	813-661-6655
102583	RFRG SUMMERFIELD, LLC	13012 S. US Highway , #301	Riverview	Florida	33578	813-445-7811
411	Quality Fresca I, LLC	4005 Clark Road	Sarasota	Florida	34233	9419290630x2
4734	MSG St. Augustine, L.L.C.	1685 US-1 South	St. Augustine	Florida	32084	904-506-0010
101436	STUART EATS LLC	2620 SE Federal Highway	Stuart	Florida	34994	(772) 678-6696
128	Quality Fresca I, LLC	1444 W. Tennessee Street	Tallahassee	Florida	32304	8505616637x2
179	Quality Fresca I, LLC	3491 Thomasville Rd.	Tallahassee	Florida	32309	8505766637x2
373	Quality Fresca I, LLC	1583 Apalachee Parkway	Tallahassee	Florida	32301	8502246637x2
1438	Quality Fresca I, LLC	3122 Mahan Drive Ste. 1101	Tallahassee	Florida	32308	8507655413x2
100454	Quality Fresca I, LLC	3020 Unit 4, West Pensacola Street	Tallahassee	Florida	32304	8503297509x2
100683	Quality Fresca I, LLC	3437 Bannerman Road	Tallahassee	Florida	32312	8509991540x2
1164	ARAMARK Educational Services, LLC	4202 E Fowler Ave.	Tampa	Florida	33620	813-974-9587
300	Quality Fresca I, LLC	3810 West Neptune Street	Tampa	Florida	33629-5814	8132584560x2
581	Quality Fresca I, LLC	2543 North Dale Mabry Hwy	Tampa	Florida	33607	8138716637x2
670	Quality Fresca I, LLC	13238 North Dale Mabry	Tampa	Florida	33618	8139627021x2
149	Raving Fans Restaurant Group I, LLC	17509 Preserve Walk Lane	Tampa	Florida	33647	813-849-6357
418	Raving Fans Restaurant Group I, LLC	670 US Hwy 441 North	The Villages	Florida	32159	(352) 430-3610
6625	Quality Fresca I, LLC	12465 State Road 54	Trinity	Florida	33556	7273123211x2
625	Quality Fresca I, LLC	8192 Tourist Center Drive	University Park	Florida	34201	9413517979x2
5047	Thiago Pereira	1601 US Hwy. 1	Vero Beach	Florida	32960	772-492-8686
427	Sterling Restaurants, LLC	2230 Town Center Ave.	Viera	Florida	32940	321-433-3540
3683	Wellington Eats, LLC	2605 State Road 7 Bay 410	Wellington	Florida	33414	561 792-5712

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605	Raving Fans Restaurant Group I, LLC	28139 Paseo Drive	Wesley Chapel	Florida	33543	813-345-8510
1435	Sterling Restaurants, LLC	225 Palm Bay Road	West Melbourne	Florida	32904	321-676-8811
4813	West Palm Eats, LLC	460 S. Rosemary Avenue , Suite 200	West Palm Beach	Florida	33401	561-659-0361
2305	Raving Fans Restaurant Group I, LLC	5535 Cypress Gardens Blvd	Winter Haven	Florida	33884	863-229-5576
1368	Raving Fans Restaurant Group I, LLC	7484 University Blvd.	Winter Park	Florida	32792	4076713566 x3
1377	Raving Fans Restaurant Group I, LLC	847 South Orlando Ave.	Winter Park	Florida	32789	3219722996 x3
332	DOC TYME, LLC	3348 Cobb Parkway	Acworth	Georgia	30101	7705290005
151	Richard Yarbrough	1016 N. Westover Blvd. Suite C	Albany	Georgia	31707	229-639-1050
103	GFC Holdings, LLC	3070 Windward Plaza	Alpharetta	Georgia	30005	6788790456 x1
104	GFC Holdings, LLC	3710 Old Milton Pkwy	Alpharetta	Georgia	30005	6788796637 x1
927	Sterling Restaurants, LLC	5620 Commerce Blvd., Suite K	Alpharetta	Georgia	30004	7705216637 x2
187	UGA Restaurants, LLC	1320 Baxter Street	Athens	Georgia	30606	7063697776 x2
348	3155 Restaurant LLC	3155 Cobb Parkway SE, Suite C	Atlanta	Georgia	30339	770-956-7979
213	Atlanta Life-Restaurant Group, LLC	70 Peachtree St.	Atlanta	Georgia	30303	4046884288
4991	Atlanta Life-Restaurant Group, LLC	171 Auburn Avenue	Atlanta	Georgia	30303	6787055930 x1
155	CSM Restaurants, LLC	1175 Peachtree Street NE, Suite 160	Atlanta	Georgia	30361	404-870-8884
193	FSM Restaurants, L.L.C.	85 5th St. NW	Atlanta	Georgia	30308	4045419940 x2
139	GFC Holdings, LLC	3515-B Chamblee-Tucker Rd.	Atlanta	Georgia	30341	7704576678 x1
277	MR of Phipps, LLC	3500 Peachtree Rd	Atlanta	Georgia	30326	404-237-2370
104636	Pereira Holdings, LLC	125 Ted Turner Dr, NW	Atlanta	Georgia	30303	(678) 521-1176
421	PFM Restaurants, LLC	2022 Powers Ferry Road, Suite E	Atlanta	Georgia	30339	7709560018 x2
307	RRIG Brookhaven, LLC	205 Town Blvd.	Atlanta	Georgia	30319	404-467-4400

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101318	Shahid Panjwani	1000 Cumberland Mall , Suite 238,	Atlanta	Georgia	30339	770-801-0079
101	Sterling Restaurants, LLC	2915 Peachtree Rd NE	Atlanta	Georgia	30305	4044428932 x2
117	Sterling Restaurants, LLC	2484 Briarcliff Road	Atlanta	Georgia	30329	4042489399 x2
101522	Thiago Pereira	1605 East West Connector	Austell	Georgia	30106	(678) 503-2399
101288	Seven Burritos, LLC	2620 Old Winder Highway	Braselton	Georgia	30517	678-804-6661
4735	Quality Fresca I, LLC	10205 Canal Crossing	Brunswick	Georgia	31525	9122549700x2
162	JonJay, LLC	1825 Mall of Georgia Blvd.	Buford	Georgia	30519	7706147556
701	GA-MEX CANTON, LLC	135 Reinhardt College Pkwy.	Canton	Georgia	30114	678-493-7073
845	Red Hot Stuff, LLC	1765 South Hwy. U.S. 27	Carrollton	Georgia	30117	770-830-7575
452	Shahid Panjwani	402 East Church Street	Cartersville	Georgia	30121	6787211000
230	Columbus Southwest Grill, LLC	5555 Whittlesey Blvd.	Columbus	Georgia	31909	7066601411 x3
104007	SIFC Inc	863 Flat Shoals Rd.	Conyers	Georgia	30094	770-922-0889
915	MSWG Hammond Crossing Corporation	3280 Keith Bridge Road, Suite 1-A	Cumming	Georgia	30041	770-781-0858
2605	Sterling Restaurants, LLC	2320 Atlanta Highway	Cumming	Georgia	30040	7702929660 x2
164	HMM Restaurants, LLC	2111 Hamilton Creek Pkwy.	Dacula	Georgia	30019	7709322208 x2
344	Golden Restaurant Group, LLC	25 Morrison Moore Parkway	Dahlonega	Georgia	30533	706-867-6637
102397	Pereira Holdings, LLC	8765 Dallas Acworth Highway	Dallas	Georgia	30152	(770) 966-2498
103454	Thiago Pereira	1515 W. Walnut Avenue	Dalton	Georgia	30720	706-508-5200
2604	Sterling Restaurants, LLC	837 Highway 400 North	Dawsonville	Georgia	30534	7062650032 x2
253	Taylor Investment Partners II, LLC	1524 Church Street	Decatur	Georgia	30030	404-373-0675
336	Douglasville Eats Inc.	6968 Douglas Blvd.	Douglasville	Georgia	30135	770-942-1919
450	Eyedream LLC	3455 Peachtree Industrial, Suite 315	Duluth	Georgia	30096	770-497-1355
101241	Pleasant Hill Restaurant, LLC	1500 Pleasant Hill Road, Building No 1550	Duluth	Georgia	30096	(678) 615-2061
166	Sugarloaf Restaurants, Inc.	6600 Sugarloaf Pkwy, Ste. 100	Duluth	Georgia	30097	7704182165

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116	GFC Holdings, LLC	5562 Chamblee-Dunwoody Rd.	Dunwoody	Georgia	30338	6783200360 x1
106	Hula Restaurant, LLC	8290 Roswell Rd	Dunwoody	Georgia	30350	678-585-7573
102820	Highland Investment Ellijay, LLC	212 Highland Parkway East	East Ellijay	Georgia	30540	706-276-6070
221	CCP Restaurants, LLC	3645 Marketplace Blvd., Suite 170	East Point	Georgia	30344	4043448514 x2
449	Sterling Restaurants, LLC	4239 Washington Rd.	Evans	Georgia	30809	7062286073 x2
102844	Fairburn Eats, LLC	7920 Senoia Road	Fairburn	Georgia	30213	678-834-5611
184	JonJay, LLC	1360 Georgia Highway 85	Fayetteville	Georgia	30214	6786103138
103194	Royal Refreshment LLC	325 Cabiness Road	Forsyth	Georgia	31029	(470) 488-0285
6528	M4M Restaurants LLC	73 Parkway Drive	Ft. Oglethorpe	Georgia	30742	(706) 419-8511
1069	Sterling Restaurants, LLC	333 Shallowford Road S. W.	Gainesville	Georgia	30504	(678) 943-8656
103202	Cris Lasco, William M. Rapp III	1577 N. Griffin Expressway	Griffin	Georgia	30223	678-692-8035
102745	Roshan Patel	917 Virginia Avenue	Hapeville	Georgia	30354	(770) 800-7601
297	4910 Restaurant LLC	4910 Jimmy Lee Smith Pkwy	Hiram	Georgia	30141	7704395356
2430	Sterling Restaurants, LLC	11270 Medlock Bridge Road	Johns Creek	Georgia	30097	4707198840 x2
102626	Gregory Fussell	1117 Highway 96	Kathleen	Georgia	31047	478-313-5490
103558	Board of Regents of the University System of GA by and on behalf of KSU Univ	1000 Chastain Road	Kennesaw	Georgia	30144	(470) 578-2902
1067	Brian Ferris	1450 Ernest Barrett Parkway	Kennesaw	Georgia	30152	770-426-6637
4738	MSG Kingsland, L.L.C.	101 Crown Pointe Parkway	Kingsland	Georgia	31548	912-380-6673
954	RBH LaGrange, LLC	1468 LaFayette Parkway	LaGrange	Georgia	30241	706-882-5820
1066	OurDream, LLC	900 Duluth Highway, Suite #1000	Lawrenceville	Georgia	30043	6787080400 x2
160	HISSA Restaurant of Lilburn, LLC	4051 Hwy 78 C-101	Lilburn	Georgia	30047	678-344-3910
102759	Abid Khutliwala	894 Thornton Road	Lithia Springs	Georgia	30122	678-593-8477
103196	Royal Seven Food L LLC	600 Market Place Blvd.,	Locust Grove	Georgia	30248	(678) 272-2223

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237	United Restaurant of Loganville, LLC	4211 Atlanta Highway	Loganville	Georgia	30052	7705549910
6571	Richard Yarbrough, Gregory Fussell	6255 Zebulon Road , Suite 260	Macon	Georgia	31210	(478) 254-8322
101542	Shahid Panjwani	280 Cobb Parkway South, Suite 30	Marietta	Georgia	30060	678-324-7771
254	Sterling Restaurants, LLC	3636 Dallas Hwy	Marietta	Georgia	30064	6783540331 x2
207	HJK Corporation	1146 Hwy. 20 West Suite 1	McDonough	Georgia	30253	(770) 898-8622
805	Midland Southwest Grill, LLC	6516 Kitten Lake Drive	Midland	Georgia	31820	706-225-0333
6448	Shahid Panjwani	1998 W. Spring Street	Monroe	Georgia	30655	678-635-8151
138	RRIG Morrow, LLC	1853 Mt Zion Rd	Morrow	Georgia	30260	7709686671
206	Red Hot Stuff, LLC	1111 Bullsboro Road, Suite #1	Newnan	Georgia	30265	678-423-4353
104077	OCHO BURRITOS LLC	4880 Peachtree Corners Circle	Norcross	Georgia	30092	470-280-6637
447	Sterling Restaurants, LLC	500 Circle Gate	Peachtree City	Georgia	30269	7704868455 x2
3871	Sterling Restaurants, LLC	246 Pooler Parkway Suite H	Pooler	Georgia	31322	9123036688 x2
102585	JDF Foods LLC	4 Magnolia Blvd.	Port Wentworth	Georgia	31407	(803) 603-1033
266	Sterling Restaurants, LLC	110 Shorter Avenue	Rome	Georgia	30165	7062920032 x2
107	Mansell Eats, LLC	976 Mansell Rd.	Roswell	Georgia	30076	770-992-9112
126	ZS Investments, Inc.	2354 Holcomb Bridge Rd.	Roswell	Georgia	30076	770-594-8050
132	Sterling Restaurants, LLC	7801 Abercorn Street	Savannah	Georgia	31406	912-303-6688
129	Smyrna Eats, Inc.	2840 Atlanta Road	Smyrna	Georgia	30080	770-319-6880
287	United Restaurants of Snellville, LLC	1850 Hwy 124	Snellville	Georgia	30078	770-979-4820
241	Back to the Boro, LLC	608 Brannen Street	Statesboro	Georgia	30458	9127643463
102399	Pereira Holdings, LLC	1013 Eagles Landing Parkway	Stockbridge	Georgia	30281	678-272-7868
141	Blessings, Inc.	3320 Lawrenceville Suwanee Rd.	Suwanee	Georgia	30024	6785410350
137	JAMSHAM, INC.	4450 Hugh Howell Rd.	Tucker	Georgia	30084	770.934.5555
180	Perry Rhodes	4030 Lavista Rd.	Tucker	Georgia	30084	770-414-1195

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101556	ARAMARK Educational Services, LLC	1500 N. Patterson Street	Valdosta	Georgia	31698	(229) 333-5671
102396	Southwest Georgia Oil Company, Inc.	2112 West Hill Ave.	Valdosta	Georgia	31601	229-469-7383
101435	Thiago Pereira	700 Highway 61,	Villa Rica	Georgia	30180	770-456-4898
296	Sterling Restaurants, LLC	2628 Watson Blvd.	Warner Robins	Georgia	31093	4789299760 x2
3535	Thiago Pereira, Andrea Pereira, Nancy Panoz	655 Exchange Circle	Winder	Georgia	30620	770-867-0049
170	Sterling Restaurants, LLC	9777 Hwy 92	Woodstock	Georgia	30188	7705176634 x2
875	SK Paradise Inc.	98-1005 Moanalua Road	Aiea	Hawaii	96701	808-488-6637
101559	ARAMARK Educational Services, LLC	1910 University Drive	Boise	Idaho	83725	(208) 426-1437
2459	OKGO Restaurant Group, LLC	2401 Empire Road	Bloomington	Illinois	61701	3095850584
924	Sunrise Internationals I, LLC	715 North Giant City Rd.	Carbondale	Illinois	62902	6185494200
100373	OKGO Restaurant Group, LLC	2041 South Neil Street	Champaign	Illinois	61820	2179540378
102087	Kajal Patel, Saurabh Patel	750 South Halsted Street	Chicago	Illinois	60607	(312) 355-3679
6885	OKGO Restaurant Group-Levee District, LLC	130 Spinder Drive	East Peoria	Illinois	61611	(309) 698-6637
1201	Pratik Patel	4589 West Higgins Road	Hoffman Estates	Illinois	60192	847-645-1800
100284	Iowa Homewrecker Burrito, Inc.	3934 16th Street	Moline	Illinois	61265	3097974383
5313	Manish Patel	3909 Broadway Suite 101	Mt. Vernon	Illinois	62864	6182417000
101594	Compass Group USA, Inc.	325 East Benton Ave.	Naperville	Illinois	60540	(630) 637-5644
860	OKGO Restaurant Group, LLC	1730 Bradford Lane, Suite #195	Normal	Illinois	61761	3098620737
4965	ARAMARK Educational Services, LLC	1501 West Bradley Avenue	Peoria	Illinois	61606	309-677-3210
101361	JSF ANGOLA LLC	3308 North Wayne Street	Angola	Indiana	46703	260-665-7911
359	Brian Ferris	6401 E. Lloyd Expressway, Suite 5	Evansville	Indiana	47715	8124916637

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355	MM Indiana-Fishers, LLC	8235 East 116th St., Suite 201	Fishers	Indiana	46038	3178496637
4574	YEHWORLD INC	2151 North Morton Street	Franklin	Indiana	46131	(317) 494-6642
735	Melissa McKeithan Rohwer, Bill Rohwer, Sandy McKeithan	1808 Dupont Road	Ft. Wayne	Indiana	46818	2604906637 x3
360	Tu Mama Moe's, LLC	6739 West Jefferson Blvd.	Ft. Wayne	Indiana	46804	2609696637 x3
644	MM Indiana-Greenwood, LLC	7853 US 31 South, Suite B.	Indianapolis	Indiana	46227	317-887-2222
2825	MM Indiana-IUPUI, LLC	910 West 10th Street, Suite #15	Indianapolis	Indiana	46202	3178226637 x1
733	Indiana Moe's I, LLC	170 South Creasy lane	Lafayette	Indiana	47905	7654476637 x3
103059	Brent Benge, Kostas Poulakidas	1519 West South Street , Suite 100	Lebanon	Indiana	46052	317-374-8594
1382	S&S Franchise Development, Inc	816 North Baldwin Ave	Marion	Indiana	46952	765-573-4942
1383	Burritos Elite, Inc.	909 West McGailliard Road	Muncie	Indiana	47303	765-216-7793
103060	Brent Benge, Kostas Poulakidas		Noblesville	Indiana	46060	(463) 444-6637
4430	Surinder Singh, Harkavel Singh	2828 S. 3rd Street	Terre Haute	Indiana	47802	(812) 234-6637
101364	JSF WARSAW LLC	1140 Lake City Highway	Warsaw	Indiana	46580	(574) 268-0085
306	Melissa McKeithan Rohwer, Bill Rohwer, Sandy McKeithan, Richard Byers	332 East State St.	West Lafayette	Indiana	47906	7657435000 x3
103058	Kostas Poulakidas, Brent Benge	3300 East SR 32, Suite D	Westfield	Indiana	46074	317-399-7429
101362	JSF CARMEL LLC	11036 North Michigan Road	Zionsville	Indiana	46077	317-973-5686
100285	Iowa Homewrecker Burrito, Inc.	1121 Blairs Ferry Road,, Suite 800	Cedar Rapids	Iowa	52402	319-294-5994
100289	Iowa Homewrecker Burrito, Inc.	4046 E. 53rd Street	Davenport	Iowa	52807	724-954-3822
199	Bueno, LLC	115 6th St.	Ashland	Kentucky	41101	606-329-0833

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362	Front Paige Management, LLC	2881 Dixie Hwy.	Crestview	Kentucky	41017	859-344-6637
853	Gryphmore Foodservices of Kentucky, Inc.	141 Rojay Dr.	Lexington	Kentucky	40503	859-971-6637
856	Gryphmore Foodservices of Kentucky, Inc.	3402 Nicholasville Road	Lexington	Kentucky	40503	859. 971.0237
5065	Gryphmore Foodservices of Kentucky, Inc.	1975 Harrodsburg Road	Lexington	Kentucky	40503	859-309-0045
1043	REK Bardstown V, LLC	9310 Cedar Center Way	Louisville	Kentucky	40291	5026147722 x2
325	REK MIDDLETOWN LLC III	4652 Chamberlain Lane	Louisville	Kentucky	40241	5024253330 x2
174	Robert Keto, Sandra Keto	2001 South Hurstbourne Pkwy.	Louisville	Kentucky	40220	5024911800 x2
101269	ARAMARK Educational Services, LLC	400 Battson - Oats Drive	Morehead	Kentucky	40351	6063564695
4789	Redfisher LLC	111 Justice Way	Pikeville	Kentucky	41501	606-766-6637
102214	ARAMARK Food and Support Services Group, Inc.	521 Lancaster Ave.	Richmond	Kentucky	40475	4239671984
4016	Bradley DeRoche, Barry DeRoche	27306 Crossings Circle, Suite 200	Denham Springs	Louisiana	70726	225-243-7660
4019	Bradley DeRoche, Barry DeRoche	1826 Martin Luther King Blvd., Suite A	Houma	Louisiana	70360	985-262-1012
6002	DEROCHE GRILLS OF HOUMA, L.L.C.	720 Veterans Blvd.	Metairie	Louisiana	70005	(504) 407-3029
103170	Compass Group USA, Inc.	2000 Lakeshore Drive	New Orleans	Louisiana	70148	888-214-4275
368	CM Ventures, LLC	7141 Youree Dr., Suite 700	Shreveport	Louisiana	71105	318-797-4202
407	Quality Fresca I, LLC	122 Dock Street	Annapolis	Maryland	21401	4109909292x2
3837	Quality Fresca I, LLC	211 Shorebird Street, Suite A	Frederick	Maryland	21701	3018506699x2
100280	Compass Group USA, Inc.	101 Braddock Road	Frostburg	Maryland	21532	301.687.7075
2643	Quality Fresca I, LLC	7000 Arundel Mills Mall Circle	Hanover	Maryland	21076	4436614462x2
6836	Kelar Partners, LLC	109B Hampshire Road	Salisbury	Maryland	21801	443.736.7039
103278	Jian Yun Li (Bill)	11160 Viers Mill Road	Wheaton	Maryland	20902	301-942-8251

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5077	Karl S. Vucich, Karl W. Vucich	250 Hartford Avenue	Bellingham	Massachusetts	02019	508.966.3769
1199	STARLAKE LLC	90 Drum Hill Road	Chelmsford	Massachusetts	01824	(978) 459-6637
100463	Savin Brands, LLC	601 Memorial Drive	Chicopee	Massachusetts	01020	(413) 331-4983
4434	Jayendra Shah, Sagar Shah	379 Russell Street	Hadley	Massachusetts	01035	(413) 387-0266
5078	Karl S. Vucich, Karl W. Vucich		Leominster	Massachusetts	01453	(978) 401-2657
100475	Littleton Foods, LLC	607 Constitution Avenue	Littleton	Massachusetts	01460	(614) 439-4610
100470	Centralville Foods, LLC	1235 Bridge Street	Lowell	Massachusetts	01850	(614) 439-4610
4433	Jayendra Shah, Sagar Shah	228 King Street	Northampton	Massachusetts	01060	413-387-6292
982	Powder Point Ventures, LLC	110 Colony Place	Plymouth	Massachusetts	02360	508-747-6637
214	STARLAKE LLC	61 Boston Turnpike Rd	Shrewsbury	Massachusetts	01545	(508) 797-6637
100464	Savin Brands, LLC	1300 Boston Road	Springfield	Massachusetts	01119	413-363-1397
2478	Kimbaman Corp.	831 Main Street	Waltham	Massachusetts	02451	781-788-6637
2640	STARLAKE LLC	76 Otis Street	Westborough	Massachusetts	01581	(508) 329-5139
100465	Savin Brands, LLC	301 East Main Street	Westfield	Massachusetts	01085	413-579-5712
386	MoeMoney, LLC	3 Stafford Street	Worcester	Massachusetts	01603	5084596060
259	Moetown Moes Inc.	857 West Eisenhower Parkway	Ann Arbor	Michigan	48103	734-998-0900
4095	Joyce Lunsford	6225 Westnedge Avenue	Portage	Michigan	49002	269-459-1555

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4091	Joyce Lunsford	3260 Niles Road	St. Joseph	Michigan	49085	269-556-1155
102490	Host International, Inc.	430 Glumack Drive	St. Paul	Minnesota	55111	6129986051
906	High Tide Management, LLC	3920 Promenade Parkway	D'Iberville	Mississippi	39532	228-392-4483
102527	Flood Tide, LLC		Gulfport	Mississippi	39503	228-357-5252
100365	JJB Tacos, LLC	1220 East Northside Drive	Jackson	Mississippi	39211	6016674753 x2
100364	JJB Tacos, LLC	179 Grandview Blvd.	Madison	Mississippi	39110	601.853.8078
100674	Aramark Educational Services, LLC	85 Old Main Street	Mississippi State	Mississippi	39762	(662) 325-7120
4922	Pilot Travel Centers LLC	6705 Highway 63	Moss Point	Mississippi	39563	228-474-6544
2055	Hart's Ventures, LLC	5338 Goodman Road	Olive Branch	Mississippi	38654	6628746850 x8
430	STL Holdings, Inc.	6097 Mid Rivers Mall Drive	Cottleville	Missouri	63304	6369225775 x3
443	Williams Restaurant Group, LLC	3120 S. Main St., Ste. 3	Joplin	Missouri	64804	4177816637
6071	Jeffrey Offutt	2212 Missouri Highway 76	Kansas City (Branson)	Missouri	65616	417.334.3880
1277	Day One Group LLC	5757 Wayne Newton Blvd.	Las Vegas	Nevada	89119	702-261-3658
1486	LEB Foods, LLC	250 North Plainfield Road	West Lebanon	New Hampshire	03784	603-790-8222
940	Baba Moes Inc.	3150 Route 22, Suite #14	Branchburg	New Jersey	08876	908-218-1000
962	Burritos of Clifton, LLC	852 Route 3 West	Clifton	New Jersey	07013	9737731700 x3
2841	SIDDHIDHATA FOOD CORP	16 West Main Street	Denville	New Jersey	07834	973-784-4714
275	Prayosha Deptford LLC	1692 Clements Bridge Road	Deptford	New Jersey	08096	856-845-4200
6910	East Brunswick's Burritos Limited Liability Company	326 State Route 18	East Brunswick	New Jersey	08816	732-955-6779
953	Shaligram Inc.	104 Hickory Corner Rd.	East Windsor	New Jersey	08520	6094436637
1272	Frank Ruggiero, Marco Ruggiero	75 River Road, Suite #1B	Edgewater	New Jersey	07020	2019418060 x3
5288	HMSHost USA, Inc.	651 Kaplowski Road	Elizabeth	New Jersey	07201	908-282-4808
1693	Marlboro's Burritos LLC	84 Route 9, RD#3	Englishtown	New Jersey	07726	732.851.5400
1242	Florham Park's Burritos, LLC	1077 Columbia Turnpike	Florham Park	New Jersey	07932	973-845-6266

#	Franchisee	Address	City	State	Zip	Phone
6537	Mihir Patel, Manoj Patel, Yogesh Patel, Dinesh Patel	1930 RT 57	Hackettstown	New Jersey	07840	908-452-5273
952	Bhadresh Patel	1309 Rt 33	Hamilton Square	New Jersey	08690	609-584-9600
100929	Rajit Patel, Bhadresh Patel	838 US Route 206	Hillsborough	New Jersey	08844	(908) 829-3628
100718	Bhadresh Patel	4120 Quakerbridge Rd., #5	Lawrenceville	New Jersey	08648	(609) 275-5555
6911	NorJam II, LLC	1701 W. Edgar Road	Linden	New Jersey	07036	908.718.5075
324	Moe's of New Jersey, LLC	380 Ridge Rd.	Mahwah	New Jersey	07430	201-529-2003 x3
393	Albert DiPrizito	4215 Black Horse Pike, Suite 340	Mays Landing	New Jersey	08330	6095691114 x3
100620	Fast Casual Partners, LLC	1449 State Route 35	Middletown	New Jersey	07748	732-615-6637
1464	Signature Service-Millville, LLC	2188 North 2nd Street	Millville	New Jersey	08332	(856)825-3525
2368	Prayosha South Jersey LLC	1055 Nixon Drive	Mt.Laurel	New Jersey	08054	856-439-6026
1243	NorJam, LLC	Intersection of US-1 and Commerce Blvd.	North Brunswick	New Jersey	08902	732-297-6637
1467	Sachin Patel, Hina Patel	271-273 East Livingston Street	Northvale	New Jersey	07647-1915	201-660-8888
743	Albert DiPrizito	175 NJ-17S	Paramus	New Jersey	07652	2012620591 x3
1241	NorJam II, LLC	604 Bartholomew Road	Piscataway	New Jersey	08854	732-297-6637
587	Albert DiPrizito	500 State Route 23, Suite 1	Pompton Plains	New Jersey	07444	9735139555 x3
100710	NorJam II, LLC		River Edge	New Jersey	07661	201-343-0253
1694	Saddle Brook's Burritos LLC	165 Rt-46 West	Saddlebrook	New Jersey	07663	201.880.7725
3810	Rajit Patel, Bhadresh Patel	120 Cedar Grove Lane	Somerset	New Jersey	08873	(732) 560-5000
102407	John Mondry	25 US Highway 22	Springfield Township	New Jersey	07081	973-278-6588
100621	Fast Casual Partners, LLC	1 Route 37 West	Tom's River	New Jersey	08753	7326089733x3
5195	Ganesh Burrito LLC	177 Washington Valley Road	Warren	New Jersey	07059	7328938888
4815	JET Enterprises M3 LLC	131 Colonie Center Road	Albany	New York	12205	518-489-6637
1057	Jonathan Trager	243 Wolf Road	Albany	New York	12205	518-687-6637
2528	Faculty- Student Association of State University of New York at Buffalo, Inc.	University of Buffalo Student Union Building	Amherst	New York	14260	716-645-3053

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944	NFB Foods, LLC	1551 Niagara Falls Blvd., Suite B	Amherst	New York	14228	716-832-3270
1058	JET Enterprises M3 LLC	4582 Route 30	Amsterdam	New York	12010	518-684-0101
4074	Angola Foods, LLC	Mile Marker 447 NY State Thruway	Angola	New York	14006	716-549-0066
3690	Hot Pepper Properties LLC	217 Grant Avenue	Auburn	New York	13021	315-702-8220
528	CM Group, LLC	2701 Merrick Road	Bellmore	New York	11710	5165907400 x2
6052	Larry Wilson	1257 Upper Front Street	Binghamton	New York	13905	607-217-4608
101672	GUAC N ROLL, LLC	200 Baychester Ave	Bronx	New York	10475	(718) 379-6637
101525	Union Foods, LLC	3729 Union Road	Buffalo	New York	14225	716-645-3053
477	Southwest Grill of New York, LLC	5256 West Genesee Street	Camillus	New York	13031	315-468-6637
102801	CM Group, LLC	243 Centereach Mall	Centereach	New York	11720	(631) 676-6632
945	Transit Foods, LLC	4944 Transit Road	Cheektowaga	New York	14043	716-668-8818
333	Southwest Grill of New York, LLC	5663 East Circle Drive	Cicero	New York	13039	3152140130 x3
301	Jet Enterprises M1 LLC	5 Southside Dr.	Clifton Park	New York	12065	5183736637
841	JET Enterprises M12 LLC	1770 Central Ave.	Colonie	New York	12205	5184562245
708	CM Group, LLC	60 A Veterans Highway	Commack	New York	11725	(631) 486-9400
3691	Hot Pepper Properties LLC	872 Route 13	Cortland	New York	13045	607-344-3058
279	CM Group, LLC	2565 Hempstead Turnpike	East Meadow	New York	11554	5165205160 x2
102179	BBW PROPERTIES, LLC	830 County Route 64-19 E.	Elmira	New York	14903	607-442-1065
102802	CM Group, LLC	710 Franklin Avenue	Franklin Square	New York	11010	(516) 837-0806
480	CM Group, LLC	674 Stewart Ave.	Garden City	New York	11530	5167948200 x2
4817	JET Enterprises M3 LLC	308 Feura Bush Road	Glenmont	New York	12077	518-465-6637
233	CM Group, LLC	90 Northern Boulevard	Greenvale	New York	11548	5166213349 x2
103358	BUF FOODS TWO, LLC	5128 Camp Road	Hamburg	New York	14075	(614) 439-4610
102803	CM Group, LLC	586 Veterans Highway	Hauppauge	New York	11788	631-780-5654
502	Southwest Grill of New York, LLC	324 Elmira Road, Suite 100	Ithaca	New York	14850	607-277-6637
943	Delly Foods, LLC	2658 Delaware Avenue	Kenmore	New York	14216	716-447-9850

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4818	JET Enterprises M3 LLC	800 Loudon Road	Latham	New York	12110	518-250-4463
6049	Larry Wilson	7560 Oswego Road	Liverpool	New York	13090	315-715-4082
628	CM Group, LLC	5288 Sunrise Hwy	Massapequa	New York	11758	5167992200 x2
620	Michael Walsh	610 Broad Hollow Road	Melville	New York	11747	6313960822 x2
2631	Nexxt Enterprises, LLC	Milepost 66S NYS Thruway	Modena	New York	12589	845-391-8322
3796	Fast Casual Partners, LLC	100 East Route 59	Nanuet	New York	10954	8454950553 x3
5120	Scott Searles, Larry Wilson	4636 Commerical Drive	New Hartford	New York	13413	315-765-0007
2044	Penn Station Smoothie Corp.	1 Penn Plaza (LIRR Level)	New York	New York	10010	212-594-7817
425	CM Group, LLC	14-A Atlantic Avenue	Oceanside	New York	11572	5162555550 x2
6833	Larry Wilson	5001 SR-23	Oneonta	New York	13820	607-353-6609
310	Orchard Foods, LLC	3231 Southwestern Boulevard	Orchard Park	New York	14127	716-677-6600
521	CM Group, LLC	499 -56 Sunrise Highway	Patchogue	New York	11772	6315695500 x2
1462	BBW PROPERTIES, LLC	2150 Fairport Nine Mile Point Road	Penfield	New York	14526	585-413-0629
596	CM Group, LLC	1161 Old Country Road	Plainview	New York	11803	5165975954x2
1056	JET Enterprises M3 LLC	756 Upper Glen Road	Queensbury	New York	12804	518-615-0233
2704	CM Group, LLC	1077 Old Country Road	Riverhead	New York	11901	6317409152 x2
560	BBW PROPERTIES, LLC	1100 Jefferson Rd.	Rochester	New York	14623	(585) 424-6637
847	BBW PROPERTIES, LLC	3246 Monroe Ave.	Rochester	New York	14618	(585) 267-7880
1461	BBW PROPERTIES, LLC	271 Greece Ridge Center Drive	Rochester	New York	14626	585-225-0033
100336	BBW PROPERTIES, LLC	1377 Mt. Hope Ave	Rochester	New York	14642	585.363.5920
2710	CM Group, LLC	346 Route 25A, Suite 30	Rocky Point	New York	11778	6318496487 x2
6050	Larry Wilson	1877 Black River Boulevard	Rome	New York	13440	(315) 533-7535
437	JET Enterprises M2, LLC	3084 Route 50	Saratoga Springs	New York	12866	518-581-3999
4468	JET Enterprises M3 LLC	1410 Altamont Ave.	Schenectady	New York	12303	518-357-6637
102211	ARAMARK Food and Support Services Group, Inc.	533 College Road	Selden	New York	11784	631-732-1838
487	Arden's Burritos LLC	262 Arden Avenue	Staten Island	New York	10312	347.562.4850

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441	Hylan's Burritos LLC	2397 Hylan Blvd.	Staten Island	New York	10306	718-979-8226
3465	Larry Wilson	3409 Erie Blvd East	Syracuse	New York	13214	315-446-2421
2408	Sodexo Operations, LLC	1527 15th Street	Troy	New York	12180	(518) 276-3876
381	SOUTHWEST GRILL OF NEW YORK, LLC	3612 Vestal Parkway East	Vestal	New York	13850	6077296100
848	BBW PROPERTIES, LLC	170 Cobblestone Court, (NYS Route 96)	Victor	New York	14564	585-425-3933
3689	Hot Pepper Properties LLC	1222 Arsenal Street	Watertown	New York	13601	315-681-6046
846	BBW PROPERTIES, LLC	1044 Ridge Road	Webster	New York	14580	(585) 872-7800
354	Willy Foods, LLC	5063 Transit Road	Williamsville	New York	14221	7166347200
398	Imagine Dining, LLC	1088-700 US15-501 Hwy	Aberdeen	North Carolina	28315	9102463222
838	David Graziano	770 West Williams Street	Apex	North Carolina	27502	(919) 303-0061
887	Estimated Profit, LLC	300 Airport Road	Arden	North Carolina	28704	828-684-4452
371	Estimated Profit, LLC	One Hendersonville Road	Asheville	North Carolina	28803	828-225-6637
6629	Estimated Profit, LLC	360 Merrimon Avenue	Asheville	North Carolina	28807	(828) 254-4797
100673	Aramark Educational Services, LLC	285 Main St.	Buies Creek	North Carolina	27506	910-893-7800
843	Killer B's Enterprises, LLC	1449 University Drive, Suite E	Burlington	North Carolina	27215	336-584-7000
683	Mojo LLC	280 Meeting St.	Cary	North Carolina	27511	9198541111 x3
157	Southwest Grill Cary LLC	127 Weston Pkwy	Cary	North Carolina	27513	9196788444x3
100789	Southwest Grill West Cary LLC	5020 Arco Street	Cary	North Carolina	27519	9192301720
4497	Compass Group USA, Inc.	1525 West W. T. Harris Blvd. D1110-010	Charlotte	North Carolina	28262	704-590-4737
105	DMOSW, LLC	1500 East Blvd	Charlotte	North Carolina	28203	(704) 377-6344
6031	DMOSW, LLC	8536 University City Blvd.	Charlotte	North Carolina	28213	9802072100x2
4942	Ticket To Ride , LLC	3110 Gammon Lane	Clemmons	North Carolina	27012	(336) 443-2090
295	DMOSW, LLC	1497 Concord Pkwy	Concord	North Carolina	28026	(704) 262-7992
100245	Aramark Educational Services, LLC	160 W. University Way	Cullowhee	North Carolina	28723	(828) 227-2784
209	Moe's Durham, LLC	6807-122 Fayetteville Road	Durham	North Carolina	27713	9195446637 x3

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691	MSWG Chapel Hill, LLC	5332 McFarland Drive	Durham	North Carolina	27707	9194936637 x3
714	MSWG Chapel Hill, LLC	359 Blackwell Street	Durham	North Carolina	27701	(919) 973-4797
643	McPherson Church Southwest Grill, LLC	201 North McPherson Church Road	Fayetteville	North Carolina	28303	910-826-6637
416	David Graziano, Mary Graziano	1410 East Broad Street	Fuquay-Varina	North Carolina	27526	9195575507 x3
205	Mojo IV, LLC	168 Shenstone Blvd	Garner	North Carolina	27529	919 329-6179
876	Sterling Restaurants, LLC	3908 East Franklin Blvd.	Gastonia	North Carolina	28056	7048247774 x2
245	Freebird Enterprises, LLC	4211 West Wendover Ave.	Greensboro	North Carolina	27407	3368542044 x2
256	Freebird Enterprises, LLC	1744 Battleground Ave.	Greensboro	North Carolina	27408	3362738102
4838	Imagine Dining, LLC	705 Friendly Center Drive	Greensboro	North Carolina	27408	3362451771 x2
158	Just Shred It, LLC	610-B Red Banks Rd.	Greenville	North Carolina	27858	2523536637 x2
3661	Sterling Restaurants, LLC	2038 US Highway 70 SE	Hickory	North Carolina	28602	8284498811 x2
1447	DMOSW, LLC	16933 Kaufinger Street, Suite #180 - J	Huntersville	North Carolina	28078	(704) 896-2206
1448	DMOSW, LLC	6443 D- Old Monroe Road	Indian Trail	North Carolina	28079	(704) 663-7329
3816	Lejeune Southwest Grill, LLC	375 Jacksonville Mall	Jacksonville	North Carolina	28546	910-353-6637
837	Mary Graziano, David Graziano	1016 A. Shoppes At Midway Plantation	Knightdale	North Carolina	27545	9192661018 x3
1446	Clifford Bullard, Jr.	1701 South NC Hwy 119	Mebane	North Carolina	27302	919-304-1272
1449	DMOSW, LLC	North Carolina Highway 74 at Wellness Boulevard	Monroe	North Carolina	28110	7042257623x2
3662	Sterling Restaurants, LLC	465 River Highway	Mooresville	North Carolina	28117	7043602956 x2
103175	Harrah's Cherokee Valley River Casino and Hotel	777 Casino Parkway	Murphy	North Carolina	28906	828-422-7777
100810	3rd Gen, LLC	8111 Bill Creedmoor Road	Raleigh	North Carolina	27613	919-803-0542
4836	Clifford Bullard, Jr.	9660 Falls of Neuse Road, #145	Raleigh	North Carolina	27615	919 846-9274
283	Imagine Dining, LLC	10760-101 Wakefield Commons Dr.	Raleigh	North Carolina	27614	919-570-3222

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242	MOE'S BRIER CREEK, LLC	7850 Alexander Promenade Place	Raleigh	North Carolina	27617	9199579075 x3
219	Moe's Gold, LLC	4325 Glenwood Avenue	Raleigh	North Carolina	27612	9192354550 x3
150	Mojo LLC	506 Daniels St.	Raleigh	North Carolina	27605	919-664-6637 x3
163	Mojo LLC	6679 Falls of the Neuse Rd	Raleigh	North Carolina	27615	9198469274 x3
1050	DMOSW, LLC	8133 Kensington Drive, Unit C	Waxhaw	North Carolina	28173	7048439355x2
4834	Clifford Bullard, Jr.	7122 Market Street	Wilmington	North Carolina	28411	(910) 777-5778
262	DHJ SOUTHWEST PARTNERS, LLC	3512 Oleander Dr.	Wilmington	North Carolina	28403	9107947112
1452	Just Shred It, LLC	3401 Raleigh Road Pkwy, Building 9-4,	Wilson	North Carolina	27896	252 991 2538
260	Freebird Enterprises, LLC	206 South Stratford Rd.	Winston Salem	North Carolina	27103	3367245920 x2
556	Foggy Bottom, LLC	2511 Kirsten Lane, Suite 101	Fargo	North Dakota	58104	(701) 356-6637
101647	More Moe's Indiana, LLC	1711 W. Market Street	Akron	Ohio	44313	330-958-9999
272	TMP Restaurants LLC	36050 Detroit Road, Suite D	Avon	Ohio	44011	4409345663
101646	More Moe's Indiana, LLC	5440 Whipple Ave. N.	Canton	Ohio	44720	234-714-9819
4084	Pilot Travel Centers LLC	1111 East Main Street, Ross County	Chillicothe	Ohio	45601	740.772.2309
298	Front Paige Moe's Anderson, LLC	7426 Beechmont Avenue	Cincinnati	Ohio	45255	513-232-6400
102227	ARAMARK Food and Support Services Group, Inc.	2900 Community College Ave.	Cleveland	Ohio	44115	610-223-8437
102242	Compass Group USA, Inc.	9500 Euclid Avenue	Cleveland	Ohio	44195	(216) 444-9691
4841	Lane Foods, LLC	1305 W. Lane Avenue	Columbus	Ohio	43221	614-429-3612
104575	Brent Benge, Kostas Poulakidas	735 - C Howe Avenue	Cuyahoga Falls	Ohio	44221	317-374-8594
4833	Avery Foods, LLC	7000 Hospital Drive	Dublin	Ohio	43016	614-389-7907
4831	Gahanna Foods, LLC	363 South Hamilton Road	Gahanna	Ohio	43230	614-934-7600
101691	MSG Toledo LLC	6829 Airport Highway	Holland	Ohio	43528	419-491-2200
292	Paige Groen	8260 Arbor Square Dr.	Mason	Ohio	45040	5137551084

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6469	Ryan O'Hare, Thomas E. O'Hare, Paul Giggi, Thomas G. O'Hare	5920 Mayfield Road	Mayfield Heights	Ohio	44124	703-863-2627
6467	MSWG Mentor I, LLC	9710 Mentor Avenue	Mentor	Ohio	44060	440.579.5115
6470	MSWG Mentor II, LLC	7585-7601 Mentor Avenue	Mentor	Ohio	44060	440-856-1005
642	Edward Graham	25102 Brook Park Road, Suite #146	North Olmsted	Ohio	44070	440-801-1974
6468	Ryan O'Hare, Thomas E. O'Hare, Paul Giggi, Thomas G. O'Hare	1916 Warrensville Center Road Building F	South Euclid	Ohio	44121	216-417-1823
100600	Pilot Travel Centers LLC	1954 S. Mississippi Avenue	Atoka	Oklahoma	74525	580-364-0269
2413	SODEXO Operations, LLC	777 S. Lewis Avenue	Tulsa	Oklahoma	74136	(877) 663-7411
3472	Yogesh Patel, Dinesh Patel	4680 Broadway Road	Allentown	Pennsylvania	18104	610-351-3402
100188	Big Plan Ventures, L.P.	5211 Library Road	Bethel Park	Pennsylvania	15102	860-934-5985
2711	Manoj Patel, Dinesh Patel, Yogesh Patel, Mihir Patel	3211 Schoenersville Road	Bethlehem	Pennsylvania	18017	610-443-1450
102817	Ganga One, LLC	40 Plaza Drive	Bloomsburg	Pennsylvania	17815	(570) 951-3199
938	Big Plan Investments, LLC	1597 Washington Pike	Bridgeville	Pennsylvania	15017	4128381088 x3
102792	DMP Hospitality, LLC	249 Walker Road	Chambersburg	Pennsylvania	17201	201-286-9208
100246	Aramark Educational Services, LLC	1 University Place	Chester	Pennsylvania	19013	610-490-7025
687	Larry Wilson	929 South State Street	Clarks Summit	Pennsylvania	18411	570-585-6637
379	Big Plan Investments, LLC	1686 Route 228	Cranberry	Pennsylvania	16066	7247769919 x3
5076	Jeffrey Coghlan	4911 Township Line Road	Drexel Hill	Pennsylvania	19026	4844557190x3
5312	JOA Enterprises, LLC	3509 Nazareth Road	Easton	Pennsylvania	18045	610-438-1972
979	Big Plan Erie, Inc.	2187 W. 12th Street	Erie	Pennsylvania	16505	8144552121 x3
978	Big Plan Millcreek, Inc.	2052 Edinboro Road	Erie	Pennsylvania	16509	8148682121 x3
792	DMP Hospitality, LLC	4635 High Pointe Boulevard	Harrisburg	Pennsylvania	17111	7179018226 x3
100582	Hershey Entertainment & Resort Co.	100 W. Hershey Park Drive	Hershey	Pennsylvania	17033	(844) 330-1813
6056	Kelar Partners, LLC	530 Centerville Road	Lancaster	Pennsylvania	17601	717-618-8281

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6055	Kelar Partners, LLC	960 Lititz Pike	Lititz	Pennsylvania	17543	717-568-8450
5307	DMP Hospitality, LLC	6416 Carlisle Pike	Mechanicsburg	Pennsylvania	17050	7177957200 x3
3428	Michael Geiger	305 Blue Spruce Way	Murrysville	Pennsylvania	15668	7249194004 x3
5072	Southwest P2 L.P.	1570 Egypt Road, Suite 100	Oaks	Pennsylvania	19546	6106504047 x3
939	Big Plan Concepts, L.P.	210 Forbes Avenue	Pittsburgh	Pennsylvania	15222	4122244422 x3
101939	Big Plan Investments, LLC	3616 Fifth Avenue	Pittsburgh	Pennsylvania	15213	(724) 766-2525
327	Big Plan Ventures, L.P.	5432 Campbell's Run Road	Pittsburgh	Pennsylvania	15205	4127884885 x3
6227	BURRITOS 2 BEACH , LLC	4725 Perkiomen Avenue	Reading	Pennsylvania	19606	610-401-0930
6840	Larry Wilson	174 Nina Drive	Selinsgrove	Pennsylvania	17870	570-234-3773
6834	Kelar Partners, LLC	211 Patriot Lane	State College	Pennsylvania	16803	814.862.9315
552	Raven Enterprises, Inc.	290 Frantz Road, Suite 101	Stroudsburg	Pennsylvania	18360	570-422-6630
448	Trimoe, LLC	648 Easton Rd.	Warrington	Pennsylvania	18976	(215) 343-7661
3427	Michael Geiger	118 Trinity Point Drive	Washington	Pennsylvania	15301	7242231000 x3
100189	Big Plan Ventures, L.P.	10339 Perry Highway	Wexford	Pennsylvania	15090	7249543822 x3
6054	Larry Wilson	101 Bear Creek Commons	Wilkes-Bare Township	Pennsylvania	18702	570.213.5568
1913	Good Eat, LLC	1070 Berkshire Boulevard	Wyomissing	Pennsylvania	19610	6103726637 x3
6835	Kelar Partners, LLC	3013 E. Market	York	Pennsylvania	17402	(717) 430-4708
140	Sterling Restaurants, LLC	1500 Whiskey Rd.	Aiken	South Carolina	29803	8036420409 x2
394	Steven Smith, John Stephens	3144 N. Main St.	Anderson	South Carolina	29621	8642319799 x2
877	LCF Foods LLC	2015 Boundry St Suite 1A	Beaufort	South Carolina	29902	843-379-4334
165	F & K Foods, LLC	3 Malphrus Road	Bluffton	South Carolina	29910	843-837-8722
115	Quality Fresca I, LLC	381 King Street	Charleston	South Carolina	29401	8435777727x2
143	Quality Fresca I, LLC	1812 Sam Rittenberg Blvd.	Charleston	South Carolina	29407	8432256637x2
335	Steven Smith, John Stephens	391 College Ave	Clemson	South Carolina	29631	8646546630 x2
101558	ARAMARK Educational Services, LLC	503 South Broad Street	Clinton	South Carolina	29325	864-833-8491
6016	Sterling Restaurants, LLC	312 Bulkhead Way	Clover	South Carolina	29710	8033981663x2

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223	Sterling Restaurants, LLC	625 S. Main St.	Columbia	South Carolina	29201	8032569663 x2
343	Sterling Restaurants, LLC	470-1 Town Center Place	Columbia	South Carolina	29229	8037886639 x2
405	Sterling Restaurants, LLC	2130 N. Beltline Blvd	Columbia	South Carolina	29204	8037439663 x2
5028	Sterling Restaurants, LLC	4601 Devine Street	Columbia	South Carolina	29205	8038327498 x2
926	Imagine Dining, LLC	201 Graduate Rd.	Conway	South Carolina	29526	843-347-3111
4799	Steven Smith, Samuel Talbot	225 Rolling Hills Circle	Easley	South Carolina	29640	8648103050 x2
888	Shrijee Fast Food III LLC	1940-A Hoffmeyer Rd	Florence	South Carolina	29501	843-661- 7807
6014	Sterling Restaurants, LLC	1751 Pleasant Road Suite 104	Fort Mill	South Carolina	29708	8035600008 x2
102431	J Cabelas LLC	917 Cabelas Drive	Fort Mills	South Carolina	29708	(803) 792-0521
1701	Compass Group USA, Inc.	3300 Poinsett Highway	Greenville	South Carolina	29613	(864) 294-2135
1072	Four Black, Inc.	3700 Pelham Road	Greenville	South Carolina	29615	8642975210 x2
212	J & M Chastain, Inc.	500 Haywood Rd.	Greenville	South Carolina	29607	864-288-8085
247	MSWG, Inc.	1467-F Woodruff Rd	Greenville	South Carolina	29607	864-458-8090
171	Smitty Jax Inc.	2011 Augusta Street	Greenville	South Carolina	29605	8642716637 x2
2352	J.R. Joyce Chastain, Dale Chastain	481 Highway 72 Bypass	Greenwood	South Carolina	29649	8642276637 x2
3708	DMOSW, LLC	9623 Redstone Drive, #100	Indian Land	South Carolina	29707	(803) 849-8889
352	Wild Goose Chase, LLC	945-H Lake Murray Blvd	Irmo	South Carolina	29063	8037496638 x2
315	LMS of Lexington, LLC	914-A North Lake Drive	Lexington	South Carolina	29072	8039969200 x2
134	Quality Fresca I, LLC	900 Houston Northcutt Blvd.	Mt Pleasant	South Carolina	29464	8433882200x2
154	Quality Fresca I, LLC	612-A Long Point Rd.	Mt Pleasant	South Carolina	29464	8432169885x2
4626	Imagine Dining, LLC	181 Brookton Circle	Myrtle Beach	South Carolina	29588	(843) 691-9245
594	Quality Fresca I, LLC	7800 Rivers Ave., Ste 1020	North Charleston	South Carolina	29406	8435690688x2
989	Quality Fresca I, LLC	9514 Dorchester Road, Suite 106	North Charleston	South Carolina	29485	8434860775x2
102040	Quality Fresca I, LLC	4946 Centre Pointe Drive	North Charleston	South Carolina	29418	8437183001x2
192	DMOSW, LLC	1910 Cinema Drive	Rock Hill	South Carolina	29730	(803) 980-6637
103011	AARC Management, LLC	1053 US 123	Seneca	South Carolina	29678	8643056721
248	John Stephens	335-A Harrison Bridge Rd	Simpsonville	South Carolina	29681	8642286637

#	Franchisee	Address	City	State	Zip	Phone
203	Sterling Restaurants, LLC	101 Dorman Centre Drive	Spartanburg	South Carolina	29301	8645748686 x2
102804	Steven Smith, John Stephens	449 East Main Street	Spartanburg	South Carolina	29302	864-754-4900
312	Quality Fresca I, LLC	214 Azalea Square Blvd.	Summerville	South Carolina	29483	8438216251x2
6679	Sterling Restaurants, LLC	1101 Broad Street	Sumter	South Carolina	29150	8034851234x2
293	BCCO, Inc.	6005-A Wade Hampton Blvd.	Taylors	South Carolina	29687	8648482885
806	KCS of West Columbia, LLC	2203 Augusta Road	West Columbia	South Carolina	29169	8039390663 x2
341	Cannon Restaurant Management, LLC	101 Creekside Crossing, Suite 400	Brentwood	Tennessee	37027	6155776637 x9
101349	Moe Money , Inc.	420 Pinnacle Parkway	Bristol	Tennessee	37620	(423) 573-6637
4689	Aramark Educational Services, LLC	855 E. 5th Street	Chattanooga	Tennessee	37403	4234254200 x4
186	Robert Dreesch, C. Brad Dunning, Steve Egan-Fowler	1820 Gunbarrel Road	Chattanooga	Tennessee	37421	4235536930 x2
1381	Cannon Restaurant Management, LLC	108 Morris Road , Suite 101	Clarksville	Tennessee	37040	9314445171 x9
2056	Hart's Ventures, LLC	3660 Houston Levee Road, Suite 106	Collierville	Tennessee	38017	9014577227 x7
215	Hart's Ventures, LLC	465 N Germantown Pkwy	Cordova	Tennessee	38018	9017375058 x6
227	Cannon Restaurant Management, LLC	401-A Cool Spring Blvd.	Franklin	Tennessee	37067	6157786637 x9
645	Cannon Restaurant Management, LLC	217 Indian Lake Blvd.	Hendersonville	Tennessee	37075	6156862360x9
454	Robert Dreesch, Steve Egan-Fowler, C. Brad Dunning	5510 A Highway 153	Hixson	Tennessee	37343	4238758757
318	Hart's Ventures Jackson, LLC	1923 Emporium Drive	Jackson	Tennessee	38305	731-554-6637
2456	Asian Express, LLC	421 North State of Franklin Road, Suite #100	Johnson City	Tennessee	37604	(423) 232-1930
294	N.S. Moe's, LLC	9450 South Northshore Dr.	Knoxville	Tennessee	37922	8654702844 x4

#	Franchisee	Address	City	State	Zip	Phone
202	U.T. Moe's, LLC	1800 Cumberland Avenue	Knoxville	Tennessee	37916	8656372700 x3
2054	Hart's Ventures, LLC	3546 Walker Avenue	Memphis	Tennessee	38111	9015900192 x5
727	Cannon Restaurant Management, LLC	565 S. Mt. Juliet Road	Mt. Juliet	Tennessee	37122	(615) 823-6450
302	Cannon Restaurant Management, LLC	452- A N. Thompson Lane	Murfreesboro	Tennessee	37129	6159046637 x9
600	CANNON RESTAURANT MANAGEMENT, LLC	4326 Harding Road, Suite 101	Nashville	Tennessee	37205	6153837871 x9
1380	Cannon Restaurant Management, LLC	521 Opry Mills Road	Nashville	Tennessee	37214	6158236450 x9
739	CRM-2525 West End, LLC	2525 West End Avenue	Nashville	Tennessee	37203	6153200001 x9
555	CANNON RESTAURANT MANAGEMENT, LLC	1001 Crossings Blvd.	Spring Hill	Tennessee	37174	9314862021 x9
102519	Sodexo Operations, LLC	900 College Street	Belton	Texas	76513	(254) 295-5580
5277	The Grove, Inc.	8008 Cedar Springs Road,	Dallas	Texas	75235	214-358-8692
100248	Aramark Educational Services, LLC	2008 Avenue J	Huntsville	Texas	77340	936.294.1399
100607	Pilot Travel Centers LLC	1920 E. Denman Ave	Lufkin	Texas	75901	936-899-7101
100609	Pilot Travel Centers LLC	3302 Garden City Highway	Midland	Texas	79702	432-687-1481
100281	Compass Group USA, Inc.	800 West Campbell Rd.	Richardson	Texas	75080	(972) 883-4769
3665	ARAMARK Educational Services, LLC	2100 River Street, Suite 101	Waco	Texas	76706	(254) 710-2548
100260	El Parrilla No. 1, LLC	930 W. Antelope Drive	Layton	Utah	84041	801.773.6637
390	SB Foods, LLC	1150 Williston Rd.	Burlington	Vermont	05403	802-660-4900
748	Taft Foods, LLC	85 Retail Way	Williston	Vermont	05495	802-879-2005
453	Quality Fresca I, LLC	7698 Richmond Highway	Alexandria	Virginia	22306	7036601000x2
4733	Quality Fresca I, LLC	7869 Heneska Loop	Alexandria	Virginia	22315	7033489681x2
457	Quality Fresca I, LLC	44650 Waxpool Rd.	Ashburn	Virginia	20147	7038589595x2
575	Dajon Inc.	239 North Main Street	Blacksburg	Virginia	24060	540-552-6220
401	Queso Now What, LLC	5005 Westone Plaza	Chantilly	Virginia	20151	7038179540 x2
667	Chesapeake Fresh Mex, LLC	717 Eden Way North	Chesapeake	Virginia	23320	7574105664 x2

#	Franchisee	Address	City	State	Zip	Phone
147	Riverside Food, LLC	237 South Battlefield Blvd	Chesapeake	Virginia	23322	7574825400
244	Quality Fresca I, LLC	5855 Leesburg Pike	Falls Church	Virginia	22041	7035786637x2
1490	ARAMARK Educational Services, LLC	118 Mid Town Avenue	Farmville	Virginia	23901	434-315-0018
4731	Quality Fresca I, LLC	8148 Stonewall Shops Square #101	Gainesville	Virginia	20155	7037229155x2
152	Queso Now What, LLC	10839 West Broad Street	Glen Allen	Virginia	23060	8047624545 x5
4754	Dajon Inc.	113 Coliseum Crossing	Hampton	Virginia	23666	(757) 838-6637
104182	Isg Holdings Inc.	1604 Stone Port Blvd.	Harrisonburg	Virginia	22801	(954) 260-5853
794	Quality Fresca I, LLC	12950 Highland Crossing Drive	Herndon	Virginia	20171	7037966637x2
103029	Sodexo Operations LLC (HOPS)	13900 Air and Space Museum Parkway	Herndon	Virginia	22180	4075628311
282	Quality Fresca I, LLC	667 Potomac Station Dr.	Leesburg	Virginia	20176	7037770004x2
488	Dajon Inc.	3919 Wards Road, Suite G	Lynchburg	Virginia	24502	434-237-6900
795	Quality Fresca I, LLC	12841 Galveston Court	Manassas	Virginia	20112	7038976637x2
323	Queso Now What, LLC	7225 Bell Creek Road Suite 272	Mechanicsville	Virginia	23111	804-514-6112
2266	Yokatoko Enterprises Midlothian, LLC	200 Charter Colonial Parkway	Midlothian	Virginia	23114	804.379.7270
365	Dajon Inc.	12551 Jefferson Ave., Suite 231	Newport News	Virginia	23602	7579896637
6068	Bay Burrito Co, Inc.	7500 Granby Street	Norfolk	Virginia	23505	(757) 309-4294
6070	Bay Burrito Co, Inc.	161 Granby Street	Norfolk	Virginia	23510	757-578-2210
102590	Bay Burrito Co, Inc.	1551 Premium Outlets Blvd., Suite #200	Norfolk	Virginia	23502	757-459-2022
211	Ghent Fresh Mex, LLC	520 West 21st St.	Norfolk	Virginia	23517	7576246637 x2
101780	Rocky Top, Inc.	314 Tyler Avenue	Radford	Virginia	24141	(540) 443-6510
4751	Dajon Inc.	4 Old Whitmore Avenue	Roanoke	Virginia	24016	(540) 682-8424
104093	Dajon Inc.	903 West Main Street	Salem	Virginia	24153	640-987-6637
455	Queso Now What, LLC	24995 Riding Plaza	South Riding	Virginia	20152	703-542-5670
252	RSS Development, Inc.	1495 Stafford Market Place	Stafford	Virginia	22556	5406572442
1530	Gary Kimnach II, Todd Tillery	1217 North Main Street	Suffolk	Virginia	23434	757-925-4405

#	Franchisee	Address	City	State	Zip	Phone
388	Beach Fresh Mex, LLC	869 Lynnhaven Parkway, Suite 101	Virginia Beach	Virginia	23452	757-689-8970
1531	Gary Kimnach II, Todd Tillery	737 First Colonial Road, Suite 204	Virginia Beach	Virginia	23451	(757) 417-6637
367	Riverside Food, LLC	5222 Fairfield Shopping Center	Virginia Beach	Virginia	23464	(757) 495-9500
104088	Queso Now What, LLC	95 Broadview Ave.	Warrenton	Virginia	20186	540-299-6637
2265	Yokatoko Enterprises Williamsburg, LLC	4950 Monticello Avenue	Williamsburg	Virginia	23188	757- 220- 2147
4737	MSG North Winchester, L.L.C.	120 Merchant Street	Winchester	Virginia	22603	540-313-4120
4065	Pilot Travel Centers LLC	270 Scott's Fork-Bonnie Road	Flatwoods	West Virginia	26621	304-765-7302
4788	Thomas Wright	900 Grand Central Avenue, Suite B,	Vienna	West Virginia	26105	304-295-8333
201	CRB Investments, LLC	2101 South Oneida Street, #200	Green Bay	Wisconsin	54303	920-965-0022
274	S & S Enterprises of Wisconsin, LLC	1350 Capitol Drive	Pewaukee	Wisconsin	53072	262-695-9230

The names, telephone numbers, and cities and states of our franchisees that have not yet opened their Restaurants as of December 31, 2021 are as follows:

#	Franchisee	City	State	Phone
102252	Jeff LaCour	Foley	Alabama	(251) 895-3237
103061	Samuel West	Bentonville	Arkansas	(479) 372-2745
6063	Melanie Hoggard	Fayetteville	Arkansas	(501) 771-7749
6065	Melanie Hoggard	Fort Smith	Arkansas	(501) 771-7749
6066	Melanie Hoggard	Jonesboro	Arkansas	(501) 771-7749
103062	Samuel West	Springdale	Arkansas	(479) 372-2745
103969	Prashant "Shawn" Patel, Navin "Nick" Patel	White Hall	Arkansas	(903) 278-8506
102479	Savin Brands, LLC	Danbury	Connecticut	(860) 282-0651
102482	Savin Brands, LLC	Greenwich	Connecticut	(860) 282-0651
102481	Savin Brands, LLC	Milford	Connecticut	(860) 282-0651
103410	MSG NEW HAVEN LLC	New Haven	Connecticut	(917) 623-0252
1717	Savin Brands, LLC	Norwalk	Connecticut	(860) 282-0651

#	Franchisee	City	State	Phone
1720	Savin Brands, LLC	Rocky Hill	Connecticut	(860) 282-0651
1635	Savin Brands, LLC	Stamford	Connecticut	(860) 282-0651
102480	Savin Brands, LLC	Stratford	Connecticut	(860) 282-0651
102398	Pereira Holdings, LLC	Coral Gables	Florida	(678) 521-1176
102400	Pereira Holdings, LLC	Delray Beach	Florida	(678) 521-1176
102707	RFRG SUMMERFIELD, LLC	Mount Dora	Florida	(813) 657-3082
103980	JJB Tacos, LLC	New Port Ritchie	Florida	9045544758
104613	Irwin Tauber	North Miami Beach	Florida	(305) 861-8181
3757	Sterling Restaurants, LLC	Pompano Beach	Florida	(678) 618-0862
102708	RFRG SUMMERFIELD, LLC	South Apopka	Florida	(813) 657-3082
103693	CRAVE-REST, LLC	TBD	Florida	(513) 964-1487
103694	CRAVE-REST, LLC	TBD	Florida	(513) 964-1487
103695	CRAVE-REST, LLC	TBD	Florida	(513) 964-1487
103696	CRAVE-REST, LLC	TBD	Florida	(513) 964-1487
103697	CRAVE-REST, LLC	TBD	Florida	(513) 964-1487
102709	RFRG SUMMERFIELD, LLC	Winter Garden	Florida	(813) 657-3082
102634	Shahid Panjwani	Alpharetta	Georgia	(770) 594-8050
104876	PhaseNext Hospitality, LLC	Atlanta	Georgia	(972) 624-1043
103012	AARC Management, LLC	Commerce	Georgia	8643056721
102464	Abid Khutliwala	Covington	Georgia	(770) 969-8459
101619	Thiago Pereira	Dacula	Georgia	(678) 521-1176
102677	Grill Concepts Holdings, LLC	Dalton	Georgia	(770) 718-6271
102635	Shahid Panjwani	Dunwoody	Georgia	(770) 594-8050
103069	Sugar-Shock Soldier, LLC	Gainesville	Georgia	(770) 965-7260
101317	Shahid Panjwani	Holly Springs	Georgia	(770) 594-8050
103195	Royal Seven Bp, LLC	Jackson	Georgia	(470) 488-0285
102821	Mitesh Patel	Jasper	Georgia	(706) 515-6000
102463	Abid Khutliwala	Lithonia	Georgia	(770) 969-8459
103203	Cris Lasco, William M. Rapp III	Lovejoy	Georgia	(404) 467-4760
103070	Sugar-Shock Soldier, LLC	Lula	Georgia	(770) 965-7260
102625	Gregory Fussell	Macon	Georgia	(478) 955-9297
101319	Shahid Panjwani	Marietta	Georgia	(770) 594-8050
103204	Cris Lasco, William M. Rapp III	Senoia	Georgia	(404) 467-4760

#	Franchisee	City	State	Phone
102746	Roshan Patel	Smyrna	Georgia	(770) 800-7601
102462	Abid Khutliwala	Union City	Georgia	(770) 969-8459
2379	Brian Ferris, Andrew Ferris	Des Plaines	Illinois	(770) 817-1950
104864	Miraj Patel, Sanket Patel	Edwardsville	Illinois	4783353284
104863	Miraj Patel, Sanket Patel	Fairview Heights	Illinois	4783353284
103359	ARAMARK Food and Support Services Group, Inc.	Bowling Green	Kentucky	(215) 238-4013
104718	GTR Corbin LLC	Corbin	Kentucky	(606) 272-6700
104719	GTR Corbin LLC	Hazard	Kentucky	(606) 272-6700
104724	West Hill Ranch Group LLC	TBD	Louisiana	(470) 725-4374
100479	MDM SOUTHWEST, LLC	South Portland	Maine	(978) 263-6200
100481	MDM SOUTHWEST, LLC	Topsam	Maine	(978) 263-6200
102897	Hitesh Shah, Chris Tyler, Chirag Shah	Gaithersburg	Maryland	2404835230
102899	Hitesh Shah, Chris Tyler, Chirag Shah	Rockville	Maryland	2404835230
100477	MDM SOUTHWEST, LLC	Peabody	Massachusetts	(978) 263-6200
100478	MDM SOUTHWEST, LLC	Somerville	Massachusetts	(978) 263-6200
100480	MDM SOUTHWEST, LLC	Stoneham	Massachusetts	(978) 263-6200
104164	Hiren (Harry) Patel, Tarak Patel, Rohit Patel, Himanshu Patel	Auburn Hills	Michigan	(724) 554-2734
104809	David Bell, Cody Bell	Bay City	Michigan	(989) 992-1395
104810	David Bell, Cody Bell	Essexville	Michigan	(989) 992-1395
104811	David Bell, Cody Bell	Midland	Michigan	(989) 992-1395
104166	Hiren (Harry) Patel, Tarak Patel, Rohit Patel, Himanshu Patel	Rochester Hills	Michigan	(724) 554-2734
104165	Hiren (Harry) Patel, Tarak Patel, Rohit Patel, Himanshu Patel	Sterling Heights	Michigan	(724) 554-2734
103979	JJB Tacos, LLC	Byram	Mississippi	9045544758
104047	Jason Carr	Hattiesburg	Mississippi	(228) 233-5625
104048	Jason Carr	Laurel	Mississippi	(228) 233-5625
104046	Jason Carr	Ocean Springs	Mississippi	(228) 233-5625
103981	JJB Tacos, LLC	Vicksburg	Mississippi	9045544758
6073	Jeffrey Offutt	Kansas City	Missouri	(573) 445-0015
6091	Jeffrey Offutt	Springfield	Missouri	(573) 445-0015
104865	Miraj Patel, Sanket Patel	St. Charles	Missouri	4783353284
102615	NorJam II, LLC	Bridgewater	New Jersey	(732) 239-1804

#	Franchisee	City	State	Phone
100619	Fast Casual Partners, LLC	Eatontown	New Jersey	(201) 655-3986
100928	Bhadresh Patel	Edison	New Jersey	(609) 275-5555
101268	Rugg, LLC	Hoboken	New Jersey	(551) 580-4690
102614	NorJam II, LLC	Howell	New Jersey	(732) 239-1804
102997	Mukesh Patel	Jersey City	New Jersey	(908) 668-0033
100930	Bhadresh Patel	South Plainfield	New Jersey	(609) 275-5555
100716	NorJam II, LLC	Wayne	New Jersey	(732) 239-1804
102628	Mita Shah, Benjamin Perez-Ringus	West Orange	New Jersey	(201) 961-4008
6058	Larry Wilson		New York	(607) 429-0045
101955	CM Group, LLC	Bohemia	New York	(516) 287-6537
101956	CM Group, LLC	Deer Park	New York	(516) 287-6537
103731	Ryan Chapman	Fredonia	New York	7167135300
103730	Ryan Chapman	Jamestown	New York	7167135300
101954	CM Group, LLC	New Hyde Park	New York	(516) 287-6537
103586	BBW PROPERTIES, LLC	Rochester	New York	(315) 744-0316
4940	Ticket To Ride , LLC		North Carolina	(919) 271-5632
4943	Ticket To Ride , LLC		North Carolina	(919) 271-5632
6015	Sterling Restaurants, LLC	Charlotte	North Carolina	(678) 618-0862
104626	DMOSW, LLC	Concord	North Carolina	(317) 246-8193
4946	Ticket To Ride , LLC	Concord	North Carolina	(919) 271-5632
104637	Moe's Cary LLC	Durham	North Carolina	(919) 467-7840
104022	Sodexo Operations, LLC	Durham	North Carolina	(301) 987-4924
102761	DHJ Southwest Partners, LLC	Fayetteville	North Carolina	(910) 794-7112
4944	Ticket To Ride , LLC	Holly Springs	North Carolina	(919) 271-5632
101434	DHJ Southwest Partners, LLC	Leland	North Carolina	(910) 794-7112
103233	Robeson Food LLC	Lumberton	North Carolina	(910) 740-9929
104627	DMOSW, LLC	Matthews	North Carolina	(317) 246-8193
4843	Clifford Bullard, Jr.	Raleigh	North Carolina	(919) 271-5632
4945	Ticket To Ride , LLC	Salisbury	North Carolina	(919) 271-5632
104720	West Hill Ranch Group LLC	TBD	North Carolina	(470) 725-4374
104721	West Hill Ranch Group LLC	TBD	North Carolina	(470) 725-4374
104722	West Hill Ranch Group LLC	TBD	North Carolina	(470) 725-4374
102760	DHJ Southwest Partners, LLC	Wilmington	North Carolina	(910) 794-7112
103406	Ketan Patel, Margi Patel	Austintown	Ohio	7249792817

#	Franchisee	City	State	Phone
101689	MSG Toledo LLC	Bowling Green	Ohio	(419) 346-3757
104571	Howlett Restaurant Group, Inc	Calcutta	Ohio	(330) 559-6759
104815	Midwest Roots, LLC	Centerville	Ohio	513-800-7013
104206	CRAVE-REST, LLC	Cincinnati	Ohio	(513) 964-1487
104207	CRAVE-REST, LLC	Cincinnati	Ohio	(513) 964-1487
104572	Howlett Restaurant Group, Inc	Columbiana	Ohio	(330) 559-6759
101690	MSG Toledo LLC	Findlay	Ohio	(419) 346-3757
101694	MSG Toledo LLC	Maumee	Ohio	(419) 346-3757
103405	Ketan Patel, Margi Patel	Niles	Ohio	7249792817
104573	Howlett Restaurant Group, Inc	Salem	Ohio	(330) 559-6759
6057	Kelar Partners, LLC		Pennsylvania	(607) 753-6401
6841	Kelar Partners, LLC	Altoona	Pennsylvania	(607) 753-6401
100187	Big Plan Ventures, L.P.	Bultler	Pennsylvania	(724) 766-2525
101941	Big Plan Investments, LLC	Canonsburgh	Pennsylvania	(724) 766-2525
102789	DMP Hospitality, LLC	Colonial Park	Pennsylvania	201-286-9208
102824	Ganga One, LLC	Hazleton	Pennsylvania	(714) 345-4761
102790	DMP Hospitality, LLC	Hershey	Pennsylvania	201-286-9208
6842	Kelar Partners, LLC	Johnstown	Pennsylvania	(607) 753-6401
101940	Big Plan Investments, LLC	Pittsburgh	Pennsylvania	(724) 766-2525
104208	CRAVE-REST, LLC	Pittsburgh	Pennsylvania	(513) 964-1487
104209	CRAVE-REST, LLC	Pittsburgh	Pennsylvania	(513) 964-1487
104210	CRAVE-REST, LLC	Pittsburgh	Pennsylvania	(513) 964-1487
6867	Raven Enterprises, Inc.	Pocono Summit	Pennsylvania	(570) 856-1330
6837	Kelar Partners, LLC	York	Pennsylvania	(607) 753-6401
102686	Ricky Patel	Orangeburg	South Carolina	201-675-3534
104723	West Hill Ranch Group LLC	TBD	South Carolina	(470) 725-4374
102710	Grill Concepts Holdings, LLC	Chattanooga	Tennessee	(770) 718-6271
104261	Thiago Pereira	Cleveland	Tennessee	(678) 521-1176
689	Cannon Restaurant Management, LLC	Hendersonville	Tennessee	(615) 300-3696
102913	James Sills	Knoxville	Tennessee	(678) 523-5541
676	Cannon Restaurant Management, LLC	Nashville	Tennessee	(615) 300-3696
102912	James Sills	Powell	Tennessee	(678) 523-5541
4755	Dajon Inc.	Charlottesville	Virginia	(757) 332-3428
102901	LAR Food Services, LLC	Fairfax	Virginia	202-277-6044

#	Franchisee	City	State	Phone
102591	Bay Burrito Co, Inc.	Princess Anne	Virginia	(757) 624-6637
103279	Jian Yun Li (Bill)	Springfield	Virginia	(301) 800-5058
102589	Bay Burrito Co, Inc.	Suffolk	Virginia	(757) 624-6637
6069	Bay Burrito Co, Inc.	Virginia Beach	Virginia	(757) 624-6637

EXHIBIT E
INFORMATION ON FORMER FRANCHISEES

Franchisees that Transferred their Restaurants During Our 2021 Fiscal Year:

#	Former Franchisee	City	State	Telephone
101728	Michael Silverman	Fort Myers	Florida	(239) 208-2474
100497	Brookside Holdings, LLC	North Port	Florida	(239) 208-2474
450	Eyedream LLC	Duluth	Georgia	(770) 497-1355
1066	OurDream, LLC	Lawrenceville	Georgia	(678) 521-1176
4789	Thomas Wright	Pikeville	Kentucky	(606) 232-1140
1199	Chelmsford Burritos LLC	Chelmsford	Massachusetts	(978) 835-4280
100475	MDM SOUTHWEST, LLC	Littleton	Massachusetts	(978) 263-6200
100470	MDM SOUTHWEST, LLC	Lowell	Massachusetts	(978) 263-6200
214	Flint Locke Burritos LLC	Shrewsbury	Massachusetts	(978) 835-4280
2640	Flint Locke Burritos LLC	Westborough	Massachusetts	(978) 835-4280
157	Moe's Cary LLC	Cary	North Carolina	(919) 467-7840
100789	MSWG CARY WEST, LLC, Beth Wilson	Cary	North Carolina	(919) 467-7840
105	Dream On Dining, LLC	Charlotte	North Carolina	(919) 271-5632
6031	Killer B's Enterprises, LLC	Charlotte	North Carolina	(919) 271-5632
295	Imagine Dining, LLC	Concord	North Carolina	(919) 271-5632
1447	Blue Sky Dining LLC	Huntersville	North Carolina	(919) 271-5632
3708	Clifford Bullard, Jr.	Indian Land	North Carolina	(919) 271-5632
1448	Imagine Dining, LLC	Indian Trail	North Carolina	(919) 271-5632
1449	Imagine Dining, LLC	Monroe	North Carolina	(919) 271-5632
1050	Blue Sky Dining LLC	Waxhaw	North Carolina	(919) 271-5632
5312	JOA Enterprises, LLC	Easton	Pennsylvania	(570) 856-1330
552	Raven Enterprises, Inc.	Stroudsburg	Pennsylvania	(570) 856-1330
102431	BRANDSTORMERS, LLC	Fort Mills	South Carolina	(704) 906-6153
192	Blue Sky Dining LLC	Rock Hill	South Carolina	(919) 271-5632
201	CRB Investments, LLC	Green Bay	Wisconsin	(920) 731-4016

Terminated, Not Renewed or Left The System-Other (Restaurant Previously Opened) During Our 2021 Fiscal Year:

#	Former Franchisee	City	State	Phone	Category
224	Sterling Restaurants, LLC	Trussville	Alabama	(678) 618-0862	Termination
339	Savin Brands, LLC	South Windsor	Connecticut	(860) 282-0651	Termination
3861	Quality Fresca I, LLC	Washington	District of Columbia	(212) 301-0770	Termination

#	Former Franchisee	City	State	Phone	Category
1162	ARAMARK Educational Services, LLC	Gainesville	Florida	(215) 238-4013	Termination
108	Quality Fresca I, LLC	Jacksonville	Florida	(212) 301-0770	Termination
975	Sterling Restaurants, LLC	Palm Beach Gardens	Florida	(678) 618-0862	Termination
750	Ebert Investment Holdings, LLC	Sunrise	Florida	(305) 773-6216	Termination
169	Sterling Restaurants, LLC	Tamarac	Florida	(678) 618-0862	Termination
5154	Shahid Panjwani	Alpharetta	Georgia	(770) 594-8050	Termination
145	CCM Restaurants, LLC	Atlanta	Georgia	(770) 817-1950	Termination
118	Sterling Restaurants, LLC	Atlanta	Georgia	(678) 618-0862	Termination
235	REK BRECKENRIDGE LLC	Louisville	Kentucky	(502) 822-6411	Termination
2378	Brian Ferris, Andrew Ferris	Owensboro	Kentucky	(770) 817-1950	Termination
6598	DUN-COUR, L.L.C.	Alexandria	Louisiana	(318) 443-9143	Termination
4014	Bradley DeRoche, Barry DeRoche	Lafayette	Louisiana	(985) 262-1012	Termination
100195	HSGRILL LANSDOWNE, Inc.	Lansdowne	Maryland	(315) 281-5337	Termination
382	Joyce Lunsford	Grand Rapids	Michigan	(269) 556-5000	Termination
951	Bhadresh Patel	Flemington	New Jersey	(609) 275-5555	Termination
102627	Mita Shah, Benjamin Perez-Ringus	Garwood	New Jersey	(201) 961-4008	Termination
758	JET Enterprises M3 LLC	Kingston	New York	(404) 822-7685	Termination
4816	JET Enterprises M3 LLC	Mohegan Lake	New York	(404) 822-7685	Termination
6051	Larry Wilson	North Utica	New York	(607) 429-0045	Termination
372	Blue Sky Dining LLC	Charlotte	North Carolina	(919) 271-5632	Termination
412	Killer B's Enterprises, LLC	High Point	North Carolina	(919) 271-5632	Termination
3503	Aramark Educational Services, LLC	Winston Salem	North Carolina	(215) 238-4013	Termination
346	Freebird Enterprises, LLC	Winston Salem	North Carolina	(919) 271-5632	Termination
101693	MSG Toledo LLC	Toledo	Ohio	(419) 346-3757	Termination
3558	Moe's EP, LLC	East Providence	Rhode Island	(860) 231-7388	Termination
6279	Moe's Warwick, LLC	Warwick	Rhode Island	(860) 231-7388	Termination
3502	Anton Airfood, Inc.	Memphis	Tennessee	(240) 694-4435	Termination
304	Hart's Ventures, LLC	Memphis	Tennessee	(901) 210-1325	Termination
100247	Compass Group USA, Inc.	Arlington	Texas	(303) 929-2313	Termination
101303	TCB III Restaurant Management, LLC	El Paso	Texas	(915) 591-1389	Termination

#	Former Franchisee	City	State	Phone	Category
100467	H6R Ventures, LLC	Evansville	Wyoming	307-473-1407	Termination

Terminated (Restaurant Never Opened) During Our 2021 Fiscal Year:

#	Former Franchisee	City	State	Telephone
102702	Elior, Inc.	TBD	Minnesota	267.353.1555
102703	Elior, Inc.	TBD	Minnesota	267.353.1555
102704	Elior, Inc.	TBD	Minnesota	267.353.1555
102705	Elior, Inc.	TBD	Minnesota	267.353.1555
100565	DHJ Southwest Partners, LLC	Fayetteville	North Carolina	(910) 794-7112
102762	DHJ Southwest Partners, LLC	Fayetteville	North Carolina	(910) 794-7112
103046	Darsh Patel, Sandip Patel	Middleburg Heights	Ohio	(216) 820-5810
103047	Darsh Patel, Sandip Patel	Warrensville	Ohio	(216) 820-5810
6053	Larry Wilson		Pennsylvania	(607) 429-0045
6839	Larry Wilson	Sunbury	Pennsylvania	(607) 429-0045

EXHIBIT F
STATE ADMINISTRATORS

CALIFORNIA

Office of the Commissioner
California Department of Financial Protection
and Innovation
320 West 4th Street, Suite 750
Los Angeles, California 90013
(866) 275-2677

FLORIDA

Department of Agriculture and Consumer
Services
Division of Consumer Services
Mayo Building, Second Floor
Tallahassee, Florida 32399-0800
(850) 922-2770

ILLINOIS

Franchise Bureau
Office of Attorney General
State of Illinois
500 South Second Street
Springfield, Illinois 62706
(217) 782-4465

MARYLAND

Office of the Attorney General
Securities Division
200 St. Paul Place
Baltimore, Maryland 21202-2020
(410) 576-7042

MINNESOTA

Minnesota Department of Commerce
Securities-Franchise Registration
85 7th Place, Suite 280
St. Paul, Minnesota 55101
(651) 539-1500

NEW YORK

NYS Department of Law
New York State Department of Law

CONNECTICUT

Securities and Business Investment Division
Connecticut Department of Banking
260 Constitution Plaza
Hartford, Connecticut 06103
(860) 240-8233

HAWAII

Hawaii Securities Commissioner
Department of Commerce and Consumer
Affairs Business Registration Division
335 Merchant Street, Room 203
Honolulu, Hawaii 96813
(808) 586-2722

INDIANA

Indiana Securities Division
302 West Washington Street
Room E-111
Indianapolis, Indiana 46204
(317) 232-6681

MICHIGAN

Michigan Department of Attorney General
Consumer Protection Division Antitrust and
Franchise Unit
670 Law Building
Lansing, Michigan 48913
(517) 335-7567

NEBRASKA

Department of Banking and Finance
Commerce Court
1230 "O" Street, Suite 400
PO Box 95006
Lincoln, NE 68509-5006
(402) 471-3445

NORTH DAKOTA

North Dakota Securities Department
600 East Boulevard Avenue

28 Liberty Street, 21st Floor
New York, New York 10005
(212) 416-8236

OREGON

Department of Consumer and Business
Services
Division of Finance
Labor and Industries Building
Salem, Oregon 97310
(503) 378-4140

SOUTH DAKOTA

Department of Labor and Regulation
Division of Insurance
Securities Regulation
124 S. Euclid, Suite 104
Pierre, South Dakota 57501
(605) 773-3563

UTAH

Director, Division of Consumer Protection
Utah Department of Commerce
160 East 300 South
P.O. Box 146704
Salt Lake City, Utah 84114-6704
(801) 530-6601

WASHINGTON

Securities Division
Department of Financial Institutions
150 Israel Road
Tumwater, Washington 98501
(360) 902-8760

State Capitol - 5th Floor
Bismarck, North Dakota 58505-0510
(701) 328-4712

RHODE ISLAND

Director of Business Regulations
1511 Pontiac Avenue
John O. Pastore Complex – Building 69-1
Cranston, Rhode Island 02920
(401) 462-9527

TEXAS

Secretary of State
Statutory Document Section
P.O. Box 12887
Austin, Texas 78711
(512) 475-1769

VIRGINIA

State Corporation Commission
Division of Securities and Retail Franchising
1300 East Main Street, 9th Floor
Richmond, Virginia 23219
(804) 371-9051

WISCONSIN

Wisconsin Division of Securities
Department of Financial Institutions
P.O. Box 1768
Madison, Wisconsin 53701
(608) 266-8559

EXHIBIT G
AGENTS FOR SERVICE OF PROCESS

CALIFORNIA

Commissioner of Financial Protection and
Innovation California Department of Financial
Protection and Innovation
320 West 4th Street, Suite 750
Los Angeles, California 90013

HAWAII

Hawaii Securities Commissioner
Department of Commerce and Consumer
Affairs
Business Registration Division
335 Merchant Street, Room 203
Honolulu, Hawaii 96813

INDIANA

Indiana Secretary of State
302 West Washington Street
Room E-111
Indianapolis, Indiana 46204

MICHIGAN

Michigan Department of Commerce
Corporations and Securities Bureau
6546 Mercantile Way
Lansing, Michigan 48910

NEW YORK

Secretary of State of New York
New York Department of State
One Commerce Plaza,
99 Washington Avenue, 6th Floor
Albany, NY 12231-0001

OREGON

Director
Department of Insurance and Finance
700 Summer Street, N.E.
Suite 120
Salem, Oregon 97310

SOUTH DAKOTA

Director of the Division of Insurance Division
of Insurance

ILLINOIS

Attorney General of the State of Illinois
500 South Second Street
Springfield, Illinois 62706

MARYLAND

Maryland Securities Commissioner
200 St. Paul Place
Baltimore, Maryland 21202-2020

MINNESOTA

Minnesota Commissioner of Commerce
Department of Commerce
85 7th Place, Suite 280
St. Paul, Minnesota 55101

NORTH DAKOTA

North Dakota Securities Commissioner
State Capitol
Bismarck, North Dakota 58505

RHODE ISLAND

Director of Department of Business
Regulation
1511 Pontiac Avenue
John O. Pastore Complex – Building 69-1
Cranston, Rhode Island 02920

VIRGINIA

Clerk of the State Corporation Commission
1300 East Main Street, 1st Floor

Department of Labor and Regulation
124 S. Euclid, Suite 104
Pierre, South Dakota 57501

Richmond, Virginia 23219

WASHINGTON

Director of the Securities Division
Department of Financial Institutions
State of Washington
150 Israel Road
Tumwater, Washington 98501

WISCONSIN

Wisconsin Commissioner of Securities
201 W. Washington Avenue, Suite 300
Madison, Wisconsin 53703

EXHIBIT H
STATE ADDENDA TO DISCLOSURE DOCUMENT

CALIFORNIA ADDENDUM TO DISCLOSURE DOCUMENT

In recognition of the requirements of the California Franchise Investment Law, California Corporations Code §§ 31000 through 31516, and the California Franchise Relations Act, California Business and Professions Code §§ 20000 through 20043, the Disclosure Document for Moe's Franchisor SPV LLC in connection with the offer and sale of franchises for use in the State of California is amended to including the following:

ITEM 17 RENEWAL, TERMINATION, TRANSFER AND DISPUTE RESOLUTION

1. California Business and Professions Code §§ 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.
2. The Franchise Agreement contains provisions requiring application of the laws of Georgia. These provisions may not be enforceable under California law.
3. The Franchise Agreement requires binding arbitration. The arbitration will occur at the offices of our principal place of business (currently Atlanta, Georgia) or another suitable location chosen by us in the city where our headquarters is located, with the prevailing party's costs and expenses to be borne by the other party. 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.
4. The Franchise Agreement contains a covenant not to compete that extends beyond the termination of the franchise. This provision may not be enforceable under California law.
5. The Franchise Agreement contains a liquidated damage clause. Under California Civil Code Section 1671, certain liquidated damage clauses are unenforceable.
6. Neither we nor any person in Item 2 of the 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 us or that person from membership in these associations or exchanges.
7. Section 31125 of the California Corporations Code requires us to give you a Disclosure Document in a form and containing all information as the Commissioner may by rule or order require, before a solicitation of a proposed material modification of an existing franchise.
8. You must sign a general release when you sign your franchise agreement or if you renew or transfer your franchise or sign a superseding agreement. California Corporations Code § 31512 voids a waiver of your rights under the Franchise Investment Law (see California Corporations Code §§ 31000 through 31516). California Business and Professions Code § 20010 voids a waiver of your rights under the Franchise Relations Act (Business and Professions Code §§ 2000 through 20043).
9. The California franchise investment law requires that we deliver a copy of all proposed agreements related to the sale of the franchise, together with the Disclosure Document.
10. Regarding our website, www.moes.com, please note the following:

OUR WEBSITE 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.

HAWAII ADDENDUM TO DISCLOSURE DOCUMENT

1. THESE FRANCHISES WILL BE, OR HAVE BEEN, FILED UNDER THE FRANCHISE INVESTMENT LAW OF THE STATE OF HAWAII. FILING DOES NOT CONSTITUTE APPROVAL, RECOMMENDATION, OR ENDORSEMENT BY THE HAWAII SECURITIES COMMISSIONER, OR A FINDING BY THE HAWAII SECURITIES COMMISSIONER, THAT THE INFORMATION PROVIDED IN THIS DISCLOSURE DOCUMENT IS TRUE, COMPLETE, AND NOT MISLEADING.
2. THE FRANCHISE INVESTMENT LAW MAKES IT UNLAWFUL TO OFFER OR SELL ANY FRANCHISE IN HAWAII WITHOUT FIRST PROVIDING TO THE PROSPECTIVE FRANCHISEE, OR SUBFRANCHISOR, AT LEAST 7 DAYS BEFORE THE SIGNING BY THE PROSPECTIVE FRANCHISEE OF ANY BINDING FRANCHISE OR OTHER AGREEMENT, OR AT LEAST 7 DAYS BEFORE 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 RELATED TO THE SALE OF THE FRANCHISE.
3. THIS DISCLOSURE DOCUMENT CONTAINS A SUMMARY ONLY OF CERTAIN MATERIAL PROVISIONS OF THE FRANCHISE AGREEMENT. YOU SHOULD REFER TO THE FRANCHISE AGREEMENT ITSELF FOR A STATEMENT OF ALL RIGHTS, CONDITIONS, RESTRICTIONS, AND OBLIGATIONS OF BOTH YOU AND THE FRANCHISOR.
4. In recognition of the requirements of the Hawaii Franchise Investment Law, Hawaii Rev. Stat. §§ 428E *et seq.*, the Franchise Disclosure Document for Moe's Franchisor SPV LLC for use in the State of Hawaii is amended by adding the following language to Item 20:

As of the dates listed on the State Effective Dates page, this registration/exemption is or will be effective in California, Hawaii, Illinois, Indiana, Maryland, Michigan, Minnesota, New York, North Dakota, Rhode Island, South Dakota, Virginia, Washington, and Wisconsin, and exempt from registration in Florida, Kentucky, Nebraska, Texas, and Utah. No states have refused, by order or otherwise, to register these franchises. No states have revoked or suspended the right to offer these franchises. The proposed registration of these franchises has not been involuntarily withdrawn in any state.

ILLINOIS ADDENDUM TO DISCLOSURE DOCUMENT

In recognition of the requirements of the Illinois Franchise Disclosure Act of 1987, Ill. Comp. Stat. §§ 705/1 through 705/44, the Disclosure Document for Moe's Franchisor SPV LLC for use in the State of Illinois is amended to include the following:

ITEM 17 RENEWAL, TERMINATION, TRANSFER AND DISPUTE RESOLUTION

1. Notice Required By Law:

THE TERMS AND CONDITIONS UNDER WHICH WE MAY TERMINATE YOUR FRANCHISE AND YOUR RIGHTS ON NON-RENEWAL MAY BE AFFECTED BY ILLINOIS LAW, 815 ILCS §§ 705/19 AND 705/20.

2. The provisions of the Franchise Agreement, and all other agreements concerning governing law, jurisdiction, and choice-of-law, will not constitute a waiver of any right conferred on you by the Illinois Franchise Disclosure Act. Illinois law will govern the Franchise Agreement with respect to franchisees under the jurisdiction of the Illinois Franchise Disclosure Act. Consistent with the foregoing, any provision in the Franchise Agreement that designates jurisdiction and venue in a forum outside of Illinois is void with respect to any cause of action that is otherwise enforceable in Illinois.
3. 815 ILCS § 705/41 (Illinois Franchise Disclosure Act) states that "any condition, stipulation, or provision purporting to bind any person acquiring any franchise to waive compliance with any provision of this Act or any other law of this State is void."
4. Section 21.1 (Your Acknowledgements) is deleted from all Illinois Franchise Agreements.

INDIANA ADDENDUM TO DISCLOSURE DOCUMENT

In recognition of the requirements of the Indiana Franchise Disclosure Law, Indiana Code §§ 23-2-2.5-1 through 23-2-2.5-51, and the Indiana Deceptive Franchise Practices Act, Indiana Code §§ 23-2-2.7-1 through 23-2-2.7-10, the Disclosure Document for Moe's Franchisor SPV LLC for use in the State of Indiana is amended as follows:

1. The laws of the State of Indiana supersede any provisions of the Franchise Agreement and any the other agreements, or Georgia law, if these provisions are in conflict with Indiana law.
2. No release language stated in the Franchise Agreement relieves us or any other person, directly or indirectly, from liability imposed by the laws concerning franchising of the State of Indiana.
3. Notwithstanding the terms of Item 12 of the Disclosure Document and Section 4 (Reserved Rights) of the Franchise Agreement (as applicable), we will not compete unfairly with you within a reasonable area.
4. Notwithstanding the terms of Section 13.1 (Indemnification) of the Franchise Agreement, you will not be required to indemnify the Focus Brands Parties for any liability caused by your proper reliance on or use of procedures or materials provided by us or caused by our negligence.
5. Section 15.4.B. (Restrictive Covenants: Post Term) of the Franchise Agreement is revised to limit the geographical extent of the post-term covenant not to compete to an area of reasonable size, for all franchises sold in the State of Indiana.
6. The prohibition by Indiana Code § 23-2-2.7-1(7) against unilateral termination of the franchise without good cause or in bad faith, good cause being defined therein as "... a material breach of the franchise agreement...", supersede any contrary provisions contained in Section 17 (Default and Termination) of the Franchise Agreement in the State of Indiana.
7. The provisions of the Franchise Agreement relieving both parties from liability for punitive damages will not apply to franchises offered and sold in the State of Indiana.

MARYLAND ADDENDUM TO DISCLOSURE DOCUMENT

In recognition of the requirements of the Maryland Franchise Registration and Disclosure Law, the Disclosure Document for Moe's Franchisor SPV LLC for use in the State of Maryland is amended as follows:

ITEM 17 RENEWAL, TERMINATION, TRANSFER AND DISPUTE RESOLUTION:

1. The general release required as a condition of renewal, transfer, and sale will not apply to any liability under the Maryland Franchise Registration and Disclosure Law.

2. Item 17.v. of this Disclosure Document is modified as follows:

A franchisee may sue in Maryland for claims arising under the Maryland Franchise Registration and Disclosure Law, as long as the nature of the litigation is not the type of dispute, controversy, claim, action or proceeding which would be subject to arbitration under the Franchise Agreement. Any claims arising under the Maryland Franchise Registration and Disclosure Law must be brought within 3 years after the grant of your franchise.

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

MINNESOTA ADDENDUM TO DISCLOSURE DOCUMENT

In recognition of the requirements of the Minnesota Franchises Law, Minn. Stat. §§ 80C.01 through 80C.22, and of the Rules and Regulations promulgated thereunder by the Minnesota Commissioner of Commerce, Minn. Rules §§ 2860.0100 through 2860.9930, the Disclosure Document for Moe's Franchisor SPV LLC for the offer of franchises for use in the State of Minnesota is amended to include the following:

1. Item 6, "Other Fees," shall be amended as follows:

We may be limited in the amount of the insufficient funds fee ("EFT NSF Fee") we may charge you as described in Item 6 of this Disclosure Document. The Minnesota Department of Commerce requires us to disclose to you that, currently, the highest such fee permitted under Minnesota Statute 604.113 is \$30.

2. Item 13, "Trademarks," is amended by the addition of the following paragraph immediately:

The Minnesota Department of Commerce requires us to indemnify Minnesota franchisees against liability to third parties resulting from claims by third parties that the franchisee's use of our trademark infringes on trademark rights of the third party. We do not indemnify against the consequences of a franchisee's use of our trademark except in accordance with the requirements of the Franchise Agreement; and, as a condition to indemnification, you must: (i) provide prompt notice to us of any such claim; (ii) tender the defense of the claim to us; and (iii) cooperate with us in the defense against the claim. If we accept the tender of defense, we have the right to manage the defense of the claim including the right to compromise, settle, or otherwise resolve the claim, and to determine whether to appeal a final determination of the claim.

3. Item 17, "Renewal, Termination, Transfer and Dispute Resolution," is amended by the addition of the following paragraph at the end of the Item:

Pursuant to Minn. Rule 2860.4400D, any general release of claims a transferor may have against us or our directors, officers, shareholders, and employees, including without limitation claims arising under federal, state, and local laws, rules, and ordinances, excludes claims the transferor may have under the Minnesota Franchises Law or the Rules and Regulations promulgated thereunder by the Minnesota Commissioner of Commerce.

4. With respect to franchises governed by Minnesota law, we will comply with Minn. Stat. § 80C.14, Subds. 3, 4, and 5, that require, except in certain specified cases, that a franchisee be given 90 days' notice of termination (with 60 days to cure) and 180 days' notice of non-renewal of the Franchise Agreement, and that we not unreasonably withhold consent to the transfer of the franchise.
5. Minn. Stat. § 80C.21 and Minn. Rule 2860.4400J prohibit us from requiring that litigation be conducted outside Minnesota. In addition, nothing in the Disclosure Document or Franchise Agreement abrogates or reduces any of your rights provided for in Minnesota statutes Chapter 80C, or your rights to any procedure, forum, or remedies provided for by the laws of the jurisdiction.

6. The Franchise Agreement contains provisions that may be interpreted as liquidated damages clauses under Minnesota law. Certain liquidated damages clauses are unenforceable.

NEW YORK ADDENDUM TO DISCLOSURE DOCUMENT

In recognition of the requirements of the General Business Law of the State of New York, Article 33, §§ 680 through 695, the Disclosure Document for McAlister's Franchisor SPV LLC for use in the State of New York is amended as follows:

1. The following information is added to the cover page of the Disclosure Document:

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 of the Disclosure Document:

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 Franchise 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 recognition of the requirements of the North Dakota Franchise Investment Law, N.D. Cent. Code §§ 51-19-01 through 51-19-17, and the policies of the Office of State of North Dakota Securities Commission, the Disclosure Document for Moe's Franchisor SPV LLC for use in the State of North Dakota is amended as follows:

1. A contractual requirement that you sign a general release will not apply to claims you may have under the North Dakota Franchise Investment Law.
2. Covenants not to compete such as those contained in the Franchise Agreement are generally considered unenforceable in the State of North Dakota.
3. The Franchise Agreement contains provisions that may be interpreted as liquidated damages clauses. Under the North Dakota Franchise Investment Law, certain liquidated damages clauses are unenforceable.
4. The Franchise Agreement requires you to waive your right to collect exemplary or punitive damages. This provision may not be enforceable under North Dakota law.
5. The Franchise Agreement requires that you consent to the jurisdiction of a court in Georgia. This provision may not be enforceable under North Dakota Law because North Dakota Law precludes you from consenting to jurisdiction of any court outside of North Dakota.
6. The provisions of the Franchise Agreement on governing law, jurisdiction, and choice of law will not be a waiver of any right conferred on you by the North Dakota Franchise Investment Law.

RHODE ISLAND ADDENDUM TO DISCLOSURE DOCUMENT

In recognition of the requirements of the Rhode Island Franchise Investment Act, §§ 19-28.1-1 through 19-28.1-34, the Disclosure Document for Moe's Franchisor SPV LLC for use in the State of Rhode Island is amended as follows by adding the following language at the end of Item 17:

Section 19-28.1-14 of the Rhode Island Franchise Investment Act provides that "A provision in a franchise agreement restricting jurisdiction or venue to a forum outside this state or requiring the application of the laws of another state is void with respect to a claim otherwise enforceable under this Act."

VIRGINIA ADDENDUM TO DISCLOSURE DOCUMENT

In recognition of the restrictions contained in Section 13.1-564 of the Virginia Retail Franchising Act, the Franchise Disclosure Document for Moe's Franchisor SPV LLC for use in the Commonwealth of Virginia is amended as follows:

Additional Disclosure. 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 ground for default or termination stated in the franchise agreement does not constitute "reasonable cause," as that term may be defined in the Virginia Retail Franchising Act or the laws of Virginia, that provision may not be enforceable.

WASHINGTON ADDENDUM TO DISCLOSURE DOCUMENT

In recognition of the requirements of the Washington Franchise Investment Protection Act, Wash. Rev. Code §§ 19.100.180, the Disclosure Document for Moe's Franchisor SPV LLC for use in the State of Washington is amended as follows:

1. If any of the provisions in the Disclosure Document or Franchise Agreement are inconsistent with the relationship provisions of RCW 19.100.180 or other requirements of the Washington Franchise Investment Protection Act, the provisions of the Act will prevail over the inconsistent provisions of the Disclosure Document or Franchise Agreement (as applicable) with regard to any franchise sold in Washington.
2. In any arbitration involving a franchise purchased in Washington, the arbitration site will be either in Washington or in a place as mutually agreed-on at the time of the arbitration, or as determined by the arbitrator.
3. A release or waiver of rights signed by a franchisee will not include rights under the Act except when signed with a negotiated settlement after the Franchise Agreement is in effect and where the parties are represented by independent counsel. Provisions such as those that unreasonably restrict or limit the statute of limitations period for claims under the Act and rights or remedies under the Act, such as a right to a jury trial, may not be enforceable.
4. The State of Washington has a statute, RCW 19.100.180, that may supersede the Franchise Agreement in your relationship with the franchisor, including the areas of termination and renewal of your franchise. There also may be court decisions that supersede the Franchise Agreement in your relationship with the franchisor, including the areas of termination and renewal of your franchise.
5. In the event of a conflict of laws, the provisions of the Washington Franchise Investment Protection Act, Chapter 19.100 RCW, prevail.
6. Transfer fees are collectable to the extent that they reflect the franchisor's reasonable estimated or actual costs in effecting a transfer.
7. Chapter 49.62 RCW limits the use of noncompetition agreements and may supersede the Franchise Agreement's noncompetition provisions. Washington law provides as follows: (1) an employee non-compete covenant is unenforceable unless the employee's annual earnings exceed \$100,000 (an amount that will be adjusted annually); (2) an independent contractor non-compete covenant is unenforceable unless the independent contractor's annual earnings exceed \$250,000; (3) a presumption is created that any non-compete covenant with a duration longer than 18 months is unreasonable and unenforceable; and (4) any contractual provision that requires an employee to adjudicate a noncompetition covenant outside of Washington State is void and unenforceable.
8. Chapter 49.62.060 RCW 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.

EXHIBIT I
FRANCHISEE DISCLOSURE ACKNOWLEDGEMENT

FRANCHISEE DISCLOSURE ACKNOWLEDGEMENT

As you know, Moe's Franchisor SPV LLC ("we") and the franchisee identified below ("you") are preparing to enter into a Moe's® Franchise Agreement (the "**Franchise Agreement**") for the operation of a Moe's® franchise. The purpose of this Acknowledgement is to determine whether any statements or promises were made to you that we have not authorized or that may be untrue, inaccurate or misleading, to be certain that you have been properly represented in this transaction, and to be certain that you understand the limitations on claims you may make by reason of the purchase and operation of your franchise. **You cannot sign or date this Acknowledgement the same day as the Receipt for the Franchise Disclosure Document, but you must sign and date it the same day you sign the Franchise Agreement and pay your franchise fee.**

Please review each of the following statements carefully and initial by each providing your acknowledgement that the statement is accurate and true. **If you find that a statement is not accurate and true, please cease signing this Acknowledgement and related documents and immediately e-mail Tim Goodman, Senior Vice President of Franchise Administration, at tgoodman@focusbrands.com and provide an explanation of why you believe such statement is not accurate and true.**

- _____ Initial 1. You have received and personally reviewed the Franchise Disclosure Document ("Disclosure Document") and the Franchise Agreement and each exhibit and schedule attached to them.
- _____ Initial 2. You understand all the information contained in the Disclosure Document and the Franchise Agreement.
- _____ Initial 3. You understand the success or failure of your franchise will depend in large part on your skills, abilities and efforts and those of the persons you employ, as well as many factors beyond your control such as weather, competition, interest rates, the economy, inflation, labor and supply costs, lease terms and the marketplace.
- _____ Initial 4. No employee or other person speaking on our behalf has made any statement or promise regarding the costs involved in operating a Moe's® franchise that is not contained in the Disclosure Document or that is contrary to, or different from, the information contained in the Disclosure Document.
- _____ Initial 5. No employee or other person speaking on our behalf has made any statement or promise or agreement, other than those matters addressed in the Franchise Agreement, concerning advertising, marketing, media support, marketing penetration, training, support service or assistance that is contrary to, or different from, the information contained in the Disclosure Document.
- _____ Initial 6. No employee or other person speaking on our behalf has made any statement or promise regarding the actual, average or projected profits or earnings, the likelihood of success, the amount of money you may earn, or the total amount of revenue a Moe's® franchise will generate, that is not

contained in the Disclosure Document or that is contrary to, or different from, the information contained in the Disclosure Document.

_____ Initial 7. You understand that the Franchise Agreement contains the entire agreement between us and you concerning the franchise for the Moe's® franchise, meaning any prior oral or written statements not set out in the Franchise Agreement will not be binding.

YOU UNDERSTAND THAT YOUR ACKNOWLEDGEMENT OF THE STATEMENTS ABOVE ARE IMPORTANT TO US AND THAT WE WILL RELY ON THEM. BY SIGNING THIS ACKNOWLEDGEMENT, YOU ARE REPRESENTING THAT YOU HAVE CONSIDERED EACH STATEMENT CAREFULLY AND THAT EACH STATEMENT IS ACCURATE AND TRUTHFUL.

«Z1_First_Name» «Z1_Last_Name»
a «Z1_State_of_Formation»
«Z1_Entity_Type»

By: _____
Name: «Signee_1_name»
Title: «Signee_1_title»
Date: _____

By: _____
Name: «Signee_2_name»
Title: «Signee_2_title»
Date: _____

By: _____
Name: «Signee_3_name»
Title: «Signee_3_title»
Date: _____

By: _____
Name: «Signee_4_name»
Title: «Signee_4_title»
Date: _____

By: _____
Name: «Signee_5_name»
Title: «Signee_5_title»
Date: _____

«Z5_First_Name» «Z5_Last_Name»
a «Z5_State_of_Formation»
«Z5_Entity_Type»

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

SPECIAL NOTE FOR RESIDENTS OF THE STATE OF MARYLAND AND RESTAURANTS LOCATED IN MARYLAND: Nothing in this Franchisee Disclosure Acknowledgement will act as a release, estoppel, or waiver of any liability incurred under the Maryland Franchise Registration and Disclosure Law.

EXPLANATION OF ANY NEGATIVE RESPONSES [REFER TO QUESTION NUMBER AND USE ADDITIONAL PAPER IF NECESSARY]:

State Effective Dates

The following states have franchise laws that require that the Franchise Disclosure Document be registered or filed with the state, or be exempt from registration: California, Hawaii, Illinois, Indiana, Maryland, Michigan, Minnesota, New York, North Dakota, Rhode Island, South Dakota, Virginia, Washington, and Wisconsin.

This document is effective and may be used in the following states, where the document is filed, registered or exempt from registration, as of the Effective Date stated below:

State	Effective Date
California	Exempt
Hawaii	
Illinois	Exempt
Indiana	
Maryland	
Michigan	
Minnesota	
New York	Exempt
North Dakota	
Rhode Island	
South Dakota	
Virginia	
Washington	
Wisconsin	

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.

ITEM 23 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 Moe’s Franchisor SPV LLC offers you a franchise, we 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. Iowa requires that we provide you with this Disclosure Document at the earlier of the first personal meeting or 14 calendar days before you sign a binding agreement with, or make payment to, us or one of our affiliates in connection with the proposed sale. New York requires that we provide you with this Disclosure Document at the earlier of the first personal meeting or ten business days before you sign a binding agreement with, or make payment to, us or one of our affiliates in connection with the proposed sale. Michigan requires that we provide you with this Disclosure Document ten business days before you sign a binding agreement with, or make payment to, us or one of our affiliates in connection with the proposed sale.

If Moe’s Franchisor SPV LLC 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 the applicable state agency listed in Exhibit F.

The name, principal business address, and telephone number of each franchise seller offering the franchise is as follows: _____ 5620 Glenridge Drive NE, Atlanta, Georgia 30342 and its telephone number is (404) 255-3250.

Moe’s Franchisor SPV LLC, the seller of these franchises, authorizes the agencies shown on Exhibit G to receive service of process for it in certain states.

The issuance date of this Disclosure Document is March 24, 2022.

I, personally, and as a duly authorized officer of the prospective franchisee (if the franchisee is an Entity), hereby acknowledge receipt from Moe’s Franchisor SPV, LLC of the Franchise Disclosure Document (to which this Receipt is attached) dated March 24, 2022.

This Disclosure Document included the following exhibits: A – Financial Statements; B – Franchise Agreement and Related Agreements; C – Other Agreements; D – Information on Franchisees; E- Information on Former Franchisees; F – State Administrators; G- Agents for Service of Process; H – State Addenda to Disclosure Document; and I – Franchisee Disclosure Acknowledgement.

Dated: _____

PROSPECTIVE FRANCHISEE:

If a corporation or LLC:

If an individual:

(Name of corporation or LLC)

(Signature)

By: _____

(Print Name)

Its _____
(Title)

(Signature)

(Print Name)

(Print Name)

(Signature)

(Print Name)

Address of corporation, LLC. or individual(s)

ITEM 23 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 Moe’s Franchisor SPV LLC offers you a franchise, we 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. Iowa requires that we provide you with this Disclosure Document at the earlier of the first personal meeting or 14 calendar days before you sign a binding agreement with, or make payment to, us or one of our affiliates in connection with the proposed sale. New York requires that we provide you with this Disclosure Document at the earlier of the first personal meeting or ten business days before you sign a binding agreement with, or make payment to, us or one of our affiliates in connection with the proposed sale. Michigan requires that we provide you with this Disclosure Document ten business days before you sign a binding agreement with, or make payment to, us or one of our affiliates in connection with the proposed sale.

If Moe’s Franchisor SPV LLC 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 the applicable state agency listed in Exhibit F.

The name, principal business address, and telephone number of each franchise seller offering the franchise is as follows: _____ 5620 Glenridge Drive NE, Atlanta, Georgia 30342 and its telephone number is (404) 255-3250.

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Dated: _____

PROSPECTIVE FRANCHISEE:

If a corporation or LLC:

If an individual:

(Name of corporation or LLC)

(Signature)

By: _____

(Print Name)

Its _____
(Title)

(Signature)

(Print Name)

(Print Name)

(Signature)

(Print Name)

Address of corporation, LLC. or individual(s)

