

Form B – Franchisor’s Costs and Sources of Funds

FRANCHISOR’S COSTS AND SOURCE OF FUNDS

1. Disclose the Franchisor’s total costs for performing its pre-opening obligations to provide goods or services in connection with establishing each franchised business, including real estate, improvements, equipment, inventory, training and other items stated in the offering:

Category	Costs
Real Estate	<u>\$0.00</u>
Improvements	<u>\$0.00</u>
Equipment	<u>\$0.00</u>
Inventory	<u>\$0.00</u>
Training	<u>\$5,000.00</u>
Other (describe)	
<u>Advertising</u>	<u>\$1,000.00</u>
<u>Traveling cost</u>	<u>\$1,000.00</u>
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Totals	<u>\$7,000.00</u>

2. State separately the sources of all required funds:

Franchisor's operating cash flow and working capital is as well as the initial franchise fees collected.