

## FRANCHISE DISCLOSURE DOCUMENT

### THE WELLNESS WAY FRANCHISE LLC

A Wisconsin Limited Liability Company

2525 W Mason Street

Green Bay, WI 54303 Phone:

920-569-6882, ext. 5

Email: [franchise@thewellnessway.com](mailto:franchise@thewellnessway.com)

[www.thewellnessway.com](http://www.thewellnessway.com)



The Wellness Way is a network of health restoration clinics that think and act differently to solve the health challenges that others cannot. The Wellness Way Franchise LLC offers a franchise for the establishment and operation of a chiropractic and health restoration clinic using The Wellness Way's unique business system and "The Wellness Way" trademarks.

The total investment necessary to begin operations of The Wellness Way franchise is \$77,400 to ~~\$278,200~~247,900. This includes ~~\$22,700~~26,200 to ~~\$67,400~~40,600 that must be paid to the franchisor or affiliate.

This Disclosure Document summarizes certain provisions of your franchise agreement and other information in plain English. Read this Disclosure Document and all accompanying agreements carefully. You must receive this Disclosure Document at least 14 calendar    days before you sign a binding agreement with, or make any payment to, the franchisor or an affiliate in connection with the proposed franchise sale or grant. **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 [Christian Walton, Franchise Development](mailto:Christian.Walton@thewellnessway.com), 2525 W. Mason Street, Green Bay, WI 54303, [ewalton@thewellnessway.com](mailto:ewalton@thewellnessway.com), [franchise@thewellnessway.com](mailto:franchise@thewellnessway.com), (~~920-569-6882~~844-313-5601 ext. 164).

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

Buying a franchise is a complex investment. The information in this Disclosure Document can help you make up your mind. More information on franchising, such as "[A Consumer's Guide to Buying a Franchise](#)," which can help you understand how to use this Disclosure Document, is available from the Federal Trade Commission. You can contact the FTC at 1-877-FTC-HELP or by writing to the FTC at 600 Pennsylvania Avenue, NW, Washington, D.C. 20580. You can also visit the FTC's home page at [www.ftc.gov](http://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.

Date of Issuance: ~~April 28, 2025~~December 5, 2025 ~~April 30, 2026~~

## How to Use This Franchise Disclosure Document

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

QUESTION	WHERE TO FIND INFORMATION
<b>How much can I earn?</b>	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 <b>Exhibit F</b> to this FDD.
<b>How much will I need to invest?</b>	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.
<b>Does the franchisor have the financial ability to provide support to my business?</b>	<b>Exhibit E</b> to this FDD includes financial statements. Review these statements carefully.
<b>Is the franchise system stable, growing, or shrinking?</b>	Item 20 summarizes the recent history of the number of company-owned and franchised outlets.
<b>Will my business be the only The Wellness Way Clinic in my area?</b>	Item 12 and the “territory” provisions in the franchise agreement describe whether the franchisor and other franchisees can compete with you.
<b>Does the franchisor have a troubled legal history?</b>	Items 3 and 4 tell you whether the franchisor or its management have been involved in material litigation or bankruptcy proceedings.
<b>What’s it like to be a The Wellness Way franchisee?</b>	<b>Exhibit F</b> to this FDD lists current and former franchisees. You can contact them to ask about their experiences.
<b>What else should I know?</b>	These questions are only a few things you should look for. Review all 23 Items and all Exhibits in this disclosure document to better understand this franchise opportunity. See the table of contents.

## What You Need To Know About Franchising *Generally*

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

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

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

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

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

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

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

### Some States Require Registration

Your state may have a franchise law, or other law, that requires franchisors to register before offering or selling franchises in the state. Registration does not mean that the state recommends the franchise or has verified the information in this document. To find out if your state has a registration requirement, or to contact your state, use the agency information in **Exhibit A**. Your state also may have laws that require special disclosures or amendments be made to your franchise agreement. If so, you should check the State Specific Addenda. See the Table of Contents for the location of the State Specific Addenda.

## Special Risks to Consider About *This* Franchise

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

1. **Out-of-State Dispute Resolution.** The franchise agreement requires you to resolve disputes with the franchisor by mediation, arbitration and/or litigation only in Wisconsin. Out-of-state mediation, arbitration, or litigation may force you to accept a less favorable settlement for disputes. It may also cost more to mediate, arbitrate, or litigate with the franchisor in Wisconsin than in your own state.
2. **Short operating history.** This Franchisor is at an early stage of development and has a limited operating history. This franchise is likely to be a riskier investment than a franchise with a longer operating history.
3. **Financial Condition.** The franchisor's financial condition as reflected in its financial statements (See Item 21) calls into question the Franchisor's financial ability to provide services and support to you.
4. **Mandatory minimum payments.** You must make minimum royalty or marketing fund payments regardless of your sales levels. Your inability to make payments may result in termination of your franchise and loss of your investment.
5. **Sales Performance Requirement.** You must maintain minimum sales performance levels. Your inability to maintain these levels may result in loss of any territorial rights you are granted, termination of your franchise, and loss of your investment.

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.

## MICHIGAN DISCLOSURE NOTICE

**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.**

~~(a)~~ A prohibition on the right of a franchisee to join an association of franchisees.

~~(a)~~

~~(b)~~ A requirement that a franchisee assent to a release, assignment, novation, waiver, or estoppel which deprives a franchisee of rights and protections provided in this act. This shall not preclude a franchisee, after entering into a franchise agreement, from settling any and all claims.

~~(b)~~

~~(c)~~ A provision that permits a franchisor to terminate a franchise prior to the expiration of its term except for good cause. Good cause shall include the failure of the franchisee to comply with any lawful provision of the franchise agreement and to cure such failure after being given written notice thereof and a reasonable opportunity, which in no event need be more than 30 days, to cure such failure.

~~(c)~~

~~(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, marketing, 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.

~~(d)~~

~~(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.

~~(e)~~

~~(f)~~ A provision requiring that arbitration or litigation be conducted outside this state. This shall not preclude the franchisee from entering into an agreement, at the time of arbitration, to conduct arbitration at a location outside this state.

~~(f)~~

~~(g)~~ A provision which permits a franchisor to refuse to permit a transfer of ownership of a franchise, except for good cause. This subdivision does not prevent a franchisor from exercising a right of first refusal to purchase the franchise. Good cause shall include, but is not limited to:

~~(g)~~

~~(i)~~ The failure of the proposed transferee to meet the franchisor's ~~then-current~~then-current reasonable qualifications or standards.

~~(i)~~

~~(ii)~~ The fact that the proposed transferee is a competitor of the franchisor or subfranchisor.

~~(ii)~~

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

~~(iii)~~

~~(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.

(iv)

~~(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

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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).

~~(j)~~ 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.

(h)

**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:

Department of the Attorney General

Consumer Protection Division, Franchise Unit 525

Ottawa Street

G. Mennen Williams Building, 6<sup>th</sup> Floor Lansing,

Michigan 48909

(517) 373-7117

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## **ITEM 1. THE FRANCHISOR, AND ANY PARENTS, PREDECESSORS AND AFFILIATES**

To simplify the language in this Disclosure Document, the words “we,” “our,” “us,” and “The Wellness Way” refer to The Wellness Way Franchise LLC, the franchisor of this business. “You” and “your” refer to the person who buys the franchise, whether you are a corporation, limited liability company, other business entity, or an individual. If you are a corporation, limited liability company or other business entity, certain provisions of this disclosure also apply to your owners and will be noted.

### The Franchisor

We were formed in Wisconsin in March 2022 to offer The Wellness Way franchises. Our principal business address is 2525 W Mason Street, Green Bay, WI 54303. We do business under our corporate name and the name “The Wellness Way.” We began offering franchises as of July 1, 2022.

The Wellness Way is a network of health restoration clinics that think and act differently to solve the health challenges that others cannot. The franchise, franchised business, or Franchised The Wellness Way Clinic, subject to State law requirements, does business under the trade name, “The Wellness Way”, and also uses our other related service marks, trademarks or logos (our “Marks”). The franchise must be located in a professional office. The franchise operates using our standards, methods, procedures and specifications, called our “System.” We do not operate a business of the type being franchised, but our affiliates do. We are not involved in any other business activities.

### Our Parents, Predecessors and Affiliates

Our parent company, The Wellness Way, LLC, has a principal address is 2525 W Mason Street, Green Bay, WI 54303. Our parent does not offer and has not ever offered franchises in this or any other line of business. Our parent does not provide goods or services to franchisees.

We have ~~four~~ five affiliates that offer goods and services to franchisees. Wellness Way Enterprises LLC, (“WWE”) offers nutritional supplements and other inventory to franchisees and also provides direct sales of nutritional supplements to consumers. DPCF Management, LLC, (“DPCF MGMT”) offers administrative consulting services to franchisees. ~~—~~NEO Innovations, LLC (“NEO”) provides the system technology including additional optional technology features, and some equipment needed to operate the system technology to franchisees. NEO IT Managed Services, LLC (“NIMS”) offers and information technology support services to franchisees. Legacy Seminars, LLC offers leadership and longevity seminars for franchisees (“Legacy”). Legacy, WWE, DPCF MGMT, NEO, and NIMS each are Wisconsin entities and have their principal business addresses at 2525 W Mason Street, Green Bay, WI 54303. ~~DPCF MGMT operates businesses of the type being franchised. None either of the other se~~ affiliates in this paragraph operates a business of the type being franchised, and neither offers franchises in this or any other line of business.

We also have several affiliates which operate The Wellness Way clinics of the type being franchised in various geographical locations. These affiliates which operate The Wellness Way Clinics do not provide goods or services to our franchisees and do not offer franchises in this or any other line of business. Neither we nor any of our affiliates offer or have offered franchises in any other line of business.

### Our Business

The Wellness Way is a network of health restoration clinics that think and act differently to solve the health challenges that others cannot. We franchise the right to own and operate a chiropractic and health restoration clinic to persons or legal entities that meet our qualifications and are willing to undertake the investment and effort to own and operate The Wellness Way Clinic. The Wellness Way franchise owns and operates clinics providing chiropractic and wellness services through licensed chiropractors. If you are

an unlicensed person, you may own and operate a clinic only if it is permissible under applicable law. As of the issuance date of this Disclosure Document, we do not offer franchises to management companies who do not meet the applicable state's legal requirements to own and operate a chiropractic and wellness clinic.

### General Description of the Market and Competition

The market for chiropractic and wellness services is well developed. You may have to compete with other businesses, including franchised operations, national chains, and independently owned companies offering chiropractic, health restoration, wellness and similar services. You may also encounter competition from other The Wellness Way franchises and us or our affiliates. Our affiliate, WWE, sells nutritional supplements and other products to retail consumers online and through direct sales channels, and you may face competition in the sales of these products from WWE. Changes in local and national economic conditions and population density affect this industry and are generally difficult to predict. You will face other business risks that could have an adverse effect on your business, including pricing policies of competitors, changes to laws or regulations, changes in supply and demand, new technologies and competition from internet-based organizations that provide wellness services, supplements, and some related services or products.

### Regulations Specific to the Industry

The provision of chiropractic and wellness services is highly regulated. Clinics providing chiropractic and wellness services may be subject to numerous federal and state laws, including but not limited to those set forth below. We strongly recommend that you hire a local healthcare lawyer to advise you on healthcare laws that will apply to your franchised business.

### State Licensing and Company Structure

State licensing laws provide the requirements for becoming a licensed chiropractor and for the behavior and conduct of licensed professionals. In general, chiropractic services may only be provided by a chiropractor licensed in the State in which the services are provided. A non-licensed person or entity may NOT provide or direct the administering of any chiropractic services to patients and may NOT supervise, direct, control, or suggest to licensed chiropractors the manner in which chiropractic services are provided to patients. Regardless of whether you are licensed or an unlicensed person or entity (as described below), you, as the franchisee must NOT engage in the practice of chiropractic medicine, nursing, or any other profession that requires specialized training or certification, unless you are properly licensed to do so. The Franchise Agreement will not interfere with, affect, or limit the independent exercise of medical judgment by the licensed professionals providing services to patients.

In some states the business providing the chiropractic and wellness services must be a professional corporation ("P.C.") or a professional limited liability company ("P.L.L.C."), and in some states ownership of the P.C. or P.L.L.C must be limited to licensed professionals. You are responsible for ensuring that your business entity is formed and operates with an ownership structure in compliance with applicable state laws. Under our current franchise program, every franchisee must be legally able to provide chiropractic and wellness services through one or more licensed chiropractors. You must conduct your own due diligence and investigation into the laws in your state and make your own determination as to the required regulatory standards to be legally compliant to own or operate a chiropractic clinic at your location and the proper legal structure for your business entity. The laws applicable to your clinic may change. If there are any chiropractic laws or regulations that would render your operation of your ~~franchised~~ Franchised The Wellness Way Clinic in violation, you must immediately advise us of the issue and your proposed corrective action to comply with the applicable law or regulation. Similarly, if we discover a change in any law or regulation applicable to your franchise, you agree to immediately make such changes as are necessary to comply with the applicable law or regulation.

### Patient Privacy Laws

The Health Insurance Portability and Accountability Act of 1996 ("HIPAA") is a comprehensive nation-wide

policy regarding patient privacy, enacted via a series of rules, including the Privacy, Security, and Enforcement Rules in 2003 (as updated from time to time) and the Breach Notification Rule in 2013. See 45 C.F.R. Part 160 and Part 164, Subpart E. Under HIPAA, covered individuals and entities must designate a privacy officer; they must train their workforce on HIPAA requirements, emphasizing privacy policies and procedures; they must put in place administrative safeguards; and they must notify patients when there has been a privacy breach. Some states have more stringent patient privacy laws. You are responsible for compliance with HIPAA and all other applicable patient privacy laws.

### Artificial Intelligence Laws

The use of artificial intelligence (“AI”) in connection with operations of health and wellness clinics, including patient record management, administrative functions, and marketing is subject to an evolving framework of state and federal laws and regulations governing patient privacy, data security, consumer protection, advertising, and automated decision-making. These laws may impose requirements concerning the collection, storage, use, and disclosure of patient information, maintenance and retention of records, transparent disclosures of AI use, and the accuracy and substantiation of marketing developed by AI. You are responsible for ensuring that any use of AI complies with all applicable legal requirements, including implementing appropriate safeguards and providing necessary disclaimers.

### Mandatory Reporting and Duty to Warn Laws

Some states may have mandatory reporting requirements covering a wide spectrum of reportable events, including births, deaths, infectious diseases, child and elderly abuse, cancer, abortions, and others. Some states have duty to warn laws imposing a duty to warn a third party of a communicable illness of the physician’s patient, or the duty to warn a third party of the violent propensities of the physician’s patient. You are responsible for knowing and complying with any mandatory reporting and duty to warn requirements applicable to your chiropractic and wellness clinic.

### Anti-Kickback and Fee Splitting Laws

Both the federal government and many states have laws prohibiting kickbacks and fee splitting in exchange for referral of patients or in exchange for furnishing or arranging for the furnishing of items or services. See e.g. 42 U.S.C. § 1320a-7b(b). You are responsible for knowing and complying with all applicable anti-kickback and fee splitting laws.

### The False Claims Act

The Federal False Claims Act prohibits a person from “knowingly” submitting claims or making a false record or statement in order to secure payment of a false or fraudulent claim by the federal government. 31 U.S.C. §§ 3729 et seq. You are responsible for ensuring that all billing is accurate and that any submissions to governmental entities (including Medicare and Medicaid) reflect only services actually provided and for which you are eligible for the reimbursement sought.

### General Laws

Most states and local jurisdictions have enacted laws, rules, regulations and ordinances which may apply to the operation of all businesses, including occupational health and safety; labor; licensing and bonding; insurance; and advertising. Also, some jurisdictions have passed laws that require businesses to pay their employees a higher minimum wage than what is required under federal law, which laws may disproportionately affect franchised businesses. In addition to the chiropractic licensing discussed above, you may need to obtain other certifications or licenses depending on your local or state requirements. You must also comply with federal, state, and local intellectual property laws and escheat laws. You must investigate and comply with all applicable federal, state, county and city laws and regulations. You alone are responsible for complying with all applicable laws and regulations despite any advice or information that we may give you.

### Agents for Service of Process

Our agents for service of process are listed on **Exhibit B** to this Disclosure Document.

## ITEM 2. BUSINESS EXPERIENCE

### FOUNDER – DR. PATRICK FLYNN

Dr. Patrick Flynn is our founder and has held this position since our formation in March 2022. Dr. Flynn also serves as the CEO of our parent company, The Wellness Way LLC in Green Bay, Wisconsin and has held this position since its formation on November 11, 2020 and serves as the Manager of our affiliate Wellness Way Enterprise LLC in Green Bay, Wisconsin and has held this position since October 2021. Dr. Flynn also serves as the manager of our affiliate NEO Innovations LLC in Green Bay Wisconsin and has held this position since October 31, 2024. Dr. Flynn founded the first The Wellness Way Clinic, The Wellness Way Green Bay, in April 2001.

### CHIEF EXECUTIVE OFFICER – NICOLE SEIDEL

Nicole Seidel serves as our Chief Executive Officer and has served in this position since April 2025. Nicole Seidel previously served as our Vice President of Operations from our formation in March 2022 to April 2025. From October 2021 to March 2022, Nicole served as the Director of Operations for our affiliate Wellness Way Enterprises LLC in Green Bay, WI. Prior to that, Nicole served as the General Manager and Office Manager of The Wellness Way – Green Bay from June 2019 to October 2021. She had previously also served as a Senior Financial Aid Advisor at St. Norbert College in De Pere, Wisconsin from January 2015 to May 2019.

### VICE PRESIDENT OF CLINICAL STRATEGY – DR. ZACHARY PAPENDIECK

~~Dr. Zach Papendieck serves as the Vice President of Clinical Strategy and has served in this position since September 2022. Dr. Zach previously served as our Director of Managed Clinics from January 2022 to August 2022. Prior to that, Dr. Zach served as the Clinical Director of The Wellness Way – Appleton since October of 2012. Dr. Zach has been practicing as a Doctor of Chiropractic since December of 2007.~~

### VICE PRESIDENT OF MARKETING – BRANDON FLYNN

Brandon Flynn serves as our Vice President of Marketing and has served in that position since February 2023. Brandon previously served as our Marketing and Creative Director from September 2022 to January 2023. Before joining us Brandon served as a Marketing & Innovation Consultant from January 2020 to September 2022, as a Marketing Manager from July 2018 to January 2020 and as a Marketing Strategist from September 2016 to July 2018, all three with our affiliate Wellness Way Enterprises in Green Bay, Wisconsin.

### FRANCHISE MANAGER - CRYSTAL PRANKE

Crystal Pranke serves as our Franchise Manager and has served in this position since September 2022. Crystal previously served as the Lab and Partnership Development Specialist from October 2020 to September 2022 and the Client Training & Development Specialist from November 2016 to October 2020, both with our affiliate Wellness Way Enterprises in Green Bay, Wisconsin.

### ASSISTANT FRANCHISE MANAGER – DR. JORDAN WEIL

Dr. Jordan Weil serves as our Assistant Franchise Manager and has served in this position since April 2024. Dr. Jordan also serves as the Managing Chiropractor of a The Wellness Way Clinic in Eau Claire Wisconsin and has held that position since March 2020. ~~Prior to March 2020, Dr. Jordan worked on his Doctor of Chiropractic degree from Palmer College of Chiropractic in Davenport, IA while training with spine and extremity expert, Dr. Mitch Mally in Davenport, IA and Dr. Patrick Flynn in Green Bay, WI.~~

### SALES MANAGER – CHRISTIAN WALTON

~~Christian Walton has served as our Sales Manager at the corporate office in Green Bay, Wisconsin, since October of 2022. Previously, Christian was self-employed providing outside sales services across multiple industries and most often with Applied Tech in Madison, WI from January 2008 to October 2022.~~

### STUDENT RELATIONS & INTERN MANAGER – TRAVIS FRISQUE

Travis Frisque serves as our Student Relations & Intern Manager and has served in that role since June 2023. Previously, Travis served as our Franchise Sales Manager from November 2022 to June 2023. Travis previously served as the Warehouse Specialist for our affiliate Wellness Way Enterprises LLC in Green Bay, WI from August 2021 to November 2022. ~~From 2018—2020 Travis served as the Driver Manager for CTS in Green Bay, Wisconsin and from 2013—2018 Travis served as the Manager for WEL Companies in De Pere, Wisconsin.~~

### FRANCHISE ADMINISTRATOR – MAURINE SALIGER

~~Maurine Saliger serves as our Franchise Administrator and has served us in this capacity since September 2022. Maurine previously served as a Web Designer from July 2017 to September 2021 and Technology Coordinator from September 2021 to September 2022, both with our affiliate Wellness Way Enterprises in Green Bay, Wisconsin.~~

### REAL ESTATE MANAGER – URIAH STUTZMAN

~~Uriah Stutzman serves as our Real Estate Manager and has served in this position since September 2023. Uriah previously served as a financial advisor at Thrivent Financial in Green Bay, Wisconsin from September 2022 to September 2023, as a financial advisor at Northwestern Mutual in Green Bay, Wisconsin from September 2021 to September 2022, and as a marketing strategist for The Wellness Way in Green Bay, Wisconsin from March 2019 to August 2021.~~

### **ITEM 3. LITIGATION**

No litigation is required to be disclosed in this Item.

### **ITEM 4. BANKRUPTCY**

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

### **ITEM 5. INITIAL FEES**

You pay us a \$15,000 initial franchise fee when you sign the Franchise Agreement for The Wellness Way franchise. ~~(California residents and South Dakota residents, see State Addendum.)~~ Clinics who were affiliated with The Wellness Way pursuant to a written Practitioner Program Agreement prior to the formation of the franchise system may not pay the same fee. We offer a discount of \$5,000 to existing franchisees opening an additional location. To qualify for the existing franchisee discount, the same individual owners must own 51% or more of both franchise entities.

Before opening, you must also purchase from our affiliate Wellness Way Enterprises LLC (“WWE”) an initial inventory package in the amount of \$7,700 to \$20,000, depending on the size of the Clinic.

Before opening, you must purchase from our affiliate NEO Innovations LLC (“NEO”) certain equipment needed to operate our system technology, currently ~~\$3,500~~ \$2,600.

Franchisees are also offered an option to contract with NEO IT Managed Services (“NIMS”) to acquire IT support services. If a franchisee contracts with NIMS for pre-opening IT support services, the Franchisee will pay \$250 - \$300 per month. We estimate that franchisees contracting with NIMS for pre-opening IT support services will incur 1-2 months of payments before opening (\$250 - \$600 per month).

Franchisees are also offered an option to contract with our affiliate, DPCF Management LLC (“DPCF Mgmt.”), to acquire administrative services. If a franchisee contracts with DPCF Mgmt. for pre-opening administrative services, the Franchisee will pay ~~\$750 per month~~ a monthly fee, which will vary depending on the extent of services provided, ranging from \$0 to \$20,000 per month. –We estimate that franchisees contracting ~~with DPCF Mgmt.~~ for pre-opening administrative services will incur 1-2 months of payments before opening ~~(\$750 – \$1,500).~~

Franchisees are also offered an option to contract with us to acquire marketing, advertising, and/or website services. If a franchisee contracts with us for these services, we estimate that franchisees will incur 1-2 months of payments, in addition to fixed web services costs, if selected. The website creation is \$2,500; each landing page is \$1,000. Additional features may be requested by franchisees that would increase the overall cost. These additional features are strictly optional, and cost is dependent upon what features are requested and services are rendered.

The initial fees are uniform, except as set forth in this Item 5. The initial franchise fee and inventory package are nonrefundable. The initial fees are compensation to us for our efforts in offering and selling a franchise to you, our franchise sales and marketing activities to promote the sale of a franchise to qualified franchisees, our participation in the franchise sale, our legal compliance with franchise laws and regulations, the development and hosting of initial training programs, our participation in terminating the franchise, and our lost or deferred opportunity to enter into a Franchise Agreement with others. We reserve the right to modify the initial fees in the future to reflect the changing costs of doing business and changes in the value of the franchises being offered. We may also discount the initial franchise fee if we are unable to locate a franchisee in a particular area that we consider desirable or based on other subjective factors we deem important to the System.

**ITEM 6. OTHER FEES**

Type of Fee	Amount	Due Date	Remarks
Royalty Fee <sup>1</sup>	The higher of 5% of weekly Gross Revenues or <del>Minimum</del> Performance Requirements.	Payable <del>each Tuesday</del> based on the previous week’s Gross Revenues.	You must pay your royalty directly to us. We reserve the right to change the payment date for royalties and may, with notice to you, collect royalties weekly or monthly. See definition of Gross Revenue. <sup>1</sup>
Global Marketing Fund	Currently 1% of weekly Gross Revenues	Payable <del>each Tuesday</del> based on the previous week’s Gross Revenues.	You must pay your contribution to the Global Marketing Fund directly to us. See definition of Gross Revenue <sup>1</sup> .
Local <del>or</del> <del>Regional</del> Marketing Cooperatives	Varies based on the vote of the cooperative	As required by the Cooperative	You may be required to join a local or regional marketing cooperative where each clinic in the cooperative has one vote. The amounts contributed to the cooperative may be applied toward your minimum local marketing requirement.
TWW Marketing <u>Services</u> <sup>2</sup>	If elected by Franchisee, the elected marketing <u>advertising and/or website</u> costs	To us monthly <u>based on the program tier selected</u>	If you elect to <del>participate in the</del> <u>have marketing services provided by us</u> <del>TWW Marketing program</del> , you will pay the actual cost of all marketing/advertising to be placed which will vary depending on the marketing <u>tier you select</u> <del>plan</del> . <u>See Note 2 for costs. During the term of the Franchise Agreement, we reserve the right to increase the cost for the services, up to 25% each year.</u>
Resource Subscription	If elected by Franchisee, the <del>then current</del> <u>then-current</u> monthly charge, currently \$200/mo.	To us monthly	If you elect to subscribe to TWW’s resource subscription <del>data based</del> <u>database</u> , you will pay our <del>then-current</del> charge, which may change upon notice. <u>During the term of the Franchise Agreement, we reserve the right to increase the cost for the services, up to 25% each year.</u>
<u>Communications Fee</u>	<u>You will pay NIMS a monthly communications fee for emails and</u>	<u>To Our Affiliate monthly</u>	<u>You must use @thewellnessway.com email addresses and Microsoft office products for your franchised clinic. The fee per user varies</u>

Type of Fee	Amount	Due Date	Remarks
	<u>Microsoft office licenses which may change from time to time and is currently from \$5.50 to \$22.50 per user per month</u>		<u>depending on the licensed product features selected. These fees may be changed from time to time, as Microsoft's fees are changed.</u>
<u>IT Support Services<sup>3</sup></u>	<u>If elected by Franchisee, the <del>then-current</del> then-current monthly charge, currently \$250 - \$550-600 per month</u>	<u>To Our Affiliate monthly</u>	<u>If you elect to have NIMS provide IT support services to your clinic, you will pay our affiliate's <del>then-current</del> then-current charge, which may change upon notice. During the term of the Franchise Agreement, we reserve the right to increase the cost for the services, up to 25% each year.</u>
<u>IT Compliance Audit</u>	<u>If Franchisee does not elect IT Support Services, then <del>\$1,500</del></u>	<u>To Our Affiliate upon demand</u>	<u>You must maintain the level of IT system security that we designate. If you do not elect to have our affiliate, NIMS, provide IT Support Services, then you must pay NIMS for an <del>annual</del> audit of your IT infrastructure to ensure compliance.</u>
<u>Administrative Services<sup>4</sup></u>	<u>If elected by Franchisee, the <del>then-current</del> then-current monthly charge, currently \$750 - \$5,000</u>	<u>To Our Affiliate monthly</u>	<u>If you elect to have DPCF Mgmt. provide administrative services to your clinic such as <del>bookkeeping, payroll and billing</del>, you will pay our affiliate's <del>then-current</del> then-current charge, which may change upon notice. Franchisees currently pay between \$0 and \$20,000.</u>
<u>Chiropractic student sponsorships</u>	<u>If elected by Franchisee, the <del>then-current</del> then-current seminar &amp; travel expenses for the students sponsored, estimated at \$500 to \$10,000.</u>	<u>To us, prior to the scheduled seminar</u>	<u>If you elect to sponsor one or more chiropractic students to attend our seminars or other educational events, you will pay the registration fee and the travel expenses per student sponsored.</u>
<u>Insufficient Funds Fee</u>	<u>\$50 per returned/not processed transaction</u>	<u>At the time a payment to Us is returned or not processed for insufficient funds</u>	<u>Payable only if a payment to us is returned or an ACH withdrawal is not processed due to insufficient funds.</u>
<u>Audit Expenses<sup>5</sup></u>	<u>All costs and expenses associated with audit, approximately \$1,500 - \$5,000</u>	<u>Upon demand</u>	<u>Audit costs are payable only if the audit shows you underreported amounts you owe us by 3% or more for any period of time, or you are out of compliance with any HIPAA or other patient privacy requirement.</u>
<u>Interest<sup>6</sup></u>	<u>Lesser of (i) the highest commercial contract interest rate permitted by state law and (ii) the rate of 18% per annum</u>	<u>From the dates the payments are due until paid in the past due amount and all accrued interest are paid in full</u>	<u>Applies to all overdue fees you owe us and our affiliates for any reason, including royalties, contributions to the National Brand Fund, purchases of products, and any other amounts owed. Also applies to any understatement in amounts due revealed by an audit.</u>
<u>Products / Services Ordered</u>	<u>The purchase price plus shipping costs (if any), as may be periodically provided to you, of products and services ordered by you from us or our affiliates.</u>	<u>At the time you place an order</u>	<u>Your cost to purchase products and services from us or our affiliates will be provided to you in the Operations Manual and may be periodically updated from time to time by providing notice to you.</u>
<u>Approval of Products or Suppliers<sup>7</sup></u>	<u>Approximately \$100 - \$1,000</u>	<u>Time of evaluation</u>	<u>Applies to our evaluation of new suppliers you wish to purchase from or products you wish to purchase. (Section 15.1)</u>
<u>Indemnification<sup>8</sup></u>	<u>Reimbursement of our actual costs</u>	<u>Upon demand</u>	<u>You must defend lawsuits at your cost and hold us (and our officers, employees, agents, and affiliates) harmless against lawsuits arising from your ownership and operation of the Franchised The Wellness Way Clinic. We also provide indemnification to you for any lawsuits or claims arising from your authorized use of the Marks.</u>

Type of Fee	Amount	Due Date	Remarks
			(Sections 7.4 and 23)
<u>Franchise Renewal Fee</u>	<u>\$2,500</u>	<u>At Renewal</u>	<u>Payable to us at the time of renewal.</u>
<u>Franchise Transfer Fee</u>	<u>\$7,000</u>	<u>At the time of transfer</u>	<u>Payable to us at time of transfer and includes the initial training program for the new owners. Does not apply to an assignment under Section 20.3 of the Franchise Agreement.</u>
<u>Clinic Modifications</u>	<u>Approximately \$5,000 to \$10,000 per year, if necessary</u>	<u>As required</u>	<u>If we make changes to our System standards, you must adapt your business to conform to the changes. You must also remodel and refurbish your franchised business periodically to maintain our standards. Some examples of changes include new equipment, fixtures, software or new Marks.</u>
<u>Relocation Assistance</u>	<u>Approximately \$750 - \$2,500</u>	<u>Time of assistance</u>	<u>If you intend to relocate, you must obtain our approval and reimburse our costs to assist you.</u>
<u>Technology Subscription/Processing Convenience Fee</u>	<u>If _____ elected _____ by Franchisee, - the -then-current -monthly subscription charge for technology, currently \$384. If Franchisee elects to pay any amount due to TWW or its affiliates via credit card, a convenience fee may be assessed, currently estimated at 2% -4% of the transaction.</u>	<u>To Our Affiliate monthly To us as incurred</u>	<u>A level of technology is included in your franchise fees, and you will have the option to subscribe to additional features. If you elect to subscribe to services by NEO, you will pay the then-current monthly subscription charge, which may change upon notice. During the term of the Franchise Agreement, we reserve the right to increase the cost for the services, up to 25% each year. <del>If you elect to subscribe to technology offered</del> If you elect to pay amounts owed to TWW or its Affiliates via credit card, you may incur a convenience fee as a percentage of the transaction, which amount may change and will be reported to you before you elect to proceed with a credit card payment.</u>
<u>New Designee Training</u>	<u>Currently estimated at \$600 - \$3,000 per trainee, plus the trainees' costs and expenses of training</u>	<u>When a Designated Owner, Designated Managing Chiropractor, Designated _____ Office Manager, _____ or, or Designated Marketing Coordinator _____ is replaced</u>	<u>Our initial training program is covered by your franchise fee if all trainees attend at the same time as the Designees (one or two total in-person initial training sessions). If Designated Owner, Designated Managing Chiropractor, Designated Office Manager, or Designated Marketing Coordinator is replaced by an individual who has not completed our initial training program, you must have your new Designee complete our initial training program and pay our training costs, plus the costs and expenses of your Designee attending the training program.</u>
<u>Ongoing Training<sup>9</sup></u>	<u>Approximately \$0 - \$3,000 per attendee</u>	<u>Before program</u>	<u>We may periodically offer ongoing training programs, including an annual conference, regional in-person training programs, and periodic online or in-person training programs. You agree to attend the ongoing training programs we specify from time to time. While we may not charge a fee for all ongoing training programs, we reserve the right to charge a fee for these programs, and you will be responsible for your costs of attendance. If a training program is designated as mandatory, you will be expected to attend and will be responsible for the fee for the program.</u>

<b>Type of Fee</b>	<b>Amount</b>	<b>Due Date</b>	<b>Remarks</b>
<u>TWW Conference</u>	<u>Approximately \$ 0 - \$3,000 per attendee</u>	<u>Before program</u>	<u>Attendance at TWW's Annual or Bi-Annual Conference is mandatory if a conference is held. Conference fees may change annually depending on the conference venue and vendor sponsorships available to offset costs. Conference fees are paid in advance and billed prior to the scheduled Conference.</u>
<u>CE Credits</u>	<u>Approximately \$0 - \$500 per program</u>	<u>Before program</u>	<u>If you desire to obtain continuing education credits for any seminar, conference, or training program hosted by us that you attend, you will pay us an additional fee to have the program accredited, currently estimated at \$0 - \$500 per program.</u>
<u>Additional Training</u>	<u>Currently, \$600 per day, plus your expenses in attending</u>	<u>Time of training</u>	<u>Our initial training program is covered by your franchise fee if all trainees attend the in-person training at the same time(s). If you have to repeat initial training or require additional training, we may charge you. If you require training at a time or place other than The Wellness Way's regularly scheduled initial training programs, you agree to pay The Wellness Way's fees plus all costs and expenses of such training. Further information about training programs is included in ITEM 11. You may also request additional Special Training after the conclusion of The Wellness Way's initial training program. Special Training is provided upon your request and at The Wellness Way's convenience, and you agree to pay The Wellness Way's fee plus all costs and expenses of such additional training. We may also require additional training as a condition of curing any non-payment default.</u>
<u>Reimbursement</u>	<u>Amount that we spend on your behalf, plus 10%</u>	<u>Within 15 days of invoice</u>	<u>If we pay any amount that you owe or are required to pay to a third party, you must reimburse us.</u>
<u>Non-compliance Charge</u>	<u>Up to \$500 per violation</u>	<u>As incurred</u>	<u>We may charge you a non-compliance charge per violation for any violation by you of any term or condition of the Franchise Agreement.</u>
<u>Termination Fee</u>	<u>An amount equal to the lesser of 24 months of your average royalties (based on the average royalties for the previous 12 months) or the balance of your franchise term if less than 24 months.</u>	<u>As incurred</u>	<u>Payable if we terminate your franchise for cause or you terminate your franchise before your franchise term expires.</u>
<u>De-identification</u>	<u>All amounts incurred by us, plus a 10% administrative charge</u>	<u>As incurred</u>	<u>Payable if we de-identify the franchised clinic location upon termination, expiration, or relocation</u>
<u>Cost of Enforcement</u>	<u>All costs including costs including attorneys' fees</u>	<u>Upon demand</u>	<u>You must reimburse us for all costs in enforcing obligations if we prevail. (Section 24.4)</u>

Type of Fee	Amount	Due Date	Remarks
<u>Credit Card Processing Fee</u>	<u>A percentage of the transaction, which fee may vary and is currently estimated at 2% - 4% of the transaction.</u>	<u>As incurred</u>	<u>If you elect to pay any amount due to us or our affiliates via credit card, a convenience fee may be assessed. You will receive notice of any convenience fee before the transaction is processed.</u>
<del>Technology Subscription</del>	<del>If <u>      </u> elected <u>      </u> by Franchisee, the then current <u>      </u> month ly subscription charge for</del>	<del>To Our Affiliate monthly</del>	<del>A level of technology is included in your franchise fees, and you will have the option to subscribe to additional features. If you elect to subscribe to technology offered</del>

We currently require all fees payable to us to be paid through auto debit pursuant to the authorization attached to the Franchise Agreement.

The fees above may not be uniformly applied. No other fees or payments are to be paid to us or our Affiliate, nor do we impose or collect any other fees or payments for any other third party. All fees are generally non-refundable.

NOTES

<sup>1</sup>“Gross Revenue” means the aggregate of all revenue and receipts from sales conducted at, from, or through ~~The~~ the Franchised The Wellness Way Clinic (whether or not in compliance with this Agreement),

(including but not limited to chiropractic services, wellness services, other services, testing, gift cards, products and supplements), whether in cash, by check, credit card, debit card, digital currency, exchange, other credit transactions, or otherwise, but excluding (1) applicable sales taxes collected and paid to the appropriate taxing authority and (2) reduced by the amount of any documented refunds, credits, and discounts granted to customers in good faith. Gross Revenue includes gift certificates, gift cards, and similar program payments at the time the gift card or other instrument is purchased. Gross Revenue also includes all insurance proceeds you receive for the loss of business due to a casualty or similar event. Gross Revenue excludes the resale of products and/or commissions on Approved Non-Royalty Direct Marketing Products, as set forth in the Operations Manual, provided that those products are not sold or processed through the System Technology and point of sale system. If your actual Gross Revenues for any month are less than your Minimum Performance Requirement, you will pay Royalties in the amount of five percent (5%) of the Minimum Performance Requirement. You do not have a minimum performance requirement for the first year. Your performance requirements thereafter are set forth as monthly gross revenue requirements per year, measured from the first full month following your opening. The chart below sets forth the performance requirements:

CALENDAR YEAR	GROSS MONTHLY REVENUE
First Year	No Minimum Requirement
Second Year	\$20,000 per month
Third Year	\$35,000 per month
Fourth Year and thereafter	\$50,000 per month

<sup>2</sup> If you elect to participate in TWW's Marketing Services program, you will pay the actual costs of the third party marketing/advertising expenses, which will vary depending on the size of the Clinic, the market in which the Clinic is located, and the marketing plan selected. Some larger TWW clinics may spend \$50,000 per month on marketing. then-current monthly fee for the applicable service(s) you select. The charts below set forth the applicable fees for each service offered:

<u>Social Media Services</u>	
<u>Tier</u>	<u>Cost</u>
<u>Tier 1</u>	<u>\$350 per month</u>
<u>Tier 2</u>	<u>\$1,700 per month</u>
<u>Tier 3</u>	<u>\$2,500 per month</u>

<u>Advertising Services</u>	
<u>Tier</u>	<u>Cost</u>
<u>Tier 1</u>	<u>\$250 per month</u>
<u>Tier 2</u>	<u>\$400 per month</u>
<u>Tier 3</u>	<u>\$600 per month</u>

<u>Website Services</u>	
<u>Service</u>	<u>Cost</u>
<u>Website Creation</u>	<u>\$2,500 one time</u>
<u>Landing Page Creation</u>	<u>\$1,000 per page created</u>
<u>Website Management</u>	<u>\$250 per month</u>
<u>Additional Services</u>	<u>Upon request</u>

### AI-Generated Video Content Services

We reserve the right, but are not obligated, to offer franchisees access to AI-generated video content services developed and provided by us. These services are designed to support franchisee marketing and patient education efforts and may include customized video content featuring educational messaging, promotional materials, and

[branded communications for use across digital platforms.](#)

[Participation in these services is voluntary. If offered, the monthly cost is expected to range from approximately \\$1,000 to \\$5,000, depending on the scope, volume, and level of customization of the content provided.](#)

[We reserve the right to modify, expand, or discontinue these services at any time.](#)

<sup>3</sup> If you elect to purchase IT support services from TWW’s Affiliate, you will pay its then-current monthly fee which may change from time to time. The fee is payable in advance monthly based on the Gross Revenues (“GR”), number of workstations, and number of users the previous month as set forth in the chart below. A higher value than the allocation for the tier in any category (Gross Revenues, Workstations, or Users) will require moving to the next higher tier:

Monthly Base Support Service Fee		
Tier	Description	Fee
Tier 1	<ul style="list-style-type: none"> <li>GR \$ 0 - \$49,999</li> <li>Up to 3 Workstations</li> <li>Up to 4 users</li> </ul>	\$250.00 per month
Tier 2	<ul style="list-style-type: none"> <li>GR \$50,000 - \$99,999</li> <li>Up to 4 Workstations</li> <li>Up to 6 users</li> </ul>	\$300.00 per month
Tier 3	<ul style="list-style-type: none"> <li>GR \$100,000 - \$199,000</li> <li>Up to 6 Workstations</li> <li>Up to 8 users</li> </ul>	\$350.00 per month
<a href="#">Tier 4</a>	<ul style="list-style-type: none"> <li><a href="#">GR \$200,000 - \$299,999</a></li> <li><a href="#">Up to 8 Workstations</a></li> <li><a href="#">Up to 10 users</a></li> </ul>	<a href="#">\$400.00 per month</a>
<a href="#">Tier 4+</a>	<ul style="list-style-type: none"> <li><a href="#">GR \$300,000 and above</a></li> <li><a href="#">9 or more Workstations</a></li> <li><a href="#">11 or more users</a></li> </ul>	<a href="#">\$450.00 - \$600 per month</a>

Monthly Base Support Service Fee		
Tier	Description	Fee
<a href="#">Tier 4</a>	<ul style="list-style-type: none"> <li><del>GR \$200,000 - \$299,999</del></li> <li><del>Up to 8 Workstations</del></li> <li><del>Up to 10 users</del></li> </ul>	<del>\$400.00 per month plus \$75.00 per month if phone system support is elected</del>
<a href="#">Tier 5</a>	<ul style="list-style-type: none"> <li><del>GR \$300,000 and above</del></li> <li><del>9 or more Workstations</del></li> <li><del>11 or more users</del></li> </ul>	<del>\$475.00 per month plus \$75.00 per month if phone system support is elected</del>

[Optional phone support is an additional \\$50 - \\$100 per month. Optional tenant support is an additional \\$10 - \\$20 per month.](#)

<sup>4</sup> If you elect to purchase administrative services from TWW’s Affiliate, you will pay its ~~then-current~~[then-current](#)

current monthly fee which may change from time to time. The fee is payable in advance monthly based on the Gross Revenues of the previous month as set forth in the chart below: This fee varies greatly due to the size of the clinic and the range of services provided. DPCF Mgmt. offers comprehensive management, bookkeeping, and admin services tailored to the needs of each client, including employee hiring and onboarding, payroll processing, full-cycle administration, and ongoing compliance support. DPCF Mgmt. also offers daily bookkeeping activities such as downloading and categorizing transactions, recording deposits, entering invoices, managing accounts payable, paying bills, setting up and maintaining accounts, and handling a wide range of recurring and ad hoc financial tasks. Because the work is directly tied to the scope, complexity, and demands of each client’s operations, our fees are structured to scale accordingly—entities with larger teams, higher transaction volumes, and more complex operational needs require more time, oversight, and resources, and therefore incur higher service fees as the level of support increases. These factors are not exhaustive, and fees may also be influenced by other considerations, including but not limited to the nature of the services requested, the level of customization required, timing, and any additional operational or administrative demands necessary to support the client.

<b>CLINIC MONTHLY GROSS-REVENUE</b>	<b>MONTHLY PAYMENT TO DPCF-MGMT.</b>
\$0—\$49,999	\$750
\$50,000—\$74,999	\$1,000
\$75,000—\$99,999	\$1,250
\$100,000—\$149,999	\$1,500
\$150,000—\$199,999	\$2,000
\$200,000—\$299,999	\$3,000
\$300,000 and up	\$5,000

<sup>5</sup> Costs vary depending on factors, including prevailing auditor’s/auditor rates in your area, the business activity being audited and how well you keep your books and records. You pay our actual costs only. You should investigate these costs by contacting auditors in your area.

<sup>6</sup> Late fees begin from the date payment was due, but not received, or date of underpayment. The maximum interest rate in California is ten percent (10%) per annum.

<sup>7</sup> Costs vary depending on the availability of product samples for testing, shipping costs or travel costs to review the product, the type of product under review, whether the product or supplier has been rated and other similar factors. You pay our actual costs only.

<sup>8</sup> Costs vary depending on factors, including nature of the complaint, expertise needed and the time involved. You pay our actual costs, including any amounts paid to settle/satisfy a claim, along with attorneys’ fees & costs of

defense.

<sup>9</sup> You must attend our ongoing training programs. We may charge you an attendance fee for some ongoing training programs and may not charge for some ongoing training programs. The estimate in the chart is a range from \$0 to \$3,000, as we may not charge a fee for some ongoing training programs, and, if a fee is charged, the fee for a particular training program may vary. In addition to paying any fee charged, you must pay your costs to attend. Costs vary depending on the number of people attending, how far you travel and the type of accommodations you choose. You should investigate these costs. For further reference, review the estimated costs to attend our initial training program included in ITEM 7.

**ITEM 7. ESTIMATED INITIAL INVESTMENT**

**YOUR ESTIMATED INITIAL INVESTMENT**

Type of Expenditure	Amount	Method of Payment	When Due	To Whom Payment Is To Be Made
Initial Franchise Fee <sup>1</sup>	\$15,000	Cashier's Check or ACH	At Signing of Franchise Agreement	Us
Real Estate <sup>2</sup>	\$2,500 - \$10,000	As Arranged	Before Beginning Operations	Lessor
Utility Deposits <sup>3</sup>	\$1,500 - \$3,500	As Arranged	Before Beginning Operations	Utilities
Leasehold Improvements <sup>4</sup>	\$5,000 - \$50,400	As Arranged	Before Beginning Operations	Contractor, Suppliers
Insurance <sup>5</sup>	\$2,000 - \$3,500	As Arranged	Before Beginning Operations	Insurance Companies
Furniture, Equipment, Computers, and Supplies <sup>6</sup>	\$20,450 - \$89,400	As Arranged	Before Beginning Operations	Suppliers, including our Affiliate
Costs of Attending Initial Training <sup>7</sup>	\$2,500 - \$5,000	As Arranged	Before Beginning Operations	Airlines, Hotels & Restaurants
Signage <sup>8</sup>	\$5,000 - \$9,000	As Arranged	Before Beginning Operations	Approved Suppliers

Type of Expenditure	Amount	Method of Payment	When Due	To Whom Payment Is To Be Made
Initial Inventory and Start-Up Package <sup>9</sup>	\$7,700 - \$20,000 -	Credit Card or ACH	Before Beginning Operations	Our Affiliate
Opening Marketing <sup>10</sup>	\$2,000 - \$10,000 -	As Arranged	First 3 Months of Operation	Marketing Suppliers
Licenses & Permits <sup>11</sup>	\$750 - \$3,500 -	As Arranged	Before Beginning Operations	Licensing Authorities
Legal & Accounting <sup>12</sup>	\$3,000 - \$6,500 -	As Arranged	Before Beginning Operations	Attorney, Accountant
<u>Administrative Services<sup>13</sup></u>	<u>\$0 - \$20,000</u>	<u>Credit Card or ACH</u>	<u>Monthly</u>	<u>Our Affiliate</u>
<u>IT Support Services<sup>14</sup></u>	<u>\$0 - \$600</u>	<u>Credit Card or ACH</u>	<u>Monthly</u>	<u>Our Affiliate</u>
<u>Marketing Services<sup>15</sup></u>	<u>\$0 - \$11,800</u>	<u>Credit Card or ACH</u>	<u>Monthly; at signing for certain website services</u>	<u>Us</u>
<u>Additional Funds<sup>16</sup> (3 months)</u>	<u>\$10,000 - \$20,000</u>	<u>As Arranged</u>	<u>As Necessary</u>	<u>Employees, Utilities, Lessor, Suppliers</u>
<b><u>TOTAL</u></b>	<b><u>\$77,400 - \$278,200</u></b>			

Type of Expenditure	Amount	Method of Payment	When Due	To Whom Payment Is To Be Made
Administrative Services <sup>13</sup>	\$0 - <u>\$1,520.00</u> 0	Credit Card or ACH	Monthly	Our Affiliate
IT Support Services <sup>14</sup>	\$0 - \$600	Credit Card or ACH	Monthly	Our Affiliate
Marketing Services <sup>15</sup>	\$0 - <u>\$11,800.20</u>	Credit Card or ACH	Monthly; at signing for certain website services	Us
Additional Funds <sup>16</sup> (3 months)	\$10,000 - \$20,000	As Arranged	As Necessary	Employees, Utilities, Lessor,

				Suppliers
<b>TOTAL</b>	<b>\$77,400 -</b> <b>\$247,900</b>			

**NOTES**

<sup>1</sup> Franchise Fee. The franchise fee and its refund policy are described in greater detail in ITEM 5. We do not finance any fee. [\(California and South Dakota residents please see addendum\)](#)

<sup>2</sup> Real Estate. You must operate your franchised business from an approved location. The low estimate is based on the assumption that you are not required to submit a security deposit. The high estimate is based on the assumption that you will lease a unit and will pay one ~~months'~~ month's rent and a security deposit equal to ~~one~~ month's rent to lease the unit. It is difficult to estimate lease acquisition costs because of the wide variation in these costs between various locations. Lease costs will vary based upon square footage and cost per square foot. Your approved location ~~will be approximately 1,200 to 1,500~~ must be a minimum of 800 square feet and may be located in a variety of locations including strip centers, medical centers, and office complexes. Some lessors may refund the security deposit if you cancel the lease before you occupy the premises. Estimated rental costs for 3 months are included with the category "Additional Funds," (see Note 17 below).

<sup>3</sup> Utility Deposits. If you are a new customer of your local utilities, you will generally have to pay deposits to obtain services, including electric, telephone, gas and water. The amount of the deposit and whether the deposit is refundable will vary depending on the local utilities. You should contact your local utilities for more information.

<sup>4</sup> Leasehold Improvements. You must build out your location pursuant to our plans and specifications. The low estimate assumes you will be making minimum improvements to an existing clinic or have tenant buildout funds from the landlord, and the high estimate allows for buildout from a white box. The cost of the leasehold improvements will vary depending on factors, including the size, condition and location of the facility, local wage rates and the cost of materials. The amounts you pay for leasehold improvements are typically non-refundable. You should inquire about the refund policy of the contractor at or before the time of hiring.

<sup>5</sup> Insurance. You must purchase the insurance we specify from time to time (See Item 8 for current specifications).

<sup>6</sup> Office Equipment and Supplies. You must purchase chiropractic and professional equipment, general office furniture, supplies, computers, including stationery, business cards and typical office equipment. The low estimate assumes you have elected a lease or financing arrangement for some equipment.

and that you have one doctor, while the high estimate assumes you have paid in full for the equipment and that you have 3 doctors. The estimates include the ~~\$3,500~~2,600 payable to our Affiliate for equipment needed to operate the system technology as disclosed in Item 5.

<sup>7</sup> Costs of Attending Initial Training. The fee for initial training for the Designees: Managing Owner, Managing Chiropractor, Office Manager, and Marketing Coordinator and such other owners and staff persons designated by Franchisee and who attend training at the same time as the Designees (one or two total in-person initial training sessions) is included in the franchise fee, but you will incur additional costs for any additional training or ongoing training. For any training program, you are responsible for transportation and expenses for meals and lodging while attending training. The total cost will vary depending on the number of people attending, how far you travel and the type of accommodations you choose. In addition, each person who will work in your ~~franchised~~Franchised The Wellness Way Clinic must complete HIPPA Privacy Compliance Training and obtain a certification from an approved ~~third party~~third-party provider. We currently estimate that you will incur fees of \$30 per person for the HIPPA training, and the cost for up to 4 persons is included in this estimate. All of these expenses are typically non-refundable. Before making airline ticket, hotel, rental car or other reservations, you should inquire about the refund policy in the event you need to cancel any reservation.

<sup>8</sup> Signage. You must install signage according to our specifications. The signage requirements and costs for a commercial office will vary based upon the local market for signage and landlord requirements. The amounts you pay for signage are typically non-refundable. You should inquire about the return and refund policy of the suppliers at or before the time of purchase.

<sup>9</sup> Initial Inventory Start-Up Package. You must purchase an initial package of nutritional supplement inventory and other start-up supplies from our affiliate WWE. Your cost will vary depending on the size of your Clinic.

<sup>10</sup> Opening Marketing. You must spend ~~a minimum~~the minimum amount that we specify on grand opening marketing during the first 3 months of operation, which will not be less than \$2,000. We determine the minimum based on our assessment of your marketing costs in your area and the time of year that you are opening. You may choose to spend more than the amount we specify for grand opening marketing. See ITEM 11. Factors that may affect the actual amount you spend include the type of media used, the size of the area you advertise to, local media cost, location of the ~~franchised~~Franchised The Wellness Way Clinic, time of year and customer demographics in the surrounding area. The amounts you spend ~~for~~on grand opening marketing are typically non-refundable. You should inquire about the return and refund policy of the suppliers at or before the time of purchasing. You may elect to incur higher opening marketing than the estimate. Some larger TWW clinics may spend \$50,000 per month on marketing.

<sup>11</sup> Licenses & Permits. State and local government agencies typically charge fees for occupancy permits, operating licenses, and permits to make improvements to your office. The low estimate represents the costs of standard occupancy permits and operating licenses. The high estimate represents the costs of standard occupancy permits and operating licenses, costs for building permits. Your actual costs may vary from the estimates based on the requirements of state and local government agencies. These fees are typically non-refundable. You should inquire about the cancellation and refund policy of the agencies at or before the time of payment. This estimate assumes that you already have a licensed chiropractor who will manage your Clinic and does not include the costs of the education, testing, and licensing required by the Chiropractic or Medical Licensing Board in your state.

<sup>12</sup> Legal & Accounting. You will need to employ an attorney, an accountant and other consultants to assist you in establishing your ~~franchised~~Franchised The Wellness Way Clinic. These fees may vary from location to location depending on the prevailing rates of local attorneys, accountants and consultants. In addition, you are required to have your QuickBooks accounting files and standard chart of accounts set-up and maintained in accordance with our system standards. The cost for QuickBooks accounting software is included in computer costs included in the estimate for Furniture, Equipment, Computers & Supplies. Accounting and

legal fees are typically non-refundable. You should inquire about the refund policy of the attorney, accountant or consultant at or before the time of hiring.

<sup>13</sup> Administrative Services. Franchisees are offered ~~an~~the option to contract with our affiliate, DPCF Management LLC, to acquire administrative services. If a franchisee contracts with DPCF Management LLC for pre-opening administrative services, the Franchisee will pay between \$0 and \$20,000 per month, depending on the scope of services we are contracted to provide. \$750 per month. We estimate that franchisees contracting with DPCF Management LLC for pre-opening administrative services will incur 1-2 months of payments before opening (\$750-\$1,500). This fee varies greatly due to the size of the clinic and the range of services provided. DPCF Mgmt. offers comprehensive management, bookkeeping, and admin services tailored to the needs of each client, including employee hiring and onboarding, payroll processing, full-cycle administration, and ongoing compliance support. DPCF Mgmt. also offers daily bookkeeping activities such as downloading and categorizing transactions, recording deposits, entering invoices, managing accounts payable, paying bills, setting up and maintaining accounts, and handling a wide range of recurring and ad hoc financial tasks. Because the work is directly tied to the scope, complexity, and demands of each client's operations, our fees are structured to scale accordingly—entities with larger teams, higher transaction volumes, and more complex operational needs require more time, oversight, and resources, and therefore incur higher service fees as the level of support increases. These factors are not exhaustive, and fees may also be influenced by other considerations, including, but not limited to the nature of the services requested, the level of customization required, timing, and any additional operational or administrative demands necessary to support the client.

<sup>14</sup> IT Support Services. Franchisees are offered ~~an~~the option to contract with our affiliate, NEO IT Managed Services LLC (NIMS"), to acquire IT support services. If a franchisee contracts with NIMS for pre-opening IT support services, the Franchisee will pay \$250 - \$300 per month. We estimate that franchisees contracting with NIMS for pre-opening IT support services will incur 1-2 months of payments before opening (~~\$250-500~~ - \$600).

<sup>15</sup> Marketing Services. Franchisees are offered ~~an~~the option to contract with us to acquire marketing, advertising, and /or website services. If a franchisee contracts with us for pre-opening marketing services, the franchisee will pay \$3,100 to \$9,300 for the first three months of services, and an additional one-time fee of \$2,500 for website creation. We estimate that franchisees contracting with us for pre-opening marketing services will incur 1-2 months of payment before opening.

<sup>16</sup> Additional Funds. We recommend that you have a minimum amount of money available to cover operating expenses, including rent, utilities and employees' salaries, for the first 3 months that the ~~franchised~~Franchised The Wellness Way Clinic is open. We cannot guarantee that our recommendation will be sufficient. Additional working capital may be required if income is low or operating costs are high. These expenses are typically non-refundable. In determining the estimate for additional funds, we relied on our affiliates' industry knowledge and experience in starting and operating clinics similar to the franchised business being offered.

We do not offer direct or indirect financing to you for any items.

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

The consistency of the "The Wellness Way" brand and of the products and services it offers to consumers is an essential component of the franchise system. Accordingly, you must purchase all items bearing the Marks and all supplies, products, nutritional supplements, laboratory testing, supplements, software, services, tools, computers, furniture, fixtures, and chiropractic and diagnostic equipment (together "goods and services") used in the development and operation of the franchised business from Us or from an approved supplier, pursuant to our specifications set forth in the Confidential Operations Manual ("Operations Manual"), as it may be changed from time to time.

We have developed and may develop from time-to-time various standards and specifications for various goods and services, including without limitation products, supplements, equipment, signage, computers, and testing. These specifications include standards and specifications for ~~the appearance~~appearance, quality, price, performance, and functionality. These standards and specifications are based on our Affiliates' experience in operating a business of the type we are franchising and on research and testing in our Affiliates' clinics and in certain franchise clinics. We

may communicate our standards and specifications directly to suppliers who wish to supply you with goods or services pursuant to our specifications. We communicate our standards and specifications to you when we evaluate your proposed location for the franchised business, during training, before you conduct your grand opening advertising, during on-site opening assistance, during periodic visits to your franchise location, and through the Operations Manual (including periodic bulletins). We will periodically issue new standards and specifications (if any) and new approved suppliers (if any) through written notices.

We have and will continue to periodically approve specifications, suppliers and/or distributors for the goods and services used in the development and/or operation of the franchised business, which may include us or our affiliates, that meet our standards and requirements, including standards and requirements relating to product quality, prices, consistency, reliability, financial capability, labor relations and customer relations. We may approve a single distributor or other supplier (collectively “supplier”), for any goods or services and may approve a supplier only as to certain goods or services. If we designate one or more exclusive suppliers for a particular good or service, you may not utilize an alternative supplier. If we have

designated a preferred supplier, you must obtain our consent to use an alternate supplier. We may concentrate purchases with one or more suppliers to obtain lower prices or better advertising support or services for any group of The Wellness Way clinics franchised or operated by us. You acknowledge that we and/or our affiliates may derive revenue from the products and services offered to you.

### **Specific Obligations**

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

A. Real Estate. Your business location is subject to our approval and must meet our specifications. You must use reasonable efforts to have your landlord sign our form of Rider to Lease Agreement (attached to the Franchise Agreement as Exhibit 11).

~~B. Insurance~~. You must purchase the insurance we specify from time to time. Our current requirements are:

B.

- a. workers' compensation insurance and employer liability coverage with a minimum of \$100,000 for each accident and \$100,000 for each disease or such higher limit as your state law requires;
- b. comprehensive general liability insurance with a minimum liability coverage of \$1,000,000 per occurrence and \$2,000,000 in the aggregate, plus a \$5,000,000 umbrella policy, or higher if your state law requires (this policy must include coverage for advertising injury and contractual indemnity);
- c. owned and non-owned automobile liability insurance of at least \$1,000,000;
- d. cyber security/data breach insurance of \$1,000,000 per occurrence and \$1,000,000 in the aggregate;
- e. employment liability insurance of \$1,000,000 per occurrence and \$2,000,000 in the aggregate;
- f. such insurance as is necessary to provide coverage under the indemnity provisions set forth in Section 23; PLUS

In addition, the franchisee must ensure that every chiropractor or other licensed professional providing patient care at or through the Franchised The Wellness Way Clinic maintains professional liability / medical malpractice insurance of at least \$1,000,000 per occurrence and \$3,000,000 in the aggregate.

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

D. Products, inventory and equipment. You must purchase required items from our approved vendors and according to our standards and specifications as prescribed. See our Operations Manual for details. Some state corporate practice of medicine laws restrict layperson-franchisees from determining the medical equipment and supplies to be used in the operation of the franchised business. Nothing in our Franchise Agreement, Operations Manual, or specifications will restrict the Designated Managing Chiropractor from exercising independent professional judgment in determining the medical equipment and supplies to be used.

## ~~Us or Our~~ Us, Our Affiliates, and Owners ~~As~~ Suppliers

Currently, we offer marketing, advertising, and website services as an option for franchisees. If you choose to have us provide these services, you must enter into the Marketing Services Agreement attached to the Franchise Agreement as **Exhibit 15**.

Currently, our Affiliate, NEO Innovations, LLC (“NEO”) is the exclusive supplier of The Wellness Way System Technology and of certain equipment needed to operate the system technology (see Item 5 for details). NEO is also the exclusive supplier of certain optional add-on technology features.

Currently, our Affiliate, NEO IT Managed Services, LLC (“NIMS”) is the exclusive supplier of optional IT support services. Franchisees who do not elect to receive IT support services will need to provide annual security testing to ensure HIPAA compliance (see Item 11 for details). If you do not elect to use NIMS for IT support services, you must maintain a level of IT standards established by us as set forth in our ~~Operations m~~Manual, and pay for compliance testing. Even if you do not use NIMS for IT support services, you must enter into the IT Managed Services Master Product and Services Agreement with NIMS attached to the Franchise Agreement as **Exhibit 14** to receive your email and Outlook services.

Our affiliate, Wellness Way Enterprises LLC (“WWE”), is currently an approved supplier of nutritional supplements, of items bearing The Wellness Way marks, of educational materials, of marketing materials, and of marketing services and is an exclusive supplier of certain of these items. WWE is also an approved supplier of vibration plates. You must enter into the Supplier Agreement with WWE attached to the Franchise Agreement as **Exhibit 10**.

Our affiliate, DPCF Management, LLC is an approved supplier of administrative services (e.g. payroll & bookkeeping). If you elect to have DPCF Management provide these services to you, you will enter into the Administrative Services Consulting Agreement attached to the Franchise Agreement as **Exhibit 12**. We retain the right to designate The Wellness Way Franchise LLC, WWE, DPCF Management, or another affiliate of us as a designated supplier of other products or services, to charge a fee for products or services offered, and to earn a profit on those products or services.

One or more of our owners has an ownership interest in an approved supplier that offers insurance products to franchisees. You are not required to purchase insurance from this supplier and may obtain insurance from other suppliers that meet our minimum specifications.

You acknowledge that we and our affiliates will derive revenue from the products and services we/they offer to you. We do not provide material benefits to franchisees based on a franchisee’s purchase of particular products or services or use of particular approved suppliers. None of our officers currently ~~has~~have an ownership interest in any approved supplier other than us and our affiliates identified in Item 1.

## **Designated Third-Party Suppliers.**

We have designated suppliers of certain inventory, products, and equipment. We have designated exclusive suppliers for Xray marking software and network & security components licenses. We currently have designated both exclusive and preferred suppliers for nutritional supplements, testing, and clinic equipment. We have also designated preferred suppliers of credit processing equipment and services and office supplies. We reserve the right to designate exclusive suppliers and preferred suppliers for other goods or services in the future. If we designate one or more exclusive suppliers for a particular good or service, you may not utilize an alternative supplier. If we have designated a preferred supplier, you must obtain our consent to use an alternate supplier.

## **New Products and Services, Review Criteria**

If you would like to use any goods or services in establishing and operating the ~~franchised~~-Franchised The Wellness Way Clinic that we have not approved, you must first send us sufficient information, specifications and samples for us to determine whether the goods or services comply with our standards and specifications or the supplier meets our approved supplier criteria. We do not permit franchisees to work with alternative suppliers who meet our

criteria unless we have evaluated and approved the alternative supplier. We have the right to inspect the proposed supplier's facilities and to require product samples and testing. You must pay our expenses to evaluate goods, services or suppliers. We will decide within a reasonable time (usually 30 days) after receiving the required information whether you may purchase or lease the goods or services or whether the supplier is approved. Our criteria for approving or revoking approval of suppliers includes: the supplier's ability to provide sufficient quantity of goods; quality and reliability of goods or services at competitive prices; production and delivery capability; dependability and general reputation; system uniformity; and impact on other supplier agreements. We are not required to

approve any proposed supplier and we may disapprove a proposed supplier who does not meet our requirements. We may also disapprove a proposed supplier if the purchase would violate a contract with an existing supplier.

Periodically, we may review our approval of any goods, services or suppliers. We will notify you if we revoke our approval of goods, services or suppliers, and you must immediately stop purchasing disapproved goods or services, or must immediately stop purchasing from a disapproved supplier. Additionally, we may negotiate pricing arrangements, including volume discounts, on behalf of our franchisees with our suppliers. Volume discounts may not be available to franchisees located in outlying markets that a particular supplier does not serve in significant volume.

### Cooperatives

We do not currently have any purchasing or distribution cooperatives. We reserve the right to establish both voluntary participation and mandatory participation in purchasing or distribution cooperatives in the future.

### Our Revenue

In 2025~~4~~, our total revenue was ~~\$2,261,6772,120,407.43~~, and \$0 or 0% of our total revenue was derived from required purchases or leases of products or services acquired by franchisees. In 2025~~4~~, ~~the total revenue of our affiliate Wellness Way Enterprises LLC was \$13,323,368.63 and received revenue of \$10,246,789.522,789,473 or 21% of WWE's revenue was derived~~ from required purchases or leases of products or services acquired by franchisees. In 2025~~4~~, our affiliate DPCF Management LLC ~~had revenue of \$322,500 received \$0 from optional required purchases or leases of products or services acquired by franchisees of administrative services.~~ In 2025, our affiliate NEO IT Managed Services, LLC received a total of \$94,278.32 in revenue for required purchases by franchisees. In 2025, our affiliate NEO Innovations, LLC received a total of \$10,493.60 in revenue from required purchases or leases of products or services acquired by franchisees.

### Rebates

We and our affiliates currently receive rebates or other compensation from certain suppliers of equipment, supplies, and merchant services, based on purchases made by franchisees, and we reserve the right to receive compensation from suppliers in the future. We ~~currently~~ anticipate receiving the following rebates:

Supplier	Rebate as a percentage of franchisee purchases
Signage and Printing supplier	10%
Signage supplier	4%
<a href="#">Equipment supplier</a>	<a href="#">5% on clinic sales and purchases</a>
Supplement & Equipment supplier	3%
Supplement supplier	3%
Air purification equipment supplier	5%
Copier equipment leasing supplier	1.2 – 3.2%
X-ray Imaging Supplier	1.5% X-Ray, 1% Services, 0.5% Supplies
Chiropractic & Examination table supplier	8-10%
Office furniture supplier	10%
Paint supplier	5%
Sauna supplier	5-10%
Sauna supplier	8%
<a href="#">Electromagnetic resolution equipment supplier</a>	<a href="#">10%</a>

Snack supplier	5%
Feminine product supplier	10%
Hormone Testing supplier	7%

In 2025~~4~~, we did not receive any rebates or other compensation from suppliers. In 2025~~4~~, our affiliate WWE received the following identified amounts from vendors of equipment and supplies based on optional purchases by franchisees:

Signage and Printing supplier	<del>\$1,655,901</del> 1,370.69
Supplement & Equipment supplier	<del>\$94,181</del> 16,444.78
X-ray Imaging Supplier	<del>\$5,598,722</del> 505.69
Chiropractic & Examination table supplier	<del>\$720,002</del> 967.93
<del>Electromagnetic resolution equipment supplier</del>	\$326.12
Sauna supplier	<del>\$714,324</del> 729.70
Merchant processing supplier	<del>\$7,128,146</del> 743.90
Hormone Testing supplier	<del>\$104,038</del> 2086.329.25

Some vendors and suppliers who may provide services to The Wellness Way franchisees may pay a sponsorship fee in order to present information at conferences sponsored by The Wellness Way. We do not provide any material benefits to franchisees based upon a franchisee's purchase of particular products and/or services or the use of particular suppliers.

We estimate that approximately 80% to 90% of your expenditures for leases and purchases in establishing your ~~franchised~~-Franchised The Wellness Way Clinic will be for goods and services that must be purchased from us, our Affiliate or an approved supplier or according to our standards and specifications. We estimate that approximately 20% to 30% of your expenditures on an ongoing basis will be for goods and services that must be purchased from either us, or our Affiliate, or an approved supplier or according to our standards and specifications.

## **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.**

	<b>Obligation</b>	<b>Section in the Franchise Agreement</b>	<b>Disclosure Document ITEM</b>
a.	Site selection and acquisition/lease	Section 6	ITEMS 11 & 12
b.	Pre-opening purchases/leases	Sections 6, 9, and 15	ITEMS 7 & 8
c.	Site development and other pre-opening requirements	Sections 6, 9, and 15	ITEMS 7, 8 & 11
d.	Initial and ongoing training	Section 9	ITEMS 6, 7 & 11
e.	Opening	Sections 6, 9	ITEM 11

f.	Fees	Sections <del>f, 4</del> , 9, 13, 17, 18, 19, 20, 23, and 24 ; Section 8 of the Consulting Agreement	ITEMS 5, 6 & 7
g.	Compliance with standards and policies/Confidential Operations Manual	Sections 10, f, 12, 13, and 15	ITEMS 8, 14 & 16
h.	Trademarks and proprietary information	Sections 7, 8 and f	ITEMS 13 & 14
i.	Restrictions on products/services offered	Sections 7 and 15	ITEMS 8 & 16
j.	Warranty and customer service requirements	Section 15	ITEM 16
k.	Territorial development and sales quotas	Not Applicable	Not Applicable
l.	Ongoing product/service purchases	Section 15	ITEMS 8 & 11
m.	Maintenance, appearance and remodeling requirements	Sections 6, 12 and 15	ITEM 6
n.	Insurance	Section 17	ITEMS 6, 7 & 8
o.	Advertising	Section 13	ITEMS 6, 7 & 11
p.	Indemnification	Section 22 23	ITEM 6
q.	Owner's participation/management/ staffing	Section 15	ITEM 15
r.	Records and reports	Section 14	ITEM 11
s.	Inspections and audits	Sections 7 and 14	ITEMS 6, 11 & 13
t.	Transfer	Section 20 and Exhibits 1 and 5	ITEMS 6 & 17
u.	Renewal	Section 5 and Exhibits 1 and 5	ITEM 17
v.	Post-termination obligations	Section 19 and Exhibits 2 and 5	ITEM 17
w.	Non-competition covenants	Sections 8 and 19 and Exhibits 2 and 5	ITEM 17
x.	Dispute resolution	Section 25 and Exhibit 5	ITEM 17
y.	Owner/Shareholder/Spousal Guarantee	Section 24.5, Exhibit 3	ITEM 15

**ITEM 10. FINANCING**

We do not offer direct or indirect financing. We do not guarantee your lease or other obligations.

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

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

Before you open your ~~franchised~~ Franchised The Wellness Way Clinic, we will:

A. *Your site.* We will provide you with our site selection criteria and will review and advise you regarding potential locations that you submit to us. You are responsible for locating the proposed site for your The Wellness Way Clinic, and you must submit your selection to us for approval. We will review your proposal and communicate acceptance or denial within a reasonable time after receipt of all information

requested (usually 1-2 business days). In determining whether to approve your site we will consider a variety of legal, construction, economic, and demographic factors including but not limited to: willingness of landlord to consent to our required lease terms and execute the lease rider, the square footage of the proposed premises (must be a minimum of ~~1,500~~800 square feet), feasibility of building out premises to meet our requirements, demographics, neighboring businesses, traffic counts, signage and visibility, parking, accessibility for disabled persons, and electrical service/wiring. If you and we cannot agree on an Approved Location, you will be required to locate an alternative site and resubmit a request for approval. If we are not able to agree on an Approved Location within the time frame for Opening, the franchise agreement may be terminated without refund. We do not typically own the premises leased to franchisees. We are not obligated to further assist you in locating a site or negotiating the purchase or lease of the site.

- (i) We generally do not own your premises.
- (ii) If your site is not already known and approved by us when you sign your franchise agreement, then we and you will specify in your franchise agreement the area in which you must select a site (Franchise Agreement, Summary Page). We do not select your site. Your site is subject to our approval. To obtain our approval, you must provide all information and documents about the site that we require.

~~B.~~ *Constructing, remodeling, or decorating the premises.* We will provide you with our standard building specifications and/or standard recommended floor plans, and our specifications for required décor. (Section 5.4) You must construct and decorate the premises according to our specifications and must obtain our approval of your completed construction and décor before opening your franchised business. We are not obligated to assist you in conforming the premises of your site to local ordinances and building codes and obtaining any required permits. This will be your responsibility.

B.

C. *Hiring and training employees.* We will provide you with our suggested guidelines for hiring employees and some factors to consider in determining staffing levels for your franchised business, operational instructions in the Manual which you can use as part of training new employees, and our initial training program described below. You will determine the staffing levels for your franchised business and will be responsible for training your staff. All hiring decisions and conditions of employment are your sole responsibility.

D. *Necessary equipment, signs, fixtures, opening inventory, and supplies.* We will provide you a list of our specifications and approved suppliers for equipment, signs, fixtures, opening inventory, and supplies necessary to open your business. You will purchase an initial order of supplements and other items from our affiliate, who will deliver those items to you. Otherwise, you will coordinate with approved suppliers for delivery and installation of all other equipment, signs, fixtures, opening inventory, and supplies. We do not deliver any items other than the initial inventory, and we do not install any items.

E. *Operations Manual.* We will loan you a copy of our Operations Manual. The approximate total number of pages in the written portion of the Confidential Operations Manual as of the date of this Disclosure Document is ~~428~~174. The Table of Contents of the Confidential Operations Manual, along with number of pages devoted to each section, is included as **Exhibit D** to this Disclosure Document. (Section 11.1)

F. *Initial Training Program.* We will provide you with our initial training program. (Section 9.1) The current initial training program is described below.

After the opening of the ~~franchised~~ Franchised The Wellness Way Clinic and while you are in compliance with your obligations under the Franchise Agreement:

A. *Developing products or services you will offer to your customers.* Although it is our intent and practice to refine and develop products or services that you will offer to your customers, the franchise agreement does not obligate us to do so. We will provide you with a list of approved suppliers for testing, supplements, and other inventory and periodic purchases.

B. *Hiring and training employees.* We will provide you with our suggested guidelines for hiring employees and some factors to consider in determining staffing levels for your franchised business, and operational instructions in the Manual which you can use as part of training new employees. You will determine the staffing levels for your The Wellness Way Clinic and will be responsible for training your staff. All hiring decisions and conditions of employment are your sole responsibility.

C. *Improving and developing your business; resolving operating problems you encounter.* We will make available to you operations assistance and ongoing training as we think necessary. (Section 9.4) Ongoing training programs are described later in this ITEM and in ITEM 6. (See also ITEM 9.d.) We may periodically advise you and offer general guidance to you by telephone, video conference, e-mail, intranet, newsletters and other methods. Our guidance is based on our and our Affiliates' knowledge and experience. We may offer you advice and guidance on a variety of business matters, including operational methods, clinical coaching, accounting procedures, authorized products or services and marketing and sales strategies. (Section 16.1)

If you request, we will provide advice to you (by telephone or electronic communication) regarding improving and developing your business, and resolving operating problems you encounter, to the extent we deem reasonable. If we provide in-person support in response to your request, we may charge a fee plus any out-of-pocket expenses (such as travel, lodging, and meals for our employees).

providing onsite support).

We have the right, at our discretion, to conduct in-person, virtual, and/or third-party inspections of your franchised business. We may make periodic visits to the ~~franchised-Franchised~~ The Wellness Way ~~elinie Clinic~~ to provide you with consultation, assistance and guidance in various aspects of the operation and management of the ~~franchised-Franchised~~ The Wellness Way Clinic. We have independent access to your clinic records to monitor compliance with our System standards. We may prepare written reports suggesting changes or improvements in the operations of the ~~franchised-Franchised~~ The Wellness Way Clinic and detailing deficiencies that become evident as a result of a visit. If we prepare a report, we may provide you with a copy. (Section 16.2)

We may periodically update and make modifications to the Confidential Operations Manual and will provide these modifications to you as they become available. (Section 11.2) The Confidential Operations Manual is described in ITEM 14. (See also ITEM 9.g.)

D. *Establishing prices.* Upon your request, we will provide recommended prices for products and services. We have the right to determine certain prices charged by our franchisees for goods and services, but we do not determine the prices you will charge for chiropractic services, and we will otherwise exercise our rights to set pricing only to the extent permitted by applicable law.

E. *Establishing and using administrative, bookkeeping, accounting, and inventory control procedures.* We will provide you our standard chart of accounts and our recommended procedures for administration, bookkeeping, accounting, and inventory control. We may make any such procedures part of required (and not merely recommended) procedures for our system. You must maintain books and records according to our standard chart of accounts and provide us with such reporting as we request from time to time. We will also provide access to our The Wellness Way System Software (or such other software or technology which may be later developed). Some features of The Wellness Way System Software will be provided to you without additional cost, and you may elect to subscribe to other features.

F. *Global Marketing Fund.* We will administer the Global Marketing Fund (Section 5.5). We will prepare an unaudited annual financial statement of the Global Marketing Fund within 120 days of the close of our fiscal year and will provide the financial statement to you upon request.

G. *Website.* We will maintain a website for The Wellness Way brand. If we include your business information and telephone number or provide you with a webpage on the franchise system website, you must (i) provide us the information and materials we request to develop, update and modify the webpage; (ii) notify us whenever any information on the webpage is not accurate; and (iii) if we give you the right to modify your webpage, notify us whenever you change the context of your webpage. We may also establish or authorize a third party to establish an email system in which you are required to participate. You must execute any agreements required by us or the ~~third-party~~third-party provider and pay the provider any fees required to participate in the email system. We will maintain the franchise system website. We periodically may update and modify the franchise system website (including any webpage for your location), and we have final approval rights over all information on the franchise system website (including any webpage for your location). We are not contractually obligated to include your information on the System website and reserve the right to remove your webpage/information. You may not develop, maintain or authorize any other webpage, internet site or social networking site, including but not limited to Facebook, Instagram, X, and Tik Tok, (the "Platform") that mentions or describes you, your Franchised The Wellness Way Clinic, or the services provided through your clinic or which displays any of the Marks without our prior written permission. You may request our consent to establish a Platform using the Marks by using the form attached to the Franchise Agreement as **Exhibit 9**. In the event we authorize you to use the Marks in a Platform, we will establish the Platform page, and you agree that we will have administrative access to such Platform and agree to provide us with all access, login and password d

G. information for such Platform. As set forth in **Exhibit 9**, our approval of a Franchisee's use of a social media platform contemplates you administering/posting on the platform with us only exercising our rights when we deem necessary. We have no obligation to agree to your use of the Marks in any online media or platform and may revoke any approval previously granted.

H. *Advertising and Promotion.* We will administer the Global Marketing Fund (as described below) but do not otherwise have an obligation to conduct marketing on behalf of the franchise system. We will evaluate and may approve forms of marketing materials you may use for local marketing, social media, SEO, Adwords, and online marketing. (Section 13.1) You are restricted from establishing a presence on, or marketing on the Internet without our consent. Our marketing programs are described later in this ITEM. (See also ITEM 9.o.).

### **Local Marketing Requirement**

You are required to contribute to the marketing of your The Wellness Way Clinic in your local market area, but the amount you will spend is determined by you in your reasonable business judgment. Your Local Marketing is separate from amounts you will contribute to the Global Marketing Fund. You may only use marketing that has been approved by Us. We have the right, by providing written notice to you, to require you to spend all or a portion of your Local Marketing with approved suppliers. We reserve the right to collect such amounts directly from you via EFT to pay such required suppliers. If we request information from you regarding your local marketing, you must provide us (in a form we approve or designate) evidence of your required local marketing expenditures within thirty (30) days following our request for the period specified in the request. We may require, upon written notice to you, that you submit to us a ~~12-month~~12-month plan outlining your proposed local marketing for a specified ~~twelve~~12-month period.

### **Advertising Cooperatives**

The Wellness Way does not currently have formal advertising cooperatives, but franchisees in neighboring territories may choose to form marketing cooperatives when they deem it beneficial to do so. Additionally, we may require you to join and participate in any Marketing Cooperative encompassing the territory in which your ~~franchised~~Franchised The Wellness Way Clinic is operated. We reserve the right to form, change, dissolve, or merge, Marketing Cooperatives.

### **The Global Marketing Fund**

The Wellness Way has implemented a Global Marketing Fund wherein franchisees are required to contribute 1% of their Gross Revenue to the Global Marketing Fund. (Section 4.3). Franchisor and Affiliate owned outlets operating The Wellness Way Clinics will contribute to the Global Marketing Fund at the same rate as franchisees. The Wellness Way is not required to spend any Global Marketing Funds in any franchise territory. Existing franchisees may have varying rates of participation based on their franchise agreements. The Wellness Way reserves the right to include caps or limits on contributions to the Marketing Fund. In addition to the Global Marketing Fund Contributions, you must also spend an amount determined by you in your reasonable business judgment on local marketing each month. (Section 13)

We will administer the Global Marketing Fund as follows:

(a) We will control the creative concepts and the materials and media to be used, and we will determine the placement and allocation of advertisements and marketing resources. We may use any media or venue for advertisements and promotions including without limitation print, television, radio, internet or other media;

~~(b)~~—We may use your contributions to meet or reimburse us for any cost of producing, maintaining, administering and directing consumer marketing (including the cost of preparing\_

(b) and conducting television, radio, internet, magazine, direct mail, social media, and newspaper marketing campaigns and other public relations activities; hosting an internet web page of similar activities; employing marketing agencies to assist therein; providing promotional brochures; conducting market research and analytics; and providing other marketing materials to franchisees). We will maintain your contributions in a separate account from our funds, and we will not use them for any of our general operating expenses, except for our reasonable administrative costs and overhead related to the administration of the Global Marketing Fund, creation of marketing materials, and any employees or contractors used specifically for consumer marketing. We will not use Global Marketing Fund contributions for the direct solicitation of franchise sales;

(c) We expect to use all contributions in the fiscal year they are made or the following fiscal year. We will use any interest or other earnings of the Global Marketing Fund before we use current contributions. We intend for the Global Marketing Fund to be perpetual, but we have the right to terminate it if it is desirable to do so. We will not terminate the Global Marketing Fund until all contributions and earnings have been used for marketing and promotional purposes or we have returned your *pro rata* share of the unused portion of the fund;

(d) We will have an accounting of the Global Marketing Fund prepared each year and will provide you with a copy if you request it. We are not required to have the annual accounting be reviewed or audited and reported on by an independent certified public accountant, but may require such review or audit at the Global Marketing Fund's expense;

(e) The Global Marketing Fund is not a trust, and we assume no fiduciary duty in administering the Global Marketing Fund;

In 2025, The Wellness Way collected \$467,105.93/476,016.85 in Global Marketing Fund fees. The 2025 Global Marketing Fund fees were used as follows:

Marketing Category	Percentage
Marketing Technology and Software	40.10%
Social Media Advertising	30.45%
Online/Search Engine Advertising	30.45%

Except for salaries of any marketing personnel that may be employed by us and the reimbursement of overhead expenses directly related to the administration of the fund, we do not and will not receive compensation for providing goods or services to the fund. No Global Marketing Fund fees were used for solicitation of new franchisees in 2024/2025. See ITEMS 6 and 9 for other marketing information.

#### Computer/Point-of-Sale System

You must purchase and use any hardware and software programs we designate. (Section 14.4) Presently, we require you to install and use the following hardware and software:

Hardware
A laptop computer or a desktop computer(s) and tablet(s)
High speed internet access with wifi
Scanner/Printer
Network Infrastructure components including Router/Security Appliance & Base Configuration

<b>Software</b>
Adobe PDF
Microsoft Office
QuickBooks
Xray Marking Software
The Wellness Way System Software

The approximate cost of the hardware and software will depend on the number of consultation rooms in your The Wellness Way Clinic and ranges from approximately \$10,000 to \$15,000. This cost is included in the category of “Furniture, Equipment, Computers, and Supplies” in Your Estimated Initial Investment chart in ITEM 7. You are required to maintain a Security License and Support Agreement for the Network Infrastructure components. The estimated costs of this Network license agreement is estimated at \$500 per year. You are also required to maintain a subscription to the accounting software designated by us, currently QuickBooks, which is currently estimated at \$30 per month. You must obtain a subscription to the Xray Marking Software we designate from our Approved Supplier which is currently estimated at \$3,600 (included in estimate above). The ~~Quickbooks~~QuickBooks subscription, Network License Agreement and Xray Marking Software are included in the category of “Furniture, Equipment, Computers, and Supplies” in Your Estimated Initial Investment chart in ITEM 7. You must also use The Wellness Way System Software. We do not currently charge a fee for the base level of The Wellness Way System Software, but you may have the option to subscribe to additional features for our ~~then-current~~then-current cost. You may also elect to acquire IT support and maintenance services from our affiliate, with an estimated cost of

\$250 - \$550 per month. If you decline to elect IT support and maintenance services, you will be required to have annual security testing, estimated to cost \$1,500 per year.

You do not currently have to enter into any ongoing maintenance or support agreements for the maintenance of a computer or point-of-sale system, but you may find it advantageous to do so. We reserve the right to require an ongoing maintenance program in the future. You may periodically be required to update or upgrade computer hardware and software, if we believe it is necessary. We may introduce new requirements for computer and point-of-sale systems or modify our specifications and requirements. There are no limits on our rights to do so, except as disclosed in ITEM 16. We have the right to independently access all information you collect or compile (except personally identifiable information about patients of your clinic) at any time without first notifying you. Other than the access to patient information and patient records, (See HIPAA information below), there are no contractual limits imposed upon our access to your computer information. (Section 14).

The Health Insurance Portability and Accountability Act of 1996 (“HIPAA”) is a comprehensive nation-wide policy regarding patient privacy, enacted via a series of rules, including the Privacy, Security, and Enforcement Rules in 2003 (as updated from time to time) and the Breach Notification Rule in 2013. See 45 C.F.R. Part 160 and Part 164, Subpart E. In compliance with HIPAA, we will not access your patient information and patient records. As set forth in section 14 of the Franchise Agreement, Franchisee shall have exclusive rights to access and duty to maintain any Patient Information and Patient Records.

### **Typical Length of Time Before Operation**

We estimate that the typical length of time between the signing of the Franchise Agreement and the opening of the franchise is 12-16 weeks. Factors that may affect your beginning operations include your location of an Approved Location and timely submission of all requested information to us for approval, ability to secure licenses and permits, zoning and local ordinances, weather conditions, and your ability to complete our training program. You must open your ~~franchised~~Franchised The Wellness Way Clinic within 180 days after signing the Franchise Agreement or obtain our written consent to an extension of time to open for good cause. (Sections 6.2 and 6.3) You will be deemed to have commenced operations of your Franchised The Wellness Way Clinic when you have completed the initial training program described below, completed build-out of your commercial location, and obtained our consent to open.

## Training

We provide you an initial training program that covers material aspects of the operation of the ~~franchised~~ Franchised The Wellness Way Clinic. The topics covered are listed in the chart below. The hours for training are estimates, and actual timeframes will vary depending on the background and experience of the trainees. This training is offered on a periodic basis at our headquarters in Green Bay, Wisconsin, or another location we designate. We expect that your attendees will advance through the training program at different rates depending on a variety of factors, including background and experience. The time frames provided in the chart are an estimate of the time it will take to complete training.

You must designate to us the following designees who must each complete our initial training program: Designated Managing Owner, Designated Managing Chiropractor, Designated Office Manager, Designated Marketing Coordinator. With our approval, an individual may hold one, two, or three, of these four designated positions (as explained below), but you must: (a) designate to us the person or persons who will hold the positions; (b) obtain our approval for an individual to hold multiple designated positions; and

(c) ensure that the designated individual completes all required training for all of the approved designated positions. We may allow (and we may require) your Designated Managing Owner be a licensed chiropractor and also serve as your Designated Managing Chiropractor. If your Designated Managing Owner is not a licensed chiropractor, you must also designate a licensed chiropractor who has authority to manage the chiropractic and medical professionals in your clinic, and your Designated Managing Chiropractor must also satisfactorily complete the initial training program before opening. Your Designated Office Manager and Designated Marketing Coordinator must also complete initial training programs for those positions and must do so before or within six months after opening. The position of Designated Marketing Coordinator may be held by your Designated Managing Owner, Designated Managing Chiropractor or Designated Office Manager. If you request that your Designated Office Manager and/or Designated Marketing Coordinator complete the initial training program within six (6) months after opening your clinic, their initial training is also included in the initial franchise fee. Other owners and/or staff members may attend the training program for no additional charge provided that they attend training at the same time as the Designees (one or two total in-person initial training sessions). We recommend that every stakeholder in your Franchised Business attend our training program.

We do not charge for initial training for owners/staff members completing training at the same time as the Designated Managing Owner/Designated Managing Chiropractor or the Designated Office Manager/Designated Marketing Coordinator (one or two total in-person initial training sessions depending on your staffing prior to opening). You must pay for all travel costs and living expenses for yourself and any of your other attendees. These costs are estimated in ITEM 7. If you replace your Designated Managing Owner, Designated Managing Chiropractor, Designated Office Manager, or Designated Marketing Coordinator your new designee must attend our training program within 6 months. You may be charged fees for additional training. Our current fees for replacement designee training are described in ITEM 6. You are responsible for training your own employees and other management personnel. Your ~~franchised~~ Franchised The Wellness Way Clinic must at all times be under the day-to-day supervision of a Designated Managing Chiropractor and Designated Office Manager who have satisfactorily completed our training program. (Section 9).

**Practitioner Program Franchisees:** Clinics who were affiliated with The Wellness Way pursuant to a written Practitioner Program Agreement prior to the issuance date of this disclosure document may apply to The Wellness Way to have some or all of the initial training requirements waived based on their demonstrated understanding of The Wellness Way System Standards and their completion of prior training programs and seminars.

The charts below outline the training program for the Designated Managing Owner/Designated Managing Chiropractor, the Designated Office Manager, and the Designated Marketing Coordinator.

**DESIGNATED MANAGING OWNER / DESIGNATED MANAGING CHIROPRACTOR TRAINING PROGRAM**

<b>Subject</b>	<b>Hours of Classroom Training</b>	<b>Hours of On-The-Job Training</b>	<b>Location</b>
Franchise Quick Start	20.25	0	Online Training at Franchisee's location
Lab Quick Start	19	0	Online Training at Franchisee's location
GI	4	0	Online Training at Franchisee's location
Endocrine	7.5	0	Online Training at Franchisee's location
Thyroid	2.5	0	Online Training at Franchisee's location
Liver	1.25	0	Online Training at Franchisee's location
Cardiovascular	3.5	0	Online Training at Franchisee's location
Metabolic Physiology	2.0	0	Online Training at Franchisee's location
Immune System	5.75	0	Online Training at Franchisee's location
Biotoxins	1	0	Online Training at Franchisee's location
Endocannabinoid system	1	0	Online Training at Franchisee's location
Supplements	1	0	Online Training at Franchisee's location
The Wellness Way Overview	3	0	Online or an Approved Clinic
Billing Compliance Training	1	1	Online or an Approved Clinic
Marketing Overview	2	0	Online or an Approved Clinic
Xrays and Xray Marking	1	1	Online or an Approved Clinic
Wellness Consulting	2	2	Our headquarters in Green Bay, Wisconsin or an Approved Clinic
Patient Care Plans & Review	2	2	Online or an Approved Clinic
Questions and Answers	1	2	Online or an Approved Clinic
<b>TOTAL ALL TRAINING</b>	<b>~80.75</b>	<b>~8</b>	<b>Online and In-Person</b>

**DESIGNATED OFFICE MANAGER TRAINING PROGRAM**

<b>Subject</b>	<b>Hours of Classroom Training</b>	<b>Hours of On-The-Job Training</b>	<b>Location</b>
Franchise Quick Start	20.25	0	Online Training at Franchisee's location
Administrative Practices and Procedures	18	0	Online Training at Franchisee's location
The Wellness Way Overview			

Subject	Hours of Classroom Training	Hours of On-The-Job Training	Location
	1	0	Online or an Approved Clinic
Opening and Closing Procedures	0	1	Online or an Approved Clinic
Patient Scheduling and Onboarding	2	3	Online or an Approved Clinic
Books, Records, & Billing Compliance	3	3	Online or an Approved Clinic
Supplies and Inventory Management	1	0	Online or an Approved Clinic
Staffing Management	1	0	Online or an Approved Clinic
Questions and Answers	1	1	Online or an Approved Clinic
<b>TOTAL ALL TRAINING</b>	<b>~47.25</b>	<b>~8</b>	<b>Online and In-Person</b>

**DESIGNATED MARKETING COORDINATOR TRAINING PROGRAM**

Subject	Hours of Classroom Training	Hours of On-The-Job Training	Location
Franchise Quick Start	20.25	0	Online Training at Franchisee's location
Administrative Practices and Procedures	18	0	Online Training at Franchisee's location
The Wellness Way Overview	1	0	Online or an Approved Clinic
The Wellness Way Branding Guide	1	0	Online or an Approved Clinic
The Wellness Way Social Media Guidelines	1	0	Online or an Approved Clinic
Online Marketing Essentials	1	0	Online or an Approved Clinic
Designing and Implementing a Marketing Campaign	1	0	Online or an Approved Clinic
Tracking Performance Indicators and Adjusting	1	0	Online or an Approved Clinic
Questions and Answers	3	0	Online or an Approved Clinic
<b>TOTAL ALL TRAINING</b>	<b>~47.25</b>	<b>0</b>	<b>ONLINE AND IN-PERSON</b>

Classroom Training refers to training that is conducted at the corporate headquarters in Green Bay, Wisconsin, online, or a location to be designated by the franchisor. On-The-Job Training refers to training that is conducted at one of our approved The Wellness Way Clinics. The online portion of the training program is available at the franchisee's convenience. The in-person portions of the training program are scheduled by Franchisor as need, typically once per quarter.

Training will be conducted by one or more of the following individual and such other trainers as they may direct. Each trainer identified below has experience with The Wellness Way family of companies for six months or more.

**Trainers:** Dr. Patrick Flynn (Our founder with ~~22+~~ years of clinical and business experience~~);~~); Dr. Zach Papendieck (~~132~~ years clinical experience~~);~~); Dr. Jason Nobles (~~22+~~ years clinical experience~~);~~); ~~Nicole Saleske, FNP, APNP (76 years clinical experience);~~ Dr Laura Steber (managing chiropractor for franchisee and 11 years' experience with The Wellness Way~~);~~); Dr. Jacqueline Berens (managing chiropractor for a franchisee and ~~98~~ years' experience with The Wellness Way); Dr. Jennifer Drews (managing chiropractor for a franchisee and ~~98~~ years' experience with The Wellness Way); Dr. Blake Vickers (managing chiropractor for a franchisee and ~~87~~ years' experience with The Wellness Way); Dr Jeremy Maxwell (~~243~~ years clinical experience~~);~~); Dr. Jordan Weil (managing chiropractor for a franchisee and ~~98~~ years' experience with The Wellness Way); Nicole Seidel (~~76~~ years of experience with clinic management and The Wellness Way family of companies~~);~~); Brandon Flynn (~~98~~ years of experience with The Wellness Way family of companies~~);~~); Crystal Pranke (~~8-10~~ years of experience with The Wellness Way family of companies~~);~~); Sara Frisque (~~43~~ years with The Wellness Way~~);~~); ~~-Travis Frisque (43 years with The Wellness Way);~~); ~~and/or Heather Braatz (6 months 1 year with The Wellness Way);~~ and/or James Gunter (~~20+~~ years of experience in IT, 2 years with TWW).

**Substitute Trainers:** If circumstances require, a substitute trainer may provide training to you. We may periodically name additional trainers if the training schedule requires it. Any additional or substitute trainers will be required to have at least 6 months' experience with The Wellness Way family of companies in the area in which they are training. There are no limits on our right to assign a substitute trainer to provide training. Certain segments of the training may vary from the chart shown above based on schedule changes due to business requirements and other factors. We will attempt to give you advance notice when this occurs.

**Training Materials:** The training will include the following instructional materials: The Wellness Way Confidential Operations Manual, including The Wellness Way University, videos and one or more position specific training manuals. The dates and location of the training will be communicated to you in the Confidential Operations Manual or via other written communication.

**Time to Complete Initial Training:** All Designees must complete the online portion of the initial training program within sixty (60) days after signing the Franchise Agreement. Your Designated Managing Owner and Designated Managing Chiropractor must complete the in-person portion of the initial training program at least thirty (30) days prior to opening your Franchised The Wellness Way Clinic. Your Designated Managing Office Manager and Designated Marketing Coordinator must complete the in-person portion of the initial training program within 280 days of signing the Franchise Agreement.

**HIPAA Privacy Training:** In addition to the training described above, each person who will work in your Franchised The Wellness Way Clinic must successfully complete an online HIPPA Privacy Training Course and obtain a certification of successful completion. This online course must be completed through an approved ~~third party~~third-party provider, and we estimate that your cost will be approximately \$30 per person. Upon completion of the HIPAA Privacy Training Course, you must provide us with a copy of the certificate of completion for each employee.

**New Practitioner Training:** Every practitioner (e.g. Chiropractors, Nurse Practitioners, Doctors, Naturopaths, etc.) who will be providing patient consultations and/or patient care must complete the approximately 60 hour online training program listed in the Designated Managing Owner/Designated Managing Chiropractor training chart above, and this online training must be completed within 6 months of being hired. At the franchisee's discretion, the franchisee may send any practitioner to in-person training by contacting us and paying our ~~then current~~then-current training fee, currently \$3,000. There is no charge for additional practitioners to attend in-person training at the same time as the initial Designated Managing Chiropractor.

Franchisee will be responsible for all travel, lodging, meals and other expenses incurred while attending any training program.

**Ongoing Training:** Periodically, you, your managers or employees must attend refresher-training programs to be conducted at our headquarters, online, or another location we designate. Attendance at these programs will be at your expense. (Section 9.4)

**TWW Conference:** Attendance at TWW's Annual or Bi-Annual Conference is mandatory if a conference is held. Conference fees may change annually depending on the conference venue and vendor sponsorships available to offset costs and are currently estimated to be \$0 – \$3,000 per attendee. Conference fees are paid in advance and billed prior to the scheduled Conference.

**Operations Manual:** The Wellness Way Operations Manual consists of a series of manuals in paper or electronic form, and additional resources, videos, memoranda and publications. As of the issuance date of this Disclosure Document, the written Operations Manual consists of ~~371-174~~ pages. The Table of Contents for the written Operations Manual is attached to this Disclosure Document as Exhibit D.

## **ITEM 12. TERRITORY**

The franchise is for a specific, approved location, and you may only operate your Franchised The Wellness Way Clinic from the Approved Location. You may not relocate your Franchised The Wellness Way Clinic from the Approved Location without first obtaining our written consent. We will apply the same criteria for approving a relocation as we apply for granting approval of the Approved Location for a new franchisee. For example, and not as a limitation, we may consider rights of other franchisees, our current franchise sales plans and activities, market demographics, and whether the location meets our site selection criteria.

We will grant you a protected territory surrounding your Approved Location known as (the “Area of Primary Responsibility”), which will be mutually acceptable to you and us. We will define the Area of Primary Responsibility in the Franchise Agreement (if an Approved Location is already known) or in an addendum to the Franchise Agreement after you select and we accept the location of your ~~franchised-Franchised~~ The Wellness Way Clinic. ~~Typically, the Area of Primary Responsibility will be a 3 mile or greater radius from the Approved Location for your The Wellness Way Clinic. We will describe the Area of Primary Responsibility using coordinates or fixed geographical features on a map. The geographic size of the Area of Primary Responsibility will vary based upon the population density and a variety of demographic factors.~~

If your Approved Location has not been selected at the time you sign the franchise agreement, we will provide you with a non-exclusive designated search area (“DSA”), which may exceed the size of a typical Area of Primary Responsibility, where you may search for an Approved Location. The DSA will not be protected and other franchisees may be searching within the same DSA. The Approved Location and Area of Responsibility will be approved in the ordinary course and secured via amendment to your franchise agreement, when approved.

You will not receive an exclusive territory. You may face competition from other franchisees, from outlets that we own, or from other channels of distribution or competitive brands that we control. Other The Wellness Way franchisees, as well as us and our affiliates, will not be granted rights to open The Wellness Way Clinic inside your Area of Primary Responsibility, but there are no restrictions on the residence of any patient or customer, and there are no restrictions on the right of any professional to provide telehealth or remote wellness consultations with a patient in any geographic location. Additionally, our affiliate, WWE, offers direct online sales of The Wellness Way branded nutritional supplements and other products, and there are no restrictions on the right of WWE to sell to consumers located in your territory. We will not provide compensation to you for sales conducted to consumers located in your territory.

You agree to limit targeted or direct solicitation and marketing (including but not limited to direct marketing, telemarketing, or other direct solicitation) to persons in your Area of Primary Responsibility unless such person

(regardless of where they live) has voluntarily signed up to receive communications with you or you have obtained our written permission. You are permitted to use public media with a broad reach, such as newspaper, radio, television and other electronic means of general solicitation to attract patients. You must obtain our permission to use the Marks on the internet. You may serve any customer from your Approved Location who has voluntarily signed up as your customer, regardless of where such

customer lives. You may sell and ship products to any of your customers, regardless of their location, and you may provide telehealth/consultations to your customers regardless of the customer's location (subject to state licensing laws). If Franchisee desires to conduct targeted or direct marketing outside of Franchisee's Area of Primary Responsibility, and the area of desired marketing both (a) neighbors Franchisee's Area of Primary Responsibility and (b) is not the Area of Primary Responsibility of any other Franchisee, Franchisee may submit a written request to Franchisor for approval of the proposed out of territory marketing. Franchisor reserves the right to approve or deny any request for marketing approval outside of the Area of Responsibility in its sole and absolute discretion. Any approval granted may be granted on a non-exclusive basis and may be revoked at any time with Franchisor's notice to Franchisee. Except as set forth above, you do not have rights to use other channels of distribution such as the Internet, catalog sales, telemarketing, or other direct marketing to make sales outside of your territory.

Your purchase of a franchise does not provide you with any options, rights of first refusal, or similar rights to acquire additional franchises.

We reserve all other rights for ourselves, including (by way of example and not as a limitation): a) the right to develop and operate or grant others to right to develop and operate a Franchised The Wellness Way Clinic located anywhere outside your Area of Primary Responsibility on terms and conditions we deem appropriate, b) the right to develop and operate or grant others the right to develop and operate Clinics that may offer products and services which are identical to products and services offered by your The Wellness Way franchise, under trade names, trademarks, service marks and commercial symbols which are different from the Marks; c) the right to produce and sell products using the Marks or other commercial symbols through other channels of distribution (including the internet) including products and/or services that are identical or similar to, and/or competitive with, those of your The Wellness Way franchise, regardless of the nature or location of the customers; d) the right to require the assets or ownership interest of one or more businesses providing products and services similar to those provided at your The Wellness Way franchise, and franchise, license or create similar arrangements with respect to these businesses once required (even if the business is located within the territory); e) the right to be acquired by a business providing products and services similar to those provided at your The Wellness Way franchise, or by another business, even if such business operates franchises or other competitive businesses in the territory; f) the right to operate other retail outlets or enter into other lines of businesses offering dissimilar products or services under trademarks or service marks other than the Marks; and g) engage in all other activities not prohibited by the franchise agreement. Neither we nor any of our affiliates currently have any plans to operate or franchise a business under a different trademark which will sell goods or services similar to those The Wellness Way franchisees will offer. The Wellness Way is not required to pay you if we exercise any of the rights specified above inside or outside the area where you conduct business.

To maintain your territorial rights, you are required to meet minimum performance requirements, with generally increasing gross revenues, the more experience you have as a franchise. There are no minimum performance requirements during the first year following the opening of your Franchised The Wellness Way Clinic. Your performance requirements thereafter are set forth as monthly gross revenue requirements per year, measured from the first full month following your opening.

The chart below sets forth the performance requirements:

CALENDAR YEAR	GROSS MONTHLY REVENUE
First Year	No Minimum Requirement
Second Year	\$20,000 per month
Third Year	\$35,000 per month

Fourth Year and thereafter	\$50,000 per month
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If the Franchise Agreement is renewed following the initial term of seven (7) years, the Franchisee agrees that the 4<sup>th</sup> year and thereafter requirements will apply to each year of any successor term. Franchisee agrees that Franchisee's failure to receive the Minimum Required Gross Revenue constitutes a material


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default in this Agreement and entitles The Wellness Way to terminate the Franchise Agreement.

The Wellness Way does not represent or warrant that any Franchisee will achieve any specific level of Gross Revenues or that any Franchisee will make any profit. The Minimum Required Gross Revenues set forth above do not constitute a representation that you will achieve these results. Instead, these Minimum Required Gross Revenues reflect what The Wellness Way requires for the Franchise Agreement to remain in effect.

**ITEM 13. TRADEMARKS**

You receive the right to operate your business under the name The Wellness Way, which is the primary Mark used to identify our System. You may also use any other current or future Marks to operate your franchised Business that we designate, including the logo on the front of this Disclosure Document and the service marks listed below. By “Mark,” we mean any trade name, trademark, service mark or logo used to identify your business. We have obtained a registration for the following Marks on the U.S. Patent and Trademark Office (“USPTO”) Principal Register:

Mark	Registration Number	Registration Date
	6607457	January 4, 2022
THE WELLNESS WAY	7040061	May 2, 2023

We intend to file all required affidavits to maintain our registrations.

~~There are no effective material determinations of the USPTO, trademark trial and appeal board, the trademark administrator of any State or any court, pending infringement, opposition or cancellation, or pending material litigation involving the Marks.~~ There is an active petition for cancellation against Registration No.-s. 6607457 and 7040061, pending before the United States Trademark Trial and Appeal’s Board (“TTAB”). The petition was filed on July 9, 2025, as counterclaims in response to The Wellness Way’s opposition, filed May 28, 2025, to registration of the trademark “WELLWAY,” under Registration Nos. 88827757, 88985461, and 98687075. The Wellness Way has filed its answer to the cancellation petition on August 18, 2025, and the matter remains pending before the TTAB. The outcome of this proceeding could materially affect use of our Marks.

There are no agreements currently in effect that will significantly limit our rights in the future to use or license the use of the Marks in any manner material to your franchise.

We know of no infringing or prior superior uses that could materially affect your use of the Marks in the franchised business.

You do not receive any rights to the Marks other than the nonexclusive right to use them in the operation of your ~~franchised-Franchised~~ The Wellness Way Clinic. You must follow our rules when you use the Marks. You must use the Marks as the sole trade identification of the ~~franchised-Franchised~~ The Wellness Way Clinic, subject to applicable State laws. You cannot use a Mark as part of a corporate, partnership or limited liability company name and will instead register a d/b/a or fictional name in the format “The Wellness Way – [insert TWW assigned geographic designator]”. You cannot use the Mark with modifying words, designs or symbols except for those which we license to you. You may not use any Mark in connection with the sale of any unauthorized products or services, or in any other manner that we do not authorize in writing. You must obtain a fictitious or assumed name registration if required by your state or local law, and you must ensure that such registration is done in accordance with laws governing chiropractors in your state. Any unauthorized use of the Marks by you is a breach of the Franchise Agreement and an infringement of our rights in the Marks. You must not contest the validity or ownership of the Marks, including any Marks that we license to you after

you sign the [F](#)

Franchise Agreement. You must not assist any other person in contesting the validity or ownership of the Marks.

You must immediately notify us when you learn about an infringement of, or challenge to your use of, any Mark, or any claim by any person (other than us and our owners and affiliates) of any rights in any Marks, and you must not communicate with any person other than us and our counsel regarding any infringements, challenges or claims unless you are legally required to do so. However, you may communicate with your own counsel at your own expense. We will take the action we think appropriate in these situations; we have exclusive control over any settlement or proceeding concerning any Mark. You must take any actions that, in the opinion of our counsel, may be advisable to protect and maintain our interests in any proceeding or to otherwise protect and maintain our interests in the Marks.

While we are not required to defend you against a claim arising from your use of our Marks, we will reimburse you for all of your expenses reasonably incurred in any legal proceeding disputing your authorized use of any Mark, but only if you notify us of the proceeding in a timely manner and you have complied with our directions with regard to the proceeding. We have the right to control the defense and settlement of any proceeding. If we elect to defend you in such a proceeding, we will not reimburse you for your expenses and legal fees for separate, independent legal counsel. In any event, we will not reimburse you for expenses incurred in removing signage or discontinuing your use of any Mark. We will not reimburse you for disputes where we challenge your use of a Mark.

If we so require, you must modify or discontinue the use of any Mark and use other trademarks or service marks we designate. We do not have to reimburse you for modifying or discontinuing the use of a Mark or for substituting another trademark or service mark for a discontinued Mark. If we adopt and use new or modified Marks, you must add or replace equipment, signs, supplies and fixtures, and you must make other modifications we designate as necessary to adapt your ~~franchised-Franchised~~ The Wellness Way Clinic for the new or modified Marks. You do not have to spend more than \$15,000 during the initial term of the Franchise Agreement to conform your ~~franchised-Franchised~~ The Wellness Way Clinic to changes to the Marks and other System modifications. We do not reimburse you for any loss of goodwill associated with a modified or discontinued Mark.

You must notify us if you apply for your own trademark or service mark registrations for any business. You must not use or register or seek to register as a trademark or service mark, either with the USPTO or any state or foreign country, any of the Marks or a trademark or service mark that is confusingly similar to any of our Marks.

You may not advertise on the Internet using, or establish, create or operate an Internet site or website using, any domain name containing the words “The Wellness Way” or any variation of “Wellness Way” without our prior written consent. You can apply for consent by using the form attached to the Franchise Agreement.

#### **ITEM 14. PATENTS, COPYRIGHTS AND PROPRIETARY INFORMATION**

No patents are material to the franchise. We own copyrights in the Confidential Operations Manual, including the Wellness Way University, our website, our marketing materials, our system software, and other copyrightable items that are part of the System. While we claim copyrights in these and similar items, we have not registered these copyrights with the United States Register of Copyrights. You may use these items only as we specify while operating the ~~franchised-Franchised~~ The Wellness Way Clinic and you must stop using them if we direct you to do so.

We know of no effective determinations of the U.S. Copyright Office or any court regarding any of our copyrighted materials. Our right to use or license copyrighted items is not materially limited by any agreement or known infringing use.

We have developed certain trade secrets and other confidential information, including methods of business management, sales and promotion techniques, and know-how, knowledge of, and experience in, operating The Wellness Way Clinic. We will provide our trade secrets and other confidential information to you during training, in the Confidential Operations Manual and as a result of the assistance we furnish you during the term of the franchise. You may only use the trade secrets and other confidential information for the purpose of operating your ~~franchised~~ Franchised The Wellness Way Clinic. You may only divulge trade secrets and other confidential information to employees who must have access to it to operate the ~~franchised-Franchised~~ Franchised The Wellness Way Clinic. You are responsible for enforcing the confidentiality provisions as to your employees.

Certain individuals with access to trade secrets or other confidential information, including your shareholders (and members of their immediate families or households), officers, directors, partners, and members, if you are a corporation, limited liability company or other business entity, and your managers, executives, employees and staff, may be required to sign nondisclosure and non-competition agreements in a form the same as or similar to the Nondisclosure and Non-Competition Agreement attached to the Franchise Agreement. We will be a third-party beneficiary with the right to enforce those agreements.

All ideas, concepts, techniques or materials concerning the ~~franchised-Franchised~~ Franchised The Wellness Way Clinic and/or the System, whether or not protectable intellectual property and whether created by or for you or your owners or employees, must be promptly disclosed to us and will be our sole and exclusive property and a part of the System that we may choose to adopt and/or disclose to other franchisees, and you agree to assign to us all right, title and interest in any intellectual property so developed. Likewise, we will disclose to you concepts and developments of other franchisees that we make part of the System. You must also assist us in obtaining intellectual property rights in any such concept or development if requested.

Your use of the Confidential Operations Manual, trade secrets or other confidential information in an unauthorized manner is a default of the Franchise Agreement that may result in automatic termination of the Franchise Agreement. Further information about termination of the Franchise Agreement following a default is included in ITEM 17.

**ITEM 15. OBLIGATION TO PARTICIPATE IN THE ACTUAL OPERATION OF THE FRANCHISED BUSINESS**

The ~~franchised-Franchised~~ Franchised The Wellness Way Clinic must always be under the supervision of a Designated Managing Chiropractor and Office Manager, who regularly spend 25 hours or more in the Franchised The Wellness Way Clinic, unless you have received a written approval from TWW for an alternate arrangement. If you are an individual, you must also be the Designated Managing Owner and Designated Managing Chiropractor of the franchise, and you must obtain our consent to select another individual to replace you as the Designated Managing Owner or Designated Managing Chiropractor. If you are a corporation or other business entity, you will select a Designated Managing Owner, a Designated Managing Chiropractor (DMO and DMC may require be the same person), an Office Manager, and a Marketing Coordinator for the franchise, and we may require that the Designated Managing Owner and/or Designated Managing Chiropractor you select are an owner of at least 15% of the equity of the business entity. Your Designated Managing Chiropractor must be a licensed chiropractor with authority to supervise the staff of your The Wellness Way Clinic and must commit to 25 or more hours weekly at the ~~franchised-Franchised~~ Franchised The Wellness Way Clinic.

You must keep us informed at all times of the identity of your Designated Managing Owner, Designated Managing Chiropractor, Office Manager, and Marketing Coordinator. With our approval, an individual may hold multiple designated positions (as described below), but you must: (a) designate to us the person or persons who will hold the positions; (b) obtain our approval for an individual to hold multiple designated positions; and (c) ensure that the designated individual completes all required training for all of the approved designated positions. We may allow (and we may require) that the Designated Managing

Chiropractor also be your Designated Managing Owner. Your Designated Managing Owner, Designated Chiropractor, or Designated Office Manager may also hold the position of Designated Marketing Coordinator. [The Designated Managing Chiropractor may also hold the position of Designated Office Manager.](#) The Designated Managing Owner and Designated Managing Chiropractor must satisfactorily complete our initial training program before opening the ~~franchised-Franchised~~ The Wellness Way Clinic.

The Designated Office Manager and Designated Marketing Coordinator must complete our initial training program before opening or within six (6) months of opening. If you must replace the Designated Managing Owner, Designated Managing Chiropractor, Office Manager, or the Marketing Coordinator, the replacement must satisfactorily complete our initial training program. You are not a passive investor, and, instead, you must be actively engaged in the operations of the franchise, and you should not expect to derive profits solely from the efforts of others. Your Designated Managing Chiropractor and Office Manager must select, train, evaluate, and supervise all staff of your Franchised The Wellness Way Clinic.

As described in ITEM 14, certain individuals associated with your ~~franchised-Franchised~~ The Wellness Way Clinic, including your owners (and members of their immediate families or households), officers, directors, partners, managers, executives, employees and staff may be required to sign nondisclosure and non-competition agreements the same as or similar to the Nondisclosure and Non-Competition Agreement attached to the Franchise Agreement. We will be a third-party beneficiary with the independent right to enforce the agreements.

If you are a corporation or other business entity, anyone who owns a 5% or greater interest in the entity must personally guarantee the performance of all of your obligations under the Franchise Agreement and agree to be personally liable for your breach of the Franchise Agreement, by signing the Unlimited Guaranty and Assumption of Obligations attached to the Franchise Agreement.

Under the Franchise Agreement, you and your owners must at all times faithfully, honestly and diligently perform your and their obligations under the Franchise Agreement. You and they must continuously exert your and their best efforts to promote and enhance your The Wellness Way Clinic. Neither you nor your owners can engage in any other business or activity that may conflict with your or their obligations under the Franchise Agreement.

#### **ITEM 16. RESTRICTIONS ON WHAT THE FRANCHISEE MAY SELL**

You must offer the products and services we specify. You may not sell any products or services that we have not authorized, and you must discontinue offering any products or services that we may disapprove. We may take action, including terminating your franchise, if you purchase or sell unapproved products or make purchases from unapproved suppliers. We may periodically change required or authorized products or services. There are no limits on our right to do so, except that your investment required to change authorized or required services and products will not be unreasonably disproportionate to your initial investment during the initial term of the franchise.

Periodically, we may allow certain products or services that are not otherwise authorized for general use as a part of the System to be offered locally or regionally based on factors, including test marketing, your qualifications, and regional or local differences.

We do not place restrictions on you with respect to who may be a customer of your ~~franchised-Franchised~~ The Wellness Way Clinic. You are prohibited from offering the products or services identical to the products or services offered by us through any means or through any other entity in which you may have an interest, other than your ~~franchised-Franchised~~ The Wellness Way Clinic.

**ITEM 17. RENEWAL, \_\_\_\_\_ TERMINATION, \_\_\_\_\_ TRANSFER \_\_\_\_\_ AND \_\_\_\_\_ DISPUTE RESOLUTION**

**THE FRANCHISE RELATIONSHIP**

**This table lists certain important provisions of the franchise and related agreements. You should read these provisions in the agreement attached to this Disclosure Document.**

<b>Provision</b>	<b>Section in Franchise or Other Agreement</b>	<b>Summary</b>
a. Length of franchise term	Section 5.1	The initial term is 7 years.
b. Renewal or extension of the term	Section 5.2	Subject to the conditions in (c) below, so long as we are continuing to offer franchises, you have the right to obtain a successor franchise at the expiration of the term of this Agreement by entering into a new franchise agreement with us for an additional 7 year term. If you fail to meet any one of the conditions in (c) below, we may refuse to renew or extend the term of your Franchise Agreement.
c. Requirements for franchisee to renew or extend	Section 5.2	You may renew the Franchise Agreement if you: have fully complied with the provisions of the Franchise Agreement; have paid the renewal fee; have made capital expenditures as necessary to maintain uniformity with the System; have satisfied all monetary obligations owed to us and our Affiliates; are not in default of any provision of the Franchise Agreement or any other agreement with us or our Affiliates; have given timely written notice of your intent to renew; sign a then-current Franchise Agreement, which may have materially different terms and conditions than your original Franchise Agreement; comply with then-current qualifications

Provision	Section in Franchise or Other Agreement	Summary
		and training requirements; and sign a general release in a form the same as or similar to the General Release attached to the Franchise Agreement.
d. Termination by franchisee	Section 18.1	You may terminate the Franchise Agreement if you are in compliance with it and we materially breach it and fail to begin to cure our breach within 45 days of receiving your written notice.
e. Termination by franchisor without cause	Not Applicable	Not Applicable
<a href="#">f. Termination by franchisor with cause</a>	<a href="#">Section 18.2</a>	<a href="#">We may terminate the Franchise Agreement only if you default. If we terminate the Franchise Agreement following a default, your interest in the franchise agreement will terminate.</a>
<a href="#">g. "Cause" defined-curable defaults</a>	<a href="#">Section 18.3</a>	<a href="#">If a default arises from your failure to comply with a mandatory specification in the Franchise Agreement or Confidential Operations Manual, you can avoid termination of the Franchise Agreement if you cure the default within 45 days of receiving our notice of default, except for the defaults below that require cure in a shorter time and non-curable defaults in (h) below. If a default arises from your failure to maintain insurance, you can avoid termination of the Franchise Agreement if you cure the default within 10 days of receiving our notice of your failure to maintain insurance. If a default arises from your failure to make payments due to us, you can avoid termination of the Franchise Agreement if you cure the default within 10 days of receiving our notice of default. If we terminate the Franchise Agreement following a default, your interest in the franchise will terminate.</a>
<a href="#">h. "Cause" defined- non-curable defaults</a>	<a href="#">Section 18.2</a>	<a href="#">We have the right to terminate the Franchise Agreement without giving you an opportunity to cure if you: fail to timely establish, equip and begin operations of the <del>franchised</del> Franchised The Wellness Way Clinic without obtaining our written consent to an extension for good cause; fail to have your Designated Managing Owner, Designated Managing Chiropractor, Office Manager, and Marketing Coordinator satisfactorily complete training; fail to maintain all required professional licenses, permits, and certifications; made a material misrepresentation or omission in the application for the franchise; fail to have a licensed chiropractor on staff; are prohibited by any State or local governmental body from offering chiropractic services; after notice of the breach, fail to refrain from activities, behavior or conduct likely to adversely affect the reputation of you, us or the <del>franchised</del> Franchised The Wellness Way Clinic; offers or uses supplements or testing services not</a>

Provision	Section in Franchise or Other Agreement	Summary
		<p><u>approved by Us; are convicted of or plead no contest to a felony or other crime or offense likely to affect the reputation of you, us, or the franchised-Franchised The Wellness Way Clinic; use the Confidential Operations Manual, trade secrets or other confidential information in an unauthorized manner; fail to have your owners (and members of their immediate families or households), officers, directors, managers, executives, employees and professional staff, and other individuals having access to trade secrets or other confidential information sign nondisclosure and non-competition agreements or, if requested, fail to provide us with copies of all signed nondisclosure and non-competition agreements; abandon the Franchised The Wellness Way Clinic for 5 or more consecutive days; surrender or transfer control of the Franchised The Wellness Way Clinic in an unauthorized manner; fail to maintain the Franchised The Wellness Way Clinic under the supervision of a Designated Managing Owner and Designated Managing Chiropractor following your death or disability; submit reports on 2 or more separate occasions understating any amounts due by more than 3%; become a debtor under the United States Bankruptcy Code, become insolvent or make a general assignment for the benefit of creditors; misuse or make unauthorized use of the Marks; fail on 2 or more occasions within any 12 months to submit reports or records or to pay any fees due us or any affiliate or otherwise fail to comply with this agreement, whether or not such failures to comply are corrected after notice thereof is given to you; violate, on 2 or more occasions, any health, safety or other laws or operate the Franchised The Wellness Way Clinic in a manner creating a health or safety hazard to customers, employees or the public; take any action reserved to us; fail to comply with applicable law after notice; repeatedly breach the franchise agreement or repeatedly fail to comply with specifications; or default under any other agreement with us (or an affiliate) so that we have (or the affiliate has) the right to terminate the agreement.</u></p>
<p><u>i. Franchisee’s obligations on termination/non-renewal</u></p>	<p><u>Section 19, Exhibit. 6</u></p>	<p><u>If the Franchise Agreement is terminated or not renewed and we have not provided notice that we are exercising our rights to purchase, you must: stop operating the Franchised The Wellness Way Clinic; stop using any trade secrets, confidential information, the System and the Marks; if requested, assign your interest in the franchise location to us; cancel or assign to us any assumed names; pay all sums owed to us including any damages and costs incurred in enforcing the Franchise Agreement; return the Confidential Operations Manual, trade secrets and all other confidential information; assign your telephone and facsimile numbers to us; de-identify the location of</u></p>

Provision	Section in Franchise or Other Agreement	Summary
		<p><u>your The Wellness Way Clinic; comply with the covenants not to compete and any other surviving provisions of the Franchise Agreement. If we have provided you with notice that we are exercising our rights to purchase or are evaluating our rights to purchase, you must take such steps as we specify to continue operations until the Closing.</u></p>
<p><u>j. Assignment of contract by franchisor</u></p>	<p><u>Section 20.1</u></p>	<p><u>There are no restrictions on our right to assign our interest in the Franchise Agreement.</u></p>
<p><u>k. “Transfer” by franchisee-definition</u></p>	<p><u>Section 20.2</u></p>	<p><u>“Transfer” includes transfer of an interest in the franchisee, the franchise, the Franchise Agreement, the franchise location or the Franchised The Wellness Way Clinic’s assets.</u></p>
<p><u>l. Franchisor’s approval of transfer by franchisee</u></p>	<p><u>Section 20.2</u></p>	<p><u>You may not transfer your interest in any of the items listed in (k) above without our prior written consent.</u></p>
<p><u>m. Conditions for franchisor approval of transfer</u></p>	<p><u>Section 20.2</u></p>	<p><u>We will consent to a transfer if: we have not exercised our right of first refusal; all obligations owed to us are paid; you and the transferee have signed a general release in a form the same as or similar to the General Release attached to the Franchise Agreement; the prospective transferee meets our business and financial standards; the transferee and all persons owning any interest in the transferee sign the then-current Franchise Agreement; you provide us with a copy of all contracts and agreements related to the transfer; you pay, or the transferee pays a transfer fee of \$7,000; all brokerage fees as a result of the transaction are paid; the transferee has, or the owners of transferee have, agreed to be personally bound by all provisions of the Franchise Agreement; you have agreed to guarantee performance by the transferee, if requested by us; the transferee has obtained all necessary consents and approvals of third parties; you or all of your equity owners have signed a non-competition agreement in a form the same as or similar to the Nondisclosure and Non-Competition attached to the Franchise Agreement; the transferee has agreed that its Designated Managing Owner, Designated Managing Chiropractor, Office Manager, and Marketing Coordinator will complete the initial training program before assuming management of the Franchised The Wellness Way Clinic; and the transferee has obtained all necessary types of insurance and all licenses, permits, and certifications. The new owner must be of good moral character and meet The Wellness Way’s then-current standards for franchisees, have sufficient business experience, aptitude and financial resources to operate your The Wellness Way Clinic, not own (or its affiliates may not own) an interest in or perform services for an In-Term Competitive Business or</u></p>

Provision	Section in Franchise or Other Agreement	Summary
		<a href="#">Adverse Business.</a>
<a href="#">n. Franchisor’s right of first refusal to acquire franchisee’s Franchised The Wellness Way Clinic</a>	<a href="#">Section 21</a>	<a href="#">We may match an offer for your Franchised The Wellness Way Clinic or an ownership interest you propose, or one of your owners proposes, to sell.</a>
<a href="#">o. Franchisor’s option to purchase franchisee’s The Wellness Way Clinic</a>	<a href="#">Sections 19.4 and 21.4</a>	<a href="#">In addition the right of first refusal described in (n) above, during the 30-day period after the termination, non-renewal or expiration of the Franchise Agreement, we have the right to purchase any assets of the Franchised The Wellness Way Clinic for fair market value. We also have the right to purchase all assets of your Franchised The Wellness Way Clinic at any time upon notice to you for the greater of \$100,000 or four (4) times the EBITDA of your Franchised The Wellness Way Clinic.</a>
<a href="#">p. Death or disability of franchisee</a>	<a href="#">Section 20.6</a>	<a href="#">After your death or incapacity or the death or incapacity of one of your owners, your, his or her representative, as the case may be, must transfer, subject to the terms of the Franchise Agreement, the individual’s interest in the franchise within a reasonable period of time (typically 90 days) or we may terminate the Franchise Agreement.</a>
<a href="#">q. Non-competition covenants during the term of the franchise</a>	<a href="#">Section 8.4, Exhibit 2</a>	<a href="#">You, your owners (and members of their families or households) and your officers, directors, executives, managers, professional staff and employees are prohibited from: attempting to divert any business or customer of the Franchised The Wellness Way Clinic to an In-Term Competitive Business or causing injury or prejudice to the Marks or the System; or owning or working for an In-Term Competitive Business or Adverse Business.</a>

Provision	Section in Franchise or Other Agreement	Summary
r. <a href="#">Non-competition covenants after the franchise is terminated or expires</a>	<a href="#">Section 19.2, Exhibit 2</a>	<a href="#">Subject to State law, for 3 years after the termination or expiration of the Franchise Agreement, you, your owners (and members of their families or households) and your officers, directors, executives, managers or professional staff are prohibited from: owning or working for a Post-Term Competitive Business within ten (10) miles of your Territory.</a>
s. <a href="#">Modification of the agreement</a>	<a href="#">Sections 11.2, 24.7 and 24.8</a>	<a href="#">The Franchise Agreement can be modified only by written agreement between you and us or by a judicial decision. We may modify the Confidential Operations Manual without your consent if the modification does not materially alter your fundamental rights.</a>
t. <a href="#">Integration/merger clause</a>	<a href="#">Section 24.7</a>	<a href="#">Only the terms of the Franchise Agreement are binding (subject to applicable law). Any representations or promises outside of the Disclosure Document and Franchise Agreement may not be enforceable. Notwithstanding the foregoing, nothing in this or any related agreement is intended to disclaim the express representation made in the Franchise Disclosure Document, its exhibits and amendments.</a>
u. <a href="#">Dispute resolution by arbitration or mediation</a>	<a href="#">Section 25</a>	<a href="#">Except for claims for injunctive relief, and subject to state law, all disputes must be arbitrated in Green Bay, Brown County, Wisconsin. Mediation is a condition precedent to conducting an arbitration or other legal proceeding.</a>
v. <a href="#">Choice of forum</a>	<a href="#">Section 25.2, 25.7</a>	<a href="#">Subject to state law, any arbitration or litigation must be pursued in Brown County, Wisconsin.</a>
w. <a href="#">Choice of law</a>	<a href="#">Section 25.1</a>	<a href="#">Subject to state law, the law of the state of Wisconsin applies, except that disputes over the Marks will be governed by the United States Trademark Act of 1946 (Lanham Act, 15 U.S.C. Sec. 1051 et seq.), and disputes over copyrights will be governed by federal copyright laws of the United States.</a>

Provision	Section in Franchise or Other Agreement	Summary
i. <del>Franchisee's obligations on termination/non-renewal</del>	Section 19, Exh. 6	If the Franchise Agreement is terminated or not renewed and we have not provided notice that we are exercising our rights to purchase, you must: stop operating the franchised The Wellness Way Clinic; stop using any trade secrets, confidential information, the System and the Marks; if requested, assign your interest in the franchise location to us; cancel or assign to us any assumed names; pay all sums owed to us including any damages and costs incurred in enforcing the Franchise Agreement; return the Confidential Operations Manual, trade secrets and all other confidential information; assign your telephone and facsimile numbers to us; de-identify the location of your The Wellness Way Clinic; comply with the covenants not to compete and any other surviving provisions of the Franchise Agreement. If we have provided you with notice that we are exercising our rights to purchase or are evaluating our rights to purchase, you must take such steps as we specify to continue operations until the Closing.
j. <del>Assignment of contract by franchisor</del>	Section 20.1	There are no restrictions on our right to assign our interest in the Franchise Agreement.
k. <del>"Transfer" by franchisee definition</del>	Section 20.2	"Transfer" includes transfer of an interest in the franchisee, the franchise, the Franchise Agreement, the franchise location or the franchised The Wellness Way Clinic's assets.
l. <del>Franchisor's approval of transfer by franchisee</del>	Section 20.2	You may not transfer your interest in any of the items listed in (k) above without our prior written consent.

<p>m. <del>Conditions for franchisor approval of transfer</del></p>	<p><del>Section 20.2</del></p>	<p><del>We will consent to a transfer if: we have not exercised our right of first refusal; all obligations owed to us are paid; you and the transferee have signed a general release in a form the same as or similar to the General Release attached to the Franchise Agreement; the prospective transferee meets our business and financial standards; the transferee and all persons owning any interest in the transferee sign the then current Franchise Agreement; you provide us with a copy of all contracts and agreements related to the transfer; you pay, or the transferee pays a transfer fee of</del></p>
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<p><b>Provision</b></p>	<p><b>Section in Franchise or Other Agreement</b></p>	<p><b>Summary</b></p>
		<p><del>\$7,000; all brokerage fees as a result of the transaction are paid; the transferee has, or the owners of transferee have, agreed to be personally bound by all provisions of the Franchise Agreement; you have agreed to guarantee performance by the transferee, if requested by us; the transferee has obtained all necessary consents and approvals of third parties; you or all of your equity owners have signed a non-competition agreement in a form the same as or similar to the Nondisclosure and Non-Competition attached to the Franchise Agreement; the transferee has agreed that its Designated Managing Owner, Designated Managing Chiropractor, Office Manager, and Marketing Coordinator will complete the initial training program before assuming management of the franchised The Wellness Way Clinic; and the transferee has obtained all necessary types of insurance and all licenses, permits, and certifications. The new owner must be of good moral character and meet The Wellness Way's then current standards for franchisees; have sufficient business experience, aptitude and financial resources to operate your The Wellness Way Clinic, not own (or its affiliates may not own) an interest in or perform services for an In-Term Competitive Business or Adverse Business.</del></p>

<del>n. Franchisor's right of first refusal to acquire franchisee's franchised The Wellness Way Clinic</del>	<del>Section 21</del>	<del>We may match an offer for your franchised The Wellness Way Clinic or an ownership interest you propose, or one of your owners proposes, to sell.</del>
<del>o. Franchisor's option to purchase franchisee's The Wellness Way Clinic</del>	<del>Sections 19.4 and 21.4</del>	<del>In addition the right of first refusal described in (n) above, during the 30 day period after the termination, non-renewal or expiration of the Franchise Agreement, we have the right to purchase any assets of the franchised The Wellness Way Clinic for fair market value. We also have the right to purchase all assets of your Franchised The Wellness Way Clinic at any time upon notice to you for the greater of \$100,000 or four (4) times the EBITDA of your Franchised The Wellness Way Clinic.</del>

<b>Provision</b>	<b>Section in Franchise or Other Agreement</b>	<b>Summary</b>
<del>p. Death or disability of franchisee</del>	<del>Section 20.6</del>	<del>After your death or incapacity or the death or incapacity of one of your owners, your, his or her representative, as the case may be, must transfer, subject to the terms of the Franchise Agreement, the individual's interest in the franchise within a reasonable period of time (typically 90 days) or we may terminate the Franchise Agreement.</del>
<del>q. Non-competition covenants during the term of the franchise</del>	<del>Section 8.4, Exh. 2</del>	<del>You, your owners (and members of their families or households) and your officers, directors, executives, managers, professional staff and employees are prohibited from: attempting to divert any business or customer of the franchised The Wellness Way Clinic to an In Term Competitive Business or causing injury or prejudice to the Marks or the System; or owning or working for an In Term Competitive Business or Adverse Business.</del>
<del>r. Non-competition covenants after the franchise is terminated or expires</del>	<del>Section 19.2, Exhibit 2</del>	<del>Subject to State law, for 3 years after the termination or expiration of the Franchise Agreement, you, your owners (and members of their families or households) and your officers, directors, executives, managers or professional staff are prohibited from: owning or working for a Post Term Competitive Business within ten (10) miles of your Territory.</del>

s. <del>Modification of the agreement</del>	Sections 11.2, 24.7 and 24.8	The Franchise Agreement can be modified only by written agreement between you and us or by a judicial decision. We may modify the Confidential Operations Manual without your consent if the modification does not materially alter your fundamental rights.
t. <del>Integration/merger clause</del>	Section 24.7	Only the terms of the Franchise Agreement are binding (subject to applicable law). Any representations or promises outside of the Disclosure Document and Franchise Agreement may not be enforceable. Notwithstanding the foregoing, nothing in this or any related agreement is intended to disclaim the express representation made in the Franchise Disclosure Document, its exhibits and amendments.

**ITEM 18. PUBLIC FIGURES**

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

**ITEM 19. FINANCIAL PERFORMANCE REPRESENTATIONS**

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

Written substantiation pertaining to these financial performance representations is available for inspection at our principal business address and will be provided upon reasonable request.

The financial performance representations in this Item 19 are a historic representation based on the past performance of existing outlets. The financial performance representations below are based on the historic gross revenues of existing corporate affiliate The Wellness Way Clinics and existing ~~franchised~~ Franchised The Wellness Way Clinics for the calendar year ~~2024~~ 2025. For purposes of this Item 19, gross revenues is defined as total gross receipts, without deductions. This Item 19 presents the historical financial performance information of the 20 corporate affiliate The Wellness Way Clinics and the 28 Franchised The Wellness Way Clinics. We have not excluded any corporate affiliate The Wellness Way Clinics. We have excluded five (5) Franchised The Wellness Way Clinics that were not open for the entire calendar year 2025: one (1) location closed and four (4) were not in operation for the entire calendar year 2025.

Tables 1 – 4 show the top 3 corporate affiliate clinics, the bottom 3 corporate affiliate clinics and the top 3 franchise clinics and bottom 3 franchise clinics, based on the gross revenues received by all corporate affiliate clinics and franchise clinics open for the entire year. The financial performance representations in tables 1-4 are disclosed by geographic region of The Wellness Way Clinic. The financial performance representation in this Item 19 is listed by geographic region of the clinic location. The geographic regions

are: West (Arizona, Colorado, Montana, Oregon, and Utah); Central (Illinois, Indiana, Iowa, Michigan, Minnesota, Missouri, Ohio, North Dakota, Texas, and Wisconsin); East (Florida, Georgia, Massachusetts, New Hampshire, North Carolina, Pennsylvania, and Tennessee). The geographic location of future operational franchised outlets may differ materially from the geographic location of the affiliate-owned outlets.

Tables 5 ~~–~~ 6 show the average ~~and mean~~ gross revenues for fiscal year ~~2024~~ 2025 of corporate affiliate units and franchise units, based on all clinics open for the entire year represented. The total number of clinics included is reflected in each table.

The financial performance representations in this Item 19 are historic financials of the corporate affiliates and franchised units, provided to us by such corporate affiliates and franchisees and are not a forecast of any prospective franchisee's future performance.

The financial performance representations do not reflect the costs of sales, operating expenses, or other costs or expenses that must be deducted from the gross revenue figures to obtain your net income or profit. Differences in location and/or geographic region of your franchise location may result in significantly different costs. Differences and/or changes in laws can also cause costs to change. You may also incur costs or expenses not incurred by the company affiliate locations. You should conduct an independent investigation of the costs and expenses you will incur in operating your franchise business. Existing franchisees are one source of that information.

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

**TABLE 1: TOP 3 CORPORATE AFFILIATE CLINICS**

GEOGRAPHIC REGION OF CLINIC	<u>2024-2025</u> GROSS REVENUES
CENTRAL	<u>\$4,986,440</u> <u>2,591,009</u>
<u>EAST</u>	<u>\$2,019,338</u>
CENTRAL	<u>\$2,131,956</u> <u>1,955,182</u>
<u>CENTRAL</u>	<u>\$1,237,600</u>

**TABLE 2: BOTTOM 3 CORPORATE AFFILIATE CLINICS**

GEOGRAPHIC REGION OF CLINIC	<u>2024-2025</u> GROSS REVENUES
<u>CENTRAL</u>	<u>\$640,061</u>
<u>CENTRAL</u>	<u>\$210,134</u>
CENTRAL	<u>\$167,278</u> <u>310,313</u>
<u>CENTRAL</u>	<u>\$221,883</u>
<u>CENTRAL</u>	<u>\$138,528</u>

**TABLE 3: TOP 3 FRANCHISED CLINICS**

GEOGRAPHIC REGION OF CLINIC	<u>2024-2025</u> GROSS REVENUES
EAST	<u>\$4,036,577</u> <u>3,876,680</u>
CENTRAL	<u>\$3,225,453</u> <u>2,260,059</u>
<u>CENTRAL</u> <u>EAST</u>	<u>\$1,838,104</u> <u>2,075,049</u>

**TABLE 4: BOTTOM 3 FRANCHISED CLINICS**

GEOGRAPHIC REGION OF CLINIC	<u>2024-2025</u> GROSS REVENUES
<u>CENTRAL</u>	<u>\$313,535</u>
<u>EAST</u> <u>CENTRAL</u>	<u>\$262,442</u> <u>238,965</u>
CENTRAL	<u>\$225,261</u> <u>180,154</u>
<u>CENTRAL</u>	<u>\$181,266</u>

**TABLE 5: CORPORATE AFFILIATE 2024-2025 AVERAGE/MEDIAN GROSS REVENUES**

<b>AVERAGE</b>	<b>\$ 1,389,616,066,442</b> 2-9 of 10-20 franchisees-corporate affiliates met or exceeded the average	
<b>RANGE</b>	<b>High = \$4,986,440,259,009</b>	<b>Low = \$167,278,138,528</b>
<b>MEDIAN</b>	<b>\$825,056,688,71,728.37</b>	

**TABLE 6: FRANCHISED CLINIC 2024-2025 AVERAGE/MEDIAN GROSS REVENUES**

<b>AVERAGE</b>	<b>\$960,774,862,905</b> 12-7 of 34-28 franchisees met or exceeded the average	
<b>RANGE</b>	<b>High = \$4,036,577,387,680</b>	<b>Low = \$181,266,180,154</b>
<b>MEDIAN</b>	<b>\$657,526,836,68,411.97</b>	

Except as disclosed in this Item 19, The Wellness Way does not make any representations about a franchisee’s future financial performance or the financial performance of company-owned or franchised outlets. We also do not authorize The Wellness Way’s employees or representatives to make any representations other than those included in this Item 19 either orally or in writing. If you are purchasing an existing outlet, however, we may provide you with the actual records of that outlet. If you receive any other financial performance information or projections of your future income, you should report to Nicole Seidel, 2525 W Mason Street, Green Bay, WI 54303, nseidel@thewellnessway.com, (920-569-6882), and to the Federal Trade Commission, 600 Pennsylvania Avenue, NY, Washington, DC 20580 (1-8787-FTC-HELP) and to the appropriate state regulatory agency. See Exhibit A to this Disclosure Document for the names and contact information for state administrators.

**ITEM 20. OUTLETS AND FRANCHISEE INFORMATION**

**Table No. 1**

<b>Systemwide Outlet Summary for Years 2023 - 2025</b>				
<u>Outlet Type</u>	<u>Year</u>	<u>Outlets at the Start of the Year</u>	<u>Outlets at the End of the Year</u>	<u>Net Change</u>
<u>Franchised</u>	<u>2023</u>	<u>0</u>	<u>20</u>	<u>+20</u>
	<u>2024</u>	<u>20</u>	<u>31</u>	<u>+11</u>
	<u>2025</u>	<u>31</u>	<u>32</u>	<u>+1</u>
<u>Company-Owned</u>	<u>2023</u>	<u>19</u>	<u>22</u>	<u>+3</u>
	<u>2024</u>	<u>22</u>	<u>21</u>	<u>-1</u>
	<u>2025</u>	<u>21</u>	<u>22</u>	<u>+1</u>
<u>Total Outlets</u>	<u>2023</u>	<u>19</u>	<u>42</u>	<u>+23</u>
	<u>2024</u>	<u>42</u>	<u>52<sup>1</sup></u>	<u>+10</u>
	<u>2025</u>	<u>52</u>	<u>54</u>	<u>+2</u>

Note 1: This number was inaccurately stated in the 2025 FDD.

**Table No. 2**

<b><u>TRANSFERS OF OUTLETS FROM FRANCHISEES TO NEW OWNERS (OTHER THAN THE FRANCHISOR) FOR YEARS 2023 - 2025</u></b>		
<u>State</u>	<u>Year</u>	<u>Number of Transfers</u>
<u>Wisconsin</u>	<u>2023</u>	<u>0</u>
	<u>2024</u>	<u>1*</u>
	<u>2025</u>	<u>0</u>
<u>Total</u>	<u>2023</u>	<u>0</u>
	<u>2024</u>	<u>1</u>
	<u>2025</u>	<u>0</u>

**\*denotes a partial transfer**

**Table No. 3**

STATUS OF FRANCHISE OUTLETS FOR YEARS 2023 - 2025								
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	2023	0	1	0	0	0	0	1
	2024	1	0	0	0	0	1	0
	2025	0	0	0	0	0	0	0
Colorado	2023	0	2	0	0	0	0	2
	2024	2	1 <sup>1</sup>	0	0	0	0	3
	2025	3	0	0	0	0	0	3
Florida	2023	0	3 <sup>1</sup>	0	0	0	0	3
	2024	3	4	0	0	0	0	7
	2025	7	1	0	0	0	1	7
Illinois	2023	0	2	0	0	0	0	2
	2024	2	1	0	0	0	0	3
	2025	3	0	0	0	0	0	3
Iowa	2023	0	1	0	0	0	0	1
	2024	1	0 <sup>1</sup>	0	0	0	0	1
	2025	1	0	0	0	0	0	1
Massachusetts	2023	0	1	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
Michigan	2023	0	1	0	0	0	0	1
	2024	1	1	0	0	1	0	1
	2025	1	0	0	0	0	0	1
Minnesota	2023	0	0	0	0	0	0	0
	2024	0	1 <sup>1</sup>	0	0	0	0	1
	2025	1	0	0	0	0	0	1
Missouri	2023	0	2	0	0	0	0	2
	2024	2	0	0	0	0	0	2
	2025	2	0	0	0	0	0	2
Montana	2023	0	1	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
New Hampshire	2023	0	1	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
North Carolina	2023	0	1	0	0	0	0	1
	2024	1	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
North Dakota	2023	0	1	0	0	0	0	1
	2024	1 <sup>1</sup>	0	0	0	0	0	1
	2025	1	0	0	0	0	0	1
Ohio	2023	0	2 <sup>1</sup>	0	0	0	0	2
	2024	2	0	0	0	0	0	2
	2025	2	0	0	0	0	0	2
Pennsylvania	2023	0	0	0	0	0	0	0
	2024	0	0	0	0	0	0	0
	2025	0	1	0	0	0	0	1
South Dakota	2023	0	1	0	0	0	0	1
	2024	1	0	0	0	0	1	0

STATUS OF FRANCHISE OUTLETS FOR YEARS 2023 - 2025								
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
	2025	0	0	0	0	0	0	0
Tennessee	2023	0	0	0	0	0	0	0
	2024	0	3	0	0	0	0	3
	2025	3	0	0	0	0	0	3
Wisconsin	2023	0	2	0	0	0	0	2
	2024	2	1 <sup>1</sup>	0	0	0	0	3
	2025	3	0	0	0	0	0	3
Total	2023	0	20	0	0	0	0	20
	2024	20	12	0	0	1	2	31
	2025	31	2	0	0	0	1	32

Note 1: The 2025 FDD erroneously listed certain company-owned units as franchised.

**Table No. 4**

STATUS OF COMPANY-OWNED OUTLETS FOR YEARS 2023 - 2025							
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
Arizona	2023	0	1	0	0	0	1
	2024	1	0	0	0	0	1
	2025	1	0	0	0	0	1
Colorado	2023	2	0	0	0	0	2
	2024	2	0	0	0	0	2
	2025	2	0	0	1	0	1
Florida	2023	0	0	0	0	0	0
	2024	0	0	0	0	0	0
	2025	0	0	0	0	0	0
Georgia	2023	0	1	0	0	0	1
	2024	1	0	0	0	0	1
	2025	1	0	0	0	0	1
Indiana	2023	1	0	0	0	0	1
	2024	1	0	0	0	0	1
	2025	1	0	0	0	0	1
Iowa	2023	1	0	0	0	0	1
	2024	1	0	0	0	0	1
	2025	1	1	0	0	0	2
Michigan	2023	2	0	0	0	0	2
	2024	2	0	1	1	0	2
	2025	2	0	0	0	0	2
Minnesota	2023	1	0	0	0	0	1
	2024	1	0	0	0	0	1
	2025	1	0	0	1	0	1
Missouri	2023	1	0	0	0	0	1
	2024	1	0	0	0	0	1
	2025	1	0	0	0	0	1
North Dakota	2023	2	0	0	0	0	2
	2024	2	0	0	0	0	2
	2025	2	0	0	0	0	2
	2023	2	0	0	0	0	2

<b>STATUS OF COMPANY-OWNED OUTLETS FOR YEARS 2023 - 2025</b>							
<u>State</u>	<u>Year</u>	<u>Outlets at Start of Year</u>	<u>Outlets Opened</u>	<u>Outlets Reacquired From Franchisee</u>	<u>Outlets Closed</u>	<u>Outlets Sold to Franchisee</u>	<u>Outlets at End of the Year</u>
<u>Ohio</u>	<u>2024</u>	<u>2</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2</u>
	<u>2025</u>	<u>2</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2</u>
<u>Oregon</u>	<u>2023</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>
	<u>2024</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>1</u>	<u>0</u>	<u>0</u>
	<u>2025</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Texas</u>	<u>2023</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>
	<u>2024</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>
	<u>2025</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>
<u>Utah</u>	<u>2023</u>	<u>0</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>
	<u>2024</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>
	<u>2025</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>
<u>Virginia</u>	<u>2023</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>2024</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>2025</u>	<u>0</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>
<u>Wisconsin</u>	<u>2023</u>	<u>5</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>5</u>
	<u>2024</u>	<u>5</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>5</u>
	<u>2025</u>	<u>5</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>6</u>
<b><u>Total</u></b>	<b><u>2023</u></b>	<b><u>19</u></b>	<b><u>3</u></b>	<b><u>0</u></b>	<b><u>0</u></b>	<b><u>0</u></b>	<b><u>22</u></b>
	<b><u>2024</u></b>	<b><u>22</u></b>	<b><u>0</u></b>	<b><u>1</u></b>	<b><u>2</u></b>	<b><u>0</u></b>	<b><u>21</u></b>
	<b><u>2025</u></b>	<b><u>21</u></b>	<b><u>3</u></b>	<b><u>0</u></b>	<b><u>2</u></b>	<b><u>0</u></b>	<b><u>22</u></b>

Note: The 2025 FDD erroneously listed Arizona, Indiana, and Texas units as franchised but they were company-owned. The totals have been corrected.

**Table No. 5**

<b><u>PROJECTED OPENINGS AS OF DECEMBER 31, 2025</u></b>			
<b><u>State</u></b>	<b><u>Franchise Agreements Signed But Outlets Not Yet Opened</u></b>	<b><u>Projected New Franchised Outlets In The Next Fiscal Year</u></b>	<b><u>Projected New Company-Owned Outlets in the Next Fiscal Year</u></b>
<u>Idaho</u>	<u>0</u>	<u>0</u>	<u>1</u>
<u>New Jersey</u>	<u>1</u>	<u>0</u>	<u>0</u>
<u>South Carolina</u>	<u>1</u>	<u>0</u>	<u>0</u>
<u>Wyoming</u>	<u>0</u>	<u>0</u>	<u>1</u>
<b><u>Total</u></b>	<b><u>2</u></b>	<b><u>0</u></b>	<b><u>2</u></b>

In some instances, current and former franchisees may sign provisions restricting their ability to speak openly about their experience with The Wellness Way. 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. No franchisees in the last three years have signed any provisions restricting their ability to speak about their experience with The Wellness Way.

Currently, we have no trademark-specific franchisee organizations associated with the franchise System being offered.

Current Franchisees and franchisees who, as of the date of this Disclosure Document, have had an outlet terminated, cancelled, transferred, not renewed or otherwise voluntarily or involuntarily ceased to do business under a franchise agreement during the most recently completed fiscal year or who have not communicated with us within 10 weeks of the Disclosure Document issuance date are listed on **Exhibit F** to this Disclosure Document. If you buy this franchise, your contact information may be disclosed to other buyers when you leave the franchise System.

**ITEM 21. FINANCIAL STATEMENTS**

Attached as **Exhibit E** are the audited financial statements for years ending ~~December 31, 2022, and~~ December 31, 2023, ~~and~~ December 31, 2024, ~~and~~ December 31, 2025.

Unaudited interim financial statements for ~~2025-2026~~ may also be attached hereto.

Our fiscal year end is December 31.

**ITEM 22.      CONTRACTS**

The Wellness Way Franchise Agreement (with exhibits) is attached to this Disclosure Document as **Exhibit C**.

The Wellness Way General Release is attached to the Franchise Agreement as **Exhibit 1**.

The Wellness Way Non-disclosure and Non-Competition Agreement is attached to the Franchise Agreement as **Exhibit 2**.

The Wellness Way Unlimited Guaranty and Assumption of Obligations is attached to the Franchise Agreement as **Exhibit 3**.

Contract addenda required by certain states are attached to the Franchise Agreement as **Exhibit 5**.

The Wellness Way Pre-Opening Certification is attached to the Franchise Agreement as **Exhibit 7**.

The Wellness Way ACH Authorization Agreement is attached to the Franchise Agreement as **Exhibit 8**.

The Wellness Way Online Social Media Marketing Request form is attached to the Franchise Agreement as **Exhibit 9**.

~~The~~ Wellness Way Enterprises LLC Supplier Agreement is attached to the Franchise Agreement as **Exhibit 10**.

The Wellness Way Lease Rider is attached to the Franchise Agreement as **Exhibit 11**.

The DPCF Management LLC Administrative Services Consulting Agreement is attached to the Franchise Agreement as **Exhibit 12**.

The IT Support Services Agreement is attached to the Franchise Agreement as **Exhibit 13**.

The NEO IT Managed Services Master Product and Services Agreement is attached to the Franchise Agreement as **Exhibit 14**.

The Wellness Way Marketing Services Agreement is attached to the Franchise Agreement as **Exhibit 15**.

~~We provide no other contracts or agreements for your signature.~~

**ITEM 23.      RECEIPTS**

Our copy and your copy of the Disclosure Document Receipts are located on the last 2 pages of this Disclosure Document as **Exhibit I**.

**[The remainder of this page is intentionally left blank.]**

**EXHIBIT A TO THE DISCLOSURE DOCUMENT  
LIST OF STATE ADMINISTRATORS**

The following is a list of state administrators responsible for registration and review of franchises for these states. We may register in one or more of these states.

California

Department of Financial Protection and Innovation  
One Sansome Street, Suite 600  
San Francisco, California 94104

Department of Financial Protection and Innovation  
320 W. 4<sup>th</sup> Street, Suite 750  
Los Angeles, California 90013

Department of Financial Protection and Innovation  
1515 K. Street, Suite 200  
Sacramento, California 95814  
(866) 275-2677 Toll Free

Connecticut

Connecticut Banking Commissioner  
Department of Banking  
Securities & Business Investments Division  
260 Constitution Plaza  
Hartford, Connecticut 06103

Florida

Division of Consumer Services  
Attn: Business Opportunities  
2005 Apalachee Parkway  
Tallahassee, Florida 32399-6500

Hawaii

Commissioner of Securities  
Department of Commerce & Consumer Affairs  
335 Merchant Street, Room 203  
Honolulu, Hawaii 96813  
(808) 586-2722

Illinois

Illinois Attorney General  
500 South Second Street  
Green Bay, Illinois 62706  
(217) 782-4465

Indiana

Indiana Secretary of State Securities  
Division  
302 West Washington Street, Room E-111  
Indianapolis, Indiana 46204

Kentucky

Office of the Attorney General  
Consumer Protection Division  
Attn: Business Opportunity  
1024 Capital Center Drive  
Frankfort, Kentucky 40601-8204

Maine

Department of Professional and Financial  
Regulations  
Bureau of Banking  
Securities Division  
121 Statehouse Station  
Augusta, Maine 04333

Maryland

Office of the Attorney General  
Securities Division  
200 St. Paul Place  
Baltimore, Maryland 21202

Michigan

Department of the Attorney General Consumer  
Protection Division, Franchise Unit  
525 Ottawa Street  
G. Mennen Williams Building, 6<sup>th</sup> Floor  
Lansing, Michigan 48909

Minnesota

Minnesota Dept of Commerce 85  
7<sup>th</sup> Place East, Suite 280  
Saint Paul, MN 55101

Nebraska

Nebraska Department of Banking and Finance  
Commerce Court  
1230 O Street, Suite 400  
Lincoln, Nebraska 68509

New York

Bureau of Investor Protection and Securities New  
York State Department of Law  
120 Broadway, 23<sup>rd</sup> Floor  
New York, New York 10271

EXHIBIT A TO THE DISCLOSURE DOCUMENT (continued)

North Carolina

Secretary of State  
Securities Division  
300 North Salisbury Street, Suite 100  
Raleigh, North Carolina 27603-5909

North Dakota

North Dakota Securities Department 600  
East Boulevard Avenue  
State Capitol – 5<sup>th</sup> Floor  
Department 414  
Bismarck, North Dakota 58505-0510  
(701) 328-4712

Rhode Island

Division of Business Regulation John  
O. Pastore Complex  
1511 Pontiac Avenue Building  
69, 1<sup>st</sup> Floor  
Cranston, Rhode Island 02920

South Carolina

Office of the Secretary of State  
1205 Pendleton Street  
Edgar Brown Building, Suite 525  
Columbia, South Carolina 29201

South Dakota

Department of Revenue and Regulation  
Division of Securities  
124 S. Euclid Ave.  
Pierre, SD 57501

Texas

Office of the Secretary of State  
Statutory Document Section  
1019 Brazos Street  
Austin, Texas 78701

Utah

Utah Department of Commerce  
Division of Consumer Protection 160  
East 300 South  
P.O. Box 146704  
Salt Lake City, Utah 84111-6704

Virginia

State Corporation Commission  
Division of Securities and Retail Franchising  
Tyler Building, 9<sup>th</sup> Floor  
1300 East Main Street  
Richmond, Virginia 23219

Washington

Department of Financial Institutions Securities  
Division  
150 Israel Road Southwest  
Olympia, Washington 98501

Wisconsin

Division of Securities  
Department of Financial Institutions 345  
West Washington Avenue  
Madison, Wisconsin 53703

**EXHIBIT B TO THE DISCLOSURE DOCUMENT**  
**LIST OF STATE AGENTS FOR SERVICE OF PROCESS**

We have designated Patrick M. Flynn, 2525 W. Mason Street, Green Bay, WI 54303, as our agent for service of process. In addition, the following state agencies are designated as our agent for service of process in accordance with the applicable state laws. We may register in one or more of these states.

California

Department of Financial Protection & Innovation  
One Sansome Street, Suite 600  
San Francisco, California 94104

Department of Financial Protection & Innovation  
320 W. 4th Street, Suite 750  
Los Angeles, California 90013

Department of Financial Protection & Innovation  
1515 K St., Suite 200  
Sacramento, California 95814  
(866) 275-2677

Connecticut

Connecticut Banking Commissioner  
Department of Banking  
Securities & Business Investments Division  
260 Constitution Plaza  
Hartford, Connecticut 06103

Hawaii

Commissioner of Securities  
Department of Commerce and Consumer Affairs  
Business Registration Division  
Securities Compliance Branch  
335 Merchant Street, Room 203  
Honolulu, Hawaii 96813

Illinois

Illinois Attorney General  
500 South Second Street  
Green Bay, Illinois 62706

Indiana

Indiana Secretary of State  
Securities Division  
302 West Washington Street, Room E-111  
Indianapolis, Indiana 46204

Maryland

Maryland Securities Commissioner  
Office of Attorney General  
Securities Division  
200 St. Paul Place  
Baltimore, Maryland 21202

Michigan

Michigan Department of Commerce  
Corporations and Securities Bureau  
P.O. Box 30054  
6546 Mercantile Way  
Lansing, Michigan 48909

Minnesota

Minnesota Department of Commerce  
Commissioner of Commerce  
85 7<sup>th</sup> Place East, Suite 280 St.  
Paul, Minnesota 55101

New York

Secretary of the State of New York  
41 State Street  
Albany, New York 12231

North Dakota

North Dakota Securities Commissioner  
State Capitol – 5<sup>th</sup> Floor  
600 East Boulevard  
Bismarck, North Dakota 58505-0510

Rhode Island

Director Division of Business Regulation  
John O. Pastore Complex  
1511 Pontiac Avenue  
Building 69, 1<sup>st</sup> Floor  
Cranston, Rhode Island 02920

South Dakota

Department of Revenue and Regulation  
Division of Securities  
124 S. Euclid Ave.  
Pierre, SD 57501

Virginia

Clerk, State Corporation Commission  
Tyler Building, 1<sup>st</sup> Floor  
1300 East Main Street  
Richmond, Virginia 23219

Washington

Director, Department of Financial Institutions  
Securities Division  
150 Israel Road Southwest  
Olympia, Washington 98501

Wisconsin

Commissioner of Securities  
345 West Washington Street, 4<sup>th</sup> Floor

[Exhibit B-1](#)

Madison, Wisconsin 53703



**THE WELLNESS WAY  
FRANCHISE AGREEMENT**

EXHIBIT C TO THE DISCLOSURE DOCUMENT

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## **EXHIBITS**

- EXHIBIT 1** – GENERAL RELEASE
- EXHIBIT 2** – NONDISCLOSURE AND NON-COMPETITION AGREEMENT
- EXHIBIT 3** – UNLIMITED GUARANTY AND ASSUMPTION OF OBLIGATIONS
- EXHIBIT 4** – HOLDERS OF LEGAL OR BENEFICIAL INTEREST IN FRANCHISEE
- EXHIBIT 5** – MULTI-STATE ADDENDA
- EXHIBIT 6** – DE-IDENTIFICATION
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- EXHIBIT 8** – ACH AUTHORIZATION AGREEMENT
- EXHIBIT 9** – ONLINE/SOCIAL MEDIA MARKETING PERMISSION REQUEST
- EXHIBIT 10** – WELLNESS WAY ENTERPRISES SUPPLIER AGREEMENT
- EXHIBIT 11** – LEASE RIDER
- EXHIBIT 12** – ADMINISTRATIVE SERVICES [CONSULTING](#) AGREEMENT
- EXHIBIT 13** – [IT SUPPORT SERVICES AGREEMENT](#)
- EXHIBIT 14** – [NEO IT MANAGED SERVICES MASTER PRODUCT AND SERVICES AGREEMENT](#)
- EXHIBIT 15** – [MARKETING SERVICES AGREEMENT](#)

**THE WELLNESS WAY  
FRANCHISE AGREEMENT**

This Franchise Agreement made this \_\_\_\_\_ (“Effective Date”) is by and between The Wellness Way Franchise LLC, a Wisconsin limited liability company, having its principal place of business at 2525 W Mason Street, Green Bay, WI 54303 (“Franchisor”), and \_\_\_\_\_, \_\_\_\_\_, partnership/corporation/limited liability company established in the State of \_\_\_\_\_, or an individual, and whose principal address is \_\_\_\_\_ (“Franchisee”).

WITNESSETH:

WHEREAS, Franchisor and its Affiliates\* have developed, and are in the process of further developing, a System identified by the trade name “The Wellness Way” and relating to the establishment and operation of a business providing chiropractic and wellness services referred to as “The Wellness Way Clinic;” and

WHEREAS, in addition to the trade name “The Wellness Way” and certain other related service marks, trademarks or logos (“Marks”), the distinguishing characteristics of the System include: uniform standards and procedures for efficient business operations; procedures and strategies for marketing, advertising and promotion; customer service and development techniques; other strategies, techniques and Trade Secrets and other Confidential Information; and the Confidential Operations Manual; and

WHEREAS, Franchisor grants to qualified persons and business entities the right to own and operate The Wellness Way Clinic using the System and the Marks; and

WHEREAS, Franchisee desires to operate The Wellness Way Clinic, has applied for the Franchise and such application has been approved by Franchisor in reliance upon all of the representations made herein and therein; and

WHEREAS, Franchisee understands and acknowledges the importance of Franchisor’s high and uniform standards of quality, operations and service and the necessity of operating the Franchised The Wellness Way Clinic in strict conformity with Franchisor’s System.

NOW, THEREFORE, Franchisor and Franchisee, intending to be legally bound, agree as follows:

**1. DEFINITIONS**

Whenever used in this Agreement, the following words and terms have the following meanings:

“**Adverse Business**” means any business that promotes consumer lifestyle choices adverse to the healing principals of The Wellness Way, including but not limited to fast food restaurants, crop pesticide companies, and other businesses which in our reasonable business judgment are adverse to the healing principals of The Wellness Way.

“**Affiliate**” means any business entity that controls, is controlled by, or is under common control with Franchisor;

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\*Capitalized terms not otherwise defined are defined in Section 1.

[Return to FA TOC](#)

⌂ 8

“**Agreement**” means this agreement entitled “The Wellness Way Franchise Agreement” and all instruments supplemental hereto or in amendment or confirmation hereof;

“**Approved Location**” means the site for the operation of the Franchised The Wellness Way Clinic selected by Franchisee and approved in writing by Franchisor;

“**Approved Non-Royalty Direct Marketing Products**” means those products specified from time to time as published in the Operations Manual which Franchisee may be approved to sell, but whose sales are excluded from the definition of Gross Revenues for the purposes of Royalty and Global Marketing Fund calculations, provided that such sales are not processed through the TWW System Technology;

“**Approved Supplier(s)**” has the meaning given to such term in Section 15.1;

“**Area of Primary Responsibility**” shall have the meaning set forth in Section 2.4, which shall be subject to the Franchisor’s Rights set forth in Section 3;

“**Confidential Information**” means technical and non-technical information used in or related to Wellness Way Clinics and not commonly known by or available to the public, including, without limitation, Operations Manuals, The Wellness Way University, Training Programs, TWW System Software, Procedures of Operations, Vendors and Suppliers, knowledge of sources of products sold, knowledge of sales and profit performance of one or more The Wellness Way Clinics, methods, techniques, formats, specifications, procedures, information, systems and knowledge of and experience in the development, operation, and franchising of chiropractic and wellness businesses, any log-in or password information used to access other Confidential Information or the franchise systems, software, and sites, Trade Secrets, and any other information identified or labeled as confidential when delivered by Franchisor. Confidential Information shall not include, however, any information that: (a) is now or subsequently becomes generally available to the public through no fault of Franchisee; (b) Franchisee demonstrates was rightfully in its possession, without obligation of nondisclosure, prior to disclosure pursuant to this Agreement or any other agreement with Franchisor or its affiliates; (c) Franchisee demonstrates is independently developed without the use of any Confidential Information; or (d) is rightfully obtained from a third party who has the right, without obligation of nondisclosure, to transfer or disclose such information;

“**Confidential Operations Manual**” means the Wellness Way Confidential Operations Manual, whether in paper or electronic form, and any other items as may be provided, added to, changed, modified or otherwise revised by Franchisor from time to time that contain or describe the standards, methods, procedures and specifications of the System, including other operations, administration and managers’ manuals and all books, computer programs, videos, password-protected portions of an Internet site, pamphlets, memoranda and other publications prepared by, or on behalf of, Franchisor;

“**Designated Managing Owner**” means the individual designated by Franchisee as having authority to make decisions on behalf of your Franchised The Wellness Way Clinic and on whom We can rely regarding any such decisions or with respect to any issues arising from your ownership or operations of your Franchised The Wellness Way Clinic. If Franchisee is a legal business entity, (such as a corporation, limited liability company or partnership), Franchisor may, in its sole discretion, require that the Designated Managing Owner hold a legal and equitable interest, or a beneficial interest of at least fifteen percent (15%) in Franchisee, and Franchisor may, in its discretion, require the Designated Managing Chiropractor and Designated Managing Owner to be the same person. If Franchisee is an individual and a licensed chiropractor and not a business entity, the Designated Managing Owner is Franchisee. The Designated Managing Owner must complete our initial training program before opening.

**“Designated Managing Chiropractor”** means the licensed chiropractic professional designated by Franchisee as having authority to supervise the chiropractic staff and all licensed professionals providing chiropractic and/or wellness services to patients. Franchisor may, in its discretion, require the Designated Managing Chiropractor and Designated Managing Owner to be the same person. If Franchisee is an individual and a licensed chiropractor and not a business entity, the Designated Managing Chiropractor is Franchisee. The Designated Managing Chiropractor must complete our initial training program before opening and regularly spend 25 or more hours per week in the Franchised The Wellness Way Clinic.

**“Designated Managing Office Manager”** means the individual who manages the administrative, non-clinical aspects of your Franchised The Wellness Way Clinic and has authority to hire, train, and supervise the non-professional staff of your Franchised The Wellness Way Clinic. The Designated Office Manager must complete our initial training program before opening or within six months after opening and must regularly spend 25 or more hours per week in the Franchised The Wellness Way Clinic.

**“Designated Marketing Coordinator”** means the individual who is responsible for your local marketing, including without limitation online marketing and social media. The position of Designated Marketing Coordinator may be held by the Designated Managing Owner, the Designated Managing Chiropractor, the Designated Office Manager, or a separate employee. The Designated Marketing Coordinator must complete our initial training program before opening or within six months after opening.

**“Effective Date”** means the date on which Franchisor and Franchisee fully execute this Agreement, thereby commencing its effectiveness and term;

**“Electronic Depository Transfer Account”** means an account established at a national banking institution approved by Franchisor and providing Franchisor with access to electronically withdraw any funds due Franchisor;

**“Franchise”** means the right granted to Franchisee by Franchisor to use the System and the Marks;

**“Franchise Fee”** has the meaning given to such term in Section 4.1;

**“Franchise Royalty”** has the meaning given to such term in Section 4.2;

**“Franchised The Wellness Way Clinic”** means the chiropractic and wellness clinic to be established and operated by Franchisee pursuant to this Agreement;

**“Franchisee”** means the individual or entity defined as “Franchisee” in the introductory paragraph of this Agreement;

**“Franchisor”** means The Wellness Way Franchise LLC

**“GAAP”** means the generally accepted accounting principles, standards, conventions and rules accountants follow in recording and summarizing transactions and in the preparation of financial statements;

**“Gross Revenue”** means the aggregate of all revenue and receipts from sales conducted at, from, or through ~~The~~ the Franchised ~~The~~ Wellness Way Clinic (whether or not in compliance with this Agreement), (including but not limited to chiropractic services, wellness services, other services, testing, gift cards, products and supplements), whether in cash, by check, credit card, debit card, digital currency, barter, exchange, other credit transactions, or otherwise, but excluding (1) applicable sales taxes collected and paid.

to the appropriate taxing authority and (2) reduced by the amount of any documented refunds, credits, and discounts granted to customers in good faith. Gross Revenue includes gift certificates, gift cards, and similar program payments at the time the gift card or other instrument is purchased. Gross Revenue also includes all insurance proceeds you receive for the loss of business due to a casualty or similar event. Gross Revenue excludes the resale of products and/or commissions on Approved Non-Royalty Direct Marketing Products, as set forth in the Operations Manual, provided that those products are not sold or processed through the System Technology and point of sale system.

**“In-Term Competitive Business”** means any business that offers or provides (or grants franchises or licenses to others to operate a business that offers or provides) chiropractic adjusting, wellness consulting, testing, and/or nutritional supplements and/or products the same as or similar to those provided by The Wellness Way, its affiliates, and its franchisees, or in which Trade Secrets or other Confidential Information could be used to the disadvantage of Franchisor, any Affiliate or its other franchisees; provided, however, that the term “In-Term Competitive Business” shall not apply to (a) any business operated under a Franchise Agreement with Franchisor, or (b) any business operated by a publicly-held entity in which Franchisee owns less than a five percent (5%) legal or beneficial interest;

**“Incapacity”** means the inability of Franchisee, or any holder of a legal or beneficial interest in Franchisee, to operate or oversee the operation of the Franchised The Wellness Way Clinic on a regular basis by reason of any continuing physical, mental or emotional condition, chemical dependency or other limitation;

**“Internet”** means any one (1) or more local or global interactive communications media that is now available, or that may become available, including sites and domain names on the World Wide Web;

**“Local Marketing”** has the meaning given to such term in Section 13.1;

**“Marks”** means the service mark and trademark “The Wellness Way” and such other trade names, trademarks, service marks, trade dress, designs, graphics, logos, emblems, insignia, fascia, slogans, drawings and other commercial symbols as Franchisor may designate to be used in connection with Franchised The Wellness Way Clinic;

**“Minimum Performance Requirement”** means the minimum monthly gross revenues your Franchised The Wellness Way Clinic must achieve as set forth in Section 2.7;

**“Post-Term Competitive Business”** means any business that offers or provides (or grants franchises or licenses to others to operate a business that offers or provides) wellness consulting, testing, and/or nutritional supplements, and/or products the same as or similar to those provided by The Wellness Way, its affiliates, and its franchisees, or in which Trade Secrets or other Confidential Information could be used to the disadvantage of Franchisor, any Affiliate or its other franchisees; provided, however, that the term “Post-Term Competitive Business” shall not apply to (a) any business operated under a Franchise Agreement with Franchisor, (b) any business operated by a publicly-held entity in which Franchisee owns less than a five percent (5%) legal or beneficial interest, or (c) a business that provides chiropractic adjusting services without wellness consulting, testing, and/or nutritional supplements;

**“Global Marketing Fund”** has the meaning set forth in Section 13.4;

**“System”** means the uniform standards, methods, procedures and specifications developed by Franchisor, and as may be added to, changed, modified, withdrawn or otherwise revised by Franchisor for the operation of The Wellness Way Clinics; and

“**Trade Secrets**” means information in any form (including, but not limited to, technical or non-technical data, formulas, patterns, compilations, programs, devices, methods, techniques, drawings, processes, financial data, financial plans, product plans, passwords, lists of actual or potential suppliers) related to or used in [The Wellness Way Clinics](#) that is not commonly known by or available to the public and that: (a) derives economic value, actual or potential, from not being generally known to, and not being readily ascertained by proper means by, other persons who can obtain economic value from its disclosure or use; and (b) is the subject of efforts that are reasonable under the circumstances to maintain its secrecy.

“**TWW System Technology**” means as the software and other technology currently used in the System and such other software and technology which may be later developed, including but not limited to: (a) website development and hosting, (b) establishing a System-wide intranet or other type of website portal for the System (a “Website Portal”) of any kind, (c) proprietary or customized software licensed by Franchisor or its affiliates to assist with the day-to-day operations of the chiropractic and wellness Business, and/or (d) any other technology that Franchisor determines appropriate, in its discretion, for use in connection with your franchised business.

## **2. GRANT OF FRANCHISE; APPROVED LOCATION**

### **2.1 Grant.**

Franchisor hereby grants to Franchisee, and Franchisee undertakes and accepts, upon the terms and conditions herein contained, a revocable, limited license to operate one (1) The Wellness Way Clinic using the System and Marks.

### **2.2 Location of Franchised The Wellness Way Clinic.**

The street address (or detailed description of the premises) of the location for the Franchised Clinic is:

(the “Approved Location”).

The Franchised The Wellness Way Clinic must be located at a location approved by Franchisor.

### **2.3 Approved Location Not Determined**

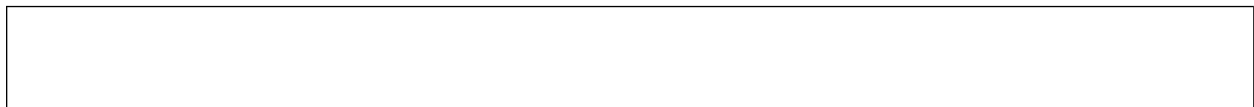
If the Approved Location is determined as of the Effective Date, then this Section shall be inapplicable. If the Approved Location of the Franchised The Wellness Way Clinic is not determined as of the Effective Date, then the geographic area in which the Franchised The Wellness Way Clinic is to be located shall be within the geographic area described below (“Designated Search Area”). Franchisee shall select and submit possible sites for Franchisor’s evaluation in accordance with Section 6. When the Approved Location is determined, its address shall be inserted into Section 2.2, which shall be initialed and dated by Franchisee and Franchisor and the Designated Area shall lapse. The failure to insert such address into Section 2.2 shall not affect the enforceability of this Agreement. The Designated Area is delineated for the sole purpose of site selection and does not confer any territorial exclusivity or protection. A detailed description of the geographic area or boundaries of the Designated Search Area is:



**2.4 Area of Primary Responsibility**

Franchisee will be granted a protected territory called the “Area of Primary Responsibility” to be mutually agreed upon by Franchisor and Franchisee and depicted in the map attached. The Area of Primary Responsibility will typically be a ~~three (3) mile~~ or ~~more mile~~ greater radius from the Approved Location. Franchisee will operate the Franchised The Wellness Way Clinic from the Approved Location within the designated Area of Primary Responsibility and shall limit all direct marketing, advertising and business activities within such area, as stated in Section 2.6. As long as this Agreement is in full force and effect and Franchisee is not in default under any of the terms hereof, Franchisor shall not limit or alter the boundaries of Franchisee’s Area of Primary Responsibility and will not establish or grant others the right to establish The Wellness Way Clinic within Franchisee’s Area of Primary Responsibility. Franchisee’s rights in the Area of Primary Responsibility are subject to Franchisor’s rights articulated in Section 3.

- a. The Area of Primary Responsibility shall be defined by and exist within the following zip codes or other physical, political or natural boundaries:



- b. The map of the Area of Primary Responsibility will be attached hereto.

**2.5 Sub-franchising/Agents**

Franchisee shall not sublicense the use of the System or Marks to any person or entity. Franchisee shall not grant any person or entity the right to perform any part of Franchisee’s rights or obligations licensed hereunder.

**2.6 Marketing and Solicitation Restrictions**

You agree to limit targeted or direct solicitation and marketing to persons in your Area of Primary Responsibility unless such person (regardless of where they live) has voluntarily signed up to receive communications with you or you have obtained our written permission. You are permitted to use public media with a broad reach, such as newspaper, radio, television and other electronic means of general solicitation to attract patients. If Franchisee desires to conduct targeted or direct marketing outside of Franchisee’s Area of Primary Responsibility and the area of desired marketing both (a) neighbors Franchisee’s Area of Primary Responsibility and (b) is not the Area of Primary Responsibility of any other Franchisee, Franchisee may submit a written request to Franchisor for approval of the proposed out of territory marketing. Franchisor reserves the right to approve or deny any request for marketing approval outside of the Area of Responsibility in its sole and absolute discretion. Any approval granted may be granted on a non-exclusive basis and may be revoked at any time with Franchisor’s notice to Franchisee. Franchisee may market to any existing patient or customer, wherever located, but must provide its services only from its Approved Location, located inside the Area of Primary Responsibility. Franchisor shall make reasonable efforts to enforce these restrictions with regard to Franchisee and any other The Wellness Way\_

Clinics, but under no circumstances shall Franchisor be required to engage in litigation or similar actions with regard to these restrictions.

## 2.7 **Minimum Performance Requirements**

To maintain your rights to the Area of Primary Responsibility, you are required to meet minimum performance requirements, with generally increasing gross revenues, the more experience you have as a franchise. There are no minimum performance requirements during the first year following the opening of your Franchised The Wellness Way Clinic. Your performance requirements thereafter are set forth as monthly gross revenue requirements per year, measured from the first full month following your opening. In the event Franchisee fails to meet the Minimum Performance Requirements for a particular month, the monthly gross revenue for all months in the same calendar year will be averaged. If the average for the calendar year exceeds the Performance Requirements, Franchisee will not be deemed to be in default of this section. The chart below sets forth the monthly performance requirements for each calendar year:

<b>CALENDAR YEAR</b>	<b>GROSS MONTHLY REVENUE</b>
First Year	No Minimum Requirement
Second Year	\$20,000 per month
Third Year	\$35,000 per month
Fourth Year and thereafter	\$50,000 per month

If this Agreement is renewed following the initial term of seven (7) years, the Franchisee agrees that the 4<sup>th</sup> year and thereafter requirements will apply to each year of any successor term. Franchisee agrees that Franchisee's failure to receive the Minimum Required Gross Revenue constitutes a material default in this Agreement and entitles The Wellness Way to terminate this Agreement. Provided, however, Franchisor will not terminate the Franchise Agreement based solely on Franchisee's failure to achieve Minimum Required Gross Revenue without Franchisor first providing Franchisee with notice and an opportunity to cure of not less than 3 months.

**The Wellness Way does not represent or warrant that any Franchisee will achieve any specific level of Gross Revenues or that any Franchisee will make any profit. The Minimum Required Gross Revenues set forth above do not constitute a representation that you will achieve these results. Instead, these Minimum Required Gross Revenues reflect what The Wellness Way requires for this Agreement to remain in effect.**

## 3. **FRANCHISOR'S RIGHTS**

### 3.1 **Reservation of Rights**

Franchisee acknowledges that Franchisor expressly retains all rights and discretion with respect to the Marks and System, including the right to:

- a. establish, own or operate, and license others to establish, own or operate, The Wellness Way Clinic in any area outside Franchisee's Area of Primary Responsibility as Franchisor deems appropriate;

- b. establish, own or operate, and license others to establish, own or operate other businesses under other systems using other trademarks at any location we deem appropriate;
- c. purchase or otherwise acquire the assets or controlling ownership of one (1) or more businesses identical or similar to The Wellness Way Clinic (and/or acquire franchise, license and/or similar agreements for such businesses), some or all of which may be located anywhere. If Franchisor purchases or acquires franchises or licenses, Franchisor may, in its sole discretion, act as franchisor or licensor with respect to such franchisees or licensees wherever located, pursuant to the individual franchise or license agreement(s) between Franchisor and franchisee(s) or licensee(s). If Franchisor purchases or acquires such businesses which are not franchised or licensed, Franchisor may, in its sole discretion:
  - i. offer to sell any such businesses to Franchisee or to any third party to be operated as The Wellness Way Clinic; or
  - ii. offer Franchisee the opportunity to operate such business(s) in partnership with Franchisor (or an Affiliate) under the business(s) existing trade name or a different trade name.
- d. be acquired (regardless of the form of transaction) by any business, even if the other business operates, franchises and/or licenses In-Term Competitive Businesses;
- e. provide the services and sell the products authorized for The Wellness Way Clinic using the Marks or other trademarks, service marks and commercial symbols through an alternate channel of distribution on such terms and conditions as Franchisor deems appropriate; and
- f. engage in any activities not expressly forbidden by this Agreement.

#### **4. FEES**

##### **4.1. Franchise Fee**

Upon execution of this Agreement, Franchisee shall pay an initial franchise fee (“Franchise Fee”) to Franchisor of Fifteen Thousand Dollars (\$15,000.00). The Franchise Fee shall be deemed fully earned upon execution of this Agreement and is nonrefundable. The Franchise Fee is payment, in part, for expenses incurred by Franchisor in furnishing assistance and services to Franchisee as set forth in this Agreement and for costs incurred by Franchisor, including general sales and marketing expenses, training, legal, accounting and other professional fees.

##### **4.2. Franchise Royalties**

Franchisee shall remit to Franchisor a Franchise Royalty in the amount of the greater of (i) five (5%) of the monthly Gross Revenues or (ii) five percent (5%) of the Minimum Performance Requirement as set forth in Section 2.7. For so long as this Agreement shall be in effect, Franchisee shall pay the Franchise Royalty to Franchisor, without offset, credit or deduction of any nature. Franchisor reserves the right to change the time and manner of payment and currently requires Franchisee to pay Franchise Royalties through electronic transfer on a monthly basis. Franchisee specifically acknowledges that [Franchisee](#)

Franchisee does not expect to receive patient referrals from Franchisor and that no part of the Franchise Royalty is contingent upon or related in any way to Franchisee's patients.

#### **4.3. Global Marketing Fund Contribution**

Franchisee shall remit to Franchisor a Global Marketing Fund Contribution in the amount of the one percent (1%) of the monthly Gross Revenues. Franchisee's Global Marketing Fund Contribution shall be payable together with and in the same manner as Franchise Royalties.

#### **4.4. Renewal Fee**

If Franchisee has elected to enter into a successor franchise term, Franchisee must pay the renewal fee of \$2,500.

#### **4.5. Transfer Fee**

If Franchisee desires to transfer this franchise and Franchisor has not exercised its right of first refusal, Franchisee shall remit a transfer fee in the amount of \$7,000.

#### **4.6. Conference Fees-**

If Franchisor holds conferences or training programs, it may designate one or more of those conferences or training programs annually or biannually as mandatory for owners and/or staff of Franchisee. If a conference is designated as mandatory, Franchisee must pay the conference fees for the designated persons, regardless of attendance. In addition, failure to attend a mandatory conference without just cause is a material default.

#### **4.7. Marketing Fees-**

If Franchisee elects to acquire marketing consulting services from Franchisor or its affiliate, Franchisee shall pay Franchisor/Affiliate its ~~then-current~~ fees for the services. In addition, while participating in any marketing program administered by Franchisor or its affiliate, Franchisee will be required to contribute fees to third-parties for the marketing/advertising to be placed.

#### **4.8. Resource Subscription-**

If Franchisee elects to subscribe to Franchisor's resource library available online, Franchisee shall pay Franchisor's ~~then-current~~ fee, which may change from time to time upon notice. Franchisor's current fee is \$~~1200~~ per ~~year or \$15~~ per month.

#### **4.9. Processing Convenience Fee-**

If Franchisee elects to pay any amount due to TWW or its affiliates via credit card, a convenience fee may be assessed as a percentage of the transaction, which fee may vary and is currently estimated at 2% - 4% of the transaction. You will receive notice of any convenience fee before the transaction is processed.

**4.10. Technology Subscription**

If Franchisee elects a technology subscription offered by Franchisor, Franchisee shall pay Franchisor's ~~then current~~ then-current monthly subscription charge, which may change from time to time upon notice.

~~4.11. Patient Education Services~~

~~If Franchisee desires to have Franchisor provide patient education counseling to Franchisee's patients, Franchisee shall pay Franchisor's then current fee per counseling session which may change from time to time upon notice. All patient education services must be scheduled in advance with Franchisor and is subject to Franchisor availability.~~

~~4.12.~~**4.11. Continuing Education Credits**

If Franchisee desires to obtain continuing education credits for any conference, seminar, or training program hosted by Franchisor, Franchisee will remit an additional fee to Franchisor as determined from time to time to cover the costs of credentialing.

~~4.13.~~**4.12. Administrative Reimbursements**

Franchisee shall reimburse Franchisor and its Affiliates for the actual costs Franchisor/Affiliate incurs in administering, funding, and processing any purchases of products/services (e.g. any wire transfer fees, third-party processing charges, the actual costs of shipping).

~~4.14.~~**4.13. Taxes**

Franchisee shall pay to Franchisor an amount equal to all sales taxes, excise taxes, use taxes, withholding taxes, and similar taxes imposed on the fees payable by Franchisee to Franchisor hereunder or on goods or services furnished to Franchisee by Franchisor at the same time as Franchisee remits such fees to Franchisor, whether such goods or services are furnished by sale, lease or otherwise, unless the tax is an income tax assessed on Franchisor for doing business in the state where the Franchised The Wellness Way Clinic is located.

~~4.15.~~**4.14. Electronic Transfer**

All fees and other amounts due to Franchisor shall be paid on the due dates and via the method which Franchisor shall specify from time to time. Franchisor may require all Fees and other amounts due to Franchisor to be paid through an Automatic Clearing House, Electronic Transfer, Electronic Depository Transfer Account or such other method Franchisor may specify. At Franchisor's request, Franchisee shall open and maintain an Electronic Depository Transfer Account, and shall provide Franchisor with continuous access to such account for the purpose of receiving any payments due to Franchisor. Every month, Franchisee shall make deposits to the account sufficient to cover amounts owed to Franchisor prior to the date such amounts are due. Franchisee shall execute any documents Franchisor's or Franchisee's bank requires to establish and implement the Electronic Depository Transfer Account. Once established, Franchisee shall not close the Electronic Depository Transfer Account without Franchisor's written consent. As of the date of this Agreement, all franchisees are required to execute the ACH Authorization agreement attached hereto as **Exhibit 8**.

#### **4.16.4.15. Insufficient Fund-s / Late Fees**

In the event any payment processed by Franchisor is returned or an ACH withdrawal is not processed due to insufficient funds, Franchisee shall pay to Franchisor an insufficient funds charge in the amount of \$50 per such transaction or such greater amount as may be charged to Franchisor by its financial institution. All amounts due that are not received by Franchisor within five (5) days after the due date shall incur late fees at the rate of one and one-half percent (1.5%) per month (or the highest rate allowed by the law of the state where Franchisee is located) from the date payment is due to the date payment is received by Franchisor. Franchisee shall pay Franchisor for all costs incurred by Franchisor in the collection of any Fees or any other amounts due Franchisor, including reasonable accounting and legal fees. This Section shall not constitute an agreement by Franchisor to accept any payments after the due date or a commitment by Franchisor to extend credit to or otherwise finance Franchisee.

#### **4.17.4.16. Application of Payments**

Notwithstanding any designation by Franchisee, Franchisor shall have the right to apply any payments by Franchisee to any past due indebtedness of Franchisee for Fees, purchases from Franchisor or any other amount owed to Franchisor in any proportion or priority. Franchisee agrees to pay all Franchise Payments promptly when due. Payments must be made in the manner specified by The Wellness Way from time to time, which may include, without limitation, advance ACH authorization. As of the date of this Agreement, all franchisees are required to execute the ACH Authorization agreement attached hereto as **Exhibit 8**.

### **5. TERM AND RENEWAL**

#### **5.1. Initial Term**

This Agreement shall be effective and binding for an initial term of seven (7) years from the Effective Date, unless sooner terminated pursuant to Section 18.

#### **5.2. Successor Terms**

Subject to the conditions below, so long as Franchisor is continuing to offer franchises, Franchisee has the right to obtain a successor franchise at the expiration of the term of this Agreement by entering into a new franchise agreement with Franchisor. To qualify for a successor franchise, each of the following conditions shall have been fulfilled and remain true as of the last day of the term of this Agreement:

- a. Franchisee has, during the entire term of this Agreement, fully complied with all material provisions of this Agreement;
- b. Franchisee has, at its expense, made such capital expenditures as were necessary to maintain uniformity with any Franchisor-required System modifications such that the Franchised The Wellness Way Clinic reflects Franchisor's then-current standards and specifications;
- c. Franchisee has paid the renewal fee of \$2,500 or Franchisor has waived the renewal fee in accordance with this Agreement;

- d. Franchisee has satisfied all monetary obligations owed by Franchisee to Franchisor (and/or any Affiliate) and has timely met these obligations throughout the term of this Agreement;
- e. Franchisee (and its Owners) are not in default of any provision of this Agreement or any other agreement between Franchisee and Franchisor (or its Owners) or between Franchisee (or its Owners) and an Affiliate of Franchisor;
- f. Franchisee has given written notice of its intent to operate a successor franchise to Franchisor not less than six (6) months nor more than twelve (12) months prior to the end of the term of this Agreement;
- g. Franchisee has executed Franchisor's then-current form of franchise agreement (or, at Franchisor's election, has executed other documents that modify this Agreement to reflect the fact that the Franchise Agreement relates to the grant of a successor franchise), which franchise agreement shall supersede this Agreement in all respects, and the terms of which may differ from the terms of this Agreement by requiring, among other things, a different percentage Franchise Royalty Fees; provided, however, that Franchisee shall not be required to pay the then-current Franchise Fee;
- h. Franchisee has complied with Franchisor's then-current qualifications for a new franchisee and has agreed to comply with any then-current training and certification/licensing requirements; and;
- i. Franchisee has executed a general release, in a form the same as or similar to the General Release attached as **Exhibit 1**, of any and all claims against Franchisor, any Affiliate or their respective officers, directors, shareholders, managers, members, partners, owners, employees and agents (in their corporate and individual capacities), except to the extent prohibited by the laws of the state where the Franchised The Wellness Way Clinic is located.

### 5.3. ~~HoldOver~~Holdover.

In the event the term of this Agreement expires and the Parties have not entered into a written franchise renewal agreement, but the franchisee continues to operate the franchised business with the written consent of The Wellness Way, the franchise agreement shall be deemed to be extended on a month to month basis, and all terms of this franchise agreement shall continue to apply. The parties further agree that in the event Franchisee has continued to operate the franchised consignment sales business without the written consent of The Wellness Way, The Wellness Way shall be entitled to enforce all rights and remedies set forth in this Agreement, regardless of the expiration date. Nothing in this paragraph shall be construed to require The Wellness Way to consent to a holdover or month to month continuation of this Agreement. In the event Franchisee does not enter into a written renewal franchise agreement upon the expiration of this Agreement, The Wellness Way shall, in its sole discretion, be entitled to exercise any and all legal and contractual remedies available to it. The Wellness Way's receipt of royalties or other fees or provision of services to franchisee during a holdover period shall not be deemed a waiver or any rights or remedies of The Wellness Way.

## 6. APPROVED LOCATION

### 6.1. Lease of Approved Location

Franchisee is required to purchase or lease a commercial location, which location must be approved by Franchisor. Franchisee shall execute a lease for, or a binding agreement to purchase, an Approved Location, the terms of which must have been previously approved by Franchisor in writing and must include execution of the Lease Rider attached hereto as **Exhibit 11**. Franchisor shall not unreasonably withhold its approval. Franchisor's review of a lease or purchase agreement, or any advice or recommendation offered by Franchisor, shall not constitute a representation or guarantee that Franchisee will succeed at the Approved Location nor constitute an expression of Franchisor's opinion regarding the terms of such lease or purchase agreement. Franchisee acknowledges and agrees that Franchisee shall solely rely on its review of any such lease. Franchisor shall be entitled to require that nothing contained in the Lease is contradictory to, or likely to interfere with, Franchisor's rights or Franchisee's duties under this Agreement. Franchisee shall take all actions necessary to maintain title to the lease of the Approved Location, as the case may be, while this Agreement is in effect. Any default that may cause Franchisee to lose its title to the Approved Location, or for which the lease may be terminated, as the case may be, shall also be deemed a default hereunder and the time to cure the same shall expire when such title is lost, or the lease is terminated, as the case may be. Franchisor has the right to require that the lease for the Approved Location be collaterally assigned by Franchisee to Franchisor, pursuant to the terms of its standard collateral assignment of lease form, to secure performance by Franchisee of its obligation under this Agreement. Franchisor's approval of a lease shall be conditioned upon inclusion of terms in the lease acceptable to Franchisor, and, at Franchisor's option, the lease shall contain such provisions as Franchisor may reasonably require, including those set forth in the Lease Rider attached hereto as **Exhibit 11**.

### 6.2. Development of Franchised Clinic

In connection with the development of the Franchised Clinic, Franchisee shall:

- a. Choose the location for the Clinic, obtain our approval of the location, and secure a lease with terms acceptable to us (or purchase the location);
- b. obtain all permits and licenses required for operation of the Franchised Business and certify in writing that all such permits and certifications have been obtained;
- c. make any necessary renovations or improvements for the Franchised The Wellness Way Clinic in accordance with our plans and specifications;
- d. purchase and install all office equipment and supplies, furniture and fixtures, including any software and computer equipment, required for the operation of the Franchised The Wellness Way Clinic pursuant to the specifications provided by Franchisor and from Approved Suppliers; and
- d.e. establish broadband or high-speed Internet access and obtain at least one (1) telephone number solely dedicated to the Franchised The Wellness Way Clinic
- ~~e. establish broadband or high-speed Internet access and obtain at least one (1) telephone number solely dedicated to the Franchised The Wellness Way Clinic.~~

### 6.3. Opening

#### 6.3.

Before opening the Franchised The Wellness Way Clinic and commencing business, Franchisee must:

- a. fulfill all of the obligations of Franchisee pursuant to the other provisions of this Section 6;
- b. furnish Franchisor with copies of all insurance policies required by this Agreement, or by the lease, or such other evidence of insurance coverage and payment of premiums as Franchisor may request;
- c. furnish Franchisor with credentialing evidence that all chiropractors are properly licensed;
- d. obtain Franchisor's approval of fictitious name or d/b/a and properly register it;
- ~~e.~~ designate a Managing Owner, Managing Chiropractor, Office Manager, and Marketing Coordinator (With our approval, an individual may hold multiple of these four designated positions, but you must:
  - (i) designate to us the person or persons who will hold the positions;\_
  - e. (ii) obtain our approval for an individual to hold multiple designated positions; and (iii) ensure that the designated individual completes all required training for all of the approved designated positions);
- f. ensure Designated Managing Owner and Designated Managing Chiropractor complete initial training to the satisfaction of Franchisor;
- g. ensure Designated Office Manager and Designated Marketing Coordinator complete initial training to the satisfaction of Franchisor or commit to complete training within six (6) months after opening;
- h. have the sample patient disclosures and forms conformed to the requirements of each State in which Franchisee will practice;
- i. possess all required state, county, city and local professional licenses and certifications for all chiropractors providing services through your Franchised The Wellness Way Clinic and for the Clinic itself;
- j. obtain all necessary state, county, city and local permits and licenses;
- k. if necessary, hire and train the personnel necessary for the operation of the Franchised The Wellness Way Clinic;
- l. if Franchisee is a business entity, ensure that the business entity is formed in compliance with applicable State licensing and corporate practice of medicine laws;
- ~~m.~~ if Franchisee is a business entity, cause each of its stock certificates or other ownership interest certificates to be conspicuously endorsed upon the face thereof a statement in a form satisfactory to Franchisor that such ownership interest is held subject to, and that further\_

- m. assignment or transfer thereof is subject to, all restrictions imposed upon transfers and assignments by this Agreement;
- n. obtain Franchisor's written permission and approval of an opening date; provided that Franchisor shall not unreasonably withhold consent to open (permission to open being based on Franchisor's determination that Franchisee is ready to open and satisfactorily prepared to operate);
- o. pay in full all amounts due to Franchisor and its Affiliates;
- p. obtain counseling from advisors Franchisee has independently selected regarding health care laws and labor and employment laws applicable to the Franchised The Wellness Way Clinic;
- q. complete the Pre-Opening Certification attached hereto as **Exhibit 7**;
- r. enter into the Supplier Agreement with Wellness Way Enterprises LLC attached hereto as **Exhibit 10**;
- s. Franchisee shall comply with these conditions and be prepared to open and continuously operate the Franchised The Wellness Way Clinic within one hundred eighty (180) days after the Effective Date. Time is of the essence.

#### **6.4. Failure to Open**

Should Franchisee fail to commence operations of the Franchised The Wellness Way Clinic within one hundred eighty (180) days after the Effective Date without obtaining a written agreement from Franchisor to an extension, Franchisor has the right to terminate this Agreement. If Franchisee, despite diligent efforts and for good cause shown, cannot open within one hundred eighty (180) days after the Effective Date, Franchisee may apply to Franchisor for an extension of time to open. Franchisor reserves the right to grant or deny requests for extension in its reasonable business judgment. If this Agreement is terminated pursuant to this Section 6.4, Franchisor shall retain the entire Franchise Fee paid by Franchisee. The Franchise Fee retained shall be specifically understood and agreed by the parties to be in consideration of the services provided, time expended, and work performed by Franchisor, and other efforts of Franchisor up to the date of Franchisee's failure to timely commence operations of the Franchised The Wellness Way Clinic and shall not be construed as nor considered to be a penalty.

#### **6.5. Relocation**

Franchisee shall not relocate the Franchised The Wellness Way Clinic without the prior written consent of Franchisor which consent shall not be unreasonably withheld. Any such relocation shall be at Franchisee's sole expense, and shall proceed in accordance with the requirements set forth in this Agreement. Franchisor has the right to charge Franchisee for any costs incurred by Franchisor in providing assistance to Franchisee related to such relocation, including, but not limited to, legal and accounting fees. Notwithstanding the foregoing, Franchisor has no obligation to provide relocation assistance.

## **6.6. Security Interest**

As security for the performance of your obligations under this Agreement, including payments owed to us or our affiliates, you shall grant us a security interest in all of the assets of the Franchised The Wellness Way Clinic, including without limitation, the leasehold or fee simple interest in the Approved Location, all furniture, fixtures, equipment, inventory, accounts, supplies, contracts, and proceeds and products of all those assets. You agree to execute such other documents as we may reasonably request in order to further document, perfect and record our security interest. If you default in any of your obligations under this Agreement, we may exercise all rights of a secured creditor granted to us by law, in addition to our other rights under this Agreement and at law. This Agreement shall be deemed to be a Security Agreement and Financing Statement and may be filed for record as such in the records of any county and/or state that we deem appropriate to protect our interests.

## **7. PROPRIETARY MARKS**

### **7.1. Ownership**

Franchisee's right to use the Marks is derived solely from this Agreement, is nonexclusive and is limited to the conduct of business by Franchisee pursuant to, and in compliance with, this Agreement and all applicable standards, specifications and operating procedures prescribed from time to time by Franchisor. Any unauthorized use of the Marks by Franchisee is a breach of this Agreement and an infringement of the rights of Franchisor in and to the Marks. Any goodwill created by Franchisee's use of the Marks shall inure to the benefit of Franchisor. Franchisee shall not at any time acquire an ownership interest in the Marks, by virtue of any use it may make of the Marks or otherwise. This Agreement does not confer any goodwill, title or interest in the Marks to Franchisee. Franchisee shall not, at any time during the term of this Agreement or after its termination or expiration, contest the validity or ownership of any of the Marks or assist any other person or entity in contesting the validity or ownership of any of the Marks.

### **7.2. Limitations on Use**

Franchisee shall not use any Mark or portion of any Mark as part of any business entity name. Franchisee shall not use any Mark in connection with the sale of any unauthorized product or service or in any other manner not expressly authorized in writing by Franchisor. Franchisee shall give such notices of trademark and service mark registrations as Franchisor specifies and obtain such fictitious or assumed name registrations as may be required under applicable law to do business as a Franchised The Wellness Way Clinic. Franchisee shall not register or seek to register as a trademark or service mark, either with the United States Patent and Trademark Office or any state or foreign country, any of the Marks or a trademark or service mark that is confusingly similar to any Mark. Franchisee shall include on its letterhead, forms, cards, E-mails and other such identification, and shall display at the Clinic and on Franchisee's Business Cards, Letterhead, Contracts and Emails, a prominent notice stating that the Franchised The Wellness Way Clinic is an "Independently Owned and Operated [The Wellness Way Franchise](#)" of Franchisee.

### **7.3. Notification of Infringements and Claims**

Franchisee shall immediately notify Franchisor of any infringement of the Marks, [any](#) challenge to its use of any of the Marks, or [any](#) claim by any person of any rights in any of the Marks. Franchisee shall not communicate with any person other than Franchisor and Franchisor's counsel in connection with any such infringement, challenge or claim; provided, however, Franchisee may communicate with Franchisee's counsel at Franchisee's expense. Franchisor has the right to take such action as it deems appropriate and

the right to exclusively control any litigation or other proceeding arising out of any infringement, challenge, or claim or other action or matter relating to any of the Marks. Franchisee shall execute any and all instruments and documents, render such assistance, and do such acts and things as may, in the opinion of Franchisor, be necessary or advisable to protect and maintain Franchisor's interests in any such litigation or other proceeding or to otherwise protect and maintain Franchisor's interest in the Marks.

#### **7.4. Indemnification for Use of Marks**

Franchisor shall reimburse Franchisee for all expenses reasonably incurred by Franchisee in any trademark or similar proceeding disputing Franchisee's authorized use of any Mark, provided that Franchisee has complied with the provisions of Section 7.3 and has complied with this Agreement and Franchisor's directions in responding to such proceeding. At Franchisor's option, Franchisor or its designee may defend and control the defense of any proceeding arising from Franchisee's use of any Mark. This indemnification shall not include the expense to Franchisee of removing signage or discontinuance of the use of the Marks. This indemnification shall not apply to litigation between Franchisor and Franchisee wherein Franchisee's use of the Marks is disputed or challenged by Franchisor. This indemnification shall not apply to any separate legal fees or costs incurred by Franchisee in seeking independent counsel separate from the counsel representing Franchisor and Franchisee in the event of litigation disputing Franchisor and Franchisee's use of the Marks.

#### **7.5. Discontinuance of Use**

If Franchisor deems it necessary for Franchisee to modify or discontinue use of any of the Marks, and/or use one (1) or more additional or substitute trade names, trademarks, service marks or other commercial symbols, Franchisee shall comply with Franchisor's directions within ten (10) business days after notice to Franchisee by Franchisor. Franchisor shall not be required to reimburse Franchisee for its expenses in modifying or discontinuing the use of a Mark or any loss of goodwill associated with any modified or discontinued Mark or for any expenditures made by Franchisee to promote a modified or substitute Mark.

#### **7.6. Right to Inspect**

To preserve the validity and integrity of the Marks and any copyrighted materials licensed hereunder, and to ensure that Franchisee is properly employing the Marks in the operation of the Franchised The Wellness Way Clinic, Franchisor and its designees have the right to enter and inspect the Franchised The Wellness Way Clinic at all reasonable times, with or without notice, and, additionally, have the right to observe the manner in which Franchisee renders services, conducts activities and operations, and to inspect facilities, equipment, products, inventory, supplies, reports, forms and documents and related data to ensure that Franchisee is operating the Franchised The Wellness Way Clinic in accordance with the quality control provisions and performance standards established by Franchisor. Franchisor and its agents shall have the right, at any reasonable time, to remove sufficient quantities of products, supplies or other items to test whether such products or items meet Franchisor's then-current standards. Franchisor or its designee has the right to observe Franchisee and its employees during the operation of the Franchised The Wellness Way Clinic and to interview and survey (whether in person or by mail) customers and employees and to photograph or videotape the operations. Nothing herein shall give Franchisor any rights of control over the employees of Franchisee.

### **7.7. Franchisor's Sole Right to Domain Name**

Franchisor is the sole owner of all right, title and interest in and to www.thewellnessway.com and such other domain names as Franchisor shall designate in the Confidential Operations Manual. Franchisee shall not advertise on the Internet using, or establish, create or operate an Internet site or website using a domain name or uniform resource locator containing the Marks or the words "The Wellness Way," "Wellness Way," "TWW," or any variation thereof without Franchisor's written approval. This restriction applies to social media sites, including but not limited to, Facebook, Instagram, X, Tik Tok (the "Platform"). Franchisee may apply to Franchisor for approval of a Platform using the form attached to the Franchise Agreement as **Exhibit 9**. In the event we authorize you to use the Marks in a Platform, we will establish the Platform page/listing, and you agree that we will own all rights to such sites and will have administrative access to such forum and agree to provide us with all access, login and password information for such Platform. As set forth in **Exhibit 9**, Franchisor's approval of Franchisee's use of a social media platform contemplates Franchisee administering/posting on the platform in accordance with our System Standards with the Franchisor only exercising its rights when Franchisor deems necessary. Franchisor has no obligation to monitor/police any Platform. Franchisor has no obligation to grant approval of any request and may revoke any approval previously granted at its discretion. Franchisee agrees that its use of the Marks in any approved Platform will be in accordance with Franchisor's System Standards.

## **8. TRADE SECRETS AND OTHER CONFIDENTIAL INFORMATION**

### **8.1. Confidentiality of Trade Secrets and Other Confidential Information**

Franchisee acknowledges that Franchisor shall disclose Trade Secrets and other Confidential Information to Franchisee during the training program, through the Confidential Operations Manual, and as a result of guidance furnished to Franchisee during the term of this Agreement. Franchisee shall not acquire any interest in the Trade Secrets or other Confidential Information, other than the right to use them and in the development and operation of the Franchised The Wellness Way Clinic and in performing its duties under this Agreement. Franchisee acknowledges that the use or duplication of the Trade Secrets or other Confidential Information in any other business venture would constitute a breach of Franchisee's obligations under this Agreement and an unfair method of competition. Franchisee acknowledges that the Trade Secrets and other Confidential Information are proprietary and are disclosed to Franchisee solely on the condition that Franchisee (and all holders of a legal or beneficial interest in Franchisee and all officers, directors, executives, managers and members of the professional staff of Franchisee): (a) shall not use the Trade Secrets or other Confidential Information in any other business or capacity; (b) shall maintain the absolute confidentiality of the Trade Secrets and other Confidential Information during and after the term of this Agreement; (c) shall not make any unauthorized copies of any portion of the Trade Secrets or other Confidential Information disclosed electronically or in written or other tangible form; and (d) shall adopt and implement all reasonable procedures prescribed from time to time by Franchisor to prevent unauthorized use or disclosure of the Trade Secrets and other Confidential Information.

### **8.2. Electronic Log-Ins and Passwords**

Each and every individual who will access Franchisor's Confidential Information and/or any site, program or system hosted, provided or maintained by or for Franchisor must have an individual log-in and password issued for such person to access such Confidential Information, site, program or system. No log-in or password may be issued or provided unless and until the Nondisclosure and Non-Competition Agreement attached hereto has been executed by such individual and provided to Us. It shall be a material default of this Agreement for Franchisee or any individual to whom Franchisee has provided access to

Franchisor's Confidential Information and/or any site, program or system hosted, provided or maintained by or for Franchisor to provide access in violation of this provision or to share any log-in or password access to such Confidential Information, site, program or system. Franchisee shall enforce this Section as to its employees, agents and representatives and shall be liable to Franchisor for any unauthorized disclosure or use of Trade Secrets or other Confidential Information by any of them.

### **8.3. Additional Developments**

All ideas, concepts, techniques or materials concerning the System or developed, in whole or in part, using Trade Secrets or other Confidential Information, whether or not protectable intellectual property and whether created by or for Franchisee or its owners or employees, shall be promptly disclosed to Franchisor and shall be deemed the sole and exclusive property of Franchisor and works made-for-hire for Franchisor, and no compensation shall be due to Franchisee or its owners or employees with respect thereto, and Franchisee hereby agrees to assign to Franchisor all right, title and interest in any intellectual property so developed. Franchisor has the right to incorporate such items into the System. To the extent any item does not qualify as a "work made-for-hire" for Franchisor, Franchisee shall assign, and by this Agreement, does assign, ownership of that item, and all related rights to that item, to Franchisor and shall sign any assignment or other document as Franchisor requests to assist Franchisor in obtaining or preserving intellectual property rights in the item. Franchisor shall disclose to Franchisee concepts and developments of other franchisees that are made part of the System. As Franchisor may reasonably request, Franchisee shall take all actions to assist Franchisor's efforts to obtain or maintain intellectual property rights in any item or process related to the System, whether developed by Franchisee or not.

### **8.4. Exclusive Relationship**

Franchisee acknowledges that Franchisor would be unable to protect the Trade Secrets and other Confidential Information against unauthorized use or disclosure and would be unable to encourage a free exchange of ideas and information among The Wellness Way franchisees if owners of The Wellness Way Clinics and members of their immediate families or households were permitted to hold an interest in or perform services for any In-Term Competitive Business. Franchisee further acknowledges that the goals of The Wellness Way Franchise System and other franchisees will be hindered by and The Wellness Way brand will be damaged by Franchisee (and/or its owners) ownership and/or participation in any Adverse Business. Therefore, during the term of this Agreement, neither Franchisee nor any holder of a legal or beneficial interest in Franchisee (or any member of his or her immediate family or household), nor any officer, director, executive, manager or member of the professional staff of Franchisee, either directly or indirectly, for themselves, or through, on behalf of or in conjunction with any person, partnership, corporation, limited liability company or other business entity, shall:

- a. Divert or attempt to divert any business or customer of the Franchised The Wellness Way Clinic to any In-Term Competitive Business, by direct or indirect inducement or otherwise, or do or perform, directly or indirectly, any other act injurious or prejudicial to the goodwill associated with the Marks or the System; or
- b. Own an interest in, manage, operate, or perform services for any In-Term Competitive Business or Adverse Business, wherever located.

## **8.5. Execution of Nondisclosure and Non-Competition Agreements**

Franchisee shall require each holder of a legal or beneficial interest in Franchisee (and each member of his or her immediate family or household), and each officer, director, executive, manager or member of Franchisee and all the practitioners and health restoration coaches of Franchisee providing wellness consulting (subject to applicable law) to execute a nondisclosure and non-competition agreement, in the ~~then-current~~then-current form of Franchisor's Nondisclosure and Non-Competition Agreement, the current form of which is attached as **Exhibit 2A**, upon execution of this Agreement or prior to each such person's affiliation with Franchisee. Franchisee shall require each other employee or staff member of Franchisee who will have access to Franchisor's Confidential Information (subject to applicable law) to execute a confidentiality and nondisclosure agreement in the ~~then-current~~then-current form, the current form of which is attached as **Exhibit 2B**, upon execution of this Agreement or prior to each such person's affiliation with Franchisee. Before providing access to any of Franchisor's confidential information, and subsequently, upon Franchisor's request, Franchisee shall provide Franchisor copies of all non-disclosure and non-competition agreements signed pursuant to this section. Such agreements shall remain on file at the offices of Franchisee and are subject to audit or review as otherwise set forth herein. Franchisor shall be a ~~third-party~~third-party beneficiary with the right to enforce covenants contained in such agreements. In the event applicable law at any time makes all or part of **Exhibit 2A** or **Exhibit 2B** unenforceable with respect to any holder of a legal or beneficial interest in Franchisee (and each member of his or her immediate family or household), and each officer, director, executive, manager or member of the professional staff, or any employees of Franchisee who will have access to Confidential Information, Franchisee shall have modified or updated Agreements in an enforceable form approved by Franchisor signed by each such Individual.

## **8.6. Reasonableness of Restrictions**

Franchisee acknowledges that the restrictive covenants contained in this Section 8 are essential elements of this Agreement and that without their inclusion, Franchisor would not have entered into this Agreement. Franchisee acknowledges that each of the terms set forth herein, including, for example, the restrictive covenants, is fair and reasonable and is reasonably required for the protection of Franchisor, the System and the Marks and Franchisee waives any right to challenge these restrictions as being overly broad, unreasonable or otherwise unenforceable.

## **9. TRAINING AND ASSISTANCE**

### **9.1. Initial Training**

Franchisor shall make an initial training program available to the Designated Managing Owner, Designated Managing Chiropractor, Designated Office Manager, Designated Marketing Coordinator and such other owners and/or staff persons as Franchisee requests. The number of attendees for the initial training program is unlimited, included in the initial franchise fee, provided that all such persons attend the in-person training at the same time as either the Designated Managing Owner/Designated Managing Chiropractor or the Designated Office Manager/Designated Marketing Coordinator training (either one or two total training sessions depending on Franchisee's staffing before opening). Before the opening of the Franchised The Wellness Way Clinic, the Designated Managing Owner and Designated Managing Chiropractor (which may be one person) must attend and successfully complete, to Franchisor's satisfaction, an initial training program pertaining to the operation and administration of the Franchised The Wellness Way Clinic, including, but not limited to: practices and procedures, sales and marketing methods; financial controls; maintenance of quality standards; customer service techniques; record keeping; and reporting procedures and other operational issues. Before the opening, or within six (6) months after o

opening the Franchised The Wellness Way Clinic if the positions have not been filled prior to opening, the Designated Office Manager and Designated Marketing Coordinator must attend and successfully complete, to Franchisor's satisfaction, an initial training program pertaining to the operation, marketing and administration of the Franchised The Wellness Way Clinic. Franchisor shall conduct the in-person portion of the initial training program at its headquarters, at the Franchised The Wellness Way Clinic, or at another designated location. Franchisor shall not charge tuition or similar fees for initial training for all Franchisee's attendees obtaining initial training at the same time as either the Designated Managing Owner/Designated Managing Chiropractor or the Designated Office Manager/Designated Marketing Coordinator training (either one or two total in-person initial training sessions depending on Franchisee's staffing before opening), however, all expenses incurred by Franchisee in attending such program including, but not limited to, travel costs, room and board expenses and employees' salaries, shall be the sole responsibility of Franchisee. Except as otherwise expressly provided in this Section 9, Franchisee shall be responsible for training its management and other employees. Following the completion of Franchisor's initial training program, if Franchisee does not feel adequately trained in any area, Franchisee may request additional training, and Franchisor will provide additional training to Franchisee. If Franchisee does not request additional training within sixty (60) days of completion of the initial training program, it will be conclusively established that Franchisor has provided sufficient initial training.

### **9.2. Failure to Complete Initial Training Program**

If Franchisor determines that the Designated Managing Owner, Designated Managing Chiropractor, Designated Office Manager, or Designated Marketing Coordinator is unable to satisfactorily complete the training program described above, Franchisor has the right to terminate this Agreement if Franchisee does not promptly designate a replacement who can complete the training program to Franchisor's reasonable satisfaction. In the event of substitute training, Franchisee will be required to pay Franchisor's then-current rates for additional training, if any, and reimburse Franchisor's costs for providing the substitute Designated Managing Owner, Designated Managing Chiropractor, Designated Office Manager, or Designated Marketing Coordinator an initial training program.

### **9.3. New Designated Managing Owner, Managing Chiropractor-, Designated Office Manager, or Designated Marketing Coordinator**

After beginning operations, should Franchisee name a new Designated Managing Owner, Designated Managing Chiropractor, Designated Office Manager, or Designated Marketing Coordinator, Franchisee must immediately notify Franchisor of the identity of the new Designee, and the new Designated Managing Owner, Designated Managing Chiropractor, Designated Office Manager, or Designated Marketing Coordinator must complete the initial training program to Franchisor's satisfaction within ninety

(90) days of being named. Franchisor has the right to require Franchisee to pay the costs of training, currently estimated at six hundred to three thousand dollars (\$600 - \$3,000) per trainee. Franchisee shall be responsible for all travel costs, room and board and its employees' salaries incurred in connection with the new Designated Managing Owner, Designated Managing Chiropractor, Designated Office Manager, or Designated Marketing Coordinator's attendance at such training. Additionally, should Franchisee hire a new practitioner, that practitioner must complete the online initial training.

### **9.4. Ongoing Training**

From time to time, Franchisor may provide (and, if it does, has the right to require that individuals holding specified owner/staff positions attend) ongoing training programs or seminars during the term of this Agreement. Franchisor may charge a fee for any mandatory or optional ongoing training. If a training

program is designated as mandatory, Franchisee will be responsible for the fee for the program for all required attendees. Franchisor may also require additional training as a condition of curing a default, and Franchisee acknowledges that it may be required to complete and pay a fee for any such training required to cure a default in addition to other mandatory ongoing training. Franchisee shall be responsible for all travel costs, room and board and its employees' salaries incurred in connection with the individual's attendance at such training. Failure of Franchisee to cause the specified owner/staff to attend any required ongoing training without obtaining a written waiver from Franchisor for good cause shown shall be a material default.

## **10. COMPLIANCE-**

### **10.1. Professional Judgment**

Franchisee shall ensure that its chiropractors and other licensed professionals exercise independent professional judgment and are supervised and directed only by the Designated Managing Chiropractor or other licensed professionals, in compliance with all applicable laws governing the professionals. Nothing in this Agreement shall be construed as directing or limiting the professional judgment of any licensed professional. Nothing in this Agreement shall obligate you or your Designated Managing Chiropractor to perform any act that is contrary to the Designated Managing Chiropractor's professional judgment. You agree to immediately notify us in the event you determine that anything in the Operations Manual or any System Standard is contrary to your or your Designated Managing Chiropractor's professional judgment.

### **10.2. Franchisee Responsibilities**

Without limiting other Franchisee responsibilities and obligations under this Agreement, Franchisee, and not Franchisor, shall be solely responsible for each of the following:

- a. The compliance of all licensed professionals with all laws applicable to them as a licensed professional;
- b. The selection of a course of treatment for a patient, the procedures or materials to be used as part of such course of treatment, and the manner in which such course of treatment is carried out by the licensee;
- ~~e.~~ Ensuring the Franchised The Wellness Way Clinic and Franchisee's billing practices
- c. comply with applicable laws where Franchisee is practicing;
- d. Ensuring the Franchised The Wellness Way Clinic complies with all applicable privacy laws, including without limitation, maintaining the privacy of patient records;
- e. Decisions relating to office personnel;
- f. Policies and decisions relating to pricing, credit, refunds, and warranties for professional chiropractic services.

## 11. ~~CONFIDENTIAL~~ CONFIDENTIAL OPERATION-S MANUAL

### 11.1. Loan by Franchisor

While this Agreement is in effect, Franchisor shall lend to Franchisee one (1) copy of the Confidential Operations Manual or grant Franchisee access to an electronic copy of the Confidential Operations Manual. Franchisee shall conduct the Franchised The Wellness Way Clinic in strict accordance with the provisions set forth in the Confidential Operations Manual. The Confidential Operations Manual may consist of one (1) or more separate manuals, videos, online modules, and other materials as designated by Franchisor and may be in written or electronic form. The Confidential Operations Manual shall, at all times, remain the sole property of Franchisor and shall promptly be returned to Franchisor upon expiration or termination of this Agreement.

### 11.2. Revisions

Franchisor has the right to add to or otherwise modify the Confidential Operations Manual from time to time to reflect changes in the specifications, standards, operating procedures and rules prescribed by Franchisor; provided, however, that no such addition or modification shall materially alter Franchisee's fundamental status and rights under this Agreement. Franchisor may make such additions or modifications without prior notice to Franchisee. Franchisee shall immediately, upon notice, adopt any such changes and shall ensure that its copy of the Confidential Operations Manual is up-to-date at all times. If a dispute as to the contents of the Confidential Operations Manual arises, the terms of the master copy of the Confidential Operations Manual maintained by Franchisor at Franchisor's headquarters shall be controlling.

### 11.3. Not A Substitute For Independent Professional Judgment

Franchisee and Franchisor acknowledge and agree that the specifications, standards and operating procedures are not intended to limit or replace the professional judgment of your Designated Managing Chiropractor or any other licensed professional. The specifications, standards, and operating procedures represent only the minimum standards, and you, your Designated Managing Owner, and your Designated Managing Chiropractor are solely responsible for ensuring that all licensed professionals provide services according to all applicable legal requirements and standards of care. Nothing in the Operations Manual shall obligate you or your Designated Managing Chiropractor to perform any act that is contrary to the Designated Managing Chiropractor's professional judgment. You agree to immediately notify us in the event you determine that anything in the Operations Manual or any System Standard is contrary to your or your Designated Managing Chiropractor's professional judgment.

### 11.4. Confidentiality

The Confidential Operations Manual contains Trade Secrets and other Confidential Information of Franchisor, and its contents shall be kept confidential by Franchisee both during the term of the Franchise and subsequent to the expiration and non-renewal or termination of this Agreement. Franchisee shall at all times ensure that its copy of the Confidential Operations Manual is available at the Franchised The Wellness Way Clinic in a current and up-to-date form. If the Confidential Operations Manual is in paper form or stored on computer-readable media, Franchisee shall maintain the Confidential Operations Manual in a secure manner at the Approved Location; and if the Confidential Operations Manual is in electronic form, Franchisee shall maintain the Confidential Operations Manual in a password-protected file. Franchisee shall only grant authorized personnel, as defined in the Confidential Operations Manual, access to the Confidential Operations Manual or any key, combination or passwords needed for access to the

Confidential Operations Manual, with single user passwords in accordance with Section 8 of this Agreement. Franchisee shall not disclose, duplicate or otherwise use any portion of the Confidential Operations Manual in an unauthorized manner.

## **12. FRANCHISE SYSTEM**

### **12.1. Uniformity**

Franchisee shall strictly comply, and shall cause the Franchised The Wellness Way Clinic and its employees to strictly comply, with all requirements, specifications, standards, operating procedures and rules set forth in this Agreement, the Confidential Operations Manual or other communications supplied to Franchisee by Franchisor. Franchisee shall offer only those products and services approved by Franchisor. If Franchisee desires to offer a product or service not approved in the Confidential Operations Manual, Franchisee must obtain Franchisor's written approval to do so. Franchisor reserves the right to approve or deny any request, in its sole in and absolute discretion and reserves the right to terminate any variance approval previously granted.

### **12.2. Modification of the System**

Franchisee recognizes that from time to time, Franchisor may introduce, as part of the System, other methods or technology which require certain System modifications including, without limitation, the adoption and use of modified or substitute Marks, new computer hardware and software, equipment or signs. Franchisee agrees to make all required upgrades and modifications at its expense as may be required by Franchisor; provided, however, that Franchisee shall not be required to make any expenditures during the first year of the initial term or any expenditures which are unreasonably disproportionate to Franchisee's initial investment to establish the Franchised Business during the initial term and otherwise not to exceed

\$15,000.00 per year of the Term. If such additional investment is required to be made in the last year of the initial term, Franchisee may avoid making the investment by providing notice of intent not to renew the Franchise unless the investment is in connection with a modification to the System required by law or court order. Franchisee acknowledges that any required expenditures for changes or upgrades to the System shall be in addition to expenditures for repairs and maintenance as required in Section 15.2 of this Agreement. Notwithstanding the foregoing, Franchisee shall be required to make any and all improvements or modifications whenever such are required by law, regulation, agency decision, or court order.

### **12.3. Variance**

Franchisor has the right to vary standards or specifications for any franchisee based upon that particular franchisee's qualifications, the peculiarities of the particular site or circumstances, the demographics of the trade area, business potential, existing business practices or any other condition which Franchisor deems to be of importance to the successful operation of any particular The Wellness Way Clinic. Franchisor shall not be required to disclose or grant to Franchisee a like or similar variance hereunder.

## **13. MARKETING AND ~~PROMOTION~~PROMOTIONAL ~~L~~ACTIVITIES**

### **~~13.1.~~ Local Marketing**

#### **~~13.1.~~**

Local marketing is currently determined by the Franchisee in the Franchisee's reasonable business judgment, with ads subject to Franchisor's approval. Franchisee should prepare and commit to a local

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marketing plan and should spend an amount determined by Franchisee in Franchisee's reasonable business judgment on marketing the Franchised The Wellness Way Clinic in Franchisee's Area of Primary of Responsibility. Franchisee shall be responsible for determining what marketing Franchisee shall use, and Franchisee shall submit to Franchisor, for its prior approval, all marketing and promotional materials to be used by Franchisee, including, but not limited to, television ads, radio ads, ad copy, coupons, flyers, scripts and direct mail. Franchisor shall use reasonable efforts to provide notice of approval or disapproval within thirty (30) days from the date all such material is received by Franchisor. If Franchisor does not approve submitted materials by the end of such thirty (30) day period, such materials shall be deemed to have received the required approval. Franchisee shall not use any marketing or promotional material prior to approval by Franchisor. We shall have the absolute right, at our sole discretion, to terminate any approval at any time upon written notice to you. The Wellness Way may, but is not required to, specify from time to time in the Operations Manual certain online social media postings that, when made in accordance with the System Standards on an approved platform (**Exhibit 9**), do not require pre-approval prior to posting. In all cases, The Wellness Way reserves the absolute right, at our sole discretion, to require removal or discontinuance of any posting or marketing.

### **13.2. Internet Marketing**

Franchisee may not establish a presence on, or market using, the Internet in connection with the Franchised The Wellness Way Clinic without Franchisor's prior written consent. Franchisor has established and maintains an Internet website at the uniform resource locator **www.thewellnessway.com** that provides information about the System and the products and services that Franchisor and its franchisees provide. Franchisor may include, but is not contractually obligated to include, information about your franchised clinic and/or an interior page at the Wellness Way website containing information about the Franchised The Wellness Way Clinic. Franchisor reserves the right to remove or suspend information about your franchised clinic and/or any interior page related to your Clinic. All information provided by Franchisee or which Franchisor does not create shall be subject to Franchisor's written approval prior to posting. Franchisor retains the sole right to advertise or use the Marks on the Internet, including the use of websites, domain names, uniform resource locators, keywords, linking, search engines (and search engine optimization techniques), banner ads, meta-tags, marketing, social media, e-commerce and co-branding arrangements. Franchisee may be requested to provide content for Franchisor's Internet marketing and shall be required to follow Franchisor's intranet and Internet usage rules, policies and requirements. Franchisor retains the sole right to approve any linking to, or other use of, The Wellness Way website.

Unless you have our prior written consent, you agree not to use any Mark as a part of any domain name, home page, electronic address, or otherwise in connection with an internet site (unless in connection with our approved franchise system website) or in any username, screen name or profile in connection with any social networking sites, such as, but not limited to, Facebook, Vimeo, YouTube, Instagram, Tik Tok, X, and LinkedIn (the "Platform"). You may apply to Franchisor for approval of use in an online platform or other electronic media by using the form attached hereto as **Exhibit 9**. We have no obligation to consent to your use of any Mark or trade name in any Platform or any form of electronic media and reserve all rights to control the use of all Marks and trade names in all forms of electronic media. Should we grant you written authorization to use the Marks in a form of electronic media, you agree that we will have the right, but not the obligation, to control the content associated with the Marks, administrative access to all such electronic media accounts, and login information and passwords to all such accounts. As set forth in **Exhibit 9**, our approval of a Franchisee's use of a social media platform contemplates the Franchisee administering/posting on the platform with the Franchisor only exercising its rights when Franchisor deems necessary. Franchisee covenants that it will ensure all postings to any approved Platform are made in [ac](#)

accordance with the System Standards. We have no obligation to monitor or police postings on any Platform.

**13.3. Directory Marketing**

Franchisee must list or advertise the Franchised The Wellness Way Clinic in such print and on-line directories as Franchisor may specify from time to time.

**13.4. Global Marketing Fund**

The Wellness Way Franchise LLC has implemented a Global Marketing Fund, and Franchisee will be required to contribute to the Global Marketing Fund in the amount of 1% of Gross Revenues. Your contribution to the Global Marketing Fund shall be due and payable together with Franchise Royalties. Global Marketing Fund contributions are in addition to your local marketing obligations set forth above.

We will administer the National Brand Fund as follows:

- a. All Global Marketing Funds received will be segregated from the general funds of The Wellness Way Franchise LLC in a separate account and will be spent on System promotion, development and marketing in the region or nationally as the case may be. The Global Marketing Fund shall not be used to defray any of our general operating expenses, except for such reasonable costs and expenses, if any, that we may incur in activities reasonably related to the administration of the Global Marketing Fund, creation or production of any marketing piece, or implementation of a marketing initiative.
- b. Franchisee's Global Marketing Fund Contributions may be used to meet the costs of, or to reimburse us for our costs of, creating, producing, maintaining, administering and directing consumer marketing (including, without limitation, the cost of creating, preparing and conducting television, radio, Internet, magazine, newspaper, and direct mail marketing campaigns and other public relations activities, email marketing, developing and/or hosting an Internet web page or site and similar activities, employing marketing agencies to assist therein, and providing promotional brochures and other marketing materials to franchisees).
- c. We will oversee all marketing programs, with sole control over creative concepts, materials and media used in such programs, and the placement and allocation thereof. We do not warrant that any particular franchisee will benefit directly or pro rata from expenditures by the Global Marketing Fund. The program(s) may be local, regional or System-wide. We have no obligation to expend the marketing funds in any particular geographic area. We do not warrant the success or effectiveness of any particular marketing program.
- d. We shall endeavor to spend all Global Marketing Fund Contributions on marketing programs and promotions during the fiscal year within which such contributions are made and the following fiscal year. If excess amounts remain in the Global Marketing Fund at the end of a fiscal year, all expenditures in the following fiscal year(s) shall be made first out of such excess amounts, including any interest on or other earnings of the Global

- d. Marketing Fund, and next out of prior year contributions and then out of current contributions.
- e. Although We intend the Global Marketing Fund to be of perpetual duration, we have the right to terminate the Global Marketing Fund at any time. The Global Marketing Fund shall not be terminated, however, until all Global Marketing Fund Contributions have been expended for marketing and promotional purposes or returned to Franchisee and other franchisees on a pro rata basis based on total Global Marketing Fund Contributions made in the aggregate by each franchisee.
- f. An accounting of the operation of the Global Marketing Fund shall be prepared annually and shall be available to Franchisee upon request. We are not required to but retain the right to have the Global Marketing Fund reviewed or audited and reported on, at the expense of the Global Marketing Fund, by an independent certified public accountant selected by us.
- g. Franchisee acknowledges that the Global Marketing Fund is not a trust and that The Wellness Way Franchise LLC assumes no fiduciary duty in administering the Global Marketing Fund.

#### **14. ACCOUNTING, RECORDS AND REPORTING OBLIGATIONS**

##### **14.1. Records**

During the term of this Agreement, Franchisee shall maintain full, complete and accurate books, records and accounts in accordance with the standard accounting system prescribed by Franchisor in the Confidential Operations Manual or otherwise in writing. Franchisee must use and maintain the standard chart of accounts and use the accounting program specified by Franchisor from time to time. As of the date of this Agreement, Franchisor requires Franchisee to use QuickBooks and to provide Franchisor with read-only access to Franchisee's account. At no time shall Franchisee's books and records, including its QuickBooks records, be more than thirty (30) days out of date. At no time shall Franchisee's books, records, and accounting be more than thirty (30) days incomplete. Failure to keep books, records, and accounting current is a material breach of this Agreement. Franchisee shall retain during the term of this Agreement, and for three (3) years thereafter, all books and records related to the Franchised The Wellness Way Clinic, including, without limitation, purchase orders, invoices, payroll records, sales tax records, state and federal tax returns, bank statements, cancelled checks, deposit receipts, cash receipts, disbursement journals, general ledgers, media sponsorships, trade deals, group marketing deals and any other financial records designated by Franchisor or required by law.

##### **14.2. Financial Statements**

Franchisee shall at all times maintain complete and accurate books and records in an accounting program approved by Franchisor pursuant to a standard chart of accounts, as designated by Franchisor and/or its accounting advisors from time to time. Franchisee shall ensure that Franchisor has continuous read-only access to the books and records. If Franchisee will maintain its accounting on a desktop, Franchisee agrees to provide any financial statements, balance sheets, profit and loss statements, or other reporting requested by Franchisor within forty-eight (48) hours of the request. In addition, upon

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Franchisor's request, Franchisee shall supply to Franchisor in a form approved by Franchisor, such balance sheets, income statements, and other financial reports as Franchisor may specify. Such financial statements shall be prepared in accordance with good accounting practices applied on a consistent basis. As of the date of this Agreement, Franchisee is required to submit to Franchisor a profit and loss statement and balance sheet, prepared according to Franchisor's standard chart of accounts within thirty (30) days of the close of each calendar month. If required by Franchisor, such financial statements shall be reviewed or audited by a certified public accountant. Franchisee shall submit to Franchisor such other periodic reports in the manner and at the times specified in the Confidential Operations Manual or otherwise in writing. Franchisee agrees that Franchisor has the right to use and to disclose all information provided by Franchisee to Franchisor in Franchisee's financial statements, balance sheets, income statements, and other reports.

#### **14.3. Other Reports**

Franchisee shall submit to Franchisor copies of all state sales tax returns that are required to be filed with the appropriate governmental agency. Franchisee shall provide or authorize any Approved Vendor to provide such reporting to Franchisor as Franchisor may reasonably require from time to time. Franchisee shall provide such other records as Franchisor may reasonably request from time to time or as specified in the Confidential Operations Manual. Franchisor shall have the right to release financial and operational information relating to the Franchised The Wellness Way Clinic to Franchisor's lenders and prospective lenders, investors and purchasers of Franchisor (irrespective of whether the purchase is structured as an asset purchase, stock purchase or merger). Franchisee shall certify as true and correct all reports to be submitted pursuant to this Agreement.

#### **14.4. Computer/Point-of-Sale System**

Franchisor requires Franchisee to acquire, install and use computer and point-of-sale systems consisting of hardware and software in accordance with Franchisor's specifications. Franchisee warrants and covenants that all sales of products and services, of any kind, at, from, or through the Franchised [The Wellness Way Clinic](#) or otherwise using or related to the Marks will be processed through the designated point-of-sale system. Franchisor shall have full access to all of Franchisee's computer and point-of-sale data and systems and all related information by means of direct access, either in person or by telephone, modem or Internet to permit Franchisor to verify Franchisee's compliance with its obligations under this Agreement. Provided, however, Franchisee shall have exclusive rights to access and duty to maintain any Patient Information and Patient Records.

#### **14.5. Right to Inspect**

Franchisor or its designee has the right, during normal business hours, to examine, copy and audit the books, records and tax returns of Franchisee. If an audit or any other inspection should reveal that any amounts owed to Franchisor have been underpaid, then Franchisee shall immediately pay to Franchisor the amount of the underpayment plus interest from the date such amount was due until paid at the rate of eighteen percent (18%) per annum (or the highest rate allowed by the law of the state where Franchisee is located). If an audit or any other inspection discloses an underpayment of three percent (3%) or more of the amount owed to Franchisor for the period covered by the audit or inspection, Franchisee shall, in addition, reimburse Franchisor for any and all costs and expenses connected with the audit or inspection (including, without limitation, travel expenses and reasonable accounting and attorneys' fees). The foregoing remedies shall be in addition to any other remedies Franchisor may have.

#### **14.6. Release of Records**

At Franchisor's request, Franchisee shall authorize and direct any third parties, including accounting and legal professionals, to release to Franchisor all accounting and financial records arising from or relating to the operation of the Franchised The Wellness Way Clinic, including, but not limited to, records evidencing Gross Revenue, profits, losses, income, tax liabilities, tax payments, revenues, expenses, and any correspondence, notes, memoranda, audits, business records, or internal accounts within said third parties' possession, custody or control, and to continue to release such records to Franchisor on a monthly basis for the length of the unexpired term of this Agreement or until such time as Franchisor withdraws its request. Franchisee shall execute all documents necessary to facilitate the release of records referenced herein to Franchisor.

### **15. STANDARDS OF OPERATION**

#### **15.1. Authorized Products, Services and Suppliers**

Franchisee acknowledges that the reputation and goodwill of the System are based in large part on offering uniform ~~high quality~~high-quality products and services to its customers. Accordingly, Franchisee shall provide or offer for sale or use at the Franchised The Wellness Way Clinic only those products, supplies, signs, equipment and other items and services that Franchisor from time to time approves (and which are not thereafter disapproved) and that comply with Franchisor's specifications and quality standards. You must offer all products at retail prices, and you will not offer or sell any products at wholesale prices.

If required by Franchisor, any such items or services shall be purchased only from "Approved Suppliers" that Franchisor designates or approves (which might include, or be limited to, Franchisor or an Affiliate). Franchisee acknowledges that Franchisor may approve a supplier for one or more particular products or services and may disapprove the supplier for other products or services. Franchisee shall be responsible for ensuring that all products and services are purchased from an approved supplier of those products or services. Franchisee shall not offer for sale, sell or provide through the Franchised The Wellness Way Clinic or from the Franchised The Wellness Way Clinic any products or services that Franchisor has not approved. Franchisee agrees that Franchisor and/or Franchisor's affiliates may be an Approved Supplier and/or may be the only Approved Supplier and that Franchisor and its affiliates reserve the right to earn a profit on any goods or services supplied to Franchisee.

Franchisor shall provide Franchisee, in the Confidential Operations Manual or other written or electronic form, with a list of specifications and, if Franchisor requires Franchisee to purchase goods or services from Approved Suppliers, a list of Approved Suppliers for some or all of the required products, supplies, signs, equipment and other approved or specified items and services, and Franchisor may from time to time issue revisions to such list. If Franchisee desires to acquire any products or services that Franchisor has not approved, Franchisee shall submit a request for approval to Franchisor. Franchisor may, in its discretion, require Franchisee to have the service or product and/or supplier evaluated by an independent agency to determine whether the service or product complies with Franchisor's standards and specifications or whether the supplier meets its Approved Supplier criteria. Franchisee shall bear all of the expenses for such independent evaluation. Franchisor will decide within a reasonable time (usually within thirty [30] days) after receiving the required information whether Franchisee may acquire such items or whether the supplier shall be designated as an Approved Supplier, as the case may be. Failure to receive written approval of a supplier from Franchisor will be a denial of the proposed supplier. Approval of a supplier may be conditioned on a variety of criteria, as determined by Franchisor from time to time, including but not limited to, the supplier's ability to provide a sufficient quantity of product; quality of p

products or services at competitive prices; production and delivery capability; and dependability and general reputation. Nothing in this Section shall be construed to require Franchisor to approve any particular supplier, or to require Franchisor to make available to prospective suppliers, standards and specifications that Franchisor deems confidential.

Notwithstanding anything contrary in this Agreement, Franchisor has the right to reconsider from time to time its approval of any items or suppliers. Franchisor may revoke its approval of any item, service or supplier at any time by notifying Franchisee. Franchisee shall, at its own expense, promptly cease using, selling or providing any items or services disapproved by Franchisor and shall promptly cease purchasing, leasing or licensing from suppliers disapproved by Franchisor.

Franchisor has the right to designate certain products and services, not otherwise authorized for general use as part of the System, to be offered locally or regionally based upon such factors as Franchisor determines including, but not limited to, franchisee qualifications, test marketing and regional or local differences. Franchisor has the right to permit one (1) or more franchisees to provide certain products or services not authorized for general use as part of the System. Such consent will be based upon the factors set forth in Section 12.3 and shall not create any rights in Franchisee to provide the same products or services.

Franchisor has the right to retain volume rebates, markups and other benefits from suppliers or in connection with the furnishing of Approved Suppliers. Franchisee shall have no entitlement to or interest in any such benefits.

#### **15.2. Appearance and Condition of the Franchised The Wellness Way Clinic**

Franchisee shall maintain the Franchised The Wellness Way Clinic in “like new” condition, and shall repair or replace furniture, fixtures, equipment, and signage as necessary to comply with the health and safety standards, specifications of Franchisor, and any applicable laws or regulations. The expense of such maintenance shall be borne by Franchisee and shall be in addition to any required System modifications, as described in Section 12.2.

#### **15.3. Ownership and Management**

You certify that all legal and beneficial owners of you are set forth in **Exhibit 4** attached hereto, that all such owners have completed a franchise application which is complete, true and correct in all material aspects, and that all such owners have executed and returned to us the Guarantee attached hereto as **Exhibit 3**. The Franchised The Wellness Way Clinic shall, at all times, be under the direct supervision of Franchisee. The Designated Managing Chiropractor and Designated Office Manager shall devote sufficient efforts to the management of the day-to-day operation of the Franchised The Wellness Way Clinic and each commit to regularly spend 25 or more hours per week at the Franchised The Wellness Way Clinic. Franchisee acknowledges and agrees that its Designated Managing Chiropractor (which may also be its Designated Managing Owner) must supervise and manage Franchisee’s licensed practitioners. Franchisee shall keep Franchisor informed, in writing, at all times of the identity of its Designated Managing Owner, Designated Managing Chiropractor, Designated Office Manager, and Designated Marketing Coordinator. Franchisee and its Owners must not engage in any business or other activities that will conflict with its obligations under this Agreement, including without limitation activities involving an In-Term Competitive Business or Adverse Business.

#### **15.4. Contributions and Donations**

In order to protect the Marks, Franchisee must obtain Franchisor's prior written consent before making any contributions or donations of items, services or funds to any individual or entity, or providing any type of other benefit to any charitable, religious, political, social, civic or other type of organization (or to any individual on behalf of any organization). Franchisor may, from time to time, designate certain classes of organizations in the Operations Manual as having open consent. Franchisor may withdraw any consent previously granted and may withhold its consent in its sole and absolute discretion.

#### **15.5.15.4. Personnel**

Franchisee is solely responsible for its employees, and Franchisor does not exercise control over Franchisee's employees. Franchisee shall maintain competent and conscientious personnel to operate the Franchised The Wellness Way Clinic in accordance with this Agreement and the Confidential Operations Manual. Franchisee shall train or cause the training of all personnel as and when required by prudent business practices, System standards or this Agreement, and Franchisee shall comply with all applicable laws and regulations regarding the qualifications, hiring and training of employees, including without limitation, all professional licensing laws. All costs associated with Franchisee's performance of its obligations under this Section shall be the sole responsibility of Franchisee. Franchisee shall obtain from all personnel who will have access to The Wellness Way Confidential Information and provide to Franchisor an executed Noncompetition and Nondisclosure Agreement in the format attached hereto as **Exhibit 2** or such other format as may be specified by Franchisor from time to time.

#### **15.6.15.5. Privacy and Security**

Franchisee is solely responsible for maintaining the privacy and security of personally identifiable information ("PI") of employees and patients of the Franchised The Wellness Way Clinic. Franchisee agrees to comply with all laws and regulations regarding privacy, data security, and cyber security, to use commercially reasonable efforts to maintain the security of PI, and to take any other steps or measures regarding privacy and security which Franchisor may request from time to time.

#### **15.7.15.6. Licenses and Permits**

Franchisee shall secure and maintain in force all required licenses, permits and certificates necessary for the operation of the Franchised The Wellness Way Clinic, and shall operate the Franchised The Wellness Way Clinic in full compliance with all applicable laws, ordinances and regulations. Franchisor makes no representation to Franchisee with regard to any legal requirements that Franchisee must satisfy or comply with in connection with the operation of the Franchised The Wellness Way Clinic. Franchisee shall be solely responsible for investigating and complying with all such laws, ordinances and regulations and acknowledges that Franchisor has recommended that Franchisee consult with a health care lawyer experienced with the laws in the jurisdiction where the Franchised The Wellness Way Clinic will be located.

#### **15.8.15.7. Notification of Proceedings**

Franchisee shall notify Franchisor in writing of the commencement of any action, suit or proceeding involving Franchisee or the Franchised The Wellness Way Clinic, and of the issuance of any order, writ, injunction, judgment, award or decree which may affect the operation or financial condition of the Franchised The Wellness Way Clinic not more than five (5) days after becoming aware of such [h](#)

[c](#)

commencement or issuance. Franchisee shall deliver to Franchisor, not more than five (5) days after Franchisee's receipt thereof, a copy of any inspection report, warning, certificate or rating by any governmental agency relating to any health or safety law, rule or regulation that reflects Franchisee's failure to meet and maintain the highest applicable rating or Franchisee's noncompliance or less than full compliance with any applicable law, rule or regulation.

#### **15.9.15.8. Compliance with Good Business Practices**

Franchisee acknowledges that the quality of customer service, and every detail of appearance and demeanor of Franchisee and its employees, is material to this Agreement and the relationship created and licenses granted hereby. Therefore, Franchisee shall use reasonable efforts to maintain high standards of quality and service in the operation of the Franchised The Wellness Way Clinic. Franchisee shall at all times give prompt, courteous and efficient service to customers of the Franchised The Wellness Way Clinic. The Franchised The Wellness Way Clinic shall in all dealings with its customers, vendors and the general public adhere to the highest standards of honesty, fair dealing and ethical conduct. Franchisee shall ensure that it has obtained proper permissions or licensing for any intellectual property of another used in the Franchised The Wellness Way Clinic, including without limitation, images used and music played. Franchisee shall ensure that its policies related to any gift card program comply with all applicable escheat laws.

#### **15.10.15.9. Uniform or Dress Code**

Franchisee shall abide by any uniform or dress code requirements stated in the Confidential Operations Manual or otherwise. Uniforms, if required, must be purchased from an Approved Supplier, if such is designated, or, if none, then a supplier who meets Franchisor's specifications and quality standards for uniforms.

#### **15.11.15.10. Credit Cards**

Franchisee shall, at its expense, lease or purchase the necessary equipment and/or software and shall have arrangements in place with Visa, MasterCard and such other credit card issuers as Franchisor may designate, from time to time, to enable the Franchised The Wellness Way Clinic to accept such methods of payment from its customers.

#### **15.12.15.11. E-Mail**

Franchisee shall, at all times utilize the email addresses provided by Franchisor for communications regarding the Franchised The Wellness Way Clinic, for communications with customers of the clinic, and for communications with Franchisor. Franchisee must include in its email signature block a statement that Franchisee's Franchised The Wellness Way Clinic is an independently owned and operated franchise.

#### **15.13.15.12. Full Term Performance**

Franchisee specifically agrees to be obligated to operate the Franchise, perform the obligations of this Agreement, and continuously use its best efforts to operate the Franchised The Wellness Way Clinic. For the full term of this Agreement.

### **15.14.15.13. Pricing**

To the fullest extent permissible under applicable law, (a) we may periodically establish maximum and/or minimum prices, marketing for services and products that the Clinic offers including pricing specifications for System-wide promotions, and (b) if we establish such prices for any services or products, you agree not to exceed or reduce that price, but will charge the price for the service or product that we establish. This provision shall be automatically modified to conform to all applicable state and federal laws, rules and regulations.

## **16. FRANCHISOR'S ADDITIONAL OPERATIONS ASSISTANCE**

### **16.1. General Advice and Guidance**

Franchisor shall be available to render advice, discuss problems and offer general guidance to Franchisee by telephone, e-mail, facsimile, newsletters and other methods with respect to planning, opening and operating the Franchised The Wellness Way Clinic. Franchisor shall not charge for this service; however, Franchisor retains the right to refuse to provide the service or to charge a fee for this service should Franchisee be deemed by Franchisor to be utilizing this service too frequently or in an unintended manner. To the extent permitted by applicable law, we may occasionally establish maximum and/or minimum prices or minimum advertised price policies for services and products that Franchise locations offer, including without limitation, prices for promotions in which all or certain The Wellness Way Clinics participate. If we establish such prices for any services or products, you cannot exceed or reduce that price, but will charge the price for the service or product that we establish. You will apply any pricing format or schedule or minimum advertised price policy determined by us. These policies are subject to anti-trust and other related laws that may limit our ability to require you to set prices.

### **16.2. Periodic Visits**

Franchisor or Franchisor's representatives may make periodic visits, which may be announced or unannounced, to the Franchised The Wellness Way Clinic for the purposes of consultation, assistance and guidance with respect to various aspects of the operation and management of the Franchised The Wellness Way Clinic. Franchisor and Franchisor's representatives who visit the Franchised The Wellness Way Clinic may prepare, for the benefit of both Franchisor and Franchisee, written reports detailing any problems or concerns discovered during any such visit and outlining any required or suggested changes or improvements in the operations of the Franchised The Wellness Way Clinic. A copy of any such written report may be provided to Franchisee. Franchisee shall promptly implement any required changes or improvements as required by Franchisor, with time being of the essence.

## **17. INSURANCE**

### **17.1. Types and Amounts of Coverage**

At its sole expense, Franchisee shall procure prior to opening the Franchised The Wellness Way Clinic, and maintain in full force and effect during the term of this Agreement, the types of insurance we specify from time to time. All policies (except any workers' compensation insurance) shall expressly name Franchisor as an additional insured or loss payee, and all shall contain a waiver of all subrogation rights against Franchisor and its successors and assigns. In addition to any other insurance that may be required by applicable law, or by a third party, Franchisee shall procure:

- ~~g.a.~~ workers' compensation insurance and employer liability coverage with a minimum of \$100,000 for each accident and \$100,000 for each disease or such higher limit as your state law requires;
- ~~h.b.~~ comprehensive general liability insurance with a minimum liability coverage of \$1,000,000 per occurrence and \$2,000,000 in the aggregate, plus a \$5,000,000 umbrella policy, or higher if your state law requires (this policy must include coverage for advertising injury and contractual indemnity);
- ~~i.c.~~ owned and non-owned automobile liability insurance of at least \$1,000,000;
- ~~j.d.~~ cyber security/data breach insurance of \$1,000,000 per occurrence and \$1,000,000 in the aggregate;
- ~~k.e.~~ employment liability insurance of \$1,000,000 per occurrence and \$2,000,000 in the aggregate;
- ~~l.f.~~ such insurance as is necessary to provide coverage under the indemnity provisions set forth in Section 23; PLUS

In addition, the franchisee must ensure that every chiropractor or other licensed professional providing patient care at or through the Franchised The Wellness Way Clinic maintains professional liability / medical malpractice insurance of at least \$1,000,000 per occurrence and \$3,000,000 in the aggregate and must provide copies of all policies to Franchisor.

#### **17.2. Future Increases**

Franchisor has the right to reasonably increase the minimum liability protection requirement annually and require different or additional insurance coverage(s) to reflect inflation, changes in standards of liability, future damage awards or other relevant changes in circumstances.

#### **17.3. Carrier Standards**

Such policies shall be written by insurance companies licensed in the state in which Franchisee operates and having at least an "A" Rating Classification as indicated in the latest issue of A.M. Best's Key Rating Guide. Although A.M. Best groups "A" and "A-" in the same classification, Franchisor requires an "A" rating.

#### **17.4. Evidence of Coverage**

Franchisee's obligation to obtain and maintain the foregoing policies shall not be limited in any way by reason of any insurance which may be maintained by Franchisor, nor shall Franchisee's performance of this obligation relieve it of liability under the indemnity provisions set forth in Section 17.3. Franchisee shall provide, annually, certificates of insurance showing compliance with the foregoing requirements. Such certificates shall state that said policy or policies shall not be canceled or altered without at least thirty (30) days prior written notice to Franchisor and shall reflect proof of payment of premiums.

**17.5. Failure to Maintain Coverage**

Should Franchisee not procure and maintain insurance coverage as required by this Agreement, Franchisor has the right (but not the obligation) to immediately procure such insurance coverage and to charge the premiums to Franchisee, which charges, together with a reasonable fee for expenses incurred by Franchisor in connection with such procurement, shall be paid by Franchisee immediately upon notice.

**18. DEFAULT AND TERMINATION**

**18.1. Termination by Franchisee**

If Franchisee is in full compliance with all of the terms of this Agreement and Franchisor materially breaches this Agreement and fails to commence reasonable efforts to cure such breach within forty-five

(45) days after receiving written notice identifying the claimed breach and the applicable provision of this Agreement, Franchisee may elect to terminate this Agreement unless the breach cannot reasonably be cured within such forty-five (45) days. Provided, however, in the event Franchisor has notified Franchisee within the applicable cure period that Franchisor disputes that it is in breach, Franchisee agrees to comply with the dispute resolution procedures of this Agreement, including without limitation, attending mediation with a third party neutral mediator to try to resolve the dispute. All post-termination provisions will be applicable in the event Franchisee terminates this Agreement pursuant to this paragraph.

**18.2. Termination by Franchisor**

Franchisor has the right to terminate this Agreement, without any opportunity to cure by Franchisee, if Franchisee and/or its Owners:

- a. fails to timely establish, equip and commence operations of the Franchised The Wellness Way Clinic pursuant to Section 6;
- b. fails to have its Designated Managing Owner, Designated Managing Chiropractor, Designated Office Manager, and Designated Marketing Coordinator satisfactorily complete any training program pursuant to Section 9;
- c. fails to maintain all required licenses, permits, and certifications for a period exceeding five (5) business days (including without limitation all chiropractic and other professional licenses);
- d. fails to have a licensed chiropractor on staff;
- e. are prohibited by any governmental body or agency from offering chiropractic services
- f. made any material misrepresentation or omission in its application for the Franchise or otherwise in communicating with Franchisor in the course of entering into this Agreement;
- ~~g.~~ Franchisee and/or one or more of Franchisee's owners is convicted of or pleads no contest to a felony or to another crime or offense that is likely to adversely affect the reputation of Franchisor, Franchisee or the Franchised The Wellness Way Clinic;

~~g.~~

- h. ~~after~~ notice of the breach, fails to refrain from activities, behavior or conduct likely to adversely affect the reputation of Franchisor, Franchisee or the Franchised The Wellness Way Clinic;
- i. offers or uses supplements or testing services not approved by us;
- j. discloses, duplicates or otherwise uses in an unauthorized manner any portion of the Confidential Operations Manual, Trade Secrets or any other Confidential Information;
- k. fails to have each holder of a legal or beneficial interest in Franchisee (and any member of such holder's immediate family or household), and each officer, director, executive, manager or member of the professional staff and all employees of Franchisee, execute a nondisclosure and non-competition agreement, in a form the same as or similar to the Nondisclosure and Non-Competition Agreement attached as **Exhibit 2**, upon execution of this Agreement or prior to each such person's affiliation with Franchisee or fails to provide Franchisor with copies of all nondisclosure and non-competition agreements signed pursuant to Section 8.5 if requested by Franchisor;
- l. abandons, fails or refuses to actively operate the Franchised The Wellness Way Clinic for five (5) or more consecutive days (unless the Franchised The Wellness Way Clinic has not been operational for a purpose approved by Franchisor) or, if first approved by Franchisor, fails to promptly relocate the Franchised The Wellness Way Clinic following the expiration or termination of the lease for the Approved Location, the destruction or condemnation of the Approved Location or any other event rendering the location of the Franchised The Wellness Way Clinic unusable;
- m. surrenders or transfers control of the operation of the Franchised The Wellness Way Clinic without Franchisor's approval, makes or attempts to make an unauthorized direct or indirect assignment of the Franchise or an ownership interest in Franchisee, or fails or refuses to assign the Franchise or the interest in Franchisee of a deceased or incapacitated owner thereof as herein required;
- n. fails to maintain the Franchised The Wellness Way Clinic under the primary supervision of a Designated Managing Chiropractor and Designated Office Manager during the period of time pending transfer (typically ninety (90) days) following the death or Incapacity of Franchisee or any holder of a legal or beneficial interest in Franchisee pursuant to Section 20.6;
- o. submits to Franchisor on two (2) or more separate occasions at any time during the term of the Franchise any reports or other data, information or supporting records that understate any Royalty, Global Marketing Fund Contribution, or any other fees owed to Franchisor by more than three percent (3%) for any accounting period and Franchisee is unable to demonstrate that such understatements resulted from inadvertent error;
- ~~p.~~ becomes a debtor under the United States Bankruptcy Code, becomes insolvent, commits any affirmative act of insolvency, or files any action or petition of insolvency; if a [re](#)

- p. receiver of its property or any part thereof is appointed by a court; if it makes a general assignment for the benefit of its creditors; if a final judgment remains unsatisfied of record for thirty (30) days or longer (unless supersedeas bond is filed); if execution is levied against any of Franchisee's business or property; if a suit to foreclose any lien or mortgage against its Approved Location or personal property is instituted against Franchisee and not dismissed or in the process of being dismissed within thirty (30) days;
- q. misuses or makes an unauthorized use of any of the Marks or commits any other act which can reasonably be expected to impair the goodwill associated with any of the Marks;
- r. fails on two (2) or more separate occasions within any period of twelve (12) consecutive months to submit reports or other information or supporting records when due, to pay any Administration and Processing Fee, amounts due for purchases from Franchisor and any Affiliate, or other payment to Franchisor or any Affiliate when due or otherwise fails to comply with this Agreement, whether or not such failures to comply are corrected after notice thereof is delivered to Franchisee;
- s. violates, on two (2) or more occasions, any health or safety law, ordinance or regulation, or operates the Franchised The Wellness Way Clinic in a manner that presents a health or safety hazard to its customers, employees or the public;
- t. engages in any activity exclusively reserved to Franchisor;
- u. fails to comply with any applicable law or regulation within ten (10) days after being given notice of noncompliance;
- v. on two or more occasions in a 12 month period breaches this Agreement and/or fails to comply with mandatory specifications, customer service standards or operating procedures prescribed in the Confidential Operations Manual, whether or not previous breaches or failures are cured; or
- w. defaults under any other agreement between Franchisor (or any Affiliate) and Franchisee, such that Franchisor or its Affiliate, as the case may be, has the right to terminate such agreement or such agreement automatically terminates.

### **18.3. Termination After Opportunity to Cure**

In addition to the provisions listed in Section 18.2, Franchisor has the right to terminate this Agreement for the following breaches and defaults by giving notice of such termination stating the nature of the default; provided, however, that Franchisee may avoid termination by curing such default or failure (or by providing proof acceptable to Franchisor that Franchisee has made all reasonable efforts to cure such default or failure and shall continue to make all reasonable efforts to cure until a cure is effected if such default or failure cannot reasonably be cured before the effective date of the termination) within the specified period:

- a. ~~within ten (10) days of receiving notice of Franchisee's failure to pay any amounts due to~~  
a. Franchisor;
- b. ~~within ten (10) days of receiving notice of Franchisee's failure to maintain insurance as~~  
b. specified in Section 17 of this Agreement; or
- c. within forty-five (45) days of receiving notice of any other default by Franchisee or upon Franchisee's failure to comply with any mandatory specification, standard or operating procedure prescribed in the Confidential Operations Manual or otherwise prescribed in writing.

**18.4. Reinstatement and Extension**

If provisions of this Agreement provide for periods of notice less than those required by applicable law, or provide for termination, cancellation or non-renewal other than in accordance with applicable law, Franchisor may reinstate or extend the term of this Agreement for the purpose of complying with applicable law by submitting a written notice to Franchisee without waiving any of Franchisor's rights under this Agreement.

**18.5. Right of Franchisor to Discontinue Services to Franchisee**

If Franchisee is in breach of any obligation under this Agreement, and Franchisor delivers to Franchisee a notice of termination pursuant to Section 16, Franchisor has the right to suspend its performance of any of its obligations under this Agreement including, without limitation, the sale or supply to Franchisee of any products or services for which Franchisor is an Approved Supplier, until such time as Franchisee corrects the breach.

**18.6. Non- Compliance Charge.**

In addition to our other rights and remedies, we may charge you a non-compliance charge in an amount up to five hundred dollars (\$500) per violation by you of any term or condition of this Agreement. You recognize that when you violate your obligations under this Agreement, we will devote time and expenses toward dealing with the non-compliance, and this charge is designed to compensate us for that time and expense and shall not be construed as a penalty.

**19. RIGHTS AND DUTIES UPON EXPIRATION OR TERMINATION**

**19.1. Actions to be Taken**

Except as otherwise provided herein, upon termination, expiration or nonrenewal, this Agreement and all rights granted hereunder to Franchisee shall terminate and Franchisee shall:

- a. If Franchisor has provided a notice that Franchisor is exercising its option to purchase the Assets of the Franchised The Wellness Way Clinic or if Franchisor advises Franchisee that it is evaluating the exercise of its option to purchase the assets of the Franchised The Wellness Way Clinic, take such steps as reasonably requested by

- a. Franchisor to continue operations of the Franchised The Wellness Way Clinic until the Closing of the purchase;
- b. If Franchisor has advised Franchisee that it will not exercise its option to purchase or if the option period has expired, immediately:
- i. cease to operate the Franchised The Wellness Way Clinic and shall not thereafter, directly or indirectly, represent to the public or hold itself out as a present or former franchisee of Franchisor;
  - ii. cease to use the Trade Secrets, the Confidential Information, the System and the Marks, including, without limitation, all signs, slogans, symbols, logos, marketing materials, stationery, forms, nutritional supplements, labs, and any other items which display or are associated with the Marks;
  - iii. upon demand by Franchisor, immediately assign to Franchisor (or, if an assignment is prohibited, sublease for the full remaining term, and on the same terms and conditions as Franchisee's lease) its interest in the lease then in effect for the Franchised The Wellness Way Clinic, and Franchisee shall furnish Franchisor with evidence satisfactory to Franchisor of compliance with this obligation within thirty (30) days after termination or expiration of this Agreement, and Franchisor has the right to pay rent and other expenses directly to the party to whom such payment is ultimately due;
  - iv. take such action as may be necessary to cancel or assign to Franchisor, at Franchisor's option, any assumed name or equivalent registration filed with state, city or county authorities which contains the name "The Wellness Way" or any other Mark, and Franchisee shall furnish Franchisor with evidence satisfactory to Franchisor of compliance with this obligation within thirty (30) days after termination or expiration of this Agreement;
  - v. pay all sums owing to Franchisor and any Affiliate. In the event of termination for any default of Franchisee, such sums shall include, but not be limited to, all damages, costs and expenses, including reasonable attorneys' fees, with respect to litigation, arbitration, appellate or bankruptcy proceedings, unpaid Royalty Fees and other charges, loss of future Royalty Fee payments incurred by Franchisor as a result of any early termination of this Agreement, and any other amounts due to Franchisor or any Affiliate;
  - vi. pay to Franchisor all costs and expenses, including reasonable attorneys' fees, incurred by Franchisor subsequent to the termination or expiration of the Franchise in obtaining injunctive or other relief for the enforcement of any provisions of this Agreement;

- vii. immediately return to Franchisor the Confidential Operations Manual, Trade Secrets and all other Confidential Information, including records, files, instructions, brochures, agreements, disclosure statements and any and all other materials provided by Franchisor to Franchisee relating to the operation of the Franchised The Wellness Way Clinic (all of which are acknowledged to be Franchisor's property);
- viii. if requested, assign all telephone listings and all telephone and facsimile numbers for the Franchised The Wellness Way Clinic to Franchisor or its designee, notify the telephone company and all listing agencies of the termination or expiration of Franchisee's right to use any telephone numbers or facsimile numbers associated with the Marks in any regular, classified or other telephone directory listing and authorize transfer of same to or at the direction of Franchisor;
- ix. you agree to completely remove or modify, at your sole expense, any part of the interior and exterior decor that we deem necessary to disassociate the Premises with the image of The Wellness Way Clinic including Trade Dress and any signage bearing the Marks as further described in **Exhibit 6**. If you do not take the actions we request within thirty (30) days after notice from us that we do not intend to take over operations of the facility, we have the right to enter the Premises and make the required changes at your expense, and you agree to reimburse us for those expenses on demand; and
- x. comply with all other applicable provisions of this Agreement.

**19.2. Post- Termination Covenant Not to Compete**

- a. Franchisee acknowledges that the restrictive covenants contained in this Section and in Section 8 are fair and reasonable and are justifiably required for certain purposes including, but not limited to, the following:
  - i. to protect the Trade Secrets and other Confidential Information of Franchisor;
  - ii. to induce Franchisor to grant a Franchise to Franchisee; and
  - iii. to protect Franchisor against its costs in training Franchisee and Franchisee's officers, directors, executives, professional staff and Designated Managing Owner(s).
- ~~b.~~ Except as otherwise approved in writing by Franchisor, neither Franchisee nor any holder of a legal or beneficial interest in Franchisee, nor any officer, director, executive, manager or member of the professional staff of Franchisee, shall, for a period of three         
  - ~~—~~ (3) years after the expiration or termination of this Agreement, regardless of the cause of termination, either directly or indirectly, for themselves or through, on behalf of or in

b. conjunction with any person, persons, partnership, corporation, limited liability company or other business entity:

i. own an interest in, manage, operate or provide services to any Post-Term Competitive Business within a ten (10) mile radius of your Area of Primary Responsibility.

c. In furtherance of this Section, Franchisor has the right to require Franchisor and Franchisor's owners, officers, directors, members, managers, constituent partners, and practitioners or health restoration coaches to execute standard form nondisclosure or non-competition agreements in a form specified by the Franchisor from time to time, currently the same as or similar to the Nondisclosure and Non-Competition Agreement attached as **Exhibit 2A**.

### 19.3. **Unfair Competition**

If Franchisee operates any other business:

a. Franchisee shall not use any reproduction, counterfeit, copy or colorable imitation of the Marks, either in connection with such other business or the promotion thereof, that is likely to cause confusion, mistake or deception, or that is likely to dilute Franchisor's rights in the Marks

b. Franchisee shall not use the Confidential Operations Manual in connection with, or to promote, such other business.

c. Franchisee shall not utilize any designation of origin, description or representation that falsely suggests or represents an association or connection with Franchisor.

~~d.~~ This Section is not intended as an approval of Franchisee's right to operate other

~~d.~~ businesses and in no way is it intended to contradict Sections 8 and 18.

e. If Franchisor elects not to receive an assignment or sublease of the Franchised Clinic, Franchisee shall make such modifications or alterations to the Approved Location (including changing telephone and facsimile numbers) immediately upon termination or expiration of this Agreement as may be necessary to prevent any association between Franchisor or the System and any business subsequently operated by Franchisee or others at the Approved Location.

f. Franchisee shall make such specific additional changes to the Franchised Clinic as Franchisor may reasonably request for that purpose, including, without limitation, removal of all physical and structural features identifying or distinctive to the System.

~~g.~~ If Franchisee fails or refuses to comply with the requirements of this Section, Franchisor has the right to enter upon the Franchised The Wellness Way Clinic for the purpose of

g. making or causing to be made such changes as may be required, at the expense of Franchisee, which expense Franchisee shall pay upon demand.

**19.4. Franchisor's Option to Purchase Certain Business Assets**

Franchisor has the right (but not the duty), exercisable by providing written notice of intent to purchase to Franchisee within a period of thirty (30) days after termination or expiration of this Agreement, to purchase for cash any or all assets of the Franchised The Wellness Way Clinic including trade fixtures, leasehold improvements, equipment, supplies and all inventory. The purchase price shall be equal to the assets' fair market value as determined by an independent appraiser, and the Closing of the Option shall take place within ninety (90) days following Franchisor's receipt of the appraisal. If Franchisor elects to exercise this option to purchase, it has the right to set off all amounts due from Franchisee under this Agreement, if any, against the purchase price.

**19.5. Survival of Certain Provisions**

All obligations of Franchisor and Franchisee, which expressly or by their nature survive the expiration or termination of this Agreement, shall continue in full force and effect subsequent to and notwithstanding such expiration or termination and until satisfied or by their nature expire.

**19.6. Termination Fee**

In the event this Agreement is terminated prior to the expiration of the Term, you acknowledge that we will suffer damages. You agree to pay a Termination Fee in the amount equal to the lesser of 24 months of your average royalties (based on the average royalties for the previous 12 months or such shorter time as you have been paying royalties) or the balance of your franchise term if less than 24 months. This payment is in addition to any other remedies that Franchisor may have including recovery of attorneys' fees and costs.

**20. TRANSFERABILITY OF INTEREST**

**20.1. Transfer by Franchisor**

This Agreement and all rights and duties hereunder are fully transferable in whole or in part by Franchisor and such rights will inure to the benefit of any person or entity to whom transferred; provided, however, that, with respect to any assignment resulting in the subsequent performance by the assignee of the functions of Franchisor, the assignee shall assume the obligations of Franchisor hereunder, and Franchisor shall thereafter have no liability for the performance of any obligations contained in this Agreement.

**20.2. Transfer by Franchisee to a Third Party**

The rights and duties of Franchisee as set forth in this Agreement, and the Franchise herein granted, are personal to Franchisee (or its owners), and Franchisor has entered into this Agreement in reliance upon Franchisee's personal or (in the case of Franchisor's owners) collective skill and financial ability. Accordingly, neither Franchisee nor any holder of a legal or beneficial interest in Franchisee may sell, assign, convey, give away, pledge, mortgage, sublicense or otherwise transfer, whether by operation of law or otherwise, any interest in this Agreement, the Franchise granted hereby, the Approved Location used in [o](#)

operating the Franchised The Wellness Way Clinic, its assets or any part or all of the ownership interest in Franchisee without the prior written approval of Franchisor. Any purported transfer without such approval shall be null and void and shall constitute a material breach of this Agreement. Franchisor's consent to such transfer shall be conditioned upon the satisfaction of the following requirements, as well as Franchisee's compliance with this Agreement:

- a. Franchisee has complied with the requirements set forth in Section 21;
- b. all obligations owed to Franchisor or its affiliates by you, your owners, and/or your affiliates under this Agreement or any other Agreement, and all other outstanding obligations relating to the Franchised The Wellness Way Clinic, are fully paid and satisfied;
- c. Franchisee (and any transferring owners, if Franchisee is a business entity) has executed a general release, in a form the same as or similar to the General Release attached as **Exhibit 1**, of any and all claims against Franchisor, including its officers, directors, shareholders, managers, members, partners, owners, employees and agents (in their corporate and individual capacities), including, without limitation, claims arising under federal, state or local laws, rules or ordinances, and any other matters relating to this Agreement or the Franchised The Wellness Way Clinic or incident to the termination of this Agreement or to the transfer of Franchisee's interest herein or to the transfer of Franchisee's ownership of all or any part of the Franchise; provided, however, that if a general release is prohibited, Franchisee shall give the maximum release allowed by law;
- d. the prospective transferee has proven to Franchisor that it meets Franchisor's management, business and financial standards, and otherwise possesses the character and capabilities, including business reputation and credit rating, that Franchisor may require to demonstrate the prospective transferee's ability to operate the Franchised The Wellness Way Clinic;
- e. neither the prospective transferee nor any of its Owners or their affiliates own an interest in or perform services for an In-Term Competitive Business or an Adverse Business;
- f. the transferee and, if Franchisor requires, all persons owning any interest in the transferee, have executed the then-current franchise agreement for new franchisees, which may be substantially different from this Agreement, including different Fee rates and other material provisions, and the franchise agreement then executed shall be for the term specified in such agreement;
- ~~g.~~ the prospective transferee has executed a general release, in a form the same as or similar to the General Release attached as **Exhibit 1**, of any and all claims against Franchisor and its officers, directors, shareholders, managers, members, partners, owners, employees and agents (in their corporate and individual capacities) with respect to any representations regarding the Franchise or the business conducted pursuant thereto or any other matter that may have been made to the transferee by Franchisee;

- h.g. Franchisee has provided Franchisor with a complete copy of all contracts and agreements and related documentation between Franchisee and the prospective transferee relating to the intended sale or transfer of the Franchise or interest;
- h.h. Franchisee or the prospective transferee has paid    to Franchisor a transfer fee in the amount of SEVEN THOUSAND DOLLARS (\$7,000.00);
- h.i. Franchisee or the prospective transferee has paid any and all brokerage fees that arise as a result of the transaction;
- h.j. all holders of a legal or beneficial interest in the prospective transferee have agreed to be personally bound jointly and severally by all provisions of the new franchise agreement for its entire term by executing a personal guaranty in such form as is prepared by Franchisor;
- h.k. Franchisee has agreed to be bound to the obligations of the new franchise agreement and to guarantee the full performance thereof by the prospective transferee, if required by Franchisor;
- h.l. the prospective transferee has obtained all necessary consents and approvals by third parties (such as the lessor of the Approved Location and any applicable state and local licensing authorities) and all applicable federal, state and local laws, rules, ordinances and requirements applicable to the transfer have been complied with or satisfied;
- h.m. Franchisee has, and, if Franchisee is an entity, all of the holders of a legal or beneficial interest in Franchisee have executed and delivered to Franchisor a nondisclosure and non-competition agreement in a form satisfactory to Franchisor and in substance the same as the nondisclosure and non-competition covenants contained in Sections 8 and 19;
- h.n. the prospective transferee agrees that its Designated Managing Owner, Designated Managing Chiropractor (which Franchisor may require be the same person), Designated Office Manager, and Designated Marketing Coordinator shall complete, to Franchisor's satisfaction, a training program in substance similar to the initial training described in Section 9.1 prior to assuming the management of the day-to-day operation of the Franchised The Wellness Way Clinic;
- h.o. the prospective transferee has obtained all required licenses, permits and certifications required to operate the Franchised The Wellness Way Clinic; and
- h.p. the prospective transferee has obtained all necessary types of insurance as described in Section 17.

**20.3. Transfer to a Controlled Entity**

If Franchisee wishes to transfer this Agreement or any interest herein to a corporation, limited liability company or other legal entity which is entirely owned by Franchisee or by Franchisee's owners ("Controlled Entity"), which Controlled Entity is being formed for the financial planning, tax or other convenience of Franchisee, Franchisor's consent to such transfer shall be conditioned upon the satisfaction of the following requirements:

- a. the Controlled Entity's articles of incorporation or organization and its bylaws, or operating agreement provide that its activities are confined exclusively to the operation of one or more Franchised The Wellness Way Clinics;
- b. Franchisee or all holders of a legal or beneficial interest in Franchisee own, all of the equity and voting power of the outstanding stock or other capital interest in the Controlled Entity;
- c. all obligations of Franchisee to Franchisor or any Affiliate are fully paid and satisfied; provided, however, that neither Franchisee nor the Controlled Entity shall be required to pay a transfer fee as required pursuant to Section 20.2.h;
- d. the Controlled Entity has entered into a written agreement with Franchisor expressly assuming the obligations of this Agreement and all other agreements relating to the operation of the Franchised The Wellness Way Clinic. If the consent of any other party to any such other agreement is required, Franchisee has obtained such written consent and provided the same to Franchisor prior to consent by Franchisor;
- e. all holders of a legal or beneficial interest in the Controlled Entity have entered into an agreement with Franchisor jointly and severally guaranteeing the full payment of the Controlled Entity's obligations to Franchisor and the performance by the Controlled Entity of all the obligations of Franchisee or the Controlled Entity under this Agreement;
- f. each stock certificate or other ownership interest certificate of the Controlled Entity has conspicuously endorsed upon the face thereof a statement in a form satisfactory to Franchisor that it is held subject to, and that further assignment or transfer thereof is subject to, all restrictions imposed upon transfers and assignments by this Agreement; and
- g. copies of the Controlled Entity's articles of incorporation or organization, bylaws, operating agreement, federal tax identification number and other governing regulations or documents, including resolutions of the board of directors authorizing the Controlled Entity's assumption of Franchisee's obligations under this Agreement, have been promptly furnished to Franchisor. Any amendment to any such documents shall also be furnished to Franchisor immediately upon adoption.
- h. The term of the transferred franchise shall be the unexpired term of this Agreement, including all renewal rights, subject to any and all conditions applicable to such renewal rights.

- i. Franchisor's consent to a transfer of any interest in this Agreement, or of any ownership interest in the Franchised The Wellness Way Clinic, shall not constitute a waiver of any claims Franchisor may have against the transferor or the transferee, nor shall it be deemed a waiver of Franchisor's right to demand compliance with the terms of this Agreement.
- j. Franchisee has identified on **Exhibit 4** all holders of a legal or beneficial interest in the controlled entity and has designated one managing owner upon whom Franchisor is entitled to rely regarding decisions involving the franchise.

**20.4. Franchisor's Disclosure to Transferee**

Franchisor has the right, without liability to Franchisee of any kind or nature whatsoever to make available for inspection by any intended transferee of Franchisee, or of an interest in Franchisee or in the Franchised The Wellness Way Clinic or this Agreement, all or any part of Franchisor's records relating to this Agreement, the Franchised The Wellness Way Clinic or to the history of the relationship of the parties hereto. Franchisee hereby specifically consents to such disclosure by Franchisor and releases and holds Franchisor harmless from and against any claim, loss or injury resulting from an inspection of Franchisor's records relating to Franchisee or the Franchised The Wellness Way Clinic by an intended transferee identified by Franchisee. Franchisor may review all information regarding the Franchised The Wellness Way Clinic that Franchisee gives the proposed new owner and correct any information Franchisor believes is inaccurate.

**20.5. For- Sale Marketing**

Franchisee shall not, without prior written consent of Franchisor, place in, on or upon the location of the Franchised The Wellness Way Clinic, or in any communication media, any form of marketing relating to the sale of the Franchised The Wellness Way Clinic or the rights granted hereunder.

**20.6. Transfer by Death or Incapacity**

Upon the death or Incapacity of Franchisee (if Franchisee is an individual) or any holder of a legal or beneficial interest in Franchisee (if Franchisee is a business entity), the appropriate representative of such person (whether administrator, personal representative or trustee) shall, within a reasonable time, typically within ninety (90) days following such event, transfer such individual's interest in the Franchised The Wellness Way Clinic or in Franchisee to a third party approved by Franchisor. Such transfers, including transfers by will or inheritance, shall be subject to the conditions for assignments and transfers contained in this Agreement, unless prohibited by the laws of the state wherein such deceased or incapacitated person resided, with such choice of law provision being applicable only for this Section 20.6. During such one ninety (90) day period, the Franchised The Wellness Way Clinic must remain at all times under the primary management of a Designated Managing Chiropractor and Designated Office Manager who otherwise meets Franchisor's management qualifications.

Following such a death or Incapacity as described in this Section 20.6, if necessary in Franchisor's discretion, Franchisor shall have the right, but not the obligation, to assume operation of the Franchised The Wellness Way Clinic until the deceased or incapacitated owner's interest is transferred to a third party approved by Franchisor. Franchisor may charge a management fee as stated in the Confidential Operations Manual from time to time, currently equal to five percent (5%) of the Gross Revenues, plus reimbursement of any expenses it incurs.

## **21. OPTION TO BUY / RIGHT OF FIRST REFUSAL**

### **21.1. Submission of Offer**

If Franchisee, or any of its owners, proposes to sell or otherwise transfer (including a transfer by death or Incapacity pursuant to Section 20.6) the Franchised The Wellness Way Clinic (or any of its assets outside of the normal course of business), any ownership interest in Franchisee or any interest in the Franchise granted hereunder, Franchisee shall obtain and deliver to Franchisor a bona fide, executed written offer or proposal to purchase, along with all pertinent documents including any contract or due diligence materials. The offer must apply only to an approved sale of the assets or interests mentioned above and may not include any other property or rights of Franchisee or any of its owners.

### **21.2. Franchisor's Right to Purchase**

Franchisor shall, for thirty (30) days from the date of delivery of all such documents, have the right, exercisable by written notice to Franchisee, to purchase the offered assets or interest for the price and on the same terms and conditions contained in such offer communicated to Franchisee. Franchisor has the right to substitute cash for the fair market value of any other form of payment proposed in such offer. Franchisor's credit shall be deemed at least equal to the credit of any proposed buyer. After providing notice to Franchisee of Franchisor's intent to exercise this right of first refusal, Franchisor shall have up to sixty (60) days to close the purchase. Franchisor shall be entitled to receive from Franchisee all customary representations and warranties given by Franchisee as the seller of the assets or such ownership interest or, at Franchisor's election, the representations and warranties contained in the proposal.

### **21.3. Non- Exercise of Right of First Refusal**

If Franchisor does not exercise its right of first refusal within thirty (30) days from the date of delivery of all such documents, the offer or proposal may be accepted by Franchisee or its owner or owners, as the case may be, subject to Franchisor's prior written approval as required by Section 20. Should the sale be terminated or fail to close within one hundred twenty (120) days after the offer is delivered to Franchisor, Franchisor's right of first refusal shall renew and be implemented in accordance with this Section.

### **21.4. Buyback**

In addition to the rights set forth above, Franchisor shall have the right, in its sole discretion, to purchase your Franchised The Wellness Way Clinic, at any time by providing notice to you as set forth in this section, pursuant to an Asset Sale for the greater of \$100,000 or four (4) times the EBITDA of your Franchised The Wellness Way Clinic over the previous twelve (12) months, or such shorter time as your Franchised The Wellness Way Clinic may have been in operation. You understand that this is a premium price above fair value and does not vest any rights in you. The EBITDA of your Franchised The Wellness Way Clinic shall be determined by a certified public accountant selected by us after such accountant has reviewed your books and records prepared according to our standard chart of accounts. Our Buyback rights may be exercised by providing written notice to you of our intent to exercise our Buyback rights, which notice shall include a list of financial reporting to be submitted and the identification of our designated certified public accountant. Following our notice of intent, you must submit all requested information to our designated certified public accountant within thirty (30) days. Following receipt of the EBITDA determination, we will have five (5) business days within which we may withdraw or notice of intent to buyback without penalty. If we do not withdraw, we will close on the purchase and transfer the Buyback.

purchase price to you within thirty (30) days of the designated certified public accountant's determination of the EBITDA for your Franchised The Wellness Way Clinic. As a part of the Closing, we will assume the lease for your Franchised The Wellness Way Clinic pursuant to the terms and conditions set forth in the lease rider attached hereto as **Exhibit 11**, and you will convey all assets free and clear of all encumbrances, with the parties making standard representations and warranties. You will indemnify us for all obligations of the Franchised The Wellness Way Clinic arising out of operations of the Franchised The Wellness Way Clinic through closing, and we will indemnify you for all obligations arising out of operations of the business post-closing.

## **22. RELATIONSHIP OF FRANCHISOR AND FRANCHISEE**

### **22.1. Beneficial Owners of Franchisee**

Franchisee represents, and Franchisor enters into this Agreement in reliance upon such representation, that the individuals identified in **Exhibit 4** are the sole holders of a legal or beneficial interest (in the stated percentages) of Franchisee.

### **22.2. Relationship**

This Agreement is purely a contractual relationship between the parties and does not appoint or make Franchisee an agent, legal representative, joint venturer, partner, employee, or servant of Franchisor for any purpose whatsoever. Franchisee may not represent or imply to third parties that Franchisee is an agent of Franchisor, and Franchisee is in no way authorized to make any contract, agreement, warranty or representation on behalf of Franchisor, or to create any obligation, express or implied, on Franchisor's behalf. During the term of this Agreement, and any extension or renewal hereof, Franchisee shall hold itself out to the public only as a franchisee and an owner of the Franchised The Wellness Way Clinic operating the Franchised The Wellness Way Clinic pursuant to a franchise from Franchisor. Franchisee shall take such affirmative action as may be necessary to do so, including, without limitation, exhibiting a notice of that fact in a conspicuous place on the Approved Location and on all email forms, stationery or other written materials, the content of which Franchisor has the right to specify. Under no circumstances shall Franchisor be liable for any act, omission, contract, debt, or any other obligation of Franchisee. Franchisor shall in no way be responsible for any injuries to persons or property resulting from the operation of the Franchised The Wellness Way Clinic. Any ~~third party~~third-party contractors and vendors retained by Franchisee to convert or construct the premises or to provide goods or services to Franchisee are independent contractors of Franchisee alone.

### **22.3. Standard of Care**

This Agreement does not establish a fiduciary relationship between the parties. Unless otherwise specifically provided in this Agreement with respect to certain issues, whenever this Agreement requires Franchisee to obtain Franchisor's written consent or permits Franchisee to take any action or refrain from taking any action, Franchisor is free to act in its own self-interest without any obligation to act reasonably, to consider the impact on Franchisee or to act subject to any other standard of care limiting Franchisor's right, except as may be provided by statute or regulation.

**23. INDEMNIFICATION**

**23.1. Indemnification Obligations**

WE WILL NOT ASSUME ANY LIABILITY OR BE DEEMED LIABLE FOR ANY AGREEMENTS, REPRESENTATIONS, OR WARRANTIES YOU MAKE THAT ARE NOT EXPRESSLY AUTHORIZED UNDER THIS AGREEMENT, NOR WILL WE BE OBLIGATED FOR ANY DAMAGES TO ANY PERSON OR PROPERTY DIRECTLY OR INDIRECTLY ARISING OUT OF THE OPERATION OF THE BUSINESS YOU CONDUCT PURSUANT TO THIS AGREEMENT, WHETHER OR NOT CAUSED BY EITHER PARTY'S NEGLIGENT OR WILLFUL ACTION OR FAILURE TO ACT. WE WILL HAVE NO LIABILITY FOR ANY SALES, USE, EXCISE, INCOME, GROSS RECEIPTS, PROPERTY, OR OTHER TAXES LEVIED AGAINST YOU OR YOUR ASSETS OR ON THE WELLNESS WAY IN CONNECTION WITH THE BUSINESS YOU CONDUCT, OR ANY PAYMENTS YOU MAKE TO THE WELLNESS WAY PURSUANT TO THIS AGREEMENT OR ANY FRANCHISE AGREEMENT (EXCEPT FOR THE WELLNESS WAY'S OWN INCOME TAXES). WE ARE NOT A JOINT EMPLOYER OF YOUR EMPLOYEES AND WILL HAVE NO LIABILITY FOR ANY OBLIGATIONS YOU OWE TO YOUR EMPLOYEES OR FOR ANY OF YOUR EMPLOYMENT PRACTICES, INCLUDING BUT NOT LIMITED TO ANY VIOLATIONS OF STATE OR FEDERAL LABOR AND EMPLOYMENT LAWS OR LICENSING LAWS. YOU ARE SOLELY RESPONSIBLE FOR MAINTAINING THE CONFIDENTIALITY OF PERSONALLY IDENTIFIABLE INFORMATION OF CUSTOMERS AND EMPLOYEES OF YOUR FRANCHISED THE WELLNESS WAY CLINIC AND WE WILL HAVE NO LIABILITY FOR ANY BREACHES OF SECURITY. YOU WILL PROVIDE THE WELLNESS WAY TIMELY NOTICE OF CUSTOMER AND EMPLOYEE CLAIMS AND SUBMISSIONS TO YOUR INSURANCE CARRIERS. **YOU AGREE TO INDEMNIFY, DEFEND, AND HOLD HARMLESS US, OUR AFFILIATES AND PARENT, AND US AND OUR AFFILIATES' AND PARENT'S RESPECTIVE SHAREHOLDERS, MEMBERS, DIRECTORS, OFFICERS, EMPLOYEES, AGENTS, SUCCESSORS, AND ASSIGNEES (THE "INDEMNIFIED PARTIES") AGAINST, AND TO REIMBURSE ANY ONE OR MORE OF THE INDEMNIFIED PARTIES FOR, ALL CLAIMS, OBLIGATIONS, AND DAMAGES DIRECTLY OR INDIRECTLY ARISING OUT OF YOUR CLINIC'S OPERATION, THE BUSINESS YOU CONDUCT UNDER THIS AGREEMENT, OR YOUR BREACH OF THIS AGREEMENT,**

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**INCLUDING, WITHOUT LIMITATION, THOSE ALLEGED TO BE CAUSED BY THE INDEMNIFIED PARTY'S NEGLIGENCE, UNLESS (AND THEN ONLY TO THE EXTENT THAT) THE CLAIMS, OBLIGATIONS, OR DAMAGES ARE DETERMINED TO BE CAUSED SOLELY BY THE INDEMNIFIED PARTY'S GROSS NEGLIGENCE OR WILLFUL MISCONDUCT IN A FINAL, UNAPPEALABLE RULING ISSUED BY A COURT WITH COMPETENT JURISDICTION. FOR PURPOSES OF THIS INDEMNIFICATION, "CLAIMS" INCLUDE ALL OBLIGATIONS, DAMAGES (ACTUAL, CONSEQUENTIAL, OR OTHERWISE), AND COSTS THAT ANY INDEMNIFIED PARTY REASONABLY INCURS IN DEFENDING ANY CLAIM AGAINST IT, INCLUDING, WITHOUT LIMITATION, REASONABLE ACCOUNTANTS', ARBITRATORS', ATTORNEYS', AND EXPERT WITNESSES' 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. EACH INDEMNIFIED PARTY MAY DEFEND ANY CLAIM AGAINST IT AT YOUR EXPENSE AND AGREE TO SETTLEMENTS OR TAKE ANY OTHER REMEDIAL, CORRECTIVE, OR OTHER ACTIONS. THIS INDEMNITY 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 AND EXPENSES, IN ORDER TO MAINTAIN AND RECOVER FULLY A CLAIM AGAINST YOU UNDER THIS SECTION. 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. NOTHING HEREIN SHALL BE DEEMED TO IMPOSE ON FRANCHISEE A DUTY TO INDEMNIFY THE WELLNESS WAY FOR ACTIONS OF THE WELLNESS WAY WHICH VIOLATE ITS OBLIGATIONS TO THE FRANCHISEE HEREUNDER.**

**23.2. Right to Retain Counsel**

Franchisee shall give Franchisor immediate notice of any such action, suit, demand, claim, investigation or proceeding that may give rise to a claim for indemnification by a Franchisor Indemnitee. Franchisor has the right to retain counsel of its own choosing in connection with any such action, suit, demand, claim, investigation or proceeding. In order to protect persons, property,

Franchisor's reputation or the goodwill of others, Franchisor has the right to, at any time without notice, take such remedial or corrective actions as it deems expedient with respect to any action, suit, demand, claim, investigation or proceeding if, in Franchisor's sole judgment, there are grounds to believe any of the acts or circumstances listed above have occurred. If Franchisor's exercise of its rights under this Section causes any of Franchisee's insurers to refuse to pay a third party claim, all causes of action and legal remedies Franchisee might have against such insurer shall automatically be assigned to Franchisor without the need for any further action on either party's part. Under no circumstances shall Franchisor be required or obligated to seek coverage from third parties or otherwise mitigate losses in order to maintain a claim against Franchisee. The failure to pursue such remedy or mitigate such loss shall in no way reduce the amounts recoverable by Franchisor from Franchisee.

## **24. GENERAL CONDITIONS AND PROVISIONS**

### **24.1. No Waiver**

No failure of Franchisor to exercise any power reserved to it hereunder, or to insist upon strict compliance by Franchisee with any obligation or condition hereunder, and no custom nor practice of the parties in variance with the terms hereof, shall constitute a waiver of Franchisor's right to demand exact compliance with the terms of this Agreement. Waiver by Franchisor of any particular obligation of or default by Franchisee shall not be binding unless in writing and executed by Franchisor and shall not affect nor impair Franchisor's right with respect to any other obligation or subsequent default of the same or of a different nature. Subsequent acceptance by Franchisor of any payment(s) due shall not be deemed to be a waiver by Franchisor of any preceding breach by Franchisee of any terms, covenants or conditions of this Agreement.

### **24.2. Injunctive Relief**

Nothing in this agreement bars The Wellness Way's right to obtain specific performance of the provisions of this agreement and injunctive relief against threatened conduct that will cause Us, the Marks, and/or the system loss or damage, under customary equity rules, including applicable rules for obtaining restraining orders and preliminary injunctions. You agree that we may obtain such injunctive relief in addition to such further or other relief as may be available at law or in equity. You agree that we may seek injunctive relief in a state or federal court of competent jurisdiction in Brown County, Wisconsin without complying with any conditions precedent set forth herein. You agree that we will not be required to post a bond to obtain injunctive relief and that your only remedy if an injunction is entered against you will be the dissolution of that injunction, if warranted, upon due hearing (all claims for damages by injunction being expressly waived hereby). You agree to waive any claims for damage in the event there is a later determination that an injunction or specific performance order was issued improperly.

### **24.3. Notices**

All notices required or permitted under this Agreement shall be in writing and shall be deemed received: (a) at the time delivered by hand to the recipient party (or to an officer, director or partner of the recipient party); (b) on the next business day after transmission by facsimile or other reasonably reliable electronic communication system; (c) two (2) business days after being sent via guaranteed overnight delivery by a commercial courier service; or (d) five (5) business days after being sent by Certified Mail, return receipt requested, postage prepaid. Either party may change its address by a written notice sent ~~in~~

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accordance with this Section 24.3. All notices, payments and reports required by this Agreement shall be sent to Franchisor at the following address:

The Wellness Way Franchise LLC Attn:  
Nicole Seidel  
2525 W Mason Street  
Green Bay, WI 54303  
nseidel@thewellnessway.com

With a Copy to:

[Amanda D. Dempsey, Esq.](mailto:amanda@saxtonstump.com)  
[Saxton & Stump](mailto:amanda@saxtonstump.com)  
[100 Deerfield Lane, Suite 240](mailto:amanda@saxtonstump.com)  
[Malvern, PA 19355](mailto:amanda@saxtonstump.com)  
[\(add@saxtonstump.com\)](mailto:amanda@saxtonstump.com)  
~~Mary M. Clapp, Esq.~~  
~~mary@defracom.com~~  
~~Amanda~~  
~~Dempsey, Esq.~~  
~~add@saxtonstump.com~~

**24.4. Cost of Enforcement or Defense**

In any action for the collection of fees due under this Agreement or seeking injunctive relief, the prevailing party shall be entitled to reimbursement of its costs, including reasonable accounting and attorneys' fees, in connection with such proceeding.

**24.5. Unlimited Guaranty and Assumption of Obligations**

All holders of a legal or beneficial interest in Franchisee of five percent (5%) or greater shall be required to execute, as of the date of this Agreement, the Unlimited Guaranty and Assumption of Obligations attached as **Exhibit 3**, through which such holders agree to assume and discharge all of Franchisee's obligations under this Agreement and to be personally liable hereunder for all of the same.

**24.6. Approvals**

Whenever this Agreement requires the prior approval or consent of Franchisor, Franchisee shall make a timely written request to Franchisor for such approval, and, except as otherwise provided herein, any approval or consent granted shall be effective only if in writing. Franchisor makes no warranties or guarantees upon which Franchisee may rely, and assumes no liability or obligation to Franchisee or any third party to which it would not otherwise be subject, by providing any waiver, approval, advice, consent or services to Franchisee in connection with this Agreement, or by reason of any neglect, delay or denial of any request for approval.

**24.7. Entire Agreement**

This Agreement and all exhibits to this Agreement constitute the entire agreement between the parties and supersede any and all prior negotiations, understandings, representations and agreements. Nothing in this or in any related agreement, however, is intended to disclaim the representations Franchisor made in the Franchise Disclosure Document that Franchisor furnished to Franchisee. Franchisee acknowledges that Franchisee is entering into this Agreement as a result of its own independent investigation of the Franchised The Wellness Way Clinic and not as a result of any representations about Franchisor made by its shareholders, officers, directors, employees, agents, representatives, independent contractors, or franchisees that are contrary to the terms set forth in this Agreement, or in any disclosure document, prospectus or other similar document given to Franchisee pursuant to applicable law.

**24.8. Severability and Modification**

Except as noted below, each paragraph, part, term and provision of this Agreement shall be considered severable. If any paragraph, part, term or provision herein is ruled to be unenforceable or invalid, such ruling shall not impair the operation of or affect the remaining portions, paragraphs, parts, terms and provisions of this Agreement, and the latter shall continue to be given full force and effect and bind the parties; and such unenforceable or invalid paragraphs, parts, terms or provisions shall be deemed not part of this Agreement. If Franchisor determines that a finding of invalidity adversely affects the basic consideration to be received by Franchisor under this Agreement, Franchisor has the right to, at its option, terminate this Agreement.

Notwithstanding the above, each of the covenants contained in Sections 8 and 19 shall be construed as independent of any other covenant or provision of this Agreement. If all or any portion of any such covenant is held to be unenforceable, unreasonable or invalid, then it shall be amended to provide for limitations on disclosure of Trade Secrets or other Confidential Information or on competition to the maximum extent permitted by law.

If any lawful requirement or court order of any jurisdiction 1) requires a greater advance notice of the termination or non-renewal of this agreement than is required under this Agreement, or the taking of some other action which is not required by this Agreement, or 2) makes any provision of this agreement or any specification, standard, or operating procedure we prescribed invalid or unenforceable, the advance notice and/or other action required or revision of the specification, standard, or operating procedure will be substituted for the comparable provisions of this Agreement in order to make the modified provision enforceable to the greatest extent possible. You agree to be bound by the modification to the greatest extent lawfully permitted.

**24.9. Construction**

All captions herein are intended solely for the convenience of the parties, and none shall be deemed to affect the meaning or construction of any provision hereof.

**24.10. Force Majeure**

Whenever a period of time is provided in this Agreement for either party to perform any act, except pay monies, neither party shall be liable or responsible for any delays due to casualties, acts of God, war, terrorism, governmental regulation or control or other causes beyond the reasonable control of the parties, and the time period for the performance of such act shall be extended for the amount of time of the delay. This clause shall not result in an extension of the term of this Agreement.

**24.11. Timing**

Time is of the essence. Except as set forth in Section 24.10, failure to perform any act within the time required or permitted by this Agreement shall be a material breach.

**24.12. Withholding Payments**

Franchisee shall not, for any reason, withhold payment of any Administration and Processing Fees or other amounts due to Franchisor or to an Affiliate. Franchisee shall not withhold or offset any amounts,

damages or other monies allegedly due to Franchisee against any amounts due to Franchisor. No endorsement or statement on any payment for less than the full amount due to Franchisor will be construed as an acknowledgment of payment in full, or an accord and satisfaction, and Franchisor has the right to accept and cash any such payment without prejudice to Franchisor's right to recover the full amount due or pursue any other remedy provided in this Agreement or by law. Franchisor has the right to apply any payments made by Franchisee against any of Franchisee's past due indebtedness as Franchisor deems appropriate. Franchisor shall set off sums Franchisor owes to Franchisee against any unpaid debts owed by Franchisee to Franchisor.

**24.13. Further Assurances**

Each party to this Agreement will execute and deliver such further instruments, contracts, forms or other documents, and will perform such further acts, as may be necessary or desirable to perform or complete any term, covenant or obligation contained in this Agreement.

**24.14. Third- Party Beneficiaries**

Anything to the contrary notwithstanding, nothing in this Agreement is intended, nor shall be deemed, to confer upon any person or legal entity other than Franchisor or Franchisee, and their respective successors and assigns as may be contemplated by this Agreement, any rights or remedies under this Agreement.

**24.15. Multiple Originals**

Both parties may execute multiple copies of this Agreement and may execute this Agreement in counterparts, and each executed copy will be deemed an original. Signatures transmitted and received via email, electronic signature program, or other agreed electronic transmission are true and valid signatures for all purposes hereunder and shall bind the parties to the same extent as that of an original signature.

**25. DISPUTE RESOLUTION**

**25.1. Choice of Law**

Except to the extent this Agreement or any particular dispute is governed by the U.S. Trademark Act of 1946, the Defend Trade Secrets Act, or other federal law, this Agreement shall be governed by and construed in accordance with the laws of the state of Wisconsin (without reference to its conflict of laws principles). The Federal Arbitration Act shall govern all matters subject to arbitration. References to any law refer also to any successor laws and to any published regulations for such law as in effect at the relevant time. References to a governmental agency also refer to any regulatory body that succeeds the function of such agency.

**25.2. Consent to Jurisdiction**

Any action brought by either party, except those claims required to be submitted to arbitration, shall only be brought in the appropriate court located in or serving Brown County, Wisconsin, forsaking all other forums. The parties waive all questions of personal jurisdiction or venue for the purposes of carrying out this provision. Claims for injunctive relief may be brought by either party in Brown County, Wisconsin. [T](#)

This exclusive choice of jurisdiction and venue provision shall not restrict the ability of the parties to confirm or enforce judgments or arbitration awards in any appropriate jurisdiction.

**25.3. Cumulative Rights and Remedies**

No right or remedy conferred upon or reserved to Franchisor or Franchisee by this Agreement is intended to be, nor shall be deemed, exclusive of any other right or remedy herein or by law or equity provided or permitted, but each shall be in addition to every other right or remedy. Nothing contained herein shall bar Franchisor's right to obtain injunctive relief against threatened conduct that may cause it loss or damages, including obtaining restraining orders and preliminary and permanent injunctions.

**25.4. Limitations of Claims**

Any claim concerning the Franchised The Wellness Way Clinic or this Agreement or any related agreement will be barred unless an action for a claim is commenced within one (1) year from the date on which Franchisee or Franchisor knew or should have known, in the exercise of reasonable diligence, of the facts giving rise to the claim. Any proceeding will be conducted on an individual, not a class wide basis and a proceeding between The Wellness Way and you or your owners may not be consolidated with another proceeding between The Wellness Way and any other person or entity, nor may any claims of another party or parties be joined with any claims asserted in any action or proceeding between The Wellness Way and you. No previous course of dealing shall be admissible to explain, modify, or contradict the terms of this Agreement. No implied covenant of good faith and fair dealing shall be used to alter the express terms of this Agreement.

**25.5. Limitation of Damages**

Franchisee and Franchisor each waive, to the fullest extent permitted by law, any right or claim for any punitive or exemplary damages against the other and agree that if there is a dispute with the other, each will be limited to the recovery of actual damages sustained by it including reasonable accounting and legal fees as provided in Section 24.4. Franchisee waives and disclaims any right to consequential damages in any action or claim against Franchisor concerning this Agreement or any related agreement. In any claim or action brought by Franchisee against Franchisor concerning this Agreement, Franchisee's contract damages shall not exceed and shall be limited to refund of Franchisee's Franchise Fee and Administration and Processing Fees.

**25.6. Waiver of Jury Trial**

FRANCHISEE AND FRANCHISOR EACH IRREVOCABLY WAIVE TRIAL BY JURY IN ANY ACTION, WHETHER AT LAW OR EQUITY, BROUGHT BY EITHER OF THEM.

**25.7. Arbitration**

This Agreement evidences a transaction involving commerce and, therefore, the Federal Arbitration Act, Title 9 of the United States Code is applicable to the subject matter contained herein. All disputes arising out of or relating to this Agreement or to the acquisition or operation of the franchise or any other agreements between the parties, or with regard to interpretation, formation or breach of this or any other agreement between the parties, shall be settled by binding arbitration conducted in Brown County, Wisconsin, in accordance with the Commercial Arbitration Rules of the American Arbitration Association then in effect. The proceedings will be held by a single arbitrator agreed upon by the parties or otherwise.

appointed by a court of competent jurisdiction located in Brown County, Wisconsin. The decision of the arbitrator will be final and binding upon the parties. Judgment upon the award rendered by the arbitrator may be entered in any court having personal and subject matter jurisdiction. Any dispute arising out of or in connection with this arbitration provision, including any question regarding its existence, validity, scope, or termination shall be referred to and finally resolved by arbitration.

Franchisee acknowledges that it has read the terms of this binding arbitration provision and affirms that this provision is entered into willingly and voluntarily and without any fraud, duress, or undue influence on the part of Franchisor or any of Franchisor's agents or employees.

**25.8. Mediation Condition Precedent**

As a condition precedent to filing any action for arbitration, the Parties agree that all disputes, claims and disagreements which are subject to arbitration and which they are not able to resolve after negotiating in good faith shall be mediated by non-binding, mandatory mediation. The complaining Party must provide written notice to the other Party describing the nature of the dispute. The Parties shall then agree on a mediator within ten (10) days. If the parties are unable to agree on a mediator, the mediator shall be appointed in accordance with the Commercial Mediation Rules and Regulations of the American Arbitration Association. Mediation may be held via web meeting or telephone or in Brown County, Wisconsin and shall be held within thirty (30) days after a mediator has been selected or appointed.

**25.9. Injunctive Relief**

Notwithstanding the foregoing requirements to arbitrate all disputes and the mediation condition precedent, either party may pursue injunctive relief as appropriate, without first engaging in mediation, to enforce any provisions of this Agreement to prevent ongoing harm.

**26. ACKNOWLEDGMENTS**

**26.1. Receipt of this Agreement and the Franchise Disclosure Document**

Franchisee represents and acknowledges that it has received, read and understands this Agreement and Franchisor's Franchise Disclosure Document; and that Franchisor has accorded Franchisee ample time and opportunity to consult with advisors of its own choosing about the potential benefits and risks of entering into this Agreement. Franchisee represents and acknowledges that it has received, at least fourteen (14) calendar days prior to the date on which this Agreement was executed, Franchisor's Franchise Disclosure Document.

**26.2. Consultation by Franchisee**

Franchisee represents that it has been urged to consult with its own advisors with respect to the legal, financial and other aspects of this Agreement, the business franchised hereby and the prospects for that business. Franchisee represents that it has either consulted with such advisors or has deliberately declined to do so.

**26.3. True and Accurate Information**

Franchisee represents that all information set forth in any and all applications, financial statements and other submissions to Franchisor is true, complete and accurate in all respects, and Franchisee acknowledges that Franchisor is relying upon the truthfulness, completeness and accuracy of such information.

**26.4. Risk**

Franchisee represents that it has conducted an independent investigation of the business contemplated by this Agreement and acknowledges that, like an investment in any other business, an investment in The Wellness Way Clinic involves business risks and that the success of the venture is dependent, among other factors, upon the business abilities and efforts of Franchisee. Franchisor makes no representations or warranties, express or implied, in this Agreement or otherwise, as to the potential success of the business venture contemplated hereby.

**26.5. N-o Guarantee of Success**

Franchisee represents and acknowledges that it has not received or relied on any guarantee, express or implied, as to the revenues, profits or likelihood of success of the Franchised The Wellness Way Clinic. Franchisee represents and acknowledges that there have been no representations by Franchisor's officers, directors, employees or agents that are not contained in, or are inconsistent with, the statements made in the Franchise Disclosure Document or this Agreement.

**26.6. N-o Violation of Other Agreements**

Franchisee represents that its execution of this Agreement will not violate any other agreement or commitment to which Franchisee or any holder of a legal or beneficial interest in Franchisee is a party.

IN WITNESS WHEREOF, the parties hereto, intending to be legally bound hereby have duly executed this The Wellness Way Franchise Agreement.

THE WELLNESS WAY FRANCHISE LLC

Name printed: \_\_\_\_\_ Title: \_

By: \_\_\_\_\_

FRANCHISEE: \_\_\_\_\_  
(type/print entity name)

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

**[or, if an individual]**

Signed: \_\_\_\_\_

Name printed: \_\_\_\_\_

**EXHIBIT 1 TO THE FRANCHISE AGREEMENT**

**GENERAL RELEASE**

THIS GENERAL RELEASE is made and given on this \_\_\_\_\_ (“Effective Date”) by \_\_\_\_\_, (“RELEASOR”) an individual/corporation/ limited liability company/partnership with a principal address of \_\_\_\_\_, in consideration of:

\_\_\_\_\_ the execution by The Wellness Way Franchise LLC, a Wisconsin limited liability company (“RELEASEE”), of a successor Franchise Agreement or other renewal documents renewing the franchise (the “Franchise”) granted to RELEASOR by RELEASEE pursuant to that certain Franchise Agreement (the “Franchise Agreement”) between RELEASOR and RELEASEE; or

\_\_\_\_\_ RELEASEE’S consent to RELEASOR’S assignment of its rights and duties under the Franchise Agreement; or

\_\_\_\_\_ RELEASEE’S consent to RELEASOR’S assumption of rights and duties under the Franchise Agreement;

and other good and valuable consideration, the adequacy of which is hereby acknowledged, and accordingly RELEASOR hereby releases and discharges RELEASEE, RELEASEE’S officers, directors, shareholders, managers, members, partners, owners, employees and agents (in their corporate and individual capacities), and RELEASEE’S successors and assigns, from any and all causes of action, suits, debts, damages, judgments, executions, claims and demands whatsoever, in law or in equity, that RELEASOR and RELEASOR’S heirs, executors, administrators, successors and assigns had, now have or may have, upon or by reason of any matter, cause or thing whatsoever from the beginning of the world to the date of this RELEASE arising out of or related to the Franchise or the Franchise Agreement, including, without limitation, claims arising under federal, state and local laws, rules and ordinances.

This General Release shall not be amended or modified unless such amendment or modification is in writing and is signed by RELEASOR and RELEASEE.

IN WITNESS WHEREOF, RELEASOR has executed this General Release as of the date first above written.

(if an entity)  
RELEASOR: \_\_\_\_\_  
(type/print entity name)  
By: \_\_\_\_\_  
(sign)  
Name: \_\_\_\_\_

(or, if an individual)  
Signed: \_\_\_\_\_  
Name printed: \_\_\_\_\_

Title: \_\_\_\_\_

**EXHIBIT 2A TO THE FRANCHISE AGREEMENT**  
**OWNER, HEALTH RESTORATION COACH, & MANAGEMENT**  
**NONDISCLOSURE, NONSOLICITATION, NONCOMPETITION, & MEDIA RELEASE**  
**AGREEMENT**

This “Agreement” made as of the \_\_\_\_\_ (“Effective-Date”) is by \_\_\_\_\_ (“Individual”) with \_\_\_\_\_ (“Franchisee or “The Wellness Way Clinic”) and for the benefit of The Wellness Way Franchise LLC (“Company”).

**ACKNOWLEDGEMENTS.**

- A. The Wellness Way Clinic facilitates patient care, which requires all persons (including employees, volunteers, contractors, and students) working in or observing in The Wellness Way Clinic to ensure the utmost confidentiality with respect to patient information, records, test results, care plans, recommendations, and treatments (“Patient Information”);
- B. The Wellness Way Clinic is an independently owned and operated franchise pursuant to that certain Franchise Agreement (“Franchise Agreement”) by and between Franchisee and The Wellness Way Franchise LLC (“Company”);
- C. Company requires Franchisee to ensure that each Individual who may have access to Patient Information, Trade Secrets and other Confidential Information (as defined below) to execute this Agreement before such access is provided to Individual.

NOW, THEREFORE, in consideration of the mutual promises and undertakings set forth herein, and intending to be legally bound hereby, the parties hereby mutually agree as follows:

**1. Access.**

Individual understands through its involvement with The Wellness Way Clinic, Individual may have access to Patient Information and to Trade Secrets and other Confidential Information (defined below) that are important to The Wellness Way Franchise System, to Company, and to Franchisee.

**2. Definitions**

- a) For the purposes of this Agreement “Patient Information” includes all information that identifies the patient, patient payment information, patient forms, records, test results, care plans, recommendations, and treatments. Individual acknowledges that Patients have established relationships with The Wellness Way Clinic and that The Wellness Way Clinic is obligated to maintain the confidentiality of Patient Information.
- b) For the purposes of this Agreement, a “Trade Secret” is information in any form (including, but not limited to, materials and techniques, technical and non-technical data, formulas, patterns, compilations, programs, devices, methods, techniques, drawings, processes, financial data, financial plans, product plans, passwords, lists of actual or potential customers or suppliers) related to or used in ~~the~~The Wellness Way Clinic that is not commonly known by or available to the public and that information: (i) derives 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; and (ii) is the subject of efforts that are reasonable under the circumstances to maintain its secrecy.
- e) For the purposes of this Agreement “Confidential Information” means technical and non-technical information used in or related to The Wellness Way Clinics and not commonly known by or available.

- c) to the public, including, without limitation, Operations Manuals, The Wellness Way University, Training Programs, TWW System Software, Procedures of Operations, Vendors and Suppliers, knowledge of sources of products sold, knowledge of sales and profit performance of one or more The Wellness Way Clinics, methods, techniques, formats, specifications, procedures, information, systems and knowledge of and experience in the development, operation, and franchising of chiropractic and wellness businesses, any log-in or password information used to access other Confidential Information or the franchise systems, software, and sites, Trade Secrets, and any other information identified or labeled as confidential when delivered by Franchisor. Confidential Information shall not include, however, any information that: (a) is now or subsequently becomes generally available to the public through no fault of Individual; (b) Individual demonstrates was rightfully in its possession, without obligation of nondisclosure, prior to disclosure pursuant to this Agreement or any other agreement with Franchisee, Franchisor or their Affiliates; (c) Individual demonstrates is independently developed without the use of any Confidential Information; or (d) is rightfully obtained from a third party who has the right, without obligation of nondisclosure, to transfer or disclose such information;
- d) Any information expressly designated by Company or Franchisee as “Trade Secrets” or “Confidential Information” shall be deemed such for all purposes of this Agreement, but the absence of designation shall not relieve Individual of his or her obligations hereunder in respect of information otherwise constituting Trade Secrets or Confidential Information. Individual understands Franchisee’s providing of access to the Trade Secrets and other Confidential Information creates a relationship of confidence and trust between Individual and Franchisee with respect to the Trade Secrets and other Confidential Information.
- e) “In-Term Competitive Business” means any business that offers or provides (or grants franchises or licenses to others to operate a business that offers or provides) chiropractic services, wellness consulting, testing, and/or nutritional supplements and/or products the same as or similar to those provided by The Wellness Way, its affiliates, and its franchisees, or in which Trade Secrets or other Confidential Information could be used to the disadvantage of Franchisor, any Affiliate or its other franchisees; provided, however, that the term “In-Term Competitive Business” shall not apply to
- e) (a) any business which is a part of The Wellness Way Franchise System, (b) any business operated under a Franchise Agreement with Company, or (c) any business operated by a publicly-held entity in which Individual owns less than a five percent (5%) legal or beneficial interest. Further, nothing herein shall be interpreted to limit Individual’s ability to become an employee, owner, contractor, or provider with any business which is a part of The Wellness Way Franchise System or operated under a Franchise Agreement with Company.
- f) “Post-Term Competitive Business” means any business that offers or provides (or grants franchises or licenses to others to operate a business that offers or provides) wellness consulting, testing, and/or nutritional supplements and/or products the same as or similar to those provided by The Wellness Way, its affiliates, and its franchisees, or in which Trade Secrets or other Confidential Information could be used to the disadvantage of Franchisor, any Affiliate or its other franchisees; provided, however, that the term “In-Term Competitive Business” shall not apply to (a) any business which is a part of The Wellness Way Franchise System, (b) any business operated under a Franchise Agreement with Company, (c) any business that provides chiropractic adjusting services without wellness consulting, testing, and/or nutritional supplementation, or (d) any business operated by a publicly-held entity in which Individual owns less than a five percent (5%) legal or beneficial interest. Further, nothing herein shall be interpreted to limit Individual’s ability to become an employee, owner, contractor, or provider with any business which is a part of The Wellness Way Franchise System or operated under a Franchise Agreement with Company.
- g) As set forth in the Federal Defend Trade Secrets Act, Individual shall not be held criminally or civilly liable under any federal or state trade secret law for the disclosure of a trade secret that is 1)

g) made in confidence to a federal, state or local government official, either directly or indirectly, or to an attorney, if disclosed solely for the purpose of reporting or investigating a suspected violation of law, or 2) is made in a complaint or other document filed in a lawsuit or other proceeding, if such filing is made under seal. No truthful, factual communications made by Individual to any governmental body, agency, or regulator shall be deemed a violation of this Agreement.

### **3. Confidentiality/Non-Disclosure**

- a) Individual shall not communicate or divulge to (or use for the benefit of) any other person, firm, association, or corporation, with the sole exception of Franchisee, now or at any time in the future, any Patient Information, Trade Secrets, or other Confidential Information. At all times from the date of this Agreement, Individual must take all steps reasonably necessary and/or requested by Franchisee to ensure that the Patient Information, Confidential Information, and Trade Secrets are kept confidential pursuant to the terms of this Agreement. Individual must comply with all applicable policies, procedures and practices that Franchisee has established and may establish from time to time with regard to ~~the~~ Patient Information, Confidential Information, and Trade Secrets. Each and every individual who will access Franchisor's Confidential Information and/or any site, program or system hosted, provided or maintained by or for Franchisor must have an individual log-in and password issued for such person to access such Confidential Information, site, program or system. No log-in or password may be issued or provided unless and until this Nondisclosure and Non-Competition Agreement has been executed by such individual and provided to Us. It shall be a material default of this Agreement for the undersigned to provide access in violation of this provision or to share any log-in or password access to such Confidential Information, site, program or system.
- b) After termination of Individual's relationship with Franchisee or Company, regardless of the cause of termination, Individual shall not access, retain, use, transmit, or copy any Patient Information. Individual acknowledges that only a patient may request Patient Information be provided to a new provider. Without limiting the foregoing, Individual covenants and agrees that Individual will not access, retain, use, transmit, or copy Patient Information through Franchisee Systems, Company Systems, and/or third-party systems such as laboratories. Individual agrees that, regardless of whether Individual has provided chiropractic care or services as a Health Restoration Coach to any Patient or was involved in the introduction of the Patient to The Wellness Way Clinic, the Patient's relationship is with The Wellness Way Clinic, and any access, retention, use, transmission, or copying of Patient Information after termination of Individual's relationship with The Wellness Way Clinic may subject Individual to liability.
- c) Individual's obligations under paragraphs 3(a) and 3(b) of this Agreement shall continue in effect after termination of Individual's relationship with Franchisee, regardless of the reason or reasons for termination, and whether such termination is voluntary or involuntary, and Franchisee is entitled to communicate Individual's obligations under this Agreement to any future customer or employer to the extent deemed necessary by Franchisee for protection of its rights hereunder.

### **4. In-Term Non-Competition**

- ~~a)~~ During the term of Individual's relationship with Franchisee or Company, Individual shall not, directly or indirectly, for the benefit of Individual or through, on behalf of or in conjunction with, any person, persons, partnership, corporation, limited liability company or other business entity, divert or attempt to divert any business or customer of Franchisee or Company to any In-Term Competitive Business, by direct or indirect inducement or otherwise, or do or perform, directly or indirectly, any other act injurious or prejudicial to the goodwill associated with (i) the Company's service mark "The Wellness Way" and such other trade names, trademarks, service marks, trade dress, designs, graphics, logos, emblems, insignia, fascia, slogans, drawings and other commercial

~~—~~symbols as the Company designates to be used in connection with The Wellness Way Clinics or ~~—~~  
~~(ii)~~ the Company's uniform standards, methods, procedures and specifications for the establishment  
~~a)~~ and operation of The Wellness Way Clinics.

- b) During the term of Individual's relationship with Franchisee or Company, Individual shall not, directly or indirectly, for the benefit of Individual or through, on behalf of or in conjunction with, any person, persons, partnership, corporation, limited liability company or other business entity, carry on, be engaged in or take part in, render services to, or own or share in the earnings of any In-Term Competitive Business.
- c) During the term of Individual's relationship with Franchisee or Company, Individual shall not, directly or indirectly, solicit or otherwise attempt to induce or influence any employee or other business associate of Franchisee, Company or any other The Wellness Way Clinic, with whom The Wellness Way has a business relationship, to compete against, or terminate or modify his, her or its employment or business relationship with Franchisee, Company or any other The Wellness Way Clinic. Provided, however, nothing herein shall be interpreted to prevent any employee of any The Wellness Way Clinic from accepting employment with or owning another The Wellness Way Clinic.

##### **5. Post-Term Non-Competition**

~~a)~~ For a period of three (3) years after the expiration or termination of Individual's relationship with Franchisee, or Company regardless of the cause of expiration or termination, Individual shall not, directly or indirectly, for the benefit of Individual or through, on behalf of or in conjunction with, any person, persons, partnership, corporation, limited liability company or other business entity, divert or attempt to divert any business or customer of Franchisee or Company to any In-Term Competitive Business, by direct or indirect inducement or otherwise, or do or perform, directly or indirectly, any other act injurious or prejudicial to the goodwill associated with (i) the Company's service mark "The Wellness Way" and such other trade names, trademarks, service marks, trade dress, designs, graphics, logos, emblems, insignia, fascia, slogans, drawings and other commercial symbols as the Company designates to be used in connection with The Wellness Way Clinics or

~~a)~~ (ii) the Company's uniform standards, methods, procedures and specifications for the establishment and operation of The Wellness Way Clinics.

- b) For a period of three (3) years after termination of Individual's relationship with Franchisee or Company, regardless of the cause of termination, Individual shall not, directly or indirectly, for the benefit of Individual or through, on behalf of or in conjunction with, any person, persons, partnership, corporation, limited liability company or other business entity, carry on, be engaged in or take part in, render services to, or own or share in the earnings of any Post-Term Competitive Business located or operating (a) within a ten (10) mile radius of the Area of Primary Responsibility for The Wellness Way Clinic.
- c) After termination of Individual's relationship with Franchisee or Company, regardless of the cause of termination, Individual shall not access, retain, use, transmit, or copy any Patient Information. Individual acknowledges that only a patient may request Patient Information be provided to a new provider. Without limiting the foregoing, Individual covenants and agrees that Individual will not access, retain, use, transmit, or copy Patient Information through Franchisee Systems, Company Systems, and/or third-party systems such as laboratories. Individual agrees that, regardless of whether Individual has provided chiropractic care or services as a Health Restoration Coach to any Patient or was involved in the introduction of the Patient to The Wellness Way Clinic, the Patient's relationship is with The Wellness Way Clinic, and any access, retention, use, transmission, or copying of Patient Information after termination of Individual's relationship with The Wellness Way Clinic may subject Individual to liability.

- d) During the term of Individual's relationship with Franchisee or Company and for a period of three (3) years thereafter, regardless of the cause of termination, Individual shall not, directly or indirectly, solicit or otherwise attempt to induce or influence any patient, employee, or other business associate of Franchisee, Company or any other The Wellness Way Clinic, with whom The Wellness Way has a business relationship, to compete against, or terminate or modify his, her or its patient, employment, or business relationship with Franchisee, Company or any other The Wellness Way Clinic. Provided, however, nothing herein shall be interpreted to prevent any employee of any The Wellness Way Clinic from accepting employment with or owning another The Wellness Way Clinic or to restrict communications regarding opportunities with another The Wellness Way Clinic.

#### **6. Specific Acknowledgements**

Without limiting the Confidentiality and Non-Competition obligations set forth in paragraphs 3 and 4 above, Individual specifically acknowledges and agrees to the following:

- a) When accessing, downloading, using or disclosing Patient Information, Trade Secrets, or Confidential Information, Individual must make all reasonable efforts to limit the amount of Patient Information, Trade Secrets or Confidential Information accessed and will access only the minimum necessary to accomplish the task/job/function specified by The Wellness Way Clinic.
- b) Individual will not allow or participate in viewing, accessing, downloading, photographing, using or disclosing Patient Information, Trade Secrets, or Confidential Information for any purpose other than carrying out legitimate job-related responsibilities.
- c) Unless specifically required for Individual to carry out Individual's legitimate job-related responsibilities, Individual will not share any Patient Information, Trade Secrets, or Confidential Information with any other individual including without limitation, other employees, co-workers, family, friends.
- d) Individual will follow all instructions of Franchisee designed to maintain and protect confidentiality.
- e) Individual will not share any passwords used to access any Patient Information, Trade Secrets or Confidential Information or to access any of The Wellness Way systems or technology and will not use any password belonging to any other individual.
- f) Individual will not shred, destroy, alter, dismantle, disfigure, prevent rightful access to or otherwise interfere with the integrity of any Patient Information, Trade Secrets, or Confidential Information without appropriate authorization.
- g) Individual will protect the confidential relationship between the patient and The Wellness Way Clinic. The relationship that The Wellness Way Clinic has with a patient is a sensitive, confidential, and professional relationship which Individual agrees to protect. Confidences about patients, their illnesses, or their personal lives, which Individual may learn should never be repeated to other patients, friends, or family. "Confidences" means anything of a confidential nature about which a patient might be uncomfortable having others know. Curious patients or individuals may ask Individual personal questions about other patients, the cases at The Wellness Way Clinic, or the Health Restoration Coaches at The Wellness Way Clinic. Individual/Individuals must firmly, without giving offense, refuse to give information. Individual could say "I'm sorry, but the wellness clinic-patient relationship is confidential, and we can't give information about other patients." or "I'm not\_

g) permitted to give information about our staff members or coaches.” Individual agrees to provide a tactful, courteous refusal to any request for information and to discourage further questioning.

**7. Reasonableness of Restrictions**

Individual acknowledges that each of the terms set forth herein, including each restrictive covenant, is fair and reasonable and is reasonably required for the protection of Franchisee, Company, and Company’s Trade Secrets and other Confidential Information, the Company’s business system, network of franchises and trade and service marks, and Individual waives any right to challenge these restrictions as being overly broad, unreasonable or otherwise unenforceable. If, however, an arbitrator or a court of competent jurisdiction determines that any such restriction is unreasonable or unenforceable, then such activity, time period or geographic restriction shall be reduced to the extent necessary to enable the arbitrator or court to enforce such restrictions to the fullest extent permitted under applicable law. It is the desire and intent of the parties that the provisions of this Agreement shall be enforced to the fullest extent permissible under the laws and public policies applied in any jurisdiction where enforcement is sought.

**8. Media Release**

- a) I consent and authorize Franchisee and/or Company to use my voice and likeness in any photograph, video, or other digital media (“Digital Media”) produced or taken in connection with my commercial relationship with Franchisee in any and all of its publications, resources, and media, now known or hereafter devised, discovered, or developed, throughout the world, in perpetuity, in any format including without limitation print or web-based publications, training programs, and social platforms.
- b) I consent and authorize Franchisee and/or Company to use any written or digital materials (“Materials”) I create related to The Wellness Way Franchise System and/or my relationship to Franchisee or Company.
- c) I hereby assign to Company all rights in and to the Digital Media and the Materials and agree that the Digital Media and the Materials shall be the sole and exclusive property of Company its successors and assigns.
- d) I irrevocably authorize Company to copy, edit, enhance, crop, or otherwise alter any Digital Media and/or the Materials for use in their publications. I also waive any rights for approval or inspection of any Digital Media or the Materials.
- e) I understand and agree that all Digital Media and Materials are the property of Company and will not be returned to me.
- f) I acknowledge that I am not entitled to any compensation or royalties with respect to the use of the Digital Media or Materials.
- g) I agree to cooperate with Company in connection with Company’s actions to secure or defend its intellectual property rights in and to the Digital Media and the Materials.
- h) I agree to release and forever discharge Company and their franchisees, affiliates, successors, assigns, officers, employees, representatives, partners, agents and anyone claiming through them, in their individual and/or corporate capacities from any and all claims, liabilities, obligations, promises, agreements, disputes, demands, damages, causes of action of any nature or kind, known or unknown, which I, and anyone claiming on behalf of me, may have or claim to have against Releasee in connection with this Release.

- i) The consents granted herein shall survive the termination of my relationship with Franchisee. In the event of a termination of my relationship with Franchisee, I agree to surrender and return to Company all papers, records, books, drawings, documents, manuals, software and anything of a similar nature in whatever tangible medium of expression containing the Digital Media and/or the Materials.

**9. Waiver of Jury Trial**

FRANCHISEE AND INDIVIDUAL EACH IRREVOCABLY WAIVE TRIAL BY JURY IN ANY ACTION, WHETHER AT LAW OR EQUITY, BROUGHT BY EITHER OF THEM.

**10. Arbitration**

This Agreement evidences a transaction involving commerce and, therefore, the Federal Arbitration Act, Title 9 of the United States Code is applicable to the subject matter contained herein. All disputes arising out of or relating to this Agreement, or with regard to interpretation, formation or breach of this or any other agreement between the parties, shall be settled by binding arbitration conducted in Brown County, Wisconsin, in accordance with the Commercial Arbitration Rules of the American Arbitration Association then in effect. The proceedings will be held by a single arbitrator agreed upon by the parties or otherwise appointed pursuant to the AAA rules of Commercial Arbitration. The decision of the arbitrator will be final and binding upon the parties. Judgment upon the award rendered by the arbitrator may be entered in any court having personal and subject matter jurisdiction. Any dispute arising out of or in connection with this arbitration provision, including any question regarding its existence, validity, scope, or termination shall be referred to and finally resolved by arbitration.

INDIVIDUAL acknowledges that it has read the terms of this binding arbitration provision and affirms that this provision is entered into willingly and voluntarily and without any fraud, duress or undue influence on the part of Franchisor or any of Franchisor's agents or employees.

**11. Mediation Condition Precedent**

As a condition precedent to filing any action for arbitration, the Parties agree that all disputes, claims and disagreements which are subject to arbitration and which they are not able to resolve after negotiating in good faith shall be mediated by non-binding, mandatory mediation. The complaining Party must provide written notice to the other Party describing the nature of the dispute. The Parties shall then agree on a mediator within ten (10) days. If the parties are unable to agree on a mediator, the mediator shall be appointed in accordance with the Commercial Mediation Rules and Regulations of the American Arbitration Association. Mediation may be held via web meeting or telephone or in Brown County, Wisconsin and shall be held within thirty (30) days after a mediator has been selected or appointed.

**12. Relief for Breaches of Confidentiality, Non-Solicitation and Non-Competition**

Individual further acknowledges that an actual or threatened violation of the covenants contained in this Agreement will cause Franchisee and Company immediate and irreparable harm, damage and injury that cannot be fully compensated for by an award of damages or other remedies at law. Accordingly, notwithstanding the foregoing requirements to arbitrate all disputes and the mediation condition precedent, either party may pursue injunctive relief as appropriate, without first engaging in mediation, to enforce any provisions of this Agreement to prevent ongoing harm. Franchisee and Company shall be entitled, as a matter of right, to an injunction from any court of competent jurisdiction restraining any further violation by Individual of this Agreement without any requirement to show any actual damage or to post any bond or other security. Such right to an injunction shall be cumulative and in addition to, and not in limitation of, any other rights and remedies that Franchisee and Company may have at law or in equity.

### 13. Miscellaneous

- a) This Agreement constitutes the entire Agreement between the parties with respect to the subject matter hereof. This Agreement supersedes any prior agreements, negotiations and discussions between Individual and Franchisee.
- b) Any action brought by either party, shall only be brought in the appropriate state or federal court located in or serving Brown County, Wisconsin. The parties waive all objections to personal jurisdiction or venue for the purposes of carrying out this provision. Claims for injunctive relief may be brought where Franchisee is located. This exclusive choice of jurisdiction and venue provision shall not restrict the ability of the parties to confirm or enforce judgments or arbitration awards in any appropriate jurisdiction.
- c) Individual agrees if any legal or arbitration proceedings are brought for the enforcement of this Agreement, in addition to any other relief to which the successful or prevailing party may be entitled, the successful or prevailing party shall be entitled to recover attorneys' fees, investigative fees, administrative fees billed by such party's attorneys, court costs and all expenses, including, without limitation, all fees, taxes, costs and expenses incident to arbitration, appellate, and post-judgment proceedings incurred by the successful or prevailing party in that action or proceeding.
- d) This Agreement shall be effective as of the date this Agreement is executed and shall be binding upon the successors and assigns of Individual and shall inure to the benefit of Franchisee, its subsidiaries, successors and assigns. Company is an intended third-party beneficiary of this Agreement with the independent right to enforce the terms hereof, including, for example, confidentiality and non-competition provisions contained herein.
- e) The failure of either party to insist, in any one (1) or more instances, upon performance of any terms and conditions of this Agreement shall not be construed a waiver of future performance of any such term, covenant or condition of this Agreement and the obligations of the other party with respect thereto shall continue in full force and effect.
- f) The paragraph headings in this Agreement are included solely for convenience and shall not affect, or be used in connection with, the interpretation of this Agreement.
- g) Subject to Section 6 above, in the event that any part of this Agreement shall be held to be unenforceable or invalid, the remaining parts hereof shall nevertheless continue to be valid and enforceable as though the invalid portions were not a part hereof.
- h) This Agreement may be modified or amended only by a written instrument duly executed by Individual, Franchisee and Company. Provided, however, in the event any portion of this Agreement is unenforceable under any applicable law, such unenforceable portion shall be amended such that this Agreement is enforceable to the maximum extent permitted by applicable law.
- i) The existence of any claim or cause of action Individual might have against Franchisee or Company will not constitute a defense to the enforcement of this Agreement by Franchisee or Company.
- j) Except as otherwise expressly provided in this Agreement, no remedy conferred upon Franchisee or Company pursuant to this Agreement is intended to be exclusive of any other remedy, and each and every such remedy shall be cumulative and shall be in addition to every other remedy given pursuant to this Agreement or now or hereafter existing at law or in equity or by statute or otherwise. No single or partial exercise by any party of any right, power or remedy pursuant to this Agreement shall preclude any other or further exercise thereof.

**INDIVIDUAL CERTIFIES THAT HE OR SHE HAS READ THIS AGREEMENT CAREFULLY AND UNDERSTANDS AND ACCEPTS THE OBLIGATIONS THAT IT IMPOSES WITHOUT RESERVATION. NO PROMISES OR REPRESENTATIONS HAVE BEEN MADE TO SUCH PERSON TO INDUCE THE SIGNING OF THIS AGREEMENT.**

**THE PARTIES ACKNOWLEDGE THAT THE COMPANY IS A THIRD-PARTY BENEFICIARY OF THIS AGREEMENT AND THAT THE COMPANY SHALL BE ENTITLED TO ENFORCE THIS AGREEMENT WITHOUT THE COOPERATION OF FRANCHISEE. INDIVIDUAL AND FRANCHISEE AGREE THAT THIS AGREEMENT CANNOT BE MODIFIED OR AMENDED WITHOUT THE WRITTEN CONSENT OF THE COMPANY.**

IN WITNESS WHEREOF, the Franchisee has hereunto caused this Agreement to be executed by its duly authorized officer, and Individual has executed this Agreement.

Individual:

\_\_\_\_\_  
Name:\_\_\_\_\_

**EXHIBIT 2B TO FRANCHISE AGREEMENT**  
**STAFF, APPRENTICE, & OBSERVER CONFIDENTIALITY, NON-SOLICITATION, & MEDIA RELEASE**  
**AGREEMENT**

This “Agreement” made as of the \_\_\_\_\_ (“Effective Date”) is by \_\_\_\_\_ (“Individual”) with \_\_\_\_\_ (“Franchisee or “The Wellness Way Clinic”) and for the benefit of The Wellness Way Franchise LLC (“Company”).

**ACKNOWLEDGEMENTS.**

- A. The Wellness Way Clinic facilitates patient care, which requires all persons (including employees, volunteers, contractors, and students) working in or observing in The Wellness Way Clinic to ensure the utmost confidentiality with respect to patient information, records, test results, care plans, recommendations, and treatments (“Patient Information”);
- B. The Wellness Way Clinic is an independently owned and operated franchise pursuant to that certain Franchise Agreement (“Franchise Agreement”) by and between Franchisee and The Wellness Way Franchise LLC (“Company”);
- C. Company requires Franchisee to ensure that each Individual who may have access to Patient Information, Trade Secrets and other Confidential Information (as defined below) to execute this Agreement before such access is provided to Individual.

NOW, THEREFORE, in consideration of the mutual promises and undertakings set forth herein, and intending to be legally bound hereby, the parties hereby mutually agree as follows:

**1. Access.**

Individual understands through its involvement with The Wellness Way Clinic, Individual may have access to Patient Information and to Trade Secrets and other Confidential Information (defined below) that are important to The Wellness Way Franchise System, to Company, and to Franchisee.

**2. Definitions**

- a) For the purposes of this Agreement “Patient Information” includes all information that identifies the patient, patient payment information, patient forms, records, test results, care plans, recommendations, and treatments. Individual acknowledges that Patients have established relationships with The Wellness Way Clinic and that The Wellness Way Clinic is obligated to maintain the confidentiality of Patient Information.
- b) For the purposes of this Agreement, a “Trade Secret” is information in any form (including, but not limited to, materials and techniques, technical and non-technical data, formulas, patterns, compilations, programs, devices, methods, techniques, drawings, processes, financial data, financial plans, product plans, passwords, lists of actual or potential customers or suppliers) related to or used in The Wellness Way Clinic that is not commonly known by or available to the public and that information: (i) derives 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; and (ii) is the subject of efforts that are reasonable under the circumstances to maintain its secrecy.
- ~~e)~~ For the purposes of this Agreement “Confidential Information” means technical and non-technical information used in or related to The Wellness Way Clinics and not commonly known by or available to the public, including, without limitation, Operations Manuals, The Wellness Way University, Training Programs, TWW System Software, Procedures of Operations, Vendors and Suppliers.

- c) knowledge of sources of products sold, knowledge of sales and profit performance of one or more The Wellness Way Clinics, methods, techniques, formats, specifications, procedures, information, systems and knowledge of and experience in the development, operation, and franchising of chiropractic and wellness businesses, any log-in or password information used to access other Confidential Information or the franchise systems, software, and sites, Trade Secrets, and any other information identified or labeled as confidential when delivered by Franchisor. Confidential Information shall not include, however, any information that: (a) is now or subsequently becomes generally available to the public through no fault of Individual; (b) Individual demonstrates was rightfully in its possession, without obligation of nondisclosure, prior to disclosure pursuant to this Agreement or any other agreement with Franchisee, Franchisor or their Affiliates; (c) Individual demonstrates is independently developed without the use of any Confidential Information; or (d) is rightfully obtained from a third party who has the right, without obligation of nondisclosure, to transfer or disclose such information;
- d) Any information expressly designated by Company or Franchisee as “Trade Secrets” or “Confidential Information” shall be deemed such for all purposes of this Agreement, but the absence of designation shall not relieve Individual of his or her obligations hereunder in respect of information otherwise constituting Trade Secrets or Confidential Information. Individual understands Franchisee’s providing of access to the Trade Secrets and other Confidential Information creates a relationship of confidence and trust between Individual and Franchisee with respect to the Trade Secrets and other Confidential Information.
- e) “Competitive Business” means any business that offers or provides (or grants franchises or licenses to others to operate a business that offers or provides) chiropractic services, wellness consulting, testing, and/or supplementation services and/or products the same as or similar to those provided by The Wellness Way, its affiliates, and its franchisees, or in which Trade Secrets or other Confidential Information could be used to the disadvantage of Franchisor, any Affiliate or its other franchisees; provided, however, that the term “Competitive Business” shall not apply to (a) any business which is a part of The Wellness Way Franchise System, (b) any business operated under a Franchise Agreement with Company, or (c) any business operated by a publicly-held entity in which Franchisee owns less than a five percent (5%) legal or beneficial interest. Further, nothing herein shall be interpreted to limit Individual’s ability to become an employee, owner, contractor, or provider with any business which is a part of The Wellness Way Franchise System or operated under a Franchise Agreement with Company.
- f) As set forth in the Federal Defend Trade Secrets Act, Individual shall not be held criminally or civilly liable under any federal or state trade secret law for the disclosure of a trade secret that is 1) made in confidence to a federal, state or local government official, either directly or indirectly, or to an attorney, if disclosed solely for the purpose of reporting or investigating a suspected violation of law, or 2) is made in a complaint or other document filed in a lawsuit or other proceeding, if such filing is made under seal. No truthful, factual communications made by an Individual to any governmental body, agency, or regulator shall be deemed a violation of this Agreement.

### **3. Confidentiality/Non-Disclosure**

- a) Individual shall not communicate or divulge to (or use for the benefit of) any other person, firm, association, or corporation, with the sole exception of Franchisee, now or at any time in the future, any Patient Information, Trade Secrets, or other Confidential Information. At all times from the date of this Agreement, Individual must take all steps reasonably necessary and/or requested by Franchisee to ensure that the Patient Information, Confidential Information, and Trade Secrets are kept confidential pursuant to the terms of this Agreement. Individual must comply with all applicable policies, procedures and practices that Franchisee has established and may establish from time to time with regard to the Patient Information, Confidential Information, and Trade

- a) Secrets. Each and every individual who will access Franchisor’s Confidential Information and/or any site, program or system hosted, provided or maintained by or for Franchisor must have an individual log-in and password issued for such person to access such Confidential Information, site, program or system. No log-in or password may be issued or provided unless and until this Nondisclosure and Non-Competition Agreement has been executed by such individual and provided to Us. It shall be a material default of this Agreement for the undersigned to provide access in violation of this provision or to share any log-in or password access to such Confidential Information, site, program or system.
- b) After termination of Individual’s relationship with Franchisee or Company, regardless of the cause of termination, Individual shall not access, retain, use, transmit, or copy any Patient Information. Individual acknowledges that only a patient may request Patient Information be provided to a new provider. Without limiting the foregoing, Individual covenants and agrees that Individual will not access, retain, use, transmit, or copy Patient Information through Franchisee Systems, Company Systems, and/or third-party systems such as laboratories. Individual agrees that, regardless of whether Individual has provided chiropractic care or services as a Health Restoration Coach to any Patient or was involved in the introduction of the Patient to The Wellness Way Clinic, the Patient’s relationship is with The Wellness Way Clinic, and any access, retention, use, transmission, or copying of Patient Information after termination of Individual’s relationship with The Wellness Way Clinic may subject Individual to liability.
- c) Individual’s obligations under paragraphs 3(a) and 3(b) of this Agreement shall continue in effect after termination of Individual’s relationship with Franchisee, regardless of the reason or reasons for termination, and whether such termination is voluntary or involuntary, and Franchisee is entitled to communicate Individual’s obligations under this Agreement to any future customer or employer to the extent deemed necessary by Franchisee for protection of its rights hereunder.

#### 4. Non-Solicitation

~~a)~~ During the term of Individual’s relationship with Franchisee or Company and for a period of three (3)

~~(3)a)~~ \_\_\_\_\_ years after the expiration or termination of Individual’s relationship with Franchisee, or Company regardless of the cause of expiration or termination, Individual shall not, directly or indirectly, for the benefit of Individual or through, on behalf of or in conjunction with, any person, persons, partnership, corporation, limited liability company or other business entity, divert or attempt to divert any business or customer of Franchisee or Company to any Competitive Business, by direct or indirect inducement or otherwise, or do or perform, directly or indirectly, any other act injurious or prejudicial to the goodwill associated with (i) the Company’s service mark “The Wellness Way” and such other trade names, trademarks, service marks, trade dress, designs, graphics, logos, emblems, insignia, fascia, slogans, drawings and other commercial symbols as the Company designates to be used in connection with The Wellness Way Clinics or (ii) the Company’s uniform standards, methods, procedures and specifications for the establishment and operation of The Wellness Way Clinics.

~~b)~~ During the term of Individual’s relationship with Franchisee or Company and for a period of three (3)

b) \_\_\_\_\_ years thereafter, regardless of the cause of termination, Individual shall not, directly or indirectly, solicit or otherwise attempt to induce or influence any patient, employee or other business associate of Franchisee, Company or any other The Wellness Way Clinic, with whom The Wellness Way has a business relationship, to compete against, or terminate or modify his, her or its patient, employment, or business relationship with, Franchisee, Company or any other The Wellness Way Clinic. Provided, however, nothing herein shall be interpreted to prevent any employee of any The Wellness Way Clinic from accepting employment with or owning another The Wellness Way Clinic or to restrict communications regarding opportunities with another The Wellness Way Clinic.

~~(3)~~

## **5. Specific Acknowledgements**

Without limiting the Confidentiality and Non-Solicitation obligations set forth in paragraphs 3 and 4 above, Individual specifically acknowledges and agrees to the following:

- a) When accessing, downloading, using or disclosing Patient Information, Trade Secrets, or Confidential Information, Individual must make all reasonable efforts to limit the amount of Patient Information, Trade Secrets or Confidential Information accessed and will access only the minimum necessary to accomplish the task/job/function specified by The Wellness Way Clinic.
- b) Individual will not allow or participate in viewing, accessing, downloading, photographing, using or disclosing Patient Information, Trade Secrets, or Confidential Information for any purpose other than carrying out legitimate job-related responsibilities.
- c) Unless specifically required for Individual to carry out Individual's legitimate job-related responsibilities, Individual will not share any Patient Information, Trade Secrets, or Confidential Information with any other individual including without limitation, other employees, co-workers, family, friends.
- d) Individual will follow all instructions of Franchisee designed to maintain and protect confidentiality.
- e) Individual will not share any passwords used to access any Patient Information, Trade Secrets or Confidential Information or to access any of The Wellness Way systems or technology and will not use any password belonging to any other individual.
- f) Individual will not shred, destroy, alter, dismantle, disfigure, prevent rightful access to or otherwise interfere with the integrity of any Patient Information, Trade Secrets, or Confidential Information without appropriate authorization.
- g) Individual will protect the confidential relationship between the patient and The Wellness Way Clinic. The relationship that a The Wellness Way Clinic has with a patient is a sensitive, confidential, and professional relationship which Individual agrees to protect. Confidences about patients, their illnesses, or their personal lives, which Individual may learn should never be repeated to other patients, friends, or family. "Confidences" means anything of a confidential nature about which a patient might be uncomfortable having others know. Curious patients or individuals may ask Individual personal questions about other patients, the cases at The Wellness Way Clinic, or the Health Restoration Coaches at The Wellness Way Clinic. Individual must firmly, without giving offense, refuse to give information. Individual could say "I'm sorry, but the wellness clinic-patient relationship is confidential, and we can't give information about other patients." or "I'm not permitted to give information about our staff members or coaches." Individual agrees to provide a tactful, courteous refusal to any request for information and to discourage further questioning.

## **6. Reasonableness of Restrictions**

Individual acknowledges that each of the terms set forth herein, including each restrictive covenant, is fair and reasonable and is reasonably required for the protection of Franchisee, Company, Patient Information, and Company's Trade Secrets and other Confidential Information, the Company's business system, network of franchises and trade and service marks, and Individual waives any right to challenge these restrictions as being overly broad, unreasonable or otherwise unenforceable. If, however, an arbitrator or a court of competent jurisdiction determines that any such restriction is unreasonable or unenforceable.<sup>2,5</sup>

then such activity, time period or geographic restriction shall be reduced to the extent necessary to enable the arbitrator or court to enforce such restrictions to the fullest extent permitted under applicable law. It is the desire and intent of the parties that the provisions of this Agreement shall be enforced to the fullest extent permissible under the laws and public policies applied in any jurisdiction where enforcement is sought.

#### **7. Media Release**

- a) I consent and authorize Franchisee and/or Company to use my voice and likeness in any photograph, video, or other digital media (“Digital Media”) produced or taken in connection with my commercial relationship with Franchisee in any and all of its publications, resources, and media, now known or hereafter devised, discovered, or developed, throughout the world, in perpetuity, in any format including without limitation print or web-based publications, training programs, and social platforms.
- b) I consent and authorize Franchisee and/or Company to use any written or digital materials (“Materials”) I create related to The Wellness Way Franchise System and/or my relationship to Franchisee or Company.
- c) I hereby assign to Company all rights in and to the Digital Media and the Materials and agree that the Digital Media and the Materials shall be the sole and exclusive property of Company its successors and assigns.
- d) I irrevocably authorize Company to copy, edit, enhance, crop, or otherwise alter any Digital Media and/or the Materials for use in their publications. I also waive any rights for approval or inspection of any Digital Media or the Materials.
- e) I understand and agree that all Digital Media and Materials are the property of Company and will not be returned to me.
- f) I acknowledge that I am not entitled to any compensation or royalties with respect to the use of the Digital Media or Materials.
- g) I agree to cooperate with Company in connection with Company’s actions to secure or defend its intellectual property rights in and to the Digital Media and the Materials.
- h) I agree to release and forever discharge Company and their franchisees, affiliates, successors, assigns, officers, employees, representatives, partners, agents and anyone claiming through them, in their individual and/or corporate capacities from any and all claims, liabilities, obligations, promises, agreements, disputes, demands, damages, causes of action of any nature or kind, known or unknown, which I, and anyone claiming on behalf of me, may have or claim to have against Releasee in connection with this Release.
- i) The consents granted herein shall survive the termination of my relationship with Franchisee. In the event of a termination of my relationship with Franchisee, I agree to surrender and return to Company all papers, records, books, drawings, documents, manuals, software and anything of a similar nature in whatever tangible medium of expression containing the Digital Media and/or the Materials.

#### **8. Waiver of Jury Trial**

FRANCHISEE AND INDIVIDUAL EACH IRREVOCABLY WAIVE TRIAL BY JURY IN ANY ACTION, WHETHER AT LAW OR EQUITY, BROUGHT BY EITHER OF THEM.

## **9. Arbitration**

This Agreement evidences a transaction involving commerce and, therefore, the Federal Arbitration Act, Title 9 of the United States Code is applicable to the subject matter contained herein. All disputes arising out of or relating to this Agreement, or with regard to interpretation, formation or breach of this or any other agreement between the parties, shall be settled by binding arbitration conducted in Brown County, Wisconsin, in accordance with the Commercial Arbitration Rules of the American Arbitration Association then in effect. The proceedings will be held by a single arbitrator agreed upon by the parties or otherwise appointed pursuant to the AAA rules of Commercial Arbitration. The decision of the arbitrator will be final and binding upon the parties. Judgment upon the award rendered by the arbitrator may be entered in any court having personal and subject matter jurisdiction. Any dispute arising out of or in connection with this arbitration provision, including any question regarding its existence, validity, scope, or termination shall be referred to and finally resolved by arbitration.

INDIVIDUAL acknowledges that it has read the terms of this binding arbitration provision and affirms that this provision is entered into willingly and voluntarily and without any fraud, duress or undue influence on the part of Franchisor or any of Franchisor's agents or employees.

## **10. Mediation Condition Precedent**

As a condition precedent to filing any action for arbitration, the Parties agree that all disputes, claims and disagreements which are subject to arbitration and which they are not able to resolve after negotiating in good faith shall be mediated by non-binding, mandatory mediation. The complaining Party must provide written notice to the other Party describing the nature of the dispute. The Parties shall then agree on a mediator within ten (10) days. If the parties are unable to agree on a mediator, the mediator shall be appointed in accordance with the Commercial Mediation Rules and Regulations of the American Arbitration Association. Mediation may be held via web meeting or telephone or in Brown County, Wisconsin and shall be held within thirty (30) days after a mediator has been selected or appointed.

## **11. Relief for Breaches of Confidentiality and Non-Solicitation**

Individual further acknowledges that an actual or threatened violation of the covenants contained in this Agreement will cause Franchisee and Company immediate and irreparable harm, damage and injury that cannot be fully compensated for by an award of damages or other remedies at law. Accordingly, notwithstanding the foregoing requirements to arbitrate all disputes and the mediation condition precedent, either party may pursue injunctive relief as appropriate, without first engaging in mediation, to enforce any provisions of this Agreement to prevent ongoing harm. Franchisee and Company shall be entitled, as a matter of right, to an injunction from any court of competent jurisdiction restraining any further violation by Individual of this Agreement without any requirement to show any actual damage or to post any bond or other security. Such right to an injunction shall be cumulative and in addition to, and not in limitation of, any other rights and remedies that Franchisee and Company may have at law or in equity.

## **12. Miscellaneous**

- a) This Agreement constitutes the entire Agreement between the parties with respect to the subject matter hereof. This Agreement supersedes any prior agreements, negotiations and discussions between Individual and Franchisee.
- ~~b)~~ Any action brought by either party, shall only be brought in the appropriate state or federal court located in or serving Brown County, Wisconsin. The parties waive all objections to personal jurisdiction or venue for the purposes of carrying out this provision. Claims for injunctive relief may be brought where Franchisee is located. This exclusive choice of jurisdiction and venue.

- b) provision shall not restrict the ability of the parties to confirm or enforce judgments or arbitration awards in any appropriate jurisdiction.
- c) Individual agrees if any legal or arbitration proceedings are brought for the enforcement of this Agreement, in addition to any other relief to which the successful or prevailing party may be entitled, the successful or prevailing party shall be entitled to recover attorneys' fees, investigative fees, administrative fees billed by such party's attorneys, court costs and all expenses, including, without limitation, all fees, taxes, costs and expenses incident to arbitration, appellate, and post-judgment proceedings incurred by the successful or prevailing party in that action or proceeding.
- d) This Agreement shall be effective as of the date this Agreement is executed and shall be binding upon the successors and assigns of Individual and shall inure to the benefit of Franchisee, its subsidiaries, successors and assigns. Company is an intended third-party beneficiary of this Agreement with the independent right to enforce the terms hereof, including, for example, confidentiality and non-competition provisions contained herein.
- e) The failure of either party to insist, in any one (1) or more instances, upon performance of any terms and conditions of this Agreement shall not be construed a waiver of future performance of any such term, covenant or condition of this Agreement and the obligations of the other party with respect thereto shall continue in full force and effect.
- f) The paragraph headings in this Agreement are included solely for convenience and shall not affect, or be used in connection with, the interpretation of this Agreement.
- g) Subject to Section 6 above, in the event that any part of this Agreement shall be held to be unenforceable or invalid, the remaining parts hereof shall nevertheless continue to be valid and enforceable as though the invalid portions were not a part hereof.
- h) This Agreement may be modified or amended only by a written instrument duly executed by Individual, Franchisee and Company. Provided, however, in the event any portion of this Agreement is unenforceable under any applicable law, such unenforceable portion shall be amended such that this Agreement is enforceable to the maximum extent permitted by applicable law.
- i) The existence of any claim or cause of action Individual might have against Franchisee or Company will not constitute a defense to the enforcement of this Agreement by Franchisee or Company.
- j) Except as otherwise expressly provided in this Agreement, no remedy conferred upon Franchisee or Company pursuant to this Agreement is intended to be exclusive of any other remedy, and each and every such remedy shall be cumulative and shall be in addition to every other remedy given pursuant to this Agreement or now or hereafter existing at law or in equity or by statute or otherwise. No single or partial exercise by any party of any right, power or remedy pursuant to this Agreement shall preclude any other or further exercise thereof.

**INDIVIDUAL CERTIFIES THAT HE OR SHE HAS READ THIS AGREEMENT CAREFULLY AND UNDERSTANDS AND ACCEPTS THE OBLIGATIONS THAT IT IMPOSES WITHOUT RESERVATION. NO PROMISES OR REPRESENTATIONS HAVE BEEN MADE TO SUCH PERSON TO INDUCE THE SIGNING OF THIS AGREEMENT.**

**THE PARTIES ACKNOWLEDGE THAT THE COMPANY IS A THIRD-PARTY BENEFICIARY OF THIS AGREEMENT AND THAT THE COMPANY SHALL BE ENTITLED TO ENFORCE THIS AGREEMENT WITHOUT THE COOPERATION OF FRANCHISEE.**

**INDIVIDUAL AND FRANCHISEE AGREE THAT THIS AGREEMENT CANNOT BE MODIFIED OR AMENDED WITHOUT THE WRITTEN CONSENT OF THE COMPANY.**

IN WITNESS WHEREOF, Individual has executed this Agreement.

Individual:

\_\_\_\_\_  
Name: \_\_\_\_\_

**EXHIBIT 3 TO THE FRANCHISE AGREEMENT**

**UNLIMITED GUARANTY AND ASSUMPTION OF OBLIGATIONS**

**(to be executed by every person with an ownership interest in the franchise and if such ownership interest is five percent (5%) or greater)**

THIS UNLIMITED GUARANTY AND ASSUMPTION OF OBLIGATIONS is given this

[Date], by \_\_\_\_\_

\_\_\_\_\_ (collectively,

“Guarantor”).

In consideration of, and as an inducement to, the execution of that certain Franchise Agreement dated \_\_\_\_\_ herewith (“Agreement”) by The Wellness Way Franchise LLC (“Franchisor”), each of the undersigned hereby personally and unconditionally guarantees to Franchisor and its successors and assigns, for the term of the Agreement and thereafter as provided in the Agreement, that

\_\_\_\_\_ (“Franchisee”) shall punctually pay and perform each and every undertaking, agreement and covenant set forth in the Agreement. Each of the undersigned shall be personally bound by, and personally liable for, Franchisee’s breach of any provision in the Agreement, including those relating to monetary obligations and obligations to take or refrain from taking specific actions or engaging in specific activities, such as those contemplated by Sections 7, 8 and 19 of the Agreement. Each of the undersigned waives: (a) acceptance and notice of acceptance by Franchisor of the foregoing undertakings;

(b) notice of demand for payment of any indebtedness or non-performance of any obligations hereby guaranteed; (c) protest and notice of default to any party with respect to the indebtedness or non-performance of any obligations hereby guaranteed; (d) any right it may have to require that an action be brought against Franchisee or any other person as a condition of liability; and (e) any and all other notices and legal or equitable defenses to which it may be entitled.

Each of the undersigned consents and agrees that: (a) its direct and immediate liability under this Guaranty shall be joint and several; (b) it shall render any payment or performance required under the Agreement upon demand if Franchisee fails or refuses punctually to do so; (c) such liability shall not be contingent or conditioned upon pursuit by Franchisor of any remedies against Franchisee or any other person or entity; and (d) such liability shall not be diminished, relieved or otherwise affected by any amendment or other modification of the Agreement by Franchisee and Franchisor, any extension of time, credit or other indulgence which Franchisor may from time to time grant to Franchisee or to any other person including, without limitation, the acceptance of any partial payment or performance, or the compromise or release of any claims, none of which shall in any way modify or amend this Guaranty, which shall be continuing and irrevocable during the term of the Agreement.

Each of the undersigned agree that fulfillment of any and all of Franchisor’s obligations written in the Franchise Agreement or this Guaranty, or based on any oral communications which may be ruled to be binding in a court of law, shall be Franchisor’s sole responsibility and none of our owners, officers, agents, representatives, nor any individuals associated with Franchisor shall be personally liable to you for any reason. This is an important part of this Guaranty. You agree that nothing that you believe you have been told by us or our representatives shall be binding unless it is written in the Franchise Agreement or this Guaranty. Do not sign this Agreement if there is any question concerning its contents or any representations made.

This Guaranty represents the entire agreement and understanding of these parties concerning the subject matter hereof and supersedes all other prior agreements, understandings, negotiations and discussions, representations, warranties, commitments, proposals, offers and contracts concerning the subject matter hereof, whether oral or written.

Successors and Assigns; Death of Guarantor. This Guaranty shall be binding upon Guarantor and his or her heirs, executors, administrators, successors and assigns and shall inure to the benefit of

Franchisor and its successors, endorsees, transferees and assigns. Without limiting any other provision hereof, Guarantor expressly agrees that Guarantor's death shall not serve as a revocation of or otherwise affect the guaranty made hereunder and that Guarantor's estate and heirs shall continue to be liable hereunder with respect to any Guaranteed Obligations created or arising before or after Guarantor's death.

The validity, interpretation and enforcement of this Guaranty and any dispute arising out of the relationship between Guarantor and Franchisor, whether in contract, tort, equity or otherwise, shall be governed by the internal laws of the State of where the Franchised The Wellness Way Clinic is located (without giving effect to principles of conflicts of law).

Guarantor hereby irrevocably consents and submits to the non-exclusive jurisdiction of the Courts of the State of Wisconsin and the United States District Court located in or serving Brown County, Wisconsin and waives any objection based on venue or forum non conveniens with respect to any action instituted therein arising under this Guaranty or any of the other franchising agreements or in any way connected with or related or incidental to the dealings of Guarantor and Franchisor in respect of this Guaranty or any of the other franchising agreements or the transactions related hereto or thereto, in each case whether now existing or hereafter arising and whether in contract, tort, equity or otherwise, and agrees that any dispute arising out of the relationship between Guarantor or Franchisee and Franchisor or the conduct of any such persons in connection with this Guaranty, the other franchising agreements or otherwise shall be heard only in the courts described above (except that Franchisor shall have the right to bring any action or proceeding against Guarantor or his or her property in the courts of any other jurisdiction which Franchisor deems necessary or appropriate in order to realize on any collateral at any time granted by Franchisee or Guarantor to Franchisor or to otherwise enforce its rights against Guarantor or his or her property).

IN WITNESS WHEREOF, this Guaranty has been entered into the day and year first before written.

**GUARANTORS:**

Guarantor Name	Guarantor Signature	Guarantor % of Ownership

**EXHIBIT 4 TO THE FRANCHISE AGREEMENT  
 HOLDERS OF LEGAL OR BENEFICIAL INTEREST IN  
 FRANCHISEE; OFFICERS; DIRECTORS**

ENTITY NAME: \_\_\_\_\_

STATE OF FORMATION: \_\_\_\_\_

FICTITIOUS NAME: The Wellness Way - \_\_\_\_\_

EIN: \_\_\_\_\_ STATE TAX ID \_\_\_\_\_

[ATTACH COPIES OF ARTICLES, d/b/a REG., EIN LETTER, AND BYLAWS OR OP. AGMT.]

**Holders of Legal or Beneficial Interest:**

Owner Name (if an entity, also include beneficial owner)	Ownership Interest	Position/Title	Contact Information (address, phone, email)

**FRANCHISEE HEREBY DESIGNATES THE FOLLOWING INDIVIDUAL AS THE MANAGING OWNER, UPON WHOM FRANCHISOR IS ENTITLED TO RELY WITH RESPECT TO DECISIONS REGARDING THE FRANCHISE:**

<u>Name</u>	<u>Address</u>	<u>Telephone</u>	<u>Email</u>

**FRANCHISEE HEREBY DESIGNATES THE FOLLOWING INDIVIDUAL AS THE MANAGING CHIROPRACTOR AND CERTIFIES THAT THE BELOW INDIVIDUAL IS LICENSED AND HAS THE AUTHORITY TO SUPERVISE ALL LICENSED PROFESSIONALS OFFERING CHIROPRACTIC OR MEDICAL SERVICES TO PATIENTS THROUGH FRANCHISEE'S CLINIC:**

<u>Name</u>	<u>Address</u>	<u>Telephone</u>	<u>Email</u>

**FRANCHISEE HEREBY DESIGNATES THE FOLLOWING INDIVIDUAL AS THE OFFICE  
MANAGER FOR THE FRANCHISED THE WELLNESS WAY CLINIC:**

<u>Name</u>	<u>Address</u>	<u>Telephone</u>	<u>Email</u>

**FRANCHISEE HEREBY DESIGNATES THE FOLLOWING INDIVIDUAL AS THE MARKETING  
COORDINATOR FOR THE FRANCHISED THE WELLNESS WAY CLINIC:**

<u>Name</u>	<u>Address</u>	<u>Telephone</u>	<u>Email</u>

**EXHIBIT 5 TO THE FRANCHISE AGREEMENT**

**MULTI-STATE ADDENDA**

**ADDENDUM TO THE FRANCHISE AGREEMENT  
THE WELLNESS WAY**

**FOR THE STATE OF CALIFORNIA**

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_  
("Effective Date") is by and between The Wellness Way Franchise LLC and \_\_\_\_\_  
\_\_\_\_\_.

1. The California Franchise Investment Law requires a copy of all proposed agreements relating to the sale of the franchise be delivered together with the offering circular.

2. No disclaimer, questionnaire, clause, or statement signed by a franchisee in connection with the commencement of the franchise relationship shall be construed or interpreted as waiving any claim of fraud in the inducement, whether common law or statutory, or as disclaiming reliance on or the right to rely upon any statement made or information provided by any franchisor, broker or other person acting on behalf of the franchisor that was a material inducement to a franchisee's investment. This provision supersedes any other or inconsistent term of any document executed in connection with the franchise.

3. Section 4.1 of the Franchise Agreement and Item 5 of the FDD are amended to add the following:

- All Franchise Fees payable by California Franchisees will be deferred until the Franchisor has completed all of its pre-opening obligations and Franchisee is open for business and operational.

4. In recognition of the requirements of the California Franchise Investment Law, Cal. Corp. Code §§31000-31516 and the California Franchise Relations Act, Cal. Bus. And Prof. Code §§20000-20043, the Franchise Agreement of The Wellness Way is amended as follows:

- The California Franchise Relations Act provides rights to Franchisee concerning termination or non-renewal of the Franchise Agreement, which may supersede provisions in the Franchise Agreement, specifically Sections 5.2 and 18.
- Section p, which terminates the Franchise Agreement upon the bankruptcy of Franchisee, may not be enforceable under federal bankruptcy law (11 U.S.C. Section 101, *et seq.*).
- Section 19.2 contains a covenant not to compete that extends beyond the expiration or termination of the Agreement; this covenant may not be enforceable under California Law.
- Paragraph 1 of this Addendum contains a liquidated damages clause. Under California Civil Code Section 1671, certain liquidated damages clauses are unenforceable.
- Section 25.7 requires binding arbitration. The arbitration will occur at the forum indicated in Section 25.7, with the costs being borne by the non-prevailing party. Prospective franchisees are encouraged to consult 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 the Franchise Agreement restricting venue to a forum outside of the State of California.

5. Neither We nor any person or franchise broker in Item 2 of the FDD is subject to any currently effective order of any national securities association or national securities exchange, as defined in the Securities

Exchange Act of 1934, 15 U.S.C.A. 78a et seq., suspending or expelling such persons from membership in such association or exchange.

6. The franchise agreement requires application of the laws of the state of Wisconsin. This provision may not be enforceable under California law.

7. Section 31125 of the California Corporations Code requires us to give you a disclosure document, in a form containing the information that 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 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). Business and Professions Code §20010 voids a waiver of your rights under the Franchise Relations Act (Business and Professions Code §§20000 through 20043).

9. “The earnings claims figure(s) does (do) not reflect the costs of sales, operating expenses, or other costs or expenses that must be deducted from the gross revenue or gross sales figures to obtain your net income or profit. You should conduct an independent investigation of the costs and expenses you will incur in operating your franchise business. Franchisees or former franchisees, listed in the offering circular, may be one source of this information.”

10. To the extent this Addendum shall be deemed to be inconsistent with any terms or conditions of said Franchise Agreement or exhibits or attachments thereto, the terms of this Addendum shall govern.

11. We have a website: **www.thewellnessway.com** 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](http://www.dfpi.ca.gov).

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum, and understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC:

Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_

Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

**FOR THE STATE OF CONNECTICUT**

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_ (“Effective Date”) between The Wellness Way Franchise LLC and \_\_\_\_\_ (“Franchisee”) to amend and revise said Franchise Agreement as follows:

1. Section 4.1, “Franchise Fee,” is amended to delete the following:

- The Franchise Fee shall be deemed fully earned upon execution of this Agreement and is nonrefundable.

2. Section 8, “Training and Assistance,” is amended by the addition of the following language to the original language that appears therein:

- “The required training shall commence no more than sixty (60) days after execution of this Agreement.”

3. Section f, “Confidential Operations Manual,” is amended by the addition of the following language to the original language that appears therein:

- “Franchisor shall provide the Confidential Operations Manual to the Franchisee no later than thirty (30) days after execution of this Agreement.”

45. Each provision of this Addendum is effective only to the extent that the jurisdictional requirements of the Connecticut Law applicable to the provisions are met independent of this Addendum. To the extent this Addendum shall be deemed to be inconsistent with any terms or conditions of said Franchise Agreement or exhibits or attachments thereto, the terms of this Addendum shall govern.

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum, understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC:

Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_

Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

**FOR THE STATE OF HAWAII**

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_ (“Effective Date”), is by and between The Wellness Way Franchise LLC and \_\_\_\_\_.

1. In recognition of the requirements of the Hawaii Franchise Investment Law, Hawaii Revised Statutes, Title 26, Chapter 482E *et seq.*, the Franchise Agreement for The Wellness Way is amended as follows:

- The Hawaii Franchise Investment Law provides rights to Franchisee concerning non-renewal, termination and transfer of the Franchise Agreement. If the Agreement, and more specifically Sections 5.2, 18 and 20.2 contain a provision that is inconsistent with the Hawaii Franchise Investment Law, the Hawaii Franchise Investment Law will control.
- Sections 4 and 18 require Franchisee to sign a general release as a condition of renewal or transfer of the Franchise; such release shall exclude claims arising under the Hawaii Franchise Investment Law.
- Section p, which terminates the Franchise Agreement upon the bankruptcy of Franchisee, may not be enforceable under federal bankruptcy law (11 U.S.C. Section 101, *et seq.*).

2. Each provision of this Addendum shall be effective only to the extent that the jurisdictional requirements of the Hawaii Franchise Investment Law are met independently of this Addendum. To the extent this Addendum shall be deemed to be inconsistent with any terms or conditions of said Franchise Agreement or exhibits or attachments thereto, the terms of this Addendum shall govern.

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum, and understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC:

Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_

Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

**FOR THE STATE OF ILLINOIS**

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_  
 (“Effective Date”), is by and between The Wellness Way Franchise LLC and \_\_\_\_\_  
\_\_\_\_\_.

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

1. In recognition of the requirements of the Illinois Franchise Disclosure Act, 815 ILCS 705, the Franchise Agreement for The Wellness Way is amended as follows:

- Section 4.1 is amended to provide that payment of the initial franchise fee will be deferred until all initial obligations owed to franchisee under the franchise agreement or other documents have been fulfilled by the franchisor and the franchisee has commenced doing business pursuant to the franchise agreement. This financial assurance requirement was imposed by the Office of the Illinois Attorney General due to Franchisor’s financial condition.

- Sections 18, 19 and 25 are amended to add:

Your rights upon Termination and Non-Renewal of an agreement are set forth in sections 19 and 20 of the Illinois Franchise Disclosure Act (815 ILCS 705/19 and 705/20).

- Sections 25.1 and 25.2 are amended to add:

The Franchise Agreement shall be governed by Illinois law. Jurisdiction and venue for court litigations shall be in Illinois. In conformance with Section 4 of the Illinois Franchise Disclosure Act, any provision in the Franchise Agreement that designates jurisdiction or venue in a forum outside the State of Illinois is void. However, a franchise agreement may provide for arbitration to take place outside of Illinois.

- Section 25.6 is deleted in its entirety.

2. In conformance with section 41 of the Illinois Franchise Disclosure Act, any condition, stipulation, or provision purporting to bind any person acquiring any Franchise to waive compliance with any provision of the Illinois Franchise Disclosure Act **or any other law of Illinois** is void.

ILLINOIS PROHIBITS THE CORPORATE PRACTICE OF MEDICINE. UNLICENSED ~~INDIVIDUALS~~ INDIVIDUALS AND ENTITIES ARE PROHIBITED FROM OWNING, OPERATING AND MAINTAINING AN ESTABLISHMENT FOR THE STUDY, DIAGNOSIS AND TREATMENT OF HUMAN AILMENTS AND INJURIES, WHETHER PHYSICAL OR MENTAL. See Medical Corporation

Act, 805 ILCS 15/2, 5 (West 2018) and Medical Practice Act of 1987, 225 ILCS 60/ (West 2018).

IF YOU NOT LICENSED/CERTIFIED IN ILLINOIS TO PROVIDE SERVICES OF THE NATURE DESCRIBED IN THIS DISCLOSURE DOCUMENT, YOU MUST NEGOTIATE THE TERMS OF A MANAGEMENT AGREEMENT WITH LICENSED PROFESSIONALS WHO WILL PROVIDE THE SERVICES THAT YOUR FRANCHISED BUSINESS OFFERS. RETAIN AN EXPERIENCED ATTORNEY WHO WILL LOOK OUT FOR YOUR BEST INTERESTS IN THIS BUSINESS VENTURE.

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum to The Wellness Way Franchise Agreement for the State of Illinois, and understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC:

Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_

Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

**FOR THE STATE OF INDIANA**

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_  
("Effective Date"), is by and between The Wellness Way Franchise LLC and \_\_\_\_\_  
\_\_\_\_\_.

1. In recognition of the requirements of the Indiana Deceptive Franchise Practices Law, IC 23-2.2.7 and the Indiana Franchise Disclosure Law, IC 23-2-2-2.5, the Franchise Agreement for The Wellness Way is amended as follows:

- Sections 4.2.8, 9.2, 18.2.3 and 18.2.6 do not provide for a prospective general release of claims against Franchisor that may be subject to the Indiana Deceptive Franchise Practices Law or the Indiana Franchise Disclosure Law.
- Section 18 is amended to prohibit unlawful unilateral termination of a Franchise unless there is a material violation of the Franchise Agreement and termination is not in bad faith.
- Section 19.2 is amended subject to Indiana Code 23-2-2.7-1(9) to provide that post-term non-competitor covenants shall have a geographical limitation of the territory granted to Franchisee.
- Section 23 is amended to provide that Franchisee will not be required to indemnify Franchisor for any liability imposed upon Franchisor as a result of Franchisee's reliance upon or use of procedures or products which were required by Franchisor, if such procedures or products were utilized by Franchisee in the manner required by Franchisor.
- Section 25.1 is amended to provide that, in the event of a conflict of law, the Indiana Franchise Disclosure Law, IC 23-2-2.5, and the Indiana Deceptive Franchise Practices Law will prevail.
- Section 25.2 is amended to provide that Franchisee may commence litigation in Indiana for any cause of action under Indiana law.
- Section 25.7 is amended to provide that arbitration between Franchisor and Franchisee, shall be conducted at a mutually agreed upon location.

2. Each provision of this Addendum shall be effective only to the extent that the jurisdictional requirements of the Indiana Law applicable to the provisions are met independently of this Addendum. To the extent this Addendum shall be deemed to be inconsistent with any terms or conditions of said Franchise Agreement or exhibits or attachments thereto, the terms of this Addendum shall govern.

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum, and understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC:  
Sign: \_\_\_\_\_  
Print Name & Title: \_\_\_\_\_

Franchisee: \_\_\_\_\_  
Sign: \_\_\_\_\_  
Print Name & Title: \_\_\_\_\_

**FOR THE STATE OF MARYLAND**

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_ (“Effective Date”), is by and between The Wellness Way Franchise LLC and \_\_\_\_\_.

1. In recognition of the requirements of the Maryland Franchise Registration and Disclosure Law, Md. Code Ann., Bus. Reg. §§14-201-14-233, the Franchise Agreement for The Wellness Way is amended as follows:

- Sections 4.2.8, 18.2.3 and 18.2.6 require Franchisee to sign a general release as a condition of renewal or transfer of the Franchise; such release shall exclude claims arising under the Maryland Franchise Registration and Disclosure Law.
- Section p, which terminates the Franchise Agreement upon the bankruptcy of Franchisee, may not be enforceable under federal bankruptcy law (11 U.S.C. Section 101, *et seq.*).
- Section 25.1 requires that the Franchise be governed by the laws of the State of Wisconsin; however, in the event of a conflict of laws to the extent required by the Maryland Franchise Registration and Disclosure Law, the laws of the State of Maryland shall prevail.
- Sections 25.2 and 25.7 require mediation or arbitration to be conducted in the State of Wisconsin; the requirement shall not limit any rights Franchisee may have under the Maryland Franchise Registration and Disclosure Law to bring suit in the State of Maryland.
- Any Section of the Franchise Agreement requiring Franchisee to assent to any release, estoppel or waiver of liability as a condition of purchasing the Franchise 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.
- Section 25.4 is amended to the extent that any claims arising under the Maryland Franchise Registration and Disclosure Law must be brought within three (3) years after the grant of the Franchise.

2. Any portion of the Franchise Agreement which requires prospective franchisees to disclaim the occurrence and/or acknowledge the non-occurrence of acts would constitute a violation of the Maryland Franchise Registration and Disclosure Law. Any such representations 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.

3. Each provision of this Addendum shall be effective only to the extent that the jurisdictional requirements of the Maryland Franchise Registration and Disclosure Law applicable to the provisions are met independently of this Addendum. To the extent this Addendum shall be deemed to be inconsistent with any terms or conditions of said Franchise Agreement or exhibits or attachments thereto, the terms of this Addendum shall govern.

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum, and understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC: \_\_\_\_\_ Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_ Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_ Print Name & Title: \_\_\_\_\_

## FOR THE STATE OF MINNESOTA

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_ (“Effective Date”), is by and between The Wellness Way Franchise LLC and \_\_\_\_\_

1. In recognition of the Minnesota Franchise Law, Minn. Stat., Chapter 80C, Sections 80C.01 through 80C.22, and the Rules and Regulations promulgated pursuant thereto by the Minnesota Commission of Securities, Minnesota Rule 2860.4400, et. seq., the parties to the attached Franchise Agreement agree as follows:

- Section 4.1 is amended to provide that payment of the initial franchise fee will be deferred until all initial obligations owed to franchisee under the franchise agreement or other documents have been fulfilled by the franchisor and the franchisee has commenced doing business pursuant to the franchise agreement.
- Sections 5 and 18 are amended to add that with respect to Franchises governed by Minnesota Law, Franchisor will comply with the Minnesota Franchise Law that requires, except in certain specified cases, that Franchisee be given 90 days notice of termination (with 60 days to cure) and 180 days notice of non-renewal of the Agreement.
- Sections 4.2.8-, 9.2, 18.2.3 and 18.2.6 do not provide for a prospective general release of any claims against Franchisor that may be subject to the Minnesota Franchise Law. Minn. Rule 2860.4400D prohibits a franchisor from requiring a franchisee to assent to a general release.
- Section 4.9 is amended to provide that pursuant to Minnesota Statute 604.113, the nonsufficient funds charge shall be thirty dollars (\$30).
- Section 7 is amended to add that as required by Minnesota Franchise Act, The Wellness Way Franchise LLC will reimburse you for any costs incurred by you in the defense of your right to use the Marks, so long as you were using the Marks in the manner authorized by The Wellness Way Franchise LLC, and so long as The Wellness Way Franchise LLC is timely notified of the claim and is given 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.
- Section 25.4 is amended to state that any claim concerning the Franchised The Wellness Way Clinic or this Agreement or any related agreement will be barred unless an arbitration or an action for a claim that cannot be the subject of arbitration is commenced within three (3) years from the date on which Franchisee or Franchisor knew or should have known, in the exercise of reasonable diligence, of the facts giving rise to or the claim.
- Section 25.5 is deleted in its entirety.
- Section 25.6 is deleted in its entirety.
- Minn. Stat. §80C.21 and Minn. Rule 2860.4400J prohibit Franchisor from requiring litigation to be conducted outside Minnesota. In addition, nothing in the Disclosure Document or Franchise Agreement can abrogate or reduce any of Franchisee’s rights as provided for in Minnesota Statutes, Chapter 80C, or Franchisee’s rights to any procedure, forum or remedies provided for by the laws of the jurisdiction. However, Franchisor may seek such relief through the court system with or without a bond as determined by a court. Minn. Rule Part 2860.4400J prohibits Franchisee from waiving its rights to a jury trial or waiving your rights to any procedure, forum,

or remedies provided for by the laws of the jurisdiction, or consenting to liquidated damages, termination penalties or judgment notes. To the extent that the Franchise Agreement requires Franchisee to waive these rights, the Franchise Agreement will be considered amended to the extent necessary to comply with the Minnesota Rule.

2. Each provision of this Addendum shall be effective only to the extent that the jurisdictional requirements of the Minnesota Franchise Law applicable to the provisions are met independently of this Addendum. To the extent this Addendum shall be deemed to be inconsistent with any terms or conditions of said Franchise Agreement or exhibits or attachments thereto, the terms of this Addendum shall govern.

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum to The Wellness Way Franchise Agreement for the State of Minnesota, and understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC:

Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_

Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

**FOR THE STATE OF NEW YORK**

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_ (“Effective Date”), is by and between The Wellness Way Franchise LLC and \_\_\_\_\_.

1. In recognition of the requirements of the General Business Laws of the State of New York, Article 33, §§ 680 through 695, the Franchise Agreement for The Wellness Way is amended as follows:

- Sections 4.2.8, 18.2.3 and 18.2.6 require Franchisee to sign a general release as a condition of renewal or transfer; such release shall exclude claims arising under the General Business Laws.
- Under Section 20.1, Franchisor shall not transfer and assign its rights and obligations under the Franchise Agreement unless the transferee will be able to perform Franchisor’s obligations under the Franchise Agreement, in Franchisor’s good faith judgment, so long as it remains subject to the General Business Laws of the State of New York.
- Section 23 is amended to provide that Franchisee will not be required to indemnify Franchisor for any liability imposed upon Franchisor as a result of Franchisee’s reliance upon or use of procedures or products that were required by Franchisor, if such procedures or products were utilized by Franchisee in the manner required by Franchisor.
- Section 25.1 requires that the Franchise be governed by the laws of the state Franchisor’s principal business is then located, such a requirement will not be considered a waiver of any right conferred upon Franchisee by Article 33 of the General Business Laws.

2. Each provision of this Addendum shall be effective only to the extent that the jurisdictional requirements of the New York Law applicable to the provisions are met independently of this Addendum. To the extent this Addendum shall be deemed to be inconsistent with any terms or conditions of said Franchise Agreement or exhibits or attachments thereto, the terms of this Addendum shall govern.

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum, and understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC: \_\_\_\_\_ Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_ Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_ Print Name & Title: \_\_\_\_\_

## FOR THE STATE OF NORTH DAKOTA

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_ (“Effective Date”), is by and between The Wellness Way Franchise LLC and \_\_\_\_\_

-

1. \_\_\_\_\_ The North Dakota Securities Commission requires that certain provisions contained in the Agreement be amended to be consistent with North Dakota Law, including the North Dakota Franchise Investment Law, North Dakota Century Code Addendum, Chapter 51-19, Sections 51-19-01 *et seq.* Such provisions in the Agreement are hereby amended as follows:

- ~~Section 4.1 is amended to provide that payment of the initial franchise fee will be deferred until all initial obligations owed to franchisee under the franchise agreement or other documents have been fulfilled by the franchisor and the franchisee has commenced doing business pursuant to the franchise agreement.~~
- ~~Sections 5.2(i), 20.2(e), and 20.2(g) are amended to delete the requirement for the execution of a general release upon renewal or transfer of Franchises purchased in North Dakota.~~
- ~~Section 8 is amended to add that the prevailing party in any enforcement action is entitled to recover all costs and expenses including attorneys’ fees.~~
- ~~Section 19.2 is amended to add that covenants not to compete upon termination or expiration of the Franchise Agreement are generally unenforceable in the State of North Dakota except in limited instances as provided by law.~~
- ~~Section 19.6 is deleted in its entirety.~~
- ~~Section 24.4 is amended to state:~~

~~If Franchisor or Franchisee is required to enforce this Agreement via judicial or arbitration proceedings, the prevailing party shall be entitled to reimbursement of its costs, including reasonable accounting and legal fees in connection with such proceeding.~~

- ~~Section 25.1 is amended to state that in the event of a conflict of laws, North Dakota Law shall prevail.~~
- ~~Section 25.2 is amended to add that any action may be brought in the appropriate state or federal court in North Dakota with respect to claims under North Dakota Law.~~
- ~~Section 25.4 is amended to state that the statute of limitations under North Dakota Law shall apply.~~
- ~~Sections 25.5 and 25.6 are deleted in their entireties.~~
- ~~Sections 25.7 and 25.8 are amended to state that mediation and/or arbitration involving a Franchise purchased in North Dakota must be held either in a location mutually agreed upon prior to the mediation and/or arbitration, which may not be remote from Franchisee’s place of business.~~

2. \_\_\_\_\_ Each provision of this Addendum shall be effective only to the extent that the jurisdictional requirements of the North Dakota Law applicable to the provisions are met independently of this Addendum. To the extent this Addendum shall be deemed to be inconsistent with any terms or conditions of said Franchise Agreement or exhibits or attachments thereto, the terms of this Addendum shall govern.

~~IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum, and understands and consents to be bound by all of its terms.~~

The Wellness Way Franchise LLC: \_\_\_\_\_ Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_ Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_ Print Name & Title: \_\_\_\_\_

**FOR THE STATE OF RHODE ISLAND**

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_ (“Effective Date”), is by and between The Wellness Way Franchise LLC and \_\_\_\_\_.

1. In recognition of the requirements of The Rhode Island Franchise Investment Act §19-28.1-14, the Franchise Agreement for The Wellness Way is amended as follows:
  - Sections 4.2.8, 18.2.3 and 18.2.6 require Franchisee to sign a general release as a condition of renewal or transfer; such release shall exclude claims arising under The Rhode Island Franchise Investment Act.
  - Sections 25.1, 25.2 and 25.7 are amended to state that restricting jurisdiction or venue to a forum outside the State of Rhode Island or requiring the application of the laws of another state is void with respect to a claim otherwise enforceable under The Rhode Island Franchise Investment Act.

2. Each provision of this Addendum shall be effective only to the extent that the jurisdictional requirements of the Rhode Island Law applicable to the provisions are met independently of this Addendum. To the extent this Addendum shall be deemed to be inconsistent with any terms or conditions of said Franchise Agreement or exhibits or attachments thereto, the terms of this Addendum shall govern.

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum, and understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC:

Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_

Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

**FOR THE STATE OF SOUTH DAKOTA**

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_ (“Effective Date”), is by and between The Wellness Way Franchise LLC and \_\_\_\_\_.

Section 4.1 of the Franchise Agreement and Item 5 of the FDD are amended to add the following:

- All Franchise Fees payable by South Dakota Franchisees will be deferred until the Franchisor has completed all of its pre-opening obligations and Franchisee is open for business and operational.

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum, and understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC:

Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_

Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

**FOR THE COMMONWEALTH OF VIRGINIA**

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_ (“Effective Date”), is by and between The Wellness Way Franchise LLC and \_\_\_\_\_ to amend and revise said Franchise Agreement as follows:

- Section p, which terminates the Franchise Agreement upon the bankruptcy of Franchisee, may not be enforceable under federal bankruptcy law (11 U.S.C. Section 101, *et seq.*).
- Section w of the Franchise Agreement will not be applicable to the Franchise Agreement signed by the Virginia franchisee entering into the attached agreement.

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum, and understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC:

Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_

Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

## FOR THE STATE OF WASHINGTON

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_ (“Effective Date”), is by and between The Wellness Way Franchise LLC and \_\_\_\_\_.

A. In recognition of the requirements of the Washington Franchise Investment Protection Act, Washington Rev. Code §§19.100.010 – 19.100.940, the Franchise Agreement for The Wellness Way is amended as follows:

1. **Conflict of Laws.** In the event of a conflict of laws, the provisions of the Washington Franchise Investment Protection Act, chapter 19.100 RCW will prevail.
2. **Franchisee Bill of Rights.** RCW 19.100.180 may supersede provisions in the franchise agreement or related agreements concerning your relationship with the franchisor, including in the areas of termination and renewal of your franchise. There may also be court decisions that supersede the franchise agreement or related agreements concerning your relationship with the franchisor. Franchise agreement provisions, including those summarized in Item 17 of the Franchise Disclosure Document, are subject to state law.
3. **Site of Arbitration, Mediation, and/or Litigation.** In any arbitration or mediation involving a franchise purchased in Washington, the arbitration or mediation site will be either in the state of Washington, or in a place mutually agreed upon at the time of the arbitration or mediation, or as determined by the arbitrator or mediator at the time of arbitration or mediation. In addition, if litigation is not precluded by the franchise agreement, a franchisee may bring an action or proceeding arising out of or in connection with the sale of franchises, or a violation of the Washington Franchise Investment Protection Act, in Washington.
4. **General Release.** A release or waiver of rights in the franchise agreement or related agreements purporting to bind the franchisee to waive compliance with any provision under the Washington Franchise Investment Protection Act or any rules or orders thereunder is void except when executed pursuant to a negotiated settlement after the agreement is in effect and where the parties are represented by independent counsel, in accordance with RCW 19.100.220(2). In addition, any such release or waiver executed in connection with a renewal or transfer of a franchise is likewise void except as provided for in RCW 19.100.220(2).
5. **Statute of Limitations and Waiver of Jury Trial.** Provisions contained in the franchise agreement or related agreements that unreasonably restrict or limit the statute of limitations period for claims under the Washington Franchise Investment Protection Act, or rights or remedies under the Act such as a right to a jury trial, may not be enforceable.
6. **Transfer Fees.** Transfer fees are collectable only to the extent that they reflect the franchisor’s reasonable estimated or actual costs in effecting a transfer.
7. **Termination by Franchisee.** The franchisee may terminate the franchise agreement under any grounds permitted under state law.
8. **Certain Buy-Back Provisions.** Provisions in franchise agreements or related agreements that permit the franchisor to repurchase the franchisee’s business for any reason during the term of the franchise agreement without the franchisee’s consent are unlawful pursuant to RCW 19.100.180(2)(j), unless the franchise is terminated for good cause.
9. **Fair and Reasonable Pricing.** Any provision in the franchise agreement or related agreements that requires the franchisee to purchase or rent any product or service for more than a fair and reasonable price is unlawful under RCW 19.100.180(2)(d).

9.

10. **Waiver of Exemplary & Punitive Damages.** RCW 19.100.190 permits franchisees to seek treble damages under certain circumstances. Accordingly, provisions contained in the franchise agreement or elsewhere requiring franchisees to waive exemplary, punitive, or similar damages are void, except when executed pursuant to a negotiated settlement after the agreement is in effect and where the parties are represented by independent counsel, in accordance with RCW 19.100.220(2).

11. **Franchisor's Business Judgement.** Provisions in the franchise agreement or related agreements stating that the franchisor may exercise its discretion on the basis of its reasonable business judgment may be limited or superseded by RCW 19.100.180(1), which requires the parties to deal with each other in good faith.

12. **Indemnification.** Any provision in the franchise agreement or related agreements requiring the franchisee to indemnify, reimburse, defend, or hold harmless the franchisor or other parties is hereby modified such that the franchisee has no obligation to indemnify, reimburse, defend, or hold harmless the franchisor or any other indemnified party for losses or liabilities to the extent that they are caused by the indemnified party's negligence, willful misconduct, strict liability, or fraud.

13. **Attorneys' Fees.** If the franchise agreement or related agreements require a franchisee to reimburse the franchisor for court costs or expenses, including attorneys' fees, such provision applies only if the franchisor is the prevailing party in any judicial or arbitration proceeding.

14. **Noncompetition Covenants.** Pursuant to RCW 49.62.020, a noncompetition covenant is void and unenforceable against an employee, including an employee of a franchisee, unless the employee's earnings from the party seeking enforcement, when annualized, exceed \$100,000 per year (an amount that will be adjusted annually for inflation). In addition, a noncompetition covenant is void and unenforceable against an independent contractor of a franchisee under RCW 49.62.030 unless the independent contractor's earnings from the party seeking enforcement, when annualized, exceed \$250,000 per year (an amount that will be adjusted annually for inflation). As a result, any provision contained in the franchise agreement or elsewhere that conflicts with these limitations is void and unenforceable in Washington.

15. **Nonsolicitation Agreements.** RCW 49.62.060 prohibits a franchisor from restricting, restraining, or prohibiting a franchisee from (i) soliciting or hiring any employee of a franchisee of the same franchisor or (ii) soliciting or hiring any employee of the franchisor. As a result, any such provisions contained in the franchise agreement or elsewhere are void and unenforceable in Washington.

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

17. **Prohibitions on Communicating with Regulators.** Any provision in the franchise agreement or related agreements that prohibits the franchisee from communicating with or complaining to regulators is inconsistent with the express instructions in the Franchise Disclosure Document and is unlawful under RCW 19.100.180(2)(h).

18. **Advisory Regarding Franchise Brokers.** Under the Washington Franchise Investment Protection Act, a "franchise broker" is defined as a person that engages in the business of the offer or sale of franchises. A franchise broker represents the franchisor and is paid a fee for referring prospects to the franchisor and/or selling the franchise. If a franchisee is working with a franchise broker, franchisees are advised to carefully evaluate any information provided by the franchise broker about a franchise.

B. Each provision of this Addendum shall be effective only to the extent that the jurisdictional requirements of the Washington Law applicable to the provisions are met independently of this Addendum. To the extent this Addendum shall be deemed to be inconsistent with any terms or conditions of said Franchise Agreement or exhibits or attachments thereto, the terms of this Addendum shall govern.

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum, and understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC:

Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_

Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_

**FOR THE STATE OF WISCONSIN**

This Addendum to the Franchise Agreement is agreed to this \_\_\_\_\_ (“Effective Date”), is by and between The Wellness Way Franchise LLC and \_\_\_\_\_ to amend and revise said Franchise Agreement as follows:

1. The Wisconsin Fair Dealership Law Title XIV-A Ch. 135, Sec. 135.01-135.07 shall supersede any conflicting terms of the Franchise Agreement.
2. This provision of this Addendum shall be effective only to the extent that the jurisdictional requirements of the Wisconsin Fair Dealership Law applicable to the provisions are met independently of this Addendum. To the extent this Addendum shall be deemed to be inconsistent with any terms or conditions of said Franchise Agreement or exhibits or attachments thereto, the terms of this Addendum shall govern.

IN WITNESS WHEREOF, each of the undersigned hereby acknowledges having read this Addendum, and understands and consents to be bound by all of its terms.

The Wellness Way Franchise LLC:  
Sign: \_\_\_\_\_  
Print Name & Title: \_\_\_\_\_

Franchisee: \_\_\_\_\_  
Sign: \_\_\_\_\_  
Print Name & Title: \_\_\_\_\_

## EXHIBIT 6 TO FRANCHISE AGREEMENT

### DE-IDENTIFICATION

1. Remove, Convey, and Deliver to The Wellness Way all signage and posters
2. Take all steps required to transfer all telephone numbers, online listings, social media pages and other means of contact or promotion for the franchised clinic to The Wellness Way
3. Remove, Convey, and Deliver to The Wellness Way all other items bearing the Marks.
4. Remove, Convey, and Deliver to The Wellness Way all Confidential Information.
5. Remove, Convey and Deliver to The Wellness Way all products acquired from Us or our affiliates, including without limitation all nutritional supplements.
6. Paint the facility with paint in a color other than the approved colors.

EXHIBIT 7 to [The Wellness Way Franchise Agreement](#):

**Pre-Opening Certification**

*This certification is required before opening, changing ownership of, or re-opening a The Wellness Way Clinic.*

*(complete one column below)*

**INITIAL OPENING \_\_\_\_\_**  
**Date of Opening:**

**TRANSFER/RESALE \_\_\_\_\_**  
**Date of Transfer/Resale:**

**RELOCATION \_\_\_\_\_**  
**Date of Relocation Opening:**

I, \_\_\_\_\_, do hereby certify to The Wellness Way Franchise LLC (“TWW”):

1. I understand that it is my responsibility to ensure that my The Wellness Way Clinic (the “Clinic”) operates in accordance with all laws, rules, and regulations.

2. I understand that all licensed professionals providing services through the Clinic must be supervised by a licensed chiropractor. The Designated Managing Chiropractor for the Clinic is \_\_\_\_\_, and he/she has authority to supervise all licensed professionals and is licensed in good standing in the State of \_\_\_\_\_.

3. All non-licensed staff members will be managed by \_\_\_\_\_.

4. I understand that I am solely responsible for my employees and that neither TWW nor any of its affiliates or agents exercises any control over my employees or my relationship with them. I will ensure that the Clinic complies with all labor and employment laws.

5. I have submitted a video walk-through of the Clinic to TWW, and all repairs/modifications/maintenance required by the system standards have been completed except those set forth on **Exhibit A** attached hereto. If TWW hereafter provides additional required modifications/repairs/maintenance, I agree that I will cause such modifications/repairs/maintenance to be completed within 30 days of the notice.

6. Except as set forth on **Exhibit A**, all owners & hired staff members have satisfactorily completed HIPAA privacy training and have signed a nondisclosure agreement (“NDA”) and media release, and I have provided a copy of the HIPAA certificates, NDAs, and media releases to TWW. I agree to ensure that all staff members hired after issuance of this certificate complete HIPAA training and sign a media release and NDA.

7. A copy of the certificates of insurance for the Clinic has been provided to TWW, along with copies of the licenses and malpractice certificates of insurance for all licensed staff.

8. I have obtained a consultation with the advisor(s) of my choice regarding the laws applicable to chiropractors and medical practitioners in the Clinic’s Area of Primary Responsibility and regarding steps I need to take to be in compliance with all laws applicable to the Clinic.

9. I have ensured that any sample patient disclosures and forms conform to the laws of my State.

10. I have completed The Wellness Way’s initial training program and have received adequate training. Except as set forth on **Exhibit A** attached hereto, all staff members of the Clinic have completed all required initial training. I acknowledge that I and other staff members of the Clinic will be required to attend additional training as specified by TWW from time to time.

11. I understand the legal requirements of operating the Clinic in my Territory, and I will use my best efforts to operate the Clinic accordance with all The Wellness Way Operating requirements and all laws, rules, & regulations, which may require me to seek legal and accounting advice from time to time from my advisor(s).

\_\_\_\_\_ Date: \_\_\_\_\_

\_\_\_\_\_  
Name & Title: \_\_\_\_\_

**EXHIBIT A TO PRE-OPENING CERTIFICATION  
List of Deficiencies**

I will ensure that the following noted deficiencies/requirements are completed and appropriately documented with TWW withing thirty (30) days:

<p align="center"><b>Required Clinic Modifications / Repairs / Maintenance</b></p>	
<p align="center"><b>Clinic Staff HIPPA Privacy Training Certificates, NDAs, and Media Release Forms to be Provided to TWW</b></p>	
<p align="center"><b>Clinic Staff Training to be Completed</b></p>	
<p align="center"><b>Additional Clinic Opening Requirements</b></p>	

\_\_\_\_\_ Date: \_\_\_\_\_

Name & Title: \_\_\_\_\_

**EXHIBIT 8 TO FRANCHISE AGREEMENT**

**AUTHORIZATION AGREEMENT – PRE-ARRANGED PAYMENTS**

I (We) (Franchisee) authorize The Wellness Way Franchise LLC (TWW) to initiate debit entries and/or credit correction entries, electronic or otherwise, as authorized by the Franchise Agreement between Franchisee and The Wellness Way. Debit entries for all amounts owed by Franchisee to The Wellness Way pursuant to the Franchise Agreement, which may vary, are authorized by this Authorization Agreement and shall be made on such due dates as agreed in the Franchise Agreement or such other dates as Franchisee and The Wellness Way may agree upon from time to time. If for any reason any scheduled payment is returned unpaid by Franchisee’s bank, a \$50 per transaction inconvenience fee will be added to the current payment amount due. This authorization shall remain in full force and effect until terminated in writing by Franchisee pursuant to thirty (30) day notice. Franchisee shall provide The Wellness Way, in conjunction with this Authorization Agreement, a voided check from the below-referenced account.

I ACKNOWLEDGE that payments are due at various times throughout the term of the Franchise Agreement and that the amount and due date for the payments will vary. I authorize TWW to initiate a debit/credit when such payments are due, without the need for additional affirmative authorization.

Type of Account:  Checking  Savings

Name on Account: \_\_\_\_\_

Account Holder Tax ID: \_\_\_\_\_

Bank Name: - \_\_\_\_\_

Bank Transit/ABA #: \_\_\_\_\_ Account #: - \_\_\_\_\_

\_\_\_\_\_ Franchise Location(s) the above account information applies to:

The amount of debits will vary and will be determined pursuant to the Franchise Agreement between the parties. All amounts due under the Franchise Agreement are authorized.

Debits are authorized to occur on such dates and times as agreed from time to time beginning on the date this Authorization is signed and continuing until this Authorization is revoked as set forth below. JBF is not obligated to obtain subsequent consent or take any further action to initiate subsequent debit entries authorized by the Franchise Agreement.

I (we) understand that an ACH agreement is required by the Franchise Agreement. This authorization shall remain in full force and effect until Franchisee notifies TWW in writing by providing an advance thirty (30) day notice that I (we) wish to revoke this authorization and providing an ACH authorization for a substitute account. I (we) understand that TWW requires thirty (30) days’ notice to cancel this authorization.

Authorized Account Signatory Name: \_\_\_\_\_

Date: \_\_\_\_\_

Signed: \_\_\_\_\_

Obtain copy of voided check.

**EXHIBIT 9 TO THE WELLNESS WAY FRANCHISE AGREEMENT  
ONLINE/SOCIAL MEDIA MARKETING PERMISSION REQUEST**

I, \_\_\_\_\_, hereby request that The Wellness Way Franchise LLC (“TWW”) establish pages/listings for my franchised business known as The Wellness Way - \_\_\_\_\_ on the below listed online pages/sites/platforms and authorize me to make postings on such platforms:


1. I hereby acknowledge and agree that TWW owns all rights to all online pages/sites/platforms regarding the franchised business, including without limitation all information, data, and/or reviews generated through the pages/sites/platforms. I agree to follow TWW’s instructions for establishing the pages/sites/platforms and/or transferring administrative rights to such pages/sites/platforms.

2. I agree to diligently monitor and update each platform.

3. I agree to promptly and courteously respond to any and all comments, concerns, questions, and/or postings made on each page/site/platform.

4. I agree that TWW has no obligation to but has the right to monitor, modify, and/or update the pages/sites/platforms.

~~1-5.~~ I agree to comply with TWW’s marketing and social media policies as modified from time to time.

~~2-6.~~ TWW may, but is not required to, specify from time to time in the Operations Manual certain online social media postings that, when made in accordance with the System Standards on these authorized platforms do not require pre-approval prior to posting. In all cases, The Wellness Way reserves the absolute right, at its sole discretion, to require removal or discontinuance of any posting or marketing.

~~3-7.~~ I understand that TWW reserves the right to revoke approval for posting on any page/site/platform by providing written notice to me.

~~4-8.~~ I certify to TWW that there are no websites, social media pages or other electronic media related to my ~~franchised~~ Franchised The Wellness Way Clinic or the services provided through my clinic, other than those for which I have obtained written permission from TWW.

**Franchisee**

**Approved by Franchisor:  
THE WELLNESS WAY FRANCHISE LLC**

\_\_\_\_\_  
(signature)  
Print Name & Title \_\_\_\_\_

\_\_\_\_\_  
(signature)  
Print Name & Title \_\_\_\_\_

**EXHIBIT 10 TO THE WELLNESS WAY FRANCHISE AGREEMENT**  
**WELLNESS WAY ENTERPRISES SUPPLIER AGREEMENT**

This **Supplier Agreement** ("**Agreement**") is made and entered into as of this \_\_\_\_\_ ("Effective Date"), by and between **Wellness Way Enterprises LLC**, a Wisconsin limited liability company with its principal place of business at 2525 W. Mason Street, Green Bay, WI 54303, ("**Supplier**"), and \_\_\_\_\_ **d/b/a The Wellness Way** - \_\_\_\_\_, a \_\_\_\_\_ with its principal place of business at \_\_\_\_\_, ("**Purchaser**").

WHEREAS, Supplier is a supplier of certain nutritional supplements and [The Wellness Way ~~elinie~~-Clinic](#) equipment, marketing materials, and other supplies;

WHEREAS, Purchaser is a franchisee of The Wellness Way Franchise LLC, and Purchaser would like to purchase Supplier's products pursuant to the terms and conditions set forth herein.

NOW THEREFORE consideration of the mutual promises contained herein and other good and valuable consideration, the parties agree as follows:

1. Recitals. The above recitals are true and correct and are incorporated herein.

2. The Goods. The Goods being purchased are nutritional supplements and [The Wellness Way ~~elinie~~-Clinic](#) equipment, marketing materials, posters, books, merchandise and other items bearing The Wellness Way Marks, and other supplies as may be offered by Supplier and ordered by Purchaser from time to time.

3. Orders. This Agreement does not pose any obligation on Purchaser to purchase any specified number of units, and such order requests may be placed from time to time. Upon receipt of an order from Purchaser, Purchaser shall immediately pay the purchase price together with all costs of shipping. All orders between the Parties shall be deemed to be made pursuant to the terms and conditions of this Agreement from the Effective Date through the Date of Termination. Supplier makes no guarantee that a particular good will be available at any particular time and agrees to promptly notify Purchaser in the event that a good ordered is unavailable.

4. Compensation. Pricing for the Goods is subject to change upon Supplier's posting of price changes on its online ordering platform. Purchaser shall pay the purchase price, together with all costs of shipping prior to shipment of the Goods. Supplier shall have no obligation to ship the Goods in the event Purchaser has not paid in full. Payment shall be made by Purchaser to Supplier via credit card or ACH at the time of order. Purchaser's submission of a purchase order shall be deemed authorization for Supplier to process a credit card payment for the purchase price and cost of shipping.

~~5.~~ Delivery. Delivery shall be freight on board Supplier's place of business. Purchaser

5. \_\_\_\_\_ may be responsible for all shipping costs, which shall be paid in full prior to shipment.

6. Inspection of Non-conforming Goods and Notice of Defect. Purchaser has the right to inspect the Goods within seventy-two (72) hours of receipt. If Purchaser's inspection indicates that all or a portion of the Goods are defective, Purchaser shall provide Supplier with written notice describing the defect and Purchaser's proposed resolution (the "Notice of Defect Claim"), which notice must be received by Supplier within seven (7) days of Purchaser's receipt of the Goods. The Notice of Defect Claim shall include photographic or video documentation of the defect. Supplier shall respond to any Notice of Defect Claim within 48 hours of receipt of such notice. Supplier shall, at Supplier's option, repair, replace, or refund all Goods found by Supplier to be defective. The Parties shall negotiate in good faith to resolve any Notice of Defect Claims made in accordance with this paragraph, and Purchaser shall take steps to preserve any evidence of defect. In the event, the Parties are not able to reach a resolution within seven (7) days of Supplier's receipt of the Notice of Defect Claim, the Parties agree that the Supplier may, in its discretion, arrange for return shipment of the Goods to Supplier. The Parties agree to utilize the dispute resolution procedures set forth in paragraph 16 of this Agreement with respect to any Notice of Defect Claim not resolved within seven (7) days. In the event that no Notice of Defect Claim is timely submitted, it shall be conclusively presumed that the Goods were received in good condition and without defect. THIS PROVISION IS EXPRESSLY MADE IN LIEU OF ALL OTHER WARRANTIES, EXPRESS OR IMPLIED, INCLUDING WITHOUT LIMITATION ANY WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE.

7. Disclaimer of Warranty. SUBJECT TO THE NOTICE OF DEFECT PROCEDURE SET FORTH IN PARAGRAPH 7 ABOVE, ALL GOODS ARE PROVIDED "AS IS," "WITH ALL FAULTS." SUPPLIER HEREBY DISCLAIMS ALL WARRANTIES, WHETHER EXPRESS OR IMPLIED, INCLUDING WITHOUT LIMITATION ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE.

8. Indemnification. Supplier will not assume any liability or be deemed liable for any agreements, representations, or warranties Purchaser makes that are not expressly authorized under this Agreement, nor will Supplier be obligated for any damages to any person or property directly or indirectly arising out of the operation of the business Purchaser conducts, whether or not caused by either party's negligent or willful action or failure to act. Supplier will have no liability for any sales, use, excise, income, gross receipts, property, or other taxes levied against Purchaser or Purchaser's assets or on Supplier in connection with the business Purchaser conducts, or any payments you make to Supplier pursuant to this Agreement (except for Supplier's own income taxes). **Purchaser agrees to indemnify, defend, and hold harmless Supplier, Supplier's affiliates, and Supplier's and its affiliates' respective shareholders, members, directors, officers, employees, agents, successors, and assignees (the "Indemnified Parties") against, and to reimburse any one or more of the Indemnified Parties for, all claims, obligations, and damages directly or indirectly arising out of Purchaser's business operation, Purchaser's utilization or resale of the Goods, or Purchaser's breach of this Agreement, including, without limitation, those alleged to be caused by the Indemnified Party's negligence.**

**8. \_\_\_\_\_ unless (and then only to the extent that) the claims, obligations, or damages are determined to be caused solely by Supplier's gross negligence or willful misconduct in a final, unappealable ruling issued by a court with competent jurisdiction.** For purposes of this indemnification, "claims" include all obligations, damages (actual, consequential, or otherwise), and costs that any Indemnified Party reasonably incurs in defending any claim against it, including, without limitation, reasonable accountants', arbitrators', attorneys', and expert witnesses' 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. Each Indemnified Party may defend any claim against it at your expense and agree to settlements or take any other remedial, corrective, or other actions. This indemnity 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 and expenses, in order to maintain and recover fully a claim against you under this Section. Purchaser agrees 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 Purchaser under this Section.

9. Intellectual Property. The Parties acknowledge and agree that the Goods, the manufacturing process, and the recipe or formula for the Goods is Supplier's confidential, proprietary, trade secret information, and Purchaser acquires no intellectual property rights by virtue of any purchase with Supplier. Purchaser further agrees that its purchase of the Goods is for clinic use and retail resale distribution in the case of nutritional supplements and, in the case of Wellness Way posters and marketing materials, for use in marketing Purchaser's Franchised The Wellness Way Clinic. Purchaser acknowledges and agrees that Supplier retains the right to sell the Goods directly to consumers and others, in Supplier's sole discretion. The provisions in this paragraph shall survive the termination of this Agreement.

10. Restrictions on Purchaser's Use and Resale of Goods. Purchaser covenants and warrants the following:

- \_\_\_\_\_ Purchaser will use and/or sell the Goods ONLY from the Approved Location of Purchaser's \_\_\_\_\_  
\_\_\_\_\_ Franchised The Wellness Way Clinic;
- \_\_\_\_\_
- Purchaser will not sell or offer for sale the Goods through any website or online platform and expressly agrees that any online postings regarding any of the Goods will be in compliance with Purchaser's obligations under its Franchise Agreement with The Wellness Way Franchise LLC;
- \_\_\_\_\_ Purchaser will only offer and sell the Goods for Supplier's suggested retail price unless \_\_\_\_\_  
\_\_\_\_\_ Purchaser has obtained written approval from Supplier for an alternate resale price;
- \_\_\_\_\_
- \_\_\_\_\_ Purchaser, its agents, employees, owners, officers, and directors will not make any attempts to reverse engineer or duplicate the Goods; and \_\_\_\_\_
- \_\_\_\_\_  
\_\_\_\_\_ P

- Purchaser its agents, employees, owners, officers, and directors will not provide the Goods to any other manufacturer for the purpose of analyzing, duplicating, or replacing the Goods.

11. Independent Contractor. Supplier and purchaser are independent contractors; and neither is an agent, servant, fiduciary, partner, joint venturer, employee or representative of the other. Neither Supplier nor Purchaser has any power or authority to bind the other in contract. Neither Purchaser nor Supplier is under the direct control or supervision of the other. The Parties agree not to represent to anyone that either of them has any power or authority to obligate the other to any obligation whatsoever or to act in any capacity whatsoever. Except as expressly authorized by this Agreement, neither Supplier nor Purchaser 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.

12. Confidential Information. The Parties acknowledge that during the Term of this Agreement they may disclose to each other and/or develop certain confidential information, which is defined as (a) confidential and/or proprietary information and materials disclosed orally or in writing or developed during the term of this Agreement, which may include but shall not be limited to: proprietary information, technical data, trade secrets or know-how, including, but not limited to, data, concepts, files, layouts, artwork, models, patents, copyrights, documents, photographs, notes, research, product plans, products, services, customers, customer lists, markets, software, developments, inventions, processes, formulas, technology, designs, drawings, litigation strategy, marketing, finances or other business information disclosed either directly or indirectly in writing, electronically, orally, visually, or by drawings or inspection of parts or equipment, or otherwise identified as being Confidential Information; and (b) any modifications or derivatives prepared by the Receiving Party that contain or are based upon any Confidential Information obtained from the Disclosing Party, including any analysis, reports, or summaries of the Confidential Information.

13. Limitations on Use. Unless the Disclosing Party expressly authorizes otherwise in writing in advance of such use, the Receiving Party must only use the Confidential Information in connection with performing the Services set forth in this Agreement and shall use reasonable efforts to maintain the confidentiality of the Confidential Information and avoid inadvertent disclosure. Under no circumstances shall Confidential Information be used with any third party desiring to offer similar services as Disclosing Party or the Company.

~~14.~~ Non-Confidential Information. Nothing in this Agreement will prohibit or limit Receiving Party's use of information (including but not limited to intangible ideas, concepts, know-how, techniques, and methodologies) that is: (a) previously known to Receiving Party; (b) independently developed by the Receiving Party without the use of Confidential Information by any personnel, including but not limited to employees, agents, and independent contractors, that have not had access to the Confidential Information, as can be substantiated by reasonable evidence; (c) acquired by the Receiving Party from a third party which was not under an obligation to the Disclosing Party not to disclose such information; or (d) which is or becomes publicly available through no breach by the Receiving Party or the Receiving Party's personnel. In the event the Receiving Party has any questions

14. or concerns regarding whether something constitutes Confidential Information, the Receiving Party shall seek written clarification from Disclosing Party before disclosing or otherwise distributing said information.

15. Term. The term of this Agreement shall be identical to the term of the Franchise Agreement between Purchaser and The Wellness Way Franchise LLC. This Agreement shall automatically terminate upon the termination or expiration without renewal of Purchaser's Franchise Agreement with The Wellness Way Franchise LLC. In the event of termination of this Agreement, any pending orders shall be cancelled. Any provisions of this Agreement which, by their terms, impose obligations or duties beyond the term of this Agreement, including without limitation the obligations of Purchaser to respect the intellectual property of Supplier and maintain the confidentiality of all Confidential Information, shall survive termination or expiration of this Agreement.

16. Choice of Law. Except to the extent this Agreement or any particular dispute is governed by the U.S. Trademark Act of 1946, the Defend Trade Secrets Act, or other federal law, this Agreement shall be governed by and construed in accordance with the laws of the state of Wisconsin (without reference to its conflict of laws principles). The Federal Arbitration Act shall govern all matters subject to arbitration.

17. Arbitration. This Agreement evidences a transaction involving commerce and, therefore, the Federal Arbitration Act, Title 9 of the United States Code is applicable to the subject matter contained herein. All disputes arising out of or relating to this Agreement or to the acquisition or operation of the franchise or any other agreements between the parties, or with regard to interpretation, formation or breach of this or any other agreement between the parties, shall be settled by binding arbitration conducted in Brown County, Wisconsin, in accordance with the Commercial Arbitration Rules of the American Arbitration Association then in effect. The proceedings will be held by a single arbitrator agreed upon by the parties or otherwise appointed by a court of competent jurisdiction located in Brown County, Wisconsin. The decision of the arbitrator will be final and binding upon the parties. Judgment upon the award rendered by the arbitrator may be entered in any court having personal and subject matter jurisdiction. Any dispute arising out of or in connection with this arbitration provision, including any question regarding its existence, validity, scope, or termination shall be referred to and finally resolved by arbitration.

**Purchaser acknowledges that it has read the terms of this binding arbitration provision and affirms that this provision is entered into willingly and voluntarily and without any fraud, duress or undue influence on the part of Supplier or any of Supplier's agents or employees.**

18. Mediation Condition Precedent. As a condition precedent to filing any action for arbitration, the Parties agree that all disputes, claims and disagreements which are subject to arbitration and which they are not able to resolve after negotiating in good faith shall be mediated by non-binding, mandatory mediation. The complaining Party must provide written notice to the other Party describing the nature of the dispute. The Parties shall then agree on a mediator within ten (10) days. If the parties

18. are unable to agree on a mediator, the mediator shall be appointed in accordance with the Commercial Mediation Rules and Regulations of the American Arbitration Association. Mediation may be held via web meeting or telephone or in Brown County, Wisconsin and shall be held within thirty (30) days after a mediator has been selected or appointed.

19. Injunctive Relief. Notwithstanding the foregoing requirements to arbitrate all disputes and the mediation condition precedent, either party may pursue injunctive relief as appropriate, without first engaging in mediation, to enforce any provisions of this Agreement to prevent ongoing harm.

20. Jurisdiction: Claims Not Subject to Arbitration. Any action brought by either party, except those claims required to be submitted to arbitration, shall only be brought solely in the appropriate court located in or serving Brown County, Wisconsin, forsaking all other forums. The parties waive all questions of personal jurisdiction or venue for the purposes of carrying out this provision. Claims for injunctive relief may be brought by either party in Brown County, Wisconsin. This exclusive choice of jurisdiction and venue provision shall not restrict the ability of the parties to confirm or enforce judgments or arbitration awards in any appropriate jurisdiction.

21. Dispute Resolution. This Agreement shall be governed by and construed in accordance with the internal laws of the State of Wisconsin, United States of America, without reference to its principles of conflict of laws, except to the extent a Federal Law such as the Trade Secrets Act is applicable. The Parties agree to mediate any dispute arising out of this Agreement as a condition prerequisite to proceeding with arbitration or any legal action. Subject to the Notice of Defect Procedures and the mediation condition precedent, and in the event mediation is unsuccessful, any unresolved dispute between the Parties arising out of or relating to this Agreement shall be, pursuant to the Federal Arbitration Act, resolved exclusively by binding arbitration conducted in Green Bay, Wisconsin in accordance with the Commercial Rules of Arbitration of the American Arbitration Association. Each party hereby agrees to submit to arbitration and to cooperate with reasonable good faith diligence in the conduct of resolving all disputes arising hereunder or under any purchase order arising pursuant to this Agreement. Each party agrees to be finally bound for all purposes by the decision reached in arbitration, unless the contesting party can prove that the arbitration award was infected with fraud, misconduct or is manifestly contrary to law. Any dispute arising out of or in connection with this arbitration provision, including any question regarding its existence, validity, scope, or termination shall be referred to and finally resolved by arbitration. Each party agrees to submit to personal jurisdiction in the courts located in or serving Brown County, Wisconsin with respect to any proceeding to enforce an award in arbitration. Each party also agrees that venue in the courts located in or serving Brown County, Wisconsin is proper. Each party agrees not to contest venue or personal jurisdiction in any matter involving the interpretation or enforcement of any award granted in any arbitration conducted in accordance with this Agreement. In any action for the collection of fees due under this Agreement or seeking injunctive relief, the prevailing party shall be entitled to reimbursement of its costs, including reasonable accounting and attorneys' fees, in connection with such proceeding.

22. Limitation of Claims. Any claim arising from or related to this Agreement or any Good

22. purchased pursuant to this Agreement will be barred unless an action for a claim is commenced within one (1) year from the date on which Supplier or Purchaser knew or should have known, in the exercise of reasonable diligence, of the facts giving rise to the claim. Any proceeding will be conducted on an individual, not a class wide basis and a proceeding between Supplier and Purchaser and may not be consolidated with another proceeding between Supplier and any other person or entity, nor may any claims of another party or parties be joined with any claims asserted in any action or proceeding between Supplier and Purchaser. No previous course of dealing shall be admissible to explain, modify, or contradict the terms of this Agreement. No implied covenant of good faith and fair dealing shall be used to alter the express terms of this Agreement.

23. Waiver of Jury Trial. PURCHASER AND SUPPLIER EACH IRREVOCABLY WAIVE TRIAL BY JURY IN ANY ACTION, WHETHER AT LAW OR EQUITY, BROUGHT BY EITHER OF THEM.

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

25. Force Majeure. Neither party will be liable to the other for any delay or failure in performing its obligations under any accepted purchase order to the extent that such delay or failure is caused by an event or circumstance that is beyond the reasonable control of that party, without such party's fault or negligence, and which by its nature could not have been foreseen by such party or, if it could have been foreseen, was unavoidable, for example and not by way of without limitation, strikes, Acts of God, unavailability of materials or supplies, terrorism.

26. Confidentiality of this Agreement. The Parties expressly agree that, except for disclosures to their legal and accounting advisors and as may be required by law, the Parties shall keep the terms and conditions of this Agreement and all pricing strictly confidential.

27. Severability. If any provision in this Agreement shall be found or be held to be invalid or unenforceable in any jurisdiction in which this Agreement is being performed, then the meaning of said provision shall be construed, to the extent feasible, so as to render the provision enforceable, and if no feasible interpretation would save such provision, it shall be severed from the remainder of this Agreement which shall remain in full force and effect. In such event, the parties shall negotiate, in good faith, a substitute, valid and enforceable provision which most nearly effects the parties' intent in entering into this Agreement.

27.

28. No Waiver. The failure of either party to enforce at any time any of the provisions of this Agreement, or the failure to require at any time performance by the other party of any of the provisions of this Agreement, shall in no way be construed to be a present or future waiver of such provisions, nor in any way affect the right of either party to enforce each and every such provision thereafter. The express waiver by either party of any provision, condition or requirement of this Agreement shall not constitute a waiver of any future obligation to comply with such provision, condition or requirement.

29. Notices. All notices, requests, consents, claims, demands, waivers and other communications hereunder (each a "Notice") will be in writing and addressed to the Parties at their principal place of business designated above or such other address as shall have been provided by such party in writing. All Notices shall be delivered by personal delivery, nationally recognized overnight courier (with all fees prepaid), or certified or registered mail (in each case, return receipt requested, postage prepaid). Provided, however, that electronic delivery of any Notice (e.g. email, facsimile) shall be effective provided that the receiving party acknowledges receipt.

30. Counterparts. This Agreement may be signed in counterparts, each of which shall be deemed an original but all of which taken together shall constitute one and the same instrument. Signature by electronic signature program or email scan is hereby authorized and shall have the same force and effect as an original.

INTENDING TO BE BOUND, the parties hereto have caused to be executed or executed this Supplier Agreement as of the day and year first above written.

WELLNESS WAY ENTERPRISE LLC

By: \_\_\_\_\_

Name printed: \_\_\_\_\_

Title: \_\_\_\_\_

PURCHASER: \_\_\_\_\_  
(type/print entity name)

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

EXHIBIT B TO SUPPLIER AGREEMENT  
**THE WELLNESS WAY ENTERPRISES FRANCHISE LLC**  
**Electronic Funds Authorization Agreement**

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I (We)(Purchaser) authorize The Wellness Way Enterprises Franchise, LLC (Supplier) to initiate debit entries and/or credit corrections entries, electronic or otherwise, as authorized by the Supplier Agreement between Purchaser and Supplier. Debit entries for all amounts owed by Purchaser to Supplier pursuant to the Supplier Agreement and any Purchase Order entered into in connection therewith are authorized by this Authorization Agreement and shall be made on such due dates as agreed in the Supplier Agreement or such other dates as Purchaser and Supplier may agree upon from time to time. This authorization shall remain in full force and effect until terminated in writing by Purchaser pursuant to thirty (30) day notice. If for any reason any scheduled payment is returned unpaid by Purchaser's bank, a \$50 per transaction inconvenience fee will be added to the current payment amount due.

\_\_\_\_\_  
Name of Authorized Signatory on Account

\_\_\_\_\_  
Signature Date

\_\_\_\_\_  
Name and Address of Purchaser

**Please choose one of the following options:**

Please attach a cancelled check and provide the following information regarding the account. Name on

Account: \_\_\_\_\_

Depository/Bank Name: \_\_\_\_\_

Transit, Routing, or ABA Number: \_\_\_\_\_

Account Number: \_\_\_\_\_

Your Tax Identification Number: or  
Identification Number from Bank: \_\_\_\_\_

[ATTACH VOIDED CHECK]

EXHIBIT C TO SUPPLIER AGREEMENT

Resale Sales and Use Tax Certificate of Exemption

Seller: Wellness Way Enterprises, LLC 2525  
W Mason Street  
Green Bay, WI 54303

This Resale Sales and Use Tax Certificate of Exemption is intended to apply to ongoing periodic purchases from Seller and is not limited to a single purchase.

Purchaser Name:	
Address:	
Telephone number:	
Purchaser's Business:	Chiropractic and wellness clinic
Federal Tax ID Number:	
State Sales Permit / Sales Tax Remittance number (and State issued):	State of Issuance _____ Number

The undersigned hereby certifies that the purchases from Seller are for tangible personal property and items and goods to be resold from the clinic address above, and that Purchaser is registered to collect and remit sales tax to the \_\_\_\_\_ State Department of Revenue on such sales.

The undersigned declares he/she is an officer of Purchaser authorized to act on its behalf, that the information provided is complete and accurate to the best of his/her knowledge, and that the product(s) purchased will be used in the exempt manner indicated. If a product is not used in an exempt manner, Purchaser will remit use tax on the purchase price at the time of first taxable use. The undersigned understands that failure to remit the use tax may result in a future liability, including tax, interest, and penalty.

\_\_\_\_\_  
(signature)

Printed name: \_\_\_\_\_

Title: \_\_\_\_\_

Date: \_\_\_\_\_

**EXHIBIT 11 TO FRANCHISE AGREEMENT**

**FRANCHISE LEASE RIDER & STIPULATIONS**

The Landlord and Tenant, defined in the chart below, agree that the provisions of this Franchise Lease Rider are incorporated into the Lease referenced in the chart below. To the extent of any conflict, the provisions of this Rider shall govern and control.

LEASE AGREEMENT DATED:	
LANDLORD:	
TENANT:	
PREMISES ADDRESS:	

1. Franchise Acknowledgement. Landlord acknowledges that Tenant intends to operate a Franchised The Wellness Way Clinic in the Premises, and that Tenant's rights to operate The Wellness Way Clinic and to use The Wellness Way name, trademarks and service marks are solely pursuant to a franchise agreement ("Franchise Agreement") between Tenant and The Wellness Way Franchise LLC ("Franchisor"). Tenant's operations at the Premises are independently owned and operated, and Tenant alone is responsible for all obligations under the Lease unless and until Franchisor or another franchisee expressly assumes such obligations and takes actual possession of the Premises. The Leased Premises may only be used for the operation of a The Wellness Way [clinic-Clinic](#) and for no other purpose, without the consent of Franchisor.

2. Tenant's Signage and Installations. Notwithstanding anything in the Lease contained to the contrary or in conflict, Landlord hereby grants and approves the following signage and/or installation rights:

- a. Landlord agrees to allow Tenant to use Franchisor's standard signage and painting packages to the maximum extent permitted by local governmental authorities.
- b. Tenant shall be provided, at Tenant's sole cost and expense, with a panel on any pylon/monument/directory sign for the development in which the Premises is located, and shall be permitted to install a standard sign thereon as approved by Franchisor, including without limitation Franchisor's logo.
- c. Landlord agrees to allow Tenant to install all items of Franchisor's 'trade dress' on the interior of the Premises, including but not limited to signage, specific paint colors, and floor covering that aligns with Franchisor's 'trade dress.' Tenant shall have the right to remodel, modify, paint and make installations in the interior of the leased premises as may be required by Franchisor from time to time, including without being liable under any continuous operation covenant.

- d. Landlord acknowledges that Tenant's use of the Premises requires Tenant to construct an Xray room with lead shielding pursuant to the manufacturer's instructions, and Landlord agrees that Tenant may make any modification to the Premises necessary to meet the Xray manufacturer's recommendations.

3. Notice and Cure Rights to Franchisor. Prior to exercising any remedies under the Lease (except in the event of imminent danger to the Premises), Landlord shall give Franchisor written notice of any default by Tenant, and commencing upon receipt thereof by Franchisor, Franchisor shall have fifteen (15) additional days to the established cure period as is given to Tenant under the Lease for such default, provided that in no event shall Franchisor have a cure period of less than (i) fifteen (15) days after Franchisor's receipt of such notice as to monetary defaults or (ii) thirty (30) days after Franchisor's receipt of such notice as to non-monetary defaults. Landlord agrees to accept cure tendered by Franchisor as if the same was tendered by Tenant, but Franchisor has no obligation to cure such default. Landlord and Tenant further agree that the Lease may not be terminated, modified, or amended without Franchisor's prior written consent, nor shall Landlord accept surrender of the Premises without Franchisor's prior written consent. Tenant, further, shall not assign or sublet the Premises without Franchisor's consent. The initial address for notices to Franchisor is as follows:

The Wellness Way Franchise LLC  
2525 W Mason Street  
Green Bay, WI 54303  
franchise@thewellnessway.com

With a Copy to: [Amada D. Dempsey, Esq](mailto:Amada.Dempsey@delafan.com)  
[Saxton & Stump](mailto:Amada.Dempsey@delafan.com)  
[100 Deerfield Lane, Suite 240](mailto:Amada.Dempsey@delafan.com)  
[Malvern, PA 19355](mailto:Amada.Dempsey@delafan.com)  
[\(add@saxtonstump.com\)](mailto:Amada.Dempsey@delafan.com)

~~Mary M. Clapp, Esq.~~  
~~Dempsey, Esq.~~  
~~add@saxtonstump.com~~  
~~mary@delafan.com~~  
~~Amada~~

4. Assignment. Tenant hereby assigns its rights under the lease to Franchisor, and Landlord hereby consents to such assignment subject to the following conditions: One of the following shall have occurred: (a) Tenant fails to timely cure a default under the lease; or (b) Tenant fails to exercise a renewal option under the Lease; or (c) Tenant fails to timely cure a default under the Franchise Agreement; and Franchisor sends written notice to Landlord that Franchisor is exercising its right to accept the assignment of Tenant's rights under the Lease; and Franchisor cures Tenant's default, as applicable, within ten (10) days of written notice of default to Franchisor; provided, however, any monetary default cure amount shall be limited to an amount equal to two months' Rent. Landlord acknowledges that by executing this Rider, Franchisor does not hereby assume any liability with respect to the Leased Premises or any obligation as Tenant under the Lease, unless and until Franchisor expressly assume such liability as described above. At any time following Franchisor's election to take an assignment of Tenant's rights under the Lease, Franchisor may, on written notice, assign the Lease or sublet the Leased Premises to an affiliate of Franchisor or a franchisee approved by Franchisor, without charge or penalty, so long as such assignee or sublessee meets Landlord's reasonable financial qualifications. Upon an assignment, Franchisor shall be released from any further obligations under the Lease. Landlord agrees to execute written documentation confirming any such assignment and release.

Exhibit 11-2

5. Access to Protect the Franchise System. Franchisor may enter the leased premises to make any modifications or alterations necessary in Franchisor's sole discretion to protect The Wellness Way System and Marks, including without limitation, the right to remove any signage or items bearing the Franchisor's trademarks, to make modifications necessary to remove Franchisor's trade dress. Franchisor agrees repair any damage to the structure of the property caused by such entry. Tenant shall remain liable to reimburse Franchisor for the costs of such de-identification. Landlord expressly agrees and acknowledges that Franchisor may enter the leased premises pursuant to this Rider without being guilty of trespass, or other tort or crime.

6. Financing of Trade Fixtures by Franchisor and Security Interest. Any security interest and/or Landlord's lien in Tenant's trade fixtures, 'trade dress', equipment and other personal property in the Premises is hereby subordinated to any security interest and pledge granted to Franchisor in such items. The parties acknowledge that there may be certain personal property in the Premises which are not owned by Tenant, which property shall not be subject to any lien of Landlord. Upon request, Landlord shall grant the party who owns such property reasonable access to the Premises for the sole purpose of removing such property, provided such party repairs any damage caused by such removal and otherwise complies with Landlord's reasonable requirements with respect to such access.

7. Mitigation/Reasonableness. Landlord shall use reasonable efforts to mitigate its damages in the event of a Tenant default. Wherever either party to the Lease is required or requested to give its consent, such consent shall not be unreasonably withheld.

8. Third Party Beneficiary. For so long as Franchisor holds a collateral assignment of the Lease, Franchisor is a third party beneficiary of the Lease, including, without limitation, this Rider, and as a result thereof, shall have all rights (but not the obligation) to enforce the same.

9. Counterparts. This Rider may be executed in one or more counterparts, each of which shall cumulatively constitute an original. PDF/Electronic signatures of this Rider shall constitute originals of the same.

AGREED and executed and delivered under seal by the parties hereto as of the day and year of the Lease.

LANDLORD: \_\_\_\_\_

TENANT: \_\_\_\_\_

By: \_\_\_\_\_

By: \_\_\_\_\_

Name: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

Title: \_\_\_\_\_

**EXHIBIT 12**  
**ADMINISTRATIVE SERVICES CONSULTING AGREEMENT**

THIS ADMINISTRATIVE SERVICES AGREEMENT is made and entered into this \_\_\_\_\_ (“Effective Date”) by and between \_\_\_\_\_, a \_\_\_\_\_ (“Franchisee”), whose mailing address is \_\_\_\_\_, and DPCF MANAGEMENT, LLC, a Wisconsin limited liability company (“Consultant”), whose mailing address is 2525 W Mason Street, Green Bay, WI 54303.

**RECITALS:**

- A. Franchisee owns or is in the process of acquiring a The Wellness Way chiropractic and wellness clinic (the "Clinic") known as \_\_\_\_\_ which is or will be located at \_\_\_\_\_.
- B. The Clinic provides chiropractic and health restoration services including testing, wellness consulting, and nutritional supplements pursuant to a Franchise Agreement with The Wellness Way Franchise, LLC (“Franchisor”). Capitalized terms not defined herein but defined in the Franchise Agreement shall have the meaning set forth in the Franchise Agreement.
- C. Consultant is an affiliate of Franchisor.
- D. Franchisee has reviewed Consultant's qualifications and Service offerings and believes that Consultant possesses the necessary expertise and resources to assist in achieving its desired outcomes.
- E. Franchisee desires to retain Consultant to provide the administrative consulting services set forth herein.

**AGREEMENT**

For good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, Franchisee and Consultant agree as follows:

- 1. **Term.** The term of this Agreement shall commence on the Effective Date hereof and shall continue in full force and effect for a period of One (1) year, unless earlier terminated pursuant to the terms of this Agreement (the “Initial Term”). Thereafter, this Agreement shall be automatically renewed for additional One (1) year terms (each, an “Extension Term” and, together with the Initial Term, collectively referred to as the “Term”) unless either Party notifies the other in writing at least ninety (90) days prior to the renewal date that it elects not to renew this Agreement.
- 2. **Administrative Services.** Consultant shall provide bookkeeping, payroll, and administration support services to Franchisee as set forth herein. The services may include but are not limited to: employee hiring and onboarding support, payroll processing, administration, bookkeeping, transaction categorization, accounts payable management, and other financial and administrative tasks.

- 3. Books and Records.** Consultant shall, for Franchisee, keep full and accurate books of accounts and other records reflecting the results of operation of the Clinic in accordance with the standard chart of accounts specified by Franchisor. Books of account and other records shall be kept at the principal office of the Consultant and shall be available to Franchisee or its representatives at all reasonable times for examination, audit, inspection, and copying. Such books and records pertaining to the Clinic shall not be removed from the Consultant's office without prior approval and consent of both the Consultant and Franchisee. Upon any termination of this Agreement, all such books and records shall be turned over forthwith to Franchisee so as to assure the orderly continuance of the operation of the Clinic, but such books and records shall thereafter be available to the Consultant at all reasonable times for inspection, audit, examination, and copying for a period of three (3) years. The Parties agree that in the event a bookkeeping error or typographical error is identified, Consultant will take prompt, commercially reasonable steps to correct the error, but Consultant shall not be liable for any damages from any such errors.
- 4. Disclaimer.** Client acknowledges that Company is not a law firm, a certified public accounting firm, or a tax advisory firm. The services provided under this Agreement are not intended to be, and shall not be construed as, legal, tax, or professional accounting advice. Client is solely responsible for obtaining advice from qualified and licensed professionals for such matters.
- 5. Franchisee Oversight.** Consultant's services shall at all times be subject to the oversight of Franchisee's Designated Managing Owner. Franchisee will have ultimate responsibility for all hiring/firing decisions and terms and conditions of employment for all staff. Further, Consultant shall not have the authority to enter into long-term contracts, borrow money, sign leases, issue debt, etc. Such transactions must be entered into by an Officer of Franchisee.
- 6. Independent Contractor.** Nothing in this Agreement shall, in any way, be construed to constitute Consultant or any of the person's acting on Consultant's behalf as an agent, employee or representative of the Company, but Consultant shall perform the Services hereunder as an independent contractor. Nothing herein shall constitute or be construed to be or create a partnership or joint venture between Franchisee and the Consultant.
- 7. Professional Judgment.** The Parties acknowledge and agree that the Consulting services provided herein are not intended to limit or replace the professional judgment of Franchisee's Designated Managing Chiropractor or any other licensed professional. Franchisee is solely responsible for ensuring that all licensed professionals provide services according to all applicable legal requirements and standards of care. The Designated Managing Chiropractor shall be responsible for managing all chiropractors and other licensed professionals and the provision of chiropractic services.
- 8. No Guarantee of Profitability.** Franchisee acknowledges and agrees that the Consultant makes no guarantee as to the profitability of the Clinic. The consulting advice provided pursuant to this Agreement are the opinions of Consultant and cannot guarantee the success of the Clinic. Franchisee acknowledges it has significant and substantial duties, powers and obligations under the terms hereof relating to the ultimate success of the Clinic. Consultant shall not be liable for any obligations of the Clinic by reason of the services provided pursuant to this Agreement. In the event the operations of the Clinic are not sufficient to pay for the regular operating expense, Franchisee shall be solely responsible for funding any shortages. Franchisee covenants and agrees that it will keep sufficient cash in its accounts so that Consultant can timely meet all payroll and tax obligations, as well as all other expenses for which Consultant is processing payments.
- 9. Consultant's Compensation.** Consultant shall be paid monthly, in advance, with payments due on the first of each month via ACH. The initial Service Fee is determined based on the scope, complexity, and volume of the services required by Client at the commencement of the engagement, including but not limited to the number of employees, transaction volume, and the nature of operational support required. The Service Fees shall be within a range of \$500 to \$20,000 per month, unless otherwise agreed upon in a written amendment signed by both parties.
- 10. Fee Adjustments.** Company reserves the right to prospectively adjust the Service Fees to accurately reflect any material change in the scope, volume, or complexity of the services required by Client. Company shall provide Client with at least ninety (90) days prior written notice of any proposed fee adjustment. Such notice will include the new fee amount and the effective date. If Client does not agree to the adjusted fee, Client may terminate this Agreement by providing written notice to the Company prior to the effective date of the fee adjustment, in accordance with the termination provisions of this Agreement. Client's continued use of the services after the effective date of the fee adjustment shall constitute acceptance of the new Service Fee.
- 11. Termination.** This Agreement can be terminated by either party under the following circumstances:

- a. Termination for Cause. Notwithstanding the foregoing, either Party may terminate this Agreement for cause at any time during the Term immediately upon written notice (except as otherwise provided below). For purposes of this Section, "cause" shall include, without limitation, the following:
- i. Breach. If either Party fails to materially perform any obligation required hereunder, and such default shall continue for thirty (30) calendar days after written notice from the other party specifying the nature and extent of failure to materially perform such obligation, this Agreement shall terminate automatically and immediately upon the expiration of said thirty (30) calendar day period; provided, however, that if the obligation which the defaulting Party fails to perform is other than the failure to make payment of money, and greater than thirty (30) calendar days are required to perform said obligation, then such Party shall not be in default of this Agreement and this Agreement shall not be terminated as provided hereinabove if such Party commences performance within said thirty (30) day period and diligently pursues said obligation to completion.
  - ii. Bankruptcy. If either Party shall apply for or consent to the appointment of a petition in bankruptcy, make a general assignment for the benefit of creditors, file a petition or answer seeking reorganization or arrangement with creditors, or take advantage of any insolvency, or if any order, judgment, or decree shall be entered by any court of competent jurisdiction on the application of a creditor or otherwise adjudicating either Party bankrupt or approving a petition seeking reorganization of either Party or appointment of a receiver, trustee or liquidator of either Party or all or a substantial part of its or her assets, and such order, judgment or decree shall continue stayed and in effect for sixty (60) calendar days after its entry, termination shall be effective automatically and immediately upon the occurrence of the foregoing.
- b. Termination for Convenience. Either Party may terminate this Agreement at any time, without cause, by providing at least ninety (90) days prior written notice to the other Party. As consideration for the right to terminate this Agreement under this Section, the terminating Party shall, upon termination, pay to the other party a termination fee in an amount equal to One Thousand Dollars and 00/000 (\$1,000) ("Termination Fee"). The parties intend the Termination Fee to be liquidated damages constituting compensation, not a penalty. The Parties acknowledge and agree that damages resulting from termination pursuant to this Section would be impossible or very difficult to estimate accurately, and that the Termination Fee is a reasonable estimate of the anticipated or actual harm that may arise from such termination. The terminating party's payment of the Termination Fee is the terminating party's sole liability and entire obligation and the non-terminating party's exclusive remedy for any termination by the terminating party under this Section.

**12. Ownership in Other Ventures.** Consultant (and its principals and staff) may be a principal or Franchisee in other Clinics. Consultant's principals and staff may also hold ownership interests in The Wellness Way, LLC, which is the parent of the Franchisor.

**13. Services to Other Ventures.** Franchisee acknowledges and agrees that the Consultant may from time to time provide administrative and consulting services to other Clinics.

#### **14. Indemnification.**

a. Consultant shall indemnify, defend, and hold Franchisee and its officers, directors, shareholders, employees, agents, and representatives harmless from and against any and all losses, damages, claims, actions, suits, proceedings, liabilities, obligations, costs, and expenses, including reasonable attorneys' fees arising out of, or based upon, the gross negligence or willful misconduct of the Consultant.

b. Franchisee shall indemnify, defend, and hold the Consultant and its managers, members, employees, agents, and representatives harmless from and against any and all losses, damages, claims, actions, suits, proceedings, liabilities, obligations, brought or asserted by or on behalf of or suffered by any employees or agents of Franchisee, or arising out of, or based upon, the operation of the Clinic after this Agreement terminates, or arising out of or based upon the gross negligence or willful misconduct of Franchisee, including costs and expenses and reasonable attorneys' fees incurred by the Consultant.

**15. Income Taxes.** Consultant shall provide necessary financial data to the Certified Public Accountant selected by Franchisee to prepare the year-end income tax returns. The costs and expenses associated with the preparation of such tax returns shall be the sole responsibility of Franchisee who shall also be responsible for the prompt payment of all income taxes. Consultant shall not sign any tax returns on behalf of Franchisee.

**16. Governing Law.** This Agreement shall be governed by and construed in accordance with the laws of the State of Wisconsin.

- 17. Jurisdiction and Venue.** The Parties agree to mediate any dispute arising out of this Agreement as a condition prerequisite to proceeding with arbitration or any legal action. Subject to the mediation condition precedent, and in the event mediation is unsuccessful, any unresolved dispute between the Parties arising out of or relating to this Agreement shall be, pursuant to the Federal Arbitration Act, resolved exclusively by binding arbitration conducted in Green Bay, Wisconsin in accordance with the Commercial Rules of Arbitration of the American Arbitration Association. Each party hereby agrees to submit to arbitration and to cooperate with reasonable good faith diligence in the conduct of resolving all disputes arising hereunder or under any purchase order arising pursuant to this Agreement. Each party agrees to be finally bound for all purposes by the decision reached in arbitration, unless the contesting party can prove that the arbitration award was infected with fraud, misconduct or is manifestly contrary to law. Any dispute arising out of or in connection with this arbitration provision, including any question regarding its existence, validity, scope, or termination shall be referred to and finally resolved by arbitration. Each party agrees to submit to personal jurisdiction in the courts located in or serving Brown County, Wisconsin with respect to any proceeding to enforce an award in arbitration. Each party also agrees that venue in the courts located in or serving Brown County, Wisconsin is proper. Each party agrees not contest venue or personal jurisdiction in any matter involving the interpretation or enforcement of any award granted in any arbitration conducted in accordance with this Agreement. In any action for the collection of fees due under this Agreement or seeking injunctive relief, the prevailing party shall be entitled to reimbursement of its costs, including reasonable accounting and attorneys' fees, in connection with such proceeding.
- 18. Entire Agreement.** This Agreement contains the entire agreement between the parties relating to the subject matter of this Agreement and supersedes all prior agreements and understandings between the parties relating to the subject matter of this Agreement.
- 19. Amendment.** This Agreement may not be amended, modified, or terminated except by an instrument in writing signed by all parties to this Agreement.
- 20. Assignment.** No assignment of this Agreement or any right accruing hereunder shall be made, in whole or in part, by either party without the prior written consent of the other party.
- 21. Binding Effect.** Subject to the provisions regarding assignment, this Agreement shall be binding upon and shall inure to the benefit of the parties hereto and their respective heirs, administrators, executors, successors, and permitted assigns.
- 22. Severability.** In case any one or more of the provisions contained in this Agreement shall for any reason be held to be invalid or unenforceable in any respect, then such invalidity or unenforceability shall not affect any other provision hereof and this Agreement shall be construed as if such invalid or unenforceable provision had never been contained herein.
- 23. Attorneys' Fees.** If any action at law or in equity is brought to enforce or interpret the provisions of this Agreement, the prevailing party shall be entitled to recover from the other party its reasonable attorneys' fees, and all other related costs in addition to any other relief to which that party may be entitled.
- 24. Further Actions.** From time to time, as and when requested by a party hereto, the other party shall execute and deliver, or cause to be executed and delivered, all such documents and instrument and shall take, or cause to be taken, all such further or other actions as such other party may reasonably deem necessary or desirable to consummate the transactions contemplated by this Agreement.
- 25. Notice.** All notices and other communications hereunder shall be: (i) in writing, dated with the current date of such notice, and signed by the party giving such notice, and (ii) mail, postpaid, registered, or certified, return receipt requested, addressed to the party to be notified, or delivered by personal delivery or by overnight courier. Notice shall be deemed given when received by the party to be notified or when the party to be notified refuses to accept delivery of the notice. The initial addresses of the parties shall be as follows:

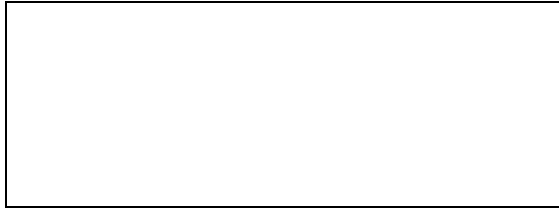
If to the Consultant: DPCF Management LLC  
2525 W Mason Street  
Green Bay, WI 54303

With a Copy to: Amanda D. Dempsey, Esq  
Saxton & Stump  
100 Deerfield Lane, Suite 240  
Malvern, PA 19355

Exhibit 12-3

(add@saxtonstump.com)

If to Franchisee: \_\_\_\_\_



The parties hereto shall have the right from time to time to change their respective addresses by not less than ten (10) days prior written notice to the other party.

26. Waiver. No waiver of any breach or default hereunder shall be considered valid unless in writing and signed by the party giving such waiver, and no such waiver shall be deemed a waiver of any subsequent breach or default of the same or similar nature.

27. Representations and Warranties. Except as otherwise expressly set forth in this Agreement, the Consultant disclaims the making of any other representations or warranties, express or implied, with respect to the Clinic or the administrative services provided herein.

IN WITNESS WHEREOF, this Agreement has been signed on the day and year first above written.

CONSULTANT: DPCF  
MANAGEMENT LLC

FRANCHISEE:  
(type/print entity name)

By:  
PATRICK FLYNN, MANAGER

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

~~THIS ADMINISTRATIVE SERVICES AGREEMENT is made and entered into this \_\_\_\_\_ ("Effective Date") by \_\_\_\_\_ and \_\_\_\_\_ between \_\_\_\_\_, a \_\_\_\_\_ ("Franchisee"), whose mailing address is \_\_\_\_\_, and DPCF MANAGEMENT, LLC, a Wisconsin limited liability company ("Consultant"), whose mailing address is 2525 W Mason Street, Green Bay, WI 54303.~~

RECITALS:

~~A. Franchisee owns or is in the process of acquiring a The Wellness Way chiropractic and wellness clinic (the "Clinic") known as \_\_\_\_\_ which is or will be located at \_\_\_\_\_.~~

~~B. The Clinic provides chiropractic and health restoration services including testing, wellness consulting, and nutritional supplements pursuant to a Franchise Agreement with The Wellness Way Franchise, LLC ("Franchisor"). Capitalized terms not defined herein but defined in the Franchise Agreement shall have the meaning set forth in the Franchise Agreement.~~

~~C. Consultant is an affiliate of Franchisor.~~

~~D. Franchisee has reviewed Consultant's qualifications and Service offerings and believes that Consultant possesses the necessary expertise and resources to assist in achieving its desired outcomes.~~

~~E. Franchisee desires to retain Consultant to provide the administrative consulting services set forth herein.~~

## AGREEMENT

For good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, Franchisee and Consultant agree as follows:

- ~~1. **Term.** The term of this Agreement shall commence on the Effective Date hereof and shall continue in full force and effect for a period of One (1) year, unless earlier terminated pursuant to the terms of this Agreement (the "Initial Term"). Thereafter, this Agreement shall be automatically renewed for additional One (1) year terms (each, an "Extension Term" and, together with the Initial Term, collectively referred to as the "Term") unless either Party notifies the other in writing at least ninety (90) days prior to the renewal date that it elects not to renew this Agreement.~~
- ~~2. **Administrative Services.** Consultant shall provide bookkeeping and payroll support services to Franchisee as set forth herein.~~
- ~~3. **Books and Records.** Consultant shall, for Franchisee, keep full and accurate books of account and other records reflecting the results of operation of the Clinic in accordance with the standard chart of accounts specified by Franchisor. Books of account and other records shall~~

~~be kept at the principal office of the Consultant and shall be available to Franchisee or its representatives at all reasonable times for examination, audit, inspection, and copying. Such books and records pertaining to the Clinic shall not be removed from the Consultant's office without prior approval and consent of both the Consultant and Franchisee. Upon any termination of this Agreement, all such books and records shall be turned over forthwith to Franchisee so as to assure the orderly continuance of the operation of the Clinic, but such books and records shall thereafter be available to the Consultant at all reasonable times for inspection, audit, examination, and copying for a period of three (3) years. The Parties agree that in the event a bookkeeping error or typographical error is identified, Consultant will take prompt, commercially reasonable steps to correct the error, but Consultant shall not be liable for any damages from any such errors.~~

- ~~4. **Franchisee Oversight.** Consultant's services shall at all times be subject to the oversight of Franchisee's Designated Managing Owner. Franchisee will have ultimate responsibility for all hiring/firing decisions and terms and conditions of employment for all staff. Further, Consultant shall not have the authority to enter into long term contracts, borrow money, sign leases, issue debt, etc. Such transactions must be entered into by an Officer of Franchisee.~~
- ~~5. **Independent Contractor.** Nothing in this Agreement shall, in any way, be construed to constitute Consultant or any of the person's acting on Consultant's behalf as an agent, employee or representative of the Company, but Consultant shall perform the Services hereunder as an independent contractor. Nothing herein shall constitute or be construed to be or create a partnership or joint venture between Franchisee and the Consultant.~~
- ~~6. **Professional Judgment.** The Parties acknowledge and agree that the Consulting services provided herein are not intended to limit or replace the professional judgment of Franchisee's Designated Managing Chiropractor or any other licensed professional. Franchisee is solely responsible for ensuring that all licensed professionals provide services according to all applicable legal requirements and standards of care. The Designated Managing Chiropractor shall be responsible for managing all chiropractors and other licensed professionals and the provision of chiropractic services.~~
- ~~7. **No Guarantee of Profitability.** Franchisee acknowledges and agrees that the Consultant makes no guarantee as to the profitability of the Clinic. The consulting advice provided pursuant to this Agreement are the opinions of Consultant and cannot guarantee the success of the Clinic. Franchisee acknowledges it has significant and substantial duties, powers and obligations under the terms hereof relating to the ultimate success of the Clinic. Consultant shall not be liable for any obligations of the Clinic by reason of the services provided pursuant to this Agreement. In the event the operations of the Clinic are not sufficient to pay for the regular operating expense, Franchisee shall be solely responsible for funding any shortages. Franchisee covenants and agrees that it will keep sufficient cash in its accounts so that Consultant can timely meet all payroll and tax obligations, as well as all other expenses for which Consultant is processing payments.~~

~~8. **Consultant's Compensation.** Consultant shall be paid monthly, in advance, with payments due on the first of each month via ACH. Consultant's payments shall be based on quarterly gross revenue average of the Clinic's previous 3 months and are payable as follows:~~

<del>CLINIC AVERAGE MONTHLY GROSS REVENUE</del>	<del>MONTHLY PAYMENT TO CONSULTANT</del>
<del>\$0—\$49,999</del>	<del>\$750</del>
<del>\$50,000—\$74,999</del>	<del>\$1,000</del>
<del>\$75,000—\$99,999</del>	<del>\$1,250</del>
<del>\$100,000—\$149,999</del>	<del>\$1,500</del>
<del>\$150,000—\$199,999</del>	<del>\$2,000</del>
<del>\$200,000—\$299,999</del>	<del>\$3,000</del>
<del>\$300,000 and up</del>	<del>\$5,000</del>

~~9. **Termination.** This Agreement can be terminated by either party under the following circumstances:~~

- ~~a. **Termination for Cause.** Notwithstanding the foregoing, either Party may terminate this Agreement for cause at any time during the Term immediately upon written notice (except as otherwise provided below). For purposes of this Section, "cause" shall include, without limitation, the following:
 
  - ~~i. **Breach.** If either Party fails to materially perform any obligation required hereunder, and such default shall continue for thirty (30) calendar days after written notice from the other party specifying the nature and extent of failure to materially perform such obligation, this Agreement shall terminate automatically and immediately upon the expiration of said thirty (30) calendar day period; provided, however, that if the obligation which the defaulting Party fails to perform is other than the failure to make payment of money, and greater than thirty (30) calendar days are required to perform said obligation, then such Party shall not be in default of this Agreement and this Agreement shall not be terminated as provided hereinabove if such Party commences performance within said thirty (30) day period and diligently pursues said obligation to completion.~~
  - ~~ii. **Bankruptcy.** If either Party shall apply for or consent to the appointment of a petition in bankruptcy, make a general assignment for the benefit of creditors, file a petition or answer seeking reorganization or arrangement with creditors, or take advantage of any insolvency, or if any order, judgment, or decree shall be entered by any court of competent jurisdiction on the application of a creditor or otherwise adjudicating either Party bankrupt or approving a petition seeking reorganization of either Party or appointment of a receiver, trustee or liquidator of either Party or all or a substantial part of its or her assets, and such order, judgment or decree shall continue stayed and in effect for sixty (60) calendar days after its entry, termination shall be effective automatically and immediately upon the occurrence of the foregoing.~~~~
- ~~b. **Termination for Convenience.** Either Party may terminate this Agreement at any time, without cause, by providing at least ninety (90) days prior written notice to the other Party. As consideration for the right to terminate this Agreement under this~~

~~Section, the terminating Party shall, upon termination, pay to the other party a termination fee in an amount equal to One Thousand Dollars and 00/100 (\$1,000) ("Termination Fee"). The parties intend the Termination Fee to be liquidated damages constituting compensation, not a penalty. The Parties acknowledge and agree that damages resulting from termination pursuant to this Section would be impossible or very difficult to estimate accurately, and that the Termination Fee is a reasonable estimate of the anticipated or actual harm that may arise from such termination. The terminating party's payment of the Termination Fee is the terminating party's sole liability and entire obligation and the non-terminating party's exclusive remedy for any termination by the terminating party under this Section.~~

~~**10. Ownership in Other Ventures.** Consultant (and its principals and staff) may be a principal or Franchisee in other Clinics. Consultant's principals and staff may also hold ownership interests in The Wellness Way, LLC, which is the parent of the Franchisor.~~

~~**11. Services to Other Ventures.** Franchisee acknowledges and agrees that the Consultant may from time to time provide administrative and consulting services to other Clinics.~~

~~**12. Indemnification.**~~

~~a. Consultant shall indemnify, defend, and hold Franchisee and its officers, directors, shareholders, employees, agents, and representatives harmless from and against any and all losses, damages, claims, actions, suits, proceedings, liabilities, obligations, costs, and expenses, including reasonable attorneys' fees arising out of, or based upon, the gross negligence or willful misconduct of the Consultant.~~

~~b. Franchisee shall indemnify, defend, and hold the Consultant and its managers, members, employees, agents, and representatives harmless from and against any and all losses, damages, claims, actions, suits, proceedings, liabilities, obligations, brought or asserted by or on behalf of or suffered by any employees or agents of Franchisee, or arising out of, or based upon, the operation of the Clinic after this Agreement terminates, or arising out of or based upon the gross negligence or willful misconduct of Franchisee, including costs and expenses and reasonable attorneys' fees incurred by the Consultant.~~

~~**13. Income Taxes.** Consultant shall provide necessary financial data to the Certified Public Accountant selected by Franchisee to prepare the year-end income tax returns. The costs and expenses associated with the preparation of such tax returns shall be the sole responsibility of Franchisee who shall also be responsible for the prompt payment of all income taxes. Consultant shall not sign any tax returns on behalf of Franchisee.~~

~~**14. Governing Law.** This Agreement shall be governed by and construed in accordance with the laws of the State of Wisconsin.~~

~~**15. Jurisdiction and Venue.** The Parties agree to mediate any dispute arising out of this Agreement as a condition prerequisite to proceeding with arbitration or any legal action. Subject to the mediation condition precedent, and in the event mediation is unsuccessful, any~~

~~unresolved dispute between the Parties arising out of or relating to this Agreement shall be, pursuant to the Federal Arbitration Act, resolved exclusively by binding arbitration conducted in Green Bay, Wisconsin in accordance with the Commercial Rules of Arbitration of the American Arbitration Association. Each party hereby agrees to submit to arbitration and to cooperate with reasonable good faith diligence in the conduct of resolving all disputes arising hereunder or under any purchase order arising pursuant to this Agreement. Each party agrees to be finally bound for all purposes by the decision reached in arbitration, unless the contesting party can prove that the arbitration award was infected with fraud, misconduct or is manifestly contrary to law. Any dispute arising out of or in connection with this arbitration provision, including any question regarding its existence, validity, scope, or termination shall be referred to and finally resolved by arbitration. Each party agrees to submit to personal jurisdiction in the courts located in or serving Brown County, Wisconsin with respect to any proceeding to enforce an award in arbitration. Each party also agrees that venue in the courts located in or serving Brown County, Wisconsin is proper. Each party agrees not to contest venue or personal jurisdiction in any matter involving the interpretation or enforcement of any award granted in any arbitration conducted in accordance with this Agreement. In any action for the collection of fees due under this Agreement or seeking injunctive relief, the prevailing party shall be entitled to reimbursement of its costs, including reasonable accounting and attorneys' fees, in connection with such proceeding.~~

- ~~16. **Entire Agreement.** This Agreement contains the entire agreement between the parties relating to the subject matter of this Agreement and supersedes all prior agreements and understandings between the parties relating to the subject matter of this Agreement.~~
- ~~17. **Amendment.** This Agreement may not be amended, modified, or terminated except by an instrument in writing signed by all parties to this Agreement.~~
- ~~18. **Assignment.** No assignment of this Agreement or any right accruing hereunder shall be made, in whole or in part, by either party without the prior written consent of the other party.~~
- ~~19. **Binding Effect.** Subject to the provisions regarding assignment, this Agreement shall be binding upon and shall inure to the benefit of the parties hereto and their respective heirs, administrators, executors, successors, and permitted assigns.~~
- ~~20. **Severability.** In case any one or more of the provisions contained in this Agreement shall for any reason be held to be invalid or unenforceable in any respect, then such invalidity or unenforceability shall not affect any other provision hereof and this Agreement shall be construed as if such invalid or unenforceable provision had never been contained herein.~~
- ~~21. **Attorneys' Fees.** If any action at law or in equity is brought to enforce or interpret the provisions of this Agreement, the prevailing party shall be entitled to recover from the other party its reasonable attorneys' fees, and all other related costs in addition to any other relief to which that party may be entitled.~~
- ~~22. **Further Actions.** From time to time, as and when requested by a party hereto, the other party shall execute and deliver, or cause to be executed and delivered, all such documents and~~

~~instrument and shall take, or cause to be taken, all such further or other actions as such other party may reasonably deem necessary or desirable to consummate the transactions contemplated by this Agreement.~~

~~**23. Notice.** All notices and other communications hereunder shall be: (i) in writing, dated with the current date of such notice, and signed by the party giving such notice, and (ii) mail, postpaid, registered, or certified, return receipt requested, addressed to the party to be notified, or delivered by personal delivery or by overnight courier. Notice shall be deemed given when received by the party to be notified or when the party to be notified refuses to accept delivery of the notice. The initial addresses of the parties shall be as follows:~~

~~If to the Consultant: \_\_\_\_\_ DPCF Management LLC  
2525 W Mason Street  
Green Bay, WI 54303~~

~~With a copy to: \_\_\_\_\_ Amanda D. Dempsey~~

~~(add@saxtonstump.com)~~

~~Mary Clapp (mary@delafan.com) If to Franchisee:~~

~~The parties hereto shall have the right from time to time to change their respective addresses by not less than ten (10) days prior written notice to the other party.~~

~~**24. Waiver.** No waiver of any breach or default hereunder shall be considered valid unless in writing and signed by the party giving such waiver, and no such waiver shall be deemed a waiver of any subsequent breach or default of the same or similar nature.~~

~~**25. Representations and Warranties.** Except as otherwise expressly set forth in this Agreement, the Consultant disclaims the making of any other representations or warranties, express or implied, with respect to the Clinic or the administrative services provided herein.~~

~~IN WITNESS WHEREOF, this Agreement has been signed on the day and year first above written.~~

~~CONSULTANT: DPCF MANAGEMENT LLC~~

~~FRANCHISEE: \_\_\_\_\_  
(type/print entity name)~~

~~By: \_\_\_\_\_  
PATRICK FLYNN, MANAGER~~

~~By: \_\_\_\_\_~~

~~Name: \_\_\_\_\_~~

~~Title: \_\_\_\_\_~~

EXHIBIT A TO ADMINISTRATIVE SERVICES AGREEMENT  
**DPCF MANAGEMENT, LLC**  
**Electronic Funds Authorization Agreement**

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I (We)(Purchaser) authorize DPCF MANAGEMENT LLC (Supplier) to initiate debit entries and/or credit corrections entries, electronic or otherwise, as authorized by the Administrative Services Agreement between Purchaser and Supplier. Debit entries for all amounts owed by Purchaser to Supplier pursuant to the Supplier Agreement and any Purchase Order entered into in connection therewith are authorized by this Authorization Agreement and shall be made on such due dates as agreed in the Supplier Agreement or such other dates as Purchaser and Supplier may agree upon from time to time. This authorization shall remain in full force and effect until terminated in writing by Purchaser pursuant to thirty (30) day notice. If for any reason any scheduled payment is returned unpaid by Purchaser's bank, a \$50 per transaction inconvenience fee will be added to the current payment amount due.

\_\_\_\_\_  
Name of Authorized Signatory on Account

\_\_\_\_\_  
Signature Date

\_\_\_\_\_  
Name and Address of Purchaser

**Please choose one of the following options:**

Please attach a cancelled check and provide the following information regarding the account. Name on

Account: \_\_\_\_\_

Depository/Bank Name: \_\_\_\_\_

Transit, Routing, or ABA Number: \_\_\_\_\_

Account Number: \_\_\_\_\_

Your Tax Identification Number: or  
Identification Number from Bank: \_\_\_\_\_

## EXHIBIT 13

### IT SUPPORT SERVICES AGREEMENT

THIS IT SUPPORT SERVICES AGREEMENT is made and entered into this \_\_\_\_\_ (“Effective Date”) by and between \_\_\_\_\_, a \_\_\_\_\_ (“Franchisee”), whose mailing address is \_\_\_\_\_, and NEO IT Managed Services, LLC, a Wisconsin limited liability company (“NIMS”), whose mailing address is 2525 W Mason Street, Green Bay, WI 54303.

#### RECITALS:

- A. Franchisee owns or is in the process of acquiring a The Wellness Way chiropractic and wellness clinic (the “Clinic”)—known as \_\_\_\_\_ which is or will be located at \_\_\_\_\_.
- B. The Clinic provides chiropractic and health restoration services including testing, wellness consulting, and nutritional supplements pursuant to a Franchise Agreement with The Wellness Way Franchise, LLC (“Franchisor”). Capitalized terms not defined herein but defined in the Franchise Agreement shall have the meaning set forth in the Franchise Agreement.
- C. NIMS is an affiliate of Franchisor and is an approved supplier to the franchise system of information technology support services.
- D. Franchisee desires to retain NIMS to provide the IT support services set forth herein.

#### AGREEMENT

For good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, Franchisee and Consultant agree as follows:

1. **Term.** The term of this Agreement shall commence on the Effective Date hereof and shall continue in full force and effect until the end of the current calendar year, unless earlier terminated pursuant to the terms of this Agreement (the “Initial Term”). Thereafter, this Agreement shall be automatically renewed for additional One (1) year terms (each, an “Extension Term” and, together with the Initial Term, collectively referred to as the “Term”) unless either Party notifies the other in writing at least ninety (90) days prior to the renewal date that it elects not to renew this Agreement.

2. **Scope of NIMS Services.** NIMS shall provide the following services to Franchisee as set forth herein:

- a. NIMS will provide Franchisee with the following set-up and configuration services:
  - i. Network Set-Up: Initial configuration of network devices, including firewalls/security appliance, switches, and wireless access points that should support most offices.
  - ii. Phone System Set-Up (Additional charge applies [see ¶ 4] and must be using designated phone system): Setup, and configuration of Phone System features, including call routing, auto attendant, voicemail, and unified communication

features (i.e voicemail to email or softphones); user account set-up and device registration

- iii. **Printer Set-up:** Installation of new printers and configuration of network or local printer connections.
- iv. **Endpoint security set-up:** Installation and management of endpoint devices, including desktops, laptops, and iPad devices. All managed devices must adhere to device standards either before or will be standardized during being added to management.

b. NIMS will provide Franchisee with the following maintenance, trouble shooting, and support services:

**i. Network Solution Support**

- 1. *Monitoring and Maintenance:* Ongoing performance monitoring to ensure network stability, including proactive identification of potential bottlenecks or failures. Include optimization of network traffic up to and including adding another internet provider for redundancy
- 2. *Security Management:* Implementation of security features such as firewall policies, content filtering, and encrypted VPN configurations to ensure a secure network environment.
- 3. *Firmware Updates:* Regular updates to maintain network security and compliance.
- 4. *Incident Response:* Live Technical Support, troubleshooting and resolution of network outages or performance issues within the service level agreement/scope of supported services

**ii. Desktop Support and Troubleshooting**

- 1. *Hardware and Software Support:* Diagnosis and resolution of hardware malfunctions, software errors, and operating system issues on end-user devices. Hardware needs to be DELL (our standard), Apple, or Hewlett Packard (HPE). NIMS will not support white box (home build systems).
- 2. *Application Support:* Assistance with common productivity applications, including Office 365, web browsers, and collaboration tools.
- 3. *User Account Management:* Support for user account issues such as password resets, account lockouts, and permission changes.
- 4. *Remote Support:* Remote troubleshooting for quick resolution of desktop-related issues.

- iii. **Phone Systems Support (Additional charge applies [see ¶ 4] and must be using designated phone system):**
  - 1. *User Support:* troubleshooting call quality or phone connectivity issues.
  - 2. *System Monitoring and Maintenance:* Regular monitoring to ensure system performance and availability.
  - 3. *System Upgrades and Patching:* Applying updates to maintain system security and functionality.
- iv. **Printer Support (Note: Support for printers is limited to 2 hours per month)**
  - 1. *Driver Management:* Ensuring printers are running on the latest drivers for optimal performance.
  - 2. *Troubleshooting:* Resolution of common printer issues such as paper jams, connectivity problems, and print queue errors.
  - 3. *Preventive Maintenance:* Routine inspections and maintenance to minimize downtime.
  - 4. *Recommendations:* Guidance on hardware upgrades or replacements to ensure efficient printing solutions.
- v. **Endpoint Security Support (requires use of designated endpoint security provider)**
  - 1. *Security and Compliance:* Implementation of designated endpoint security solution approved by NIMS IT team such as antivirus, encryption, and compliance monitoring. These are required for all devices that are used to support patients and patient care.
  - 2. *Patch Management:* Regular updates to ensure endpoints are secure and running the latest software versions.
  - 3. *Inventory Management:* Maintaining a detailed inventory of endpoint devices to streamline asset management. (designated provider only)
  - 4. *24/7 Remote Incident Management:* Rapid response to endpoint-related incidents, including malware outbreaks or system failures. (designated provider only)
- vi. **Customer Service and Software Support**
  - 1. *CRM and Ticketing System Management:* Implementation and support of customer service software to track and resolve user issues efficiently.
  - 2. *Customer-Focused Solutions:* Use of software tools to enhance communication and service quality, ensuring customer satisfaction.
  - 3. *User Training and education:* Providing guidance and training to users for effective use of IT systems while guiding through best practices.
- c. NIMS will provide Franchisee with annual security testing to determine compliance with HIPAA, HITRUST, and PHI security standards.

3. **Service Levels.** The monthly base fee for the IT support services (see ¶ 4 below) includes up to eight (8) hours of support per month calculated in thirty-minute increments provided during the standard business hours 8:00 am to 5:00 pm Central, Monday through Friday, not including federal holidays. Hours not used in one month carry over to the next month, but all carry over hours expire at the end of the calendar year and do not carry over into the next calendar year or Extension Term. Additional support hours and support outside standard business hours is available for an additional charge (see ¶ 4 below).

NIMS will use commercially reasonable efforts to timely address support requests received during standard business hours promptly. NIMS will, at its reasonable discretion, categorize support requests and will use reasonable efforts to meet the below outlined response times:

Category of Request (as determined by NIMS)	Example	Anticipated Estimate of Response Time
Sev 1 – Critical	Complete work stoppage	Thirty (30) minutes
Sev 2 – High Priority	More than two (2) staff members unable to complete work	Two (2) business hours
Sev 3 – Medium Priority	Issue with a desktop or laptop	Two (2) business day
Sev 4 – Low Priority	Issue with a desktop or laptop not impacting patient care	Three (3) to (5) business days

4. **Fees.** Franchisee shall remit to NIMS the following payments:

- a. **Monthly Base Support Service Fee.** The recurring monthly base support service fee shall be determined pursuant by the Clinic’s Monthly Gross Sales (“GS”), number of workstations, and number of users as set forth in the chart below. A higher number in any category (GS, Workstations, or Users) will require moving to the next tier.:

<b>Monthly Base Support Service Fee (Phone and Tenant Support - Optional)</b>		
<b>Tier</b>	<b>Description</b>	<b>Fee</b>
<a href="#">Tier 1</a>	<ul style="list-style-type: none"> <li>• <a href="#">GR \$ 0 - \$49,999</a></li> <li>• <a href="#">Up to 3 Workstations</a></li> <li>• <a href="#">Up to 4 users</a></li> </ul>	<a href="#">\$250.00 per month</a> <a href="#">\$50 per month phone support</a> <a href="#">\$10 per month tenant support</a>
<a href="#">Tier 2</a>	<ul style="list-style-type: none"> <li>• <a href="#">GR \$50,000 - \$99,999</a></li> <li>• <a href="#">Up to 4 Workstations</a></li> <li>• <a href="#">Up to 6 users</a></li> </ul>	<a href="#">\$300.00 per month</a> <a href="#">\$75 per month phone support</a> <a href="#">\$10 per month tenant support</a>
<a href="#">Tier 3</a>	<ul style="list-style-type: none"> <li>• <a href="#">GR \$100,000 - \$199,000</a></li> <li>• <a href="#">Up to 6 Workstations</a></li> <li>• <a href="#">Up to 8 users</a></li> </ul>	<a href="#">\$350.00 per month</a> <a href="#">\$75 per month phone support</a> <a href="#">\$20 per month tenant support</a>
<a href="#">Tier 4</a>	<ul style="list-style-type: none"> <li>• <a href="#">GR \$200,000 - \$299,999</a></li> <li>• <a href="#">Up to 8 Workstations</a></li> <li>• <a href="#">Up to 10 users</a></li> </ul>	<a href="#">\$400.00 per month</a> <a href="#">\$100 per month phone support</a> <a href="#">\$20 per month tenant support</a>
<a href="#">Tier 4+</a>	<ul style="list-style-type: none"> <li>• <a href="#">GR \$300,000 and above</a></li> <li>• <a href="#">9 or more Workstations</a></li> <li>• <a href="#">11 or more users</a></li> </ul>	<a href="#">\$450.00 - \$600 per month</a> <a href="#">\$100 per month phone support</a> <a href="#">\$20 per month tenant support</a>

Monthly Base Support Service Fee		
Tier	Description	Fee
Tier 1	<ul style="list-style-type: none"> <li>GS \$ 0 — \$49,999</li> <li>Up to 3 Workstations</li> <li>Up to 4 users</li> </ul>	\$250.00 per month plus \$50.00 per month if phone system support is elected
Tier 2	<ul style="list-style-type: none"> <li>GS \$50,000 — \$99,999</li> <li>Up to 4 Workstations</li> <li>Up to 6 users</li> </ul>	\$300.00 per month plus \$50.00 per month if phone system support is elected
Tier 3	<ul style="list-style-type: none"> <li>GS \$100,000 — \$199,000</li> </ul>	\$350.00 per month plus

Monthly Base Support Service Fee		
Tier	Description	Fee
	<ul style="list-style-type: none"> <li>Up to 6 Workstations</li> <li>Up to 8 users</li> </ul>	\$50.00 per month if phone system support is elected
Tier 4	<ul style="list-style-type: none"> <li>GS \$200,000 — \$299,999</li> <li>Up to 8 Workstations</li> <li>Up to 10 users</li> </ul>	\$400.00 per month plus \$75.00 per month if phone system support is elected
Tier 5	<ul style="list-style-type: none"> <li>GS \$300,000 and above</li> <li>9 or more Workstations</li> <li>11 or more users</li> </ul>	\$475.00 per month plus \$75.00 per month if phone system support is elected

- b. **One-Time Charges.** In addition to the monthly support service base fee, Franchisee agrees to pay the following one-time charges:

Description	Fee
<b>Network (required by FDD)</b>	
<ul style="list-style-type: none"> <li>Network <u>Equipment &amp; 3 Year License</u><u>Build</u></li> </ul>	\$3,500 <u>850.00</u> one-time fee NOTE: an additional fee will be due in 3 years to renew the network software license for an additional 3 years, currently estimated at \$1,500
<ul style="list-style-type: none"> <li><u>Add User/PC</u></li> </ul>	<u>\$20</u>
<ul style="list-style-type: none"> <li><u>PC Build</u></li> </ul>	<u>\$150</u>
<b>Designated Phone System (only if phone support is elected)</b>	
<ul style="list-style-type: none"> <li>Office phone Equipment &amp; Configuration (per phone)</li> </ul>	\$180.00 one-time fee

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<ul style="list-style-type: none"> <li>SIP licenses (dedicated phone number – one per office)</li> </ul>	\$650.00 one - time fee
<ul style="list-style-type: none"> <li><a href="#">Custom Phone System Service</a></li> </ul>	<a href="#">TBD</a>

- c. **Other Recurring Charges.** In addition to the monthly base support service fee, Franchisee agrees to pay the following recurring monthly charges. Franchisee acknowledges that the charges below are pass-through from third party providers and agrees that the cost will increase as the providers increase their charges.

Fee
<a href="#">\$8.00 per softphone per month</a>

Description	Fee
<ul style="list-style-type: none"> <li><a href="#">Phone</a></li> </ul>	<a href="#">\$8.00 per softphone per month</a>
<ul style="list-style-type: none"> <li>MS Office 365 Business Premium</li> </ul>	<del>\$22.00-99</del> per license per month (up to 5 computers)
<ul style="list-style-type: none"> <li><a href="#">MS Office 365 Standard</a></li> </ul>	<a href="#">\$12.50 per license per month (not HIPAA)</a>
<b>Device Endpoint Security License</b>	
<ul style="list-style-type: none"> <li><del>Endpoint</del> <a href="#">CrowdStrike CybersSecurity</a> license</li> </ul>	<del>\$89.00</del> per device per month
<ul style="list-style-type: none"> <li><a href="#">1Password Manager</a></li> </ul>	<a href="#">\$9.99 per month</a>
<ul style="list-style-type: none"> <li><a href="#">Adobe Creative Cloud</a></li> </ul>	<a href="#">\$110.00 per month</a>
<ul style="list-style-type: none"> <li><a href="#">Adobe Acrobat</a></li> </ul>	<a href="#">\$26.40 per month</a>
<ul style="list-style-type: none"> <li><a href="#">Adobe Premier</a></li> </ul>	<a href="#">\$41.80 per month</a>
<ul style="list-style-type: none"> <li><a href="#">Adobe Photoshop</a></li> </ul>	<a href="#">\$41.80 per month</a>
<ul style="list-style-type: none"> <li><a href="#">Claude</a></li> </ul>	<a href="#">\$25 base per month</a>
<ul style="list-style-type: none"> <li><a href="#">Unifi Cyber Secure</a></li> </ul>	<a href="#">\$110 per month</a>

- d. In addition to the monthly support service base fee, Franchisee agrees to pay the following additional charges as incurred:

Description	Fee
<b>Additional IT Support</b>	

<p>Additional IT support hours (if the 8-hours per month &amp; any carryover are exceeded).</p> <ul style="list-style-type: none"> <li>• Additional support to be delivered during standard business hours of 8:00 AM to 5:00 PM CST, Monday through Friday</li> </ul>	<p>\$50 per hour, billed in one (1) hour increments</p>
<p>After-hours / Weekend / Holiday Support</p> <ul style="list-style-type: none"> <li>• (5:01 PM to 7:59 AM CST Monday through Friday)</li> <li>• (5:01 PM Friday through 7:59 AM Monday CST)</li> <li>• Any federal holiday</li> </ul>	<p>\$65.00 per half hour, billed in thirty minute blocks (e.g. 3 hours of after-hours support is \$390)</p>

5. **Franchisee Device Obligations and Covenants.** Franchisee covenants and agrees that all devices and/or workstations that will connect to the network and/or be supported by this Agreement will adhere to the following conditions:

- a. *Inventory Registration:* Each device must be registered with NIMS.
- b. *Approved Device Configuration:* Each device must have a TWW-approved image loaded or TWW-approved operating system and approved software installed on such device. Franchisee must contact NIMS before downloading any additional software or applications.
- c. *No local administrator rights to Workstations / Laptops.* Each workstation must be configured so that software is installed by NIMS and not by a local administrator.
- d. *Network hardware firewall / security appliance replacement:* Network security hardware must be replaced every five (5) years.

6. **Subcontracting**. The Parties acknowledge that NIMS may retain subcontractors and third-parties to assist with and/or provide some or all of the IT services set forth in this Agreement.
7. **Independent Contractor**. Nothing in this Agreement shall, in any way, be construed to constitute NIMS or any of the persons or contractors acting on NIMS's behalf as an agent, employee or representative of Franchisee, but NIMS shall perform the Services hereunder as an independent contractor. Nothing herein shall constitute or be construed to be or create a partnership or joint venture between Franchisee and the NIMS.
8. **Termination**. This Agreement can be terminated by either party under the following circumstances:
  - a. **Termination for Cause**. Notwithstanding the foregoing, either Party may terminate this Agreement for cause at any time during the Term immediately upon written notice (except as otherwise provided below). For purposes of this Section, "cause" shall include, without limitation, the following:
    - i. **Breach**. If either Party fails to materially perform any obligation required hereunder, and such default shall continue for thirty (30) calendar days after written notice from the other party specifying the nature and extent of failure to materially perform such obligation, this Agreement shall terminate automatically and immediately upon the expiration of said thirty (30) calendar day period; provided, however, that if the obligation which the defaulting Party fails to perform is other than the failure to make payment of money, and greater than thirty (30) calendar days are required to perform said obligation, then such Party shall not be in default of this Agreement and this Agreement shall not be terminated as provided hereinabove if such Party commences performance within said thirty (30) day period and diligently pursues said obligation to completion.
    - ii. **Bankruptcy**. If either Party shall apply for or consent to the appointment of a petition in bankruptcy, make a general assignment for the benefit of creditors, file a petition or answer seeking reorganization or arrangement with creditors, or take advantage of any insolvency, or if any order, judgment, or decree shall be entered by any court of competent jurisdiction on the application of a creditor or otherwise adjudicating either Party bankrupt or approving a petition seeking reorganization of either Party or appointment of a receiver, trustee or liquidator of either Party or all or a substantial part of its or her assets, and such order, judgment or decree shall continue stayed and in effect for sixty (60) calendar days after its entry, termination shall be effective automatically and immediately upon the occurrence of the foregoing.
  - b. **Termination for Convenience**. Either Party may terminate this Agreement at any time, without cause, by providing at least ninety (90) days prior written notice to the other Party. As consideration for the resources NIMS has allocated to provide services under this agreement and Franchisee's right to terminate this Agreement under this Section, if Franchisee terminates for convenience, Franchisee shall, upon termination, pay to NIMS a termination fee in an amount equal to One Thousand Dollars and 00/000 (\$1,000) ("**Termination Fee**"). The parties intend the Termination Fee to be liquidated damages constituting compensation, not a penalty. The Parties

b. acknowledge and agree that damages resulting from termination pursuant to this Section would be impossible or very difficult to estimate accurately, and that the Termination Fee is a reasonable estimate of the anticipated or actual harm that may arise from such termination. Franchisee's payment of the Termination Fee is Franchisee's sole liability and entire obligation and NIMS's exclusive remedy for any termination by the Franchisee under this Section.

9. **Privacy Breach.** In the event Franchisee suffers or believes it has suffered a cyber breach or other privacy breach, NIMS will provide prompt and diligent assistance in investigating the breach and aiding Franchisee in responding to the breach. The Parties acknowledge and agree, however, that Franchisee bears the risk of and assumes any and all liability arising out of any cyber or privacy breach.

10. **Indemnification.**

a. NIMS shall indemnify, defend, and hold Franchisee and its officers, directors, shareholders, employees, agents, and representatives harmless from and against any and all losses, damages, claims, actions, suits, proceedings, liabilities, obligations, costs, and expenses, including reasonable attorneys' fees arising out of, or based upon, the gross negligence or willful misconduct of the NIMS.

b. Franchisee shall indemnify, defend, and hold NIMS and its managers, members, employees, agents, contractors, and representatives harmless from and against any and all losses, damages, claims, actions, suits, proceedings, liabilities, obligations, brought or asserted by or on behalf of or suffered by any employees or agents of Franchisee, or arising out of, or based upon, the operation of the Clinic, or arising out of or based upon the gross negligence or willful misconduct of Franchisee, including costs and expenses and reasonable attorneys' fees incurred by NIMS.

11. **Governing Law.** This Agreement shall be governed by and construed in accordance with the laws of the State of Wisconsin.

~~12.~~ **Jurisdiction and Venue.** The Parties agree to mediate any dispute arising out of this Agreement as a condition prerequisite to proceeding with arbitration or any legal action. Subject to the mediation condition precedent, and in the event mediation is unsuccessful, any unresolved dispute between the Parties arising out of or relating to this Agreement shall be, pursuant to the Federal Arbitration Act, resolved exclusively by binding arbitration conducted in Green Bay, Wisconsin in accordance with the Commercial Rules of Arbitration of the American Arbitration Association. Each party hereby agrees to submit to arbitration and to cooperate with reasonable good faith diligence in the conduct of resolving all disputes arising hereunder or under any purchase order arising pursuant to this Agreement. Each party agrees to be finally bound for all purposes by the decision reached in arbitration, unless the contesting party can prove that the arbitration award was infected with fraud, misconduct or is manifestly contrary to law. Any dispute arising out of or in connection with this arbitration provision, including any question regarding its existence, validity, scope, or termination shall be referred to and finally resolved by arbitration. Each party agrees to submit to personal jurisdiction in the courts located in or serving Brown County, Wisconsin with respect to any proceeding to.

enforce an award in arbitration. Each party also agrees that venue in the courts located in or serving Brown County, Wisconsin is proper. Each party agrees not contest venue or personal jurisdiction in any matter involving the interpretation or enforcement of any award granted in any arbitration conducted in accordance with this Agreement. In any action for the collection of fees due under this Agreement or seeking injunctive relief, the prevailing party shall be entitled to reimbursement of its costs, including reasonable accounting and attorneys' fees, in connection with such proceeding.

**13.12. Entire Agreement.** This Agreement contains the entire agreement between the parties relating to the subject matter of this Agreement and supersedes all prior agreements and understandings between the parties relating to the subject matter of this Agreement.

**14.13. Amendment.** This Agreement may not be amended, modified, or terminated except by an instrument in writing signed by all parties to this Agreement.

**15.14. Binding Effect.** Subject to the provisions regarding assignment, this Agreement shall be binding upon and shall inure to the benefit of the parties hereto and their respective heirs, administrators, executors, successors, and permitted assigns.

**16.15. Severability.** In case any one or more of the provisions contained in this Agreement shall for any reason be held to be invalid or unenforceable in any respect, then such invalidity or unenforceability shall not affect any other provision hereof and this Agreement shall be construed as if such invalid or unenforceable provision had never been contained herein.

**17.16. Attorneys' Fees.** If any action at law or in equity is brought to enforce or interpret the provisions of this Agreement, the prevailing party shall be entitled to recover from the other party its reasonable attorneys' fees, and all other related costs in addition to any other relief to which that party may be entitled.

**18.17. Notice.** All notices and other communications hereunder shall be: (i) in writing, dated with the current date of such notice, and signed by the party giving such notice, and (ii) mail, postpaid, registered, or certified, return receipt requested, addressed to the party to be notified, or delivered by personal delivery or by overnight courier. Notice shall be deemed given when received by the party to be notified or when the party to be notified refuses to accept delivery of the notice. The initial addresses of the parties shall be as follows:

If to the Consultant: NEO IT Managed Services LLC  
2525 W Mason Street  
Green Bay, WI 54303

With a copy to: Amanda D. Dempsey, Esq  
Saxton & Stump  
100 Deerfield Lane, Suite 240  
Malvern, PA 19355  
(add@saxtonstump.com)

Mary Clapp (mary@delafra.com) If to Franchisee:

The parties hereto shall have the right from time to time to change their respective addresses by not less than ten (10) days prior written notice to the other party.

**19.18. Waiver.** No waiver of any breach or default hereunder shall be considered valid unless in writing and signed by the party giving such waiver, and no such waiver shall be deemed a waiver of any subsequent breach or default of the same or similar nature.

**20.19. Representations and Warranties.** Except as otherwise expressly set forth in this Agreement, NIMS disclaims the making of any other representations or warranties, express or implied, with respect to the Clinic or the administrative services provided herein.

IN WITNESS WHEREOF, this Agreement has been signed on the day and year first above written.

**NIMS:** NEO IT Managed Services LLC

**FRANCHISEE:** \_\_\_\_\_  
(type/print entity name)

By: \_\_\_\_\_

By: \_\_\_\_\_

Name: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

Title: \_\_\_\_\_

EXHIBIT A TO IT SUPPORT SERVICES AGREEMENT  
**NEO IT MANAGED SERVICES, LLC**  
**Electronic Funds Authorization Agreement**

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I (We)(Purchaser) authorize NEO IT MANAGED SERVICES LLC (Supplier) to initiate debit entries and/or credit corrections entries, electronic or otherwise, as authorized by the IT Support Services Agreement between Purchaser and Supplier. Debit entries for all amounts owed by Purchaser to Supplier pursuant to the Supplier Agreement and any Purchase Order entered into in connection therewith are authorized by this Authorization Agreement and shall be made on such due dates as agreed in the Supplier Agreement or such other dates as Purchaser and Supplier may agree upon from time to time. This authorization shall remain in full force and effect until terminated in writing by Purchaser pursuant to thirty\_

(30) day notice. If for any reason any scheduled payment is returned unpaid by Purchaser's bank, a \$50\_ per transaction inconvenience fee will be added to the current payment amount due.

\_\_\_\_\_  
Name of Authorized Signatory on Account

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Date

\_\_\_\_\_  
Name and Address of Purchaser

**Please choose one of the following options:**

Please attach a cancelled check and provide the following information regarding the account. Name on

Account: \_\_\_\_\_

Depository/Bank Name: \_\_\_\_\_

Transit, Routing, or ABA Number: \_\_\_\_\_

Account Number: \_\_\_\_\_

Your Tax Identification Number: or  
Identification Number from Bank: \_\_\_\_\_

## EXHIBIT 14

### Master Product and Services Agreement (“MPSA”)

THIS AGREEMENT (“Agreement”) is made by and between NEO IT Managed Services LLC, a limited liability company formed under the laws of Wisconsin] doing business as “NEO” (hereinafter referred to as “NEO”), having its principal place of business at 2525 West Mason Street, Green Bay, Wisconsin, 54303 and [Client full name] a Client entity - e.g. limited liability corporation [state/jurisdiction of incorporation or formation] having its principal place of business at Client street address, Client City, ST ZIP (hereinafter referred to as “Client”), (individually a “Party” and collectively the “Parties”). This Agreement is made effective as of the date indicated below the Client signature on this Agreement and accepted by NEO.

WHEREAS, NEO provides software, hardware, and managed solution services to organizations in the design, deployment, and support of IT infrastructure and applications systems, as well as integration and related Managed Services and

WHEREAS, NEO has or can obtain certain additional software products including third-party software licenses and hardware and provides additional Professional Services, and

WHEREAS Client desires to obtain, and NEO agrees to provide, Services or Products as specified herein in accordance with the terms of this Agreement, and

IN CONSIDERATION of the terms and conditions contained below, the Parties hereto agree to the following:

#### 0.0 DEFINITIONS

- 0.1. **Affiliate:** All entities affiliated with Client through common ownership including, without limitation, its parent, any related companies, and subsidiaries, if any.
- 0.2. **Confidential Information:** Certain financial, technical, legal, marketing, network, and/or other business information, reports, records, or data (including, but not limited to, computer programs, code, systems, applications, analyses, passwords, procedures, output, information regarding software, sales data, vendor lists, customer lists, and employee- or customer-related information, business strategies, advertising and promotional plans, creative concepts, specifications, designs, and/or other material) which the disclosing party deems, and the receiving party should consider, proprietary and/or confidential (and of independent economic value) to the disclosing party. For the avoidance of doubt, Confidential Information means: (a) with respect to NEO, NEO's (and its permitted subcontractors') Services and/or preexisting proprietary materials, including templates, software tools and scripts, licensed or provided to, or accessed by, Client hereunder, network information, functional and design specifications, and (b) with respect to Client, Personally Identifiable Information, and any financial, technical, legal, marketing, network, and/or other business information of Client's and its Affiliates' franchisees, employees, and customers.
- 0.3. **Device:** Any technical device that can be used for creating, storing, or transmitting information in the form of electronic data including, but not limited to, a PC, workstation, tablet, mobile phone, shop floor computer, and handheld scanner.
- 0.4. **Intellectual Property Rights:** All intellectual property or other proprietary rights, whether registered or unregistered, in any jurisdiction, including all such rights in patents and patent applications, trademarks (including any goodwill therein or relating thereto), service marks, trade names, business names, internet domain names, copyrights (including rights in computer software), moral rights, database rights, design rights, rights in know-how, rights in confidential information and trade secrets, and rights in inventions (whether or not patentable

- 0.5. **Personally Identifiable Information” and “PII”:** Personal information that is, without limitation, names, phone numbers, mailing addresses, credit card information, social security numbers, and/or account or financial information of Client and its Affiliates and their franchises and the past, present and future customers (including potential customers), sales associates, brokers of and vendors to the foregoing and of any other persons or entities who provide personally identifiable information to Client and all other personally identifiable information stored in either Client's, its Affiliates' and their franchisee's computer systems or in NEO's (or its subcontractor's) computer system for the purposes of performing the Services hereunder.
- 0.6. **Professional Services:** services related to hardware or software products including, but limited to, product and system installation or system configuration not delivered as part of the Managed Services.
- 0.7. **Quote:** A quotation for Third-Party Products submitted to Client, or Client's Affiliate if applicable, by NEO.
- 0.8. **Security Plan:** Security plan mutually agreed upon by the parties, which shall be incorporated by reference into this Agreement as if fully set forth herein and which shall be attached (or be deemed to be attached) to this Agreement as Exhibit A, as the same may be amended or modified from time to time by the parties in writing.
- 0.9. **Services:** Collectively, the Managed Services and Professional Services provided by NEO under this Agreement.
- 0.10. **Statement of Work or SOW:** Specific written work authorizations for Managed Services and Professional Services prepared by NEO, mutually agreed to and executed by the Parties specifying the service to be performed by NEO.
- 0.11. **Third-Party Products:** Third-party products including software, software documentation, hardware, equipment, or other technology in which any person or entity, other than NEO, has any right, title or interest including any restrictions or obligations (such as obligations to obtain consents or approvals and restrictions that may be eliminated only by obtaining such consents or approvals) applicable to the computer software or technology.
- 0.12. **User:** Client and Client's Affiliate's and their duly authorized Employees. In the event that NEO has agreed to grant to Client the right to allow other Persons beyond Users (as defined in the previous sentence) to use the Third-Party Products, "User" shall include such additional Persons subject to the terms and conditions of this Agreement.

## 1.0 AFFILIATES

- 1.1. If "Affiliates" are included in any SOW or Quote this Agreement, such Affiliates may utilize the terms of this Agreement upon submission of a signed Quote (hereinafter defined) or SOW (hereinafter defined) referencing this Agreement and shall constitute such Affiliate's agreement to be bound by the terms and conditions of this Agreement as if such Affiliate was the Client. In such instance, the terms and conditions of this Agreement shall apply to NEO and such Affiliate. Client hereby warrants that any Quote or SOW entered into by its Affiliate shall have been duly authorized by all necessary corporate action and constitutes a legally binding obligation of such Affiliate and Client enforceable in accordance with its terms and conditions and that Client shall be fully responsible for any losses incurred by such Affiliate as if such losses were caused by Client. For the avoidance of doubt, nothing contained in this Agreement shall limit or prevent NEO from enforcing any rights it may have against Client or any of its Affiliates.

## 2.0 TERM OF AGREEMENT

- 2.1. This Agreement shall remain in effect for five (5) years from the Effective Date ("Initial Agreement Term") and shall renew for successive five year terms (each a "Renewal Agreement Term") unless

notice is provided by either party at least 90 days prior to the expiration of the then current Initial Agreement Term or Renewal Agreement Term.

### **3.0 PRODUCT PURCHASE**

- 3.1. Client may purchase certain software or hardware Third-Products through NEO provided by third-party developers or manufacturers pursuant to the terms of this Agreement.
- 3.2. Client shall place an order for Third-Party Products by submitting a written purchase order (an acceptable purchase order shall be referred to herein as a "Purchase Order"). Acceptance of an order by NEO shall be by written confirmation of acceptance (by email or facsimile) or by shipping the Products.
- 3.3. Delivery shall be made F.O.B. the place of shipping. All matters relating to shipment shall be determined by NEO. Title to the Third-Party Products and risk of loss or damage to the Products shall pass to the Client upon shipment of the Third-Party Products to Client. Client acknowledges that the manufacturer or developer of the Third-Party Products controls the delivery date of the Third-Party Products and NEO shall have no liability for delays in delivery. The Client is solely responsible for the successful installation and implementation of the Third-Party Products unless Client enters into a separate services agreement with NEO for the provision of such services.
- 3.4. Client shall execute and deliver the purchase, license and services agreements of third-party vendors. Client shall comply with the terms and conditions of such agreements.

### **4.0 MANAGED SERVICES**

#### **4.1. Provision of Managed Services**

- a. Prior to performing any Managed Services, Client and NEO shall duly execute a SOW that sets forth the scope of Managed Services to be provided, fees, other expenses, and any other additional terms as may be agreed to by the parties for such Managed Services.

#### **4.2. Initial Managed Services Term and Renewal Managed Services Terms**

- a. The term for Professional Services shall be for the period stated in the relevant SOW.
- b. Subject to the terms and conditions hereof, the Managed Services shall remain in effect for the duration of the SOW. Client acknowledges and agrees that unless otherwise expressly stated therein, each SOW for services will include an Initial Term of thirty-six (36) months from acceptance.
- c. The term of the Managed Services shall commence on the effective date and continue for a period equal to the Initial Term. Unless either Party provides written notice of its intent not to renew the Managed Services to the other Party a minimum of ninety (90) days prior to the end of the then-current term, the Managed Services will automatically renew for successive twelve (12) month periods.

#### **4.3. Data Privacy and Security Plan**

- a. The Security Plan, attached hereto as Exhibit A, shall disclose and identify, at a minimum, (i) the nature and functions of any electronic means (including, but not limited to, electronic mail, Web site, and/or the Internet) by which NEO intends to assist Client in the provision of the Managed Services; (ii) the security on the equipment used; (iii) the use of PII and/or business-related information in test and deployment; (iv) the security controls in place (including, but not limited to, firewalls, web security, e-mail protection, intrusion detection, incident response process, virus protection, and physical security); and (v) the necessary security processes, procedures, and practices to support the security controls and infrastructure.
- b. NEO shall comply with Client's and its Affiliates' reasonable policies, standards, procedures, and guidelines for privacy, information protection, and data and systems security (which policies and guidelines can be made available upon NEO's reasonable request), and with all applicable privacy laws and regulations (including, but not limited, to those of the United

States and of the European Union Member countries). NEO shall maintain security controls over resources it provides on behalf of Client and its Affiliates, which controls shall protect the confidentiality, privacy, integrity and availability of Client's and its Affiliates' information (including the information of its and their employees, franchisees, sales associates, brokers, and Clients). Unless otherwise specified in the Security Plan, such controls (and the measures to be employed by NEO with respect thereto) include, but are not limited to, (a) requiring unique identification and authorization of all users, (b) limiting administrator-level control to only authorized persons, (c) implementing access controls on all data, software or other file-system objects limiting access to only authorized users, (d) allowing only the protocols required for the function and management of the solution to be transmitted or utilized, (e) ensuring the integrity of all data stored or processed, and (f) preventing the loss of data processed or transferred.

- c. During the term of this Agreement, and for six (6) months thereafter, Client reserves the right to audit (upon reasonable notice to NEO), by physical inspection and/or electronic means, the Managed Services, equipment, and/or Managed Services' sites (including physical environment, and related infrastructure and procedures) to determine NEO's compliance with this Agreement, which audit may be performed by employees of, or authorized agents retained by, Client. Such audits will include but are not limited to on-site inspections of NEO's facilities, reviews of access logs, and observation of day-to-day operations where possible and does not require access to systems that contain other client's data or information.
- d. To the extent that NEO has access to Personally Identifiable Information NEO acknowledges that it shall hold such information in the strictest of confidence, and protect such information, in accordance with NEO's privacy policies, the confidentiality provisions set forth in this Agreement, and applicable law. For the avoidance of doubt, NEO's obligation to hold Personally Identifiable Information in the strictest of confidence includes without limitation the following measures: (i) encrypting Personally Identifiable Information during any data transmission(s) and while stored on equipment; and (ii) certify in writing to Client's information protection department that Personally Identifiable Information has been returned to Client, or destroyed (if requested by Client), after its use. In addition, NEO shall not use or disclose Personally Identifiable Information without Client's and the employee's or Client's prior written consent. In the event that Client and the employee or Client so consents, NEO may disclose such Personally Identifiable Information only to the extent expressly permitted by such employee or Client and only in accordance with the terms of this Agreement and applicable law.
- e. NEO shall immediately notify Client in writing in the event that there is a proposed material change in the system environment that is being maintained or supported by NEO in the provision of the Managed Services and/or equipment under the applicable SOW.

## **5.0 PROFESSIONAL SERVICES**

- 5.1. Client may request NEO to perform Professional Services that are not defined as Managed Services in a SOW on a time and materials or fixed fee basis by way of a mutually agreed SOW under this Agreement. The SOW will govern the provision of Professional Services.
- 5.2. Prior to performing any Professional Services, Client and NEO shall duly execute a SOW that sets forth the scope of Professional Services to be performed, project schedule, associated rates, fees, other expenses, and any other additional terms as may be agreed to by the parties for such Professional Services.
- 5.3. The term for Professional Services shall be for the period stated in the relevant SOW.

## **6.0 FEES AND PAYMENTS**

### **6.1. Hardware and Software Third-Party Products**

- a. Client shall pay the purchase price for the third-party computer hardware (“Hardware”), the third-party software (including a license to use such software) (“Software”) specified on a Quote. In addition to the purchase price, Client shall pay, upon receipt of NEO's invoice, all transportation charges, insurance, installation charges and all taxes (including, but not limited to, sales, use, privilege, ad valorem and excise taxes) and customs duties paid or payable by NEO, however designated, levied or based on amounts payable to NEO under this Quote, excluding only taxes based on NEO's income.
- b. Failure to pay the purchase price and other charges due hereunder when due, as well as any attempt by Client to sell, assign, mortgage or otherwise encumber or convey the Third-Party Products prior to payment in full shall be a default, entitling NEO to all of the rights and remedies of a secured party under the Uniform Commercial Code or other applicable law of the State or States in which the Hardware is located. In addition, NEO shall have the right to require Client to assemble and make the Third-Party Products available to NEO at a place to be designated by NEO, which place is reasonably convenient to both parties and the right to retain the Third-Party Products, in whole or in part, in partial satisfaction of the indebtedness secured hereby, and to recover from Client any difference between the total amount due hereunder and the fair market value of the retained Third-Party Products and reasonable attorney's fees incurred in connection with the enforcement of this purchase.

**6.2. Managed Services.**

- a. Client agrees to pay to NEO the one-time fees and monthly recurring fees as set forth in the SOW.
- b. If Client is delinquent in its payments, NEO may, upon written notice to Client, modify the payment terms to require full payment before the provision of all Managed Services and NEO-supplied equipment or require other assurances to secure Client's payment obligations hereunder. NEO reserves the right to suspend or cancel performance of all or part of the Managed Services if actual payment of an uncontested invoice has not been received within sixty (60) days of the invoice date.

**6.3. General**

- a. Managed Services will be invoiced on a monthly basis for the month preceding Managed Services.
- b. Time and Materials Professional Services will be invoiced monthly in arrears as specified in the relevant SOW.
- c. Fixed Fee Professional Services will be invoiced on a mutually agreed milestone schedule as defined in the relevant SOW.
- d. Payment by Client is due within 15 days of invoice from NEO (Net 15) and shall be considered past due if payment is not received by NEO within thirty (30) days from Client's receipt of a correct and uncontested invoice. Any payment not received within thirty (30) days of the invoice date will accrue interest at a rate of one and a half percent (1.5%) per month, or the highest rate allowed by applicable law, whichever is lower. Client shall reference the invoice and the applicable SOW or Quote in any payment to NEO under this Agreement.
- e. NEO may use a third-party payment service to bill Client through an online account. By submitting payment account information, Client grants NEO the right to store and process such information with the third-party payment service and agrees that NEO will not be responsible for any failures of the third party, including any failures to adequately protect such information. The processing of payments will be subject to the terms, conditions and privacy policies of such third-party payment service in addition to this Agreement. NEO may choose to bill through an invoice, in which case, full payment for invoices issued in any given month must be received by NEO fifteen (15) days after the mailing date of the invoice.

## 7.0 TAXES

7.1. The fees quoted by NEO do not include any federal, state, or local property, license, privilege, sales, use, excise, gross receipts, value added, or other taxes that may now or hereafter be applicable to, measured by, or imposed upon, or with respect to, any transaction, any property (including without limitation its sale, its value, or its use), any Third-Party Product, any Services related to this Agreement. Client agrees to pay NEO for any such taxes that NEO, or NEO's subcontractors or suppliers, are required to pay, excluding any taxes relating to NEO's income. Stated fees for the Services shall be valid for twelve (12) months from the Services start date (as defined in the SOW), after which fees may be increased once per year in NEO's discretion, on the anniversary of the Services start date. Where a Quote or SOW lists more than one Client site, NEO shall start invoicing for the Services that are recurring as each site is readied, but the term of the SOW shall not commence until the first day of the month immediately following the date the last site is readied for the Services.

## 8.0 PURCHASE ORDERS

8.1. Client or Client's Affiliate shall submit Purchase Orders to the following address:  
NEO IT Managed Services, LLC  
2525 West Mason Street  
Green Bay, Wisconsin, 54303  
Attention: Director of Services Delivery  
Email: ManagedServicesSupport@neoinnovations.com

## 9.0 CLIENT RESPONSIBILITIES

### 9.1. Managed Services.

a. Client shall: (a) designate one of its employees or agents to serve as its primary contact with respect to this Agreement and to act as its authorized representative with respect to matters pertaining to this Agreement (the "Client Contract Manager"), with such designation to remain in force unless and until a successor Client Contract Manager is appointed; (b) require that the Client Contract Manager respond promptly to any reasonable requests from NEO for instructions, information, or approvals required by NEO to provide the Managed Services; (c) cooperate with NEO in its performance of the Managed Services and provide access to Client's premises, employees, contractors, and equipment as required to enable NEO to provide the Managed Services; and (d) take all steps necessary, including obtaining any required licenses or consents, to prevent Client caused delays in NEO's provision of the Managed Services.

### 9.2. Professional Services

a. Back-up all data, software, operating systems, software configurations and networking configurations in preparation for and during the performance of the Services. NEO shall not be liable for any lost, damaged, or corrupted data.  
b. Prior to NEO Consultant coming on-site for services, provide resource contact information; names, phone numbers, email addresses and location.  
c. Promptly inspect and accept Professional Services upon completion by NEO.  
d. Provide all NEO consultants working on-site with a work environment conducive to the on-  
e. Designate a Client team, with clearly delineated responsibilities, who will actively participate in the project and be available to provide timely input to process and design decisions, testing validation, and feedback as questions and issues arise. These individuals include subject matter experts, IT resources, and application experts who can assist with integrations.  
f. Identify a representative authorized to receive project deliverables and to respond to inquiries from the project team regarding requirements or design. Client's representative shall have five (5) business days to respond to inquiries made by NEO unless stated otherwise herein.

### 9.3. General.

- a. For Services, in addition to the requirements in Sections 9.1 and 9.2, Client shall also: (i) provide a suitable environment for the operation of any NEO provided hardware, software, or personal property (collectively, the "Solution") at a Client location and take all reasonable precautions to protect the Solution and provide physical support for NEO for the maintenance of the Solution; (ii) not alter the Solution; and (iii) pay for any repairs to or replacements of the Solution caused by Client's misuse, negligence or violation of this Agreement. Client shall be responsible for, agrees to procure insurance coverage on, and hereby assumes the entire risk and liability with respect to the Solution being lost, damaged, destroyed, and stolen as of the date such Solution arrives at the Client's location. Such insurance coverage shall: (a) be issued by insurers with a "General Policyholders Rating" of at least A-, VIII, as set forth in "Best's Insurance Guide,;" (b) include coverage of personal property specifically insuring such Solution for its full replacement cost, without consideration for depreciation; (c) include broad form "All Risks" of physical damage coverage; (d) list NEO (and, upon written request, any Assignee, as defined hereunder) as loss payee under the personal property insurance policy; and (e) list NEO (and, upon written request, any Assignee) as an additional insured under a commercial general liability policy with limits no less than \$1,000,000 USD per occurrence with \$3,000,000 USD annual aggregate, unless otherwise agreed upon in a Quote or SOW. Upon reasonable advance notice to Client, NEO shall have reasonable access to Client's facilities for the purpose of allowing a NEO representative to maintain the Solution; provided, that a representative of Client may accompany NEO's representative and be present during the performance of any such maintenance. Upon the expiration or termination of this Agreement or a Quote or SOW, as applicable, and upon reasonable advance notice to Client, NEO shall be permitted to enter Client's facilities and remove any Solution.

## 10.0 REPRESENTATIONS AND WARRANTIES

### 10.1. NEO hereby:

- a. represents to Client that NEO is aware that Client is relying upon NEO's skill and judgment in providing the Services;
- b. warrants to Client that the Services will be performed in a professional and workman-like manner in accordance with generally recognized industry standards for similar services and shall devote adequate resources to meet its obligations under this Agreement.
- c. DOES NOT WARRANT OR GUARANTEE in any form the results or achievements of the Services it provides except as otherwise specifically stated in a SOW.
- d. shall not, without Client's prior written consent and without complying with Client's security policies and procedures, access or remove from Client's premises any Confidential Information, computer systems, and/or other property of Client, its Affiliates, employees, sales associates, franchisees, brokers, or customers; and
- e. shall at all times comply with Client's written policies, procedures, and guidelines provided to NEO in advance regarding information protection, systems and data security, and privacy, and shall not tamper with, compromise, or attempt to circumvent any physical or electronic security or audit measures employed by Client in the course of Client's business operations, and/or compromise the security of Client's computer systems, databases, networks, and/or facilities.

- 10.2. **Remedy.** If, within 30 days following completion of the Services under any addendum, such Services fail to meet the previously mentioned standards, and Client advises NEO thereof in writing within 30 days after delivery of such Services, NEO shall correct or re-perform the applicable services. Notwithstanding any provision to the contrary in this Agreement, this Section 10.2 shall be the sole and complete remedy available to Client for breaches of Section 10.1.b.

### 10.3. Disclaimer

- a. Except as otherwise explicitly stated in this Agreement, the Services, Third Party Products, and deliverables and all other materials provided by NEO are provided “as is” and NEO makes no representations or warranties of any kind, expressed or implied, including but not limited to the implied warranties of merchantability, fitness for a particular purpose, non-infringement, availability, performance or accuracy; except that is which outlined in Section 11, NEO furthermore does not warrant or guarantee that the Services, Third Party Products, deliverables, materials or other products will meet all of the requirements of Client, provided, however that the Services, including any related deliverables shall materially conform to the specifications and acceptance criteria set forth in any SOW issued hereunder.
- b. NEO’s obligation to repair any non-conforming deliverable during the warranty period shall be Client’s sole and exclusive remedy for a breach of the limited warranty under this Section 10.3.

### 10.4. Third-Party Products

- a. Notwithstanding anything to the contrary in this Agreement, Third-party Products are not covered by any warranty from NEO. All Third-Party Products and third-party services are covered by their own respective manufacturer’s warranty which shall be passed on to Client if so permitted by the manufacturer of such product. Client acknowledges that some manufacturers have specific rules and covenants about their items being worked on by parties other than their authorized representatives. CLIENT EXPLICITLY ACKNOWLEDGES AND AGREES THAT NEO IS NOT RESPONSIBLE FOR ANY WARRANTY DEFECT OR VOID OF WARRANTY THAT MAY RESULT. It is the Client’s responsibility to ensure that any product that is in place that is worked on by NEO, in the normal course of the project, will not void or defect the warranty.
- b. NEO is not responsible for software defects associated with products developed or sold by other parties. Within reason, NEO will attempt to facilitate the process of software defect resolution through existing support mechanisms contracted by Client.

## 11.0 LIMITATION OF LIABILITY

- 11.1. IN NO EVENT WILL NEO BE LIABLE FOR ANY INDIRECT, INCIDENTAL, CONSEQUENTIAL, SPECIAL, PUNITIVE, OR ANY OTHER NONDIRECT DAMAGES INCLUDING, WITHOUT LIMITATION, LOST PROFITS OR FUTURE REVENUE. COST OF CAPITAL, LOSS OF BUSINESS REPUTATION, LOSS OF OR DAMAGE TO DATA, OR ANY CLAIM OR DEMAND AGAINST THE OTHER PARTY BY A THIRD PARTY, HOWEVER CAUSED, WHETHER UNDER THEORY OF CONTRACT, TORT (INCLUDING NEGLIGENCE) OR OTHERWISE, EVEN IF SAID PARTY HAS BEEN ADVISED OF THE POSSIBILITY OF SUCH DAMAGES AND EVEN IF ANY REMEDY FAILS OF ITS ESSENTIAL PURPOSE.
- 11.2. NEO’S LIABILITY UNDER THIS AGREEMENT OR OTHERWISE ARISING OUT OF THIS AGREEMENT REGARDLESS OF THE FORM OF ACTION, WHETHER UNDER THEORY OF CONTRACT, TORT (INCLUDING NEGLIGENCE) OR OTHERWISE, SHALL NOT EXCEED AN AMOUNT EQUAL TO THE BASE MONTHLY SERVICE FEE PAID OR PAYABLE BY CLIENT TO NEO FOR A PERIOD OF ONE (1) YEAR, UNDER THE APPLICABLE QUOTE OR SOW UNDER WHICH NEO IS PERFORMING SERVICES WITH RESPECT TO WHICH SUCH CLAIM RELATES. THESE LIMITATIONS SHALL APPLY TO THE FULLEST EXTENT ALLOWED BY LAW, AND EACH PARTY AGREES TO RELEASE THE OTHER PARTY, ITS OFFICERS, DIRECTORS, EMPLOYEES, AFFILIATES, REPRESENTATIVES AND AGENTS FROM AND AGAINST ANY AND ALL LIABILITY EXCEEDING THE LIMITS STATED IN THIS PROVISION, REGARDLESS OF THE THEORY OF LIABILITY OR REMEDY UNDER WHICH DAMAGES ARE SOUGHT.

11.3. NEO WILL IN NO WAY BE HELD RESPONSIBLE OR LIABLE FOR DAMAGES, MONETARY OR OTHERWISE, BY CLIENT, OR ANY OTHER AFFECTED PARTY, IN THE EVENT OF SECURITY BREACHES OR NETWORK SECURITY-RELATED OUTAGES, DAMAGES, OR LOSSES AND NEO EXPRESSLY DISCLAIMS ANY REPRESENTATIONS AND WARRANTIES WITH REGARD TO THE PROVISION OF ANY SERVICES RELATING TO SYSTEMS OR DATA SECURITY OR PRIVACY.

## 12.0 INDEMNIFICATION

- 12.1. Each Party (the “Indemnifying Party”) shall indemnify and defend the other Party and such Party’s shareholders, directors, officers, employees, representatives, agents, successors, and assigns (collectively the “Indemnified Party”), and shall pay any and all damages, costs and expenses (including reasonable attorneys’ fees) incurred by the Indemnified Party as a result of, or arising out of, claims, suits, or demands of third parties for loss of life, personal injury, and/or damage to real or tangible personal property, to the extent such loss or damage is caused by the gross negligence or willful misconduct of the Indemnifying Party. The indemnification obligations set forth herein are contingent upon the Indemnified Party providing the Indemnifying Party with prompt notice of any such claims and providing all reasonable assistance requested by the Indemnifying Party in the defense of such claims.
- 12.2. NEO is not responsible and has no obligation to Client or any third party under this Agreement for any claims based on any manufacture, use, sale, offer for sale, reproduction, distribution, derivation, display, performance, modification, or other activity with respect to any hardware, software or other personal property (whether tangible or intangible) obtained, owned, possessed, licensed, or used by Client, including but not limited to any hardware, software, or other personal property of Client or any third party with respect to which NEO provides Services under this Agreement, or which is relied on, used, or integrated into operations by NEO in the performance of Services.
- 12.3. If a third party brings or threatens a claim against NEO based on any contention that any hardware, software or other personal property used by NEO in the performance of Services infringes on or misappropriates that third party’s patent, copyright, trade secret, trademark or other proprietary right, excluding any claims based on and solely to the extent of NEO’s unauthorized use or misuse of such hardware, software or other personal property, Client will indemnify and defend NEO and its officers, directors, employees, and representatives from and against that claim at Client’s expense and pay all costs, damages, and attorney fees incurred by NEO in connection with such claim, provided that NEO (i) promptly notifies Client in writing of the claim; and (ii) allows Client to control, with NEO’s reasonable cooperation, the defense of such claim and any related settlement negotiations; provided further that any failure or delay by NEO in providing such notice shall not relieve Client from its obligation to indemnify under this Agreement except to the extent such failure or delay actually and materially causes prejudice to Client. Client shall not settle any such claim in a manner that would result in an admission of liability or a payment obligation on the part of NEO without the prior express written permission of NEO.

## 13.0 CYBERSECURITY RESPONSIBILITIES, INDEMNIFICATION, AND LIMITATION OF LIABILITY

- 13.1. **Cybersecurity Services.** NEO shall implement commercially reasonable administrative, technical, and physical safeguards—through its licensed cybersecurity platform (the “Cybersecurity Services”)—to help protect Client’s network, systems, and data against unauthorized access, disclosure, alteration, and destruction.
- 13.2. **NO GUARANTEE OF PREVENTION.** CLIENT ACKNOWLEDGES AND AGREES THAT NO CYBERSECURITY SOLUTION OR SERVICE CAN GUARANTEE COMPLETE PROTECTION FROM ALL CYBERSECURITY THREATS. NEO DOES NOT WARRANT

THAT ITS CYBERSECURITY SERVICES WILL PREVENT ALL UNAUTHORIZED ACCESS, MALWARE, RANSOMWARE, PHISHING, DATA LOSS, OR OTHER CYBER THREATS.

**13.3. Client Responsibilities**

- a. Client agrees to: (a) use best efforts to maintain secure computing practices and follow NEO's reasonable security recommendations;
- b. Not interfere with or disable any of the Cybersecurity Services or alerts;
- c. Promptly notify NEO of any actual or suspected security incidents.

**13.4. Indemnification for Cybersecurity Events.** Notwithstanding anything to contrary elsewhere in this Agreement, Client agrees to indemnify, defend, and hold harmless NEO, its affiliates, and their respective officers, directors, employees, and subcontractors from and against any and all third-party claims, damages, losses, liabilities, costs, and expenses (including reasonable attorneys' fees) arising out of or relating to a cybersecurity event affecting Client's systems or data, except to the extent such event was caused by the gross negligence, willful misconduct, or material breach of this Agreement by NEO.

**13.5. Cyber Security Limitation of Liability.** Notwithstanding any other provision in this Agreement: (a) NEO's total cumulative liability for any and all claims arising out of or related to Cybersecurity Services, whether in contract, tort (including negligence), or otherwise, shall not exceed the greater of (i) the total fees paid by Client under this Agreement in the twelve (12) months preceding the claim, or (ii) \$150,000 whichever is less. (b) In no event shall either party be liable for any indirect, incidental, special, punitive, or consequential damages, including but not limited to loss of profits, data, or business opportunity, even if advised of the possibility of such damages.

**13.6. Cybersecurity Insurance.** NEO represents that it maintains commercially reasonable cyber liability insurance with minimum coverage of \$1,000,000 per occurrence. Client is encouraged to maintain its own cybersecurity insurance coverage appropriate to its operations and risk profile.

**14.0 EMPLOYEE**

All personnel assigned by NEO to perform the Services will be employees of NEO or NEO's Affiliate, or subcontractors of NEO, and NEO will pay all salaries and expenses of, and all federal, social security, federal and state unemployment taxes, and any other payroll or withholding taxes relating to such employees. NEO will be considered, for all purposes, an independent contractor, and it will not, directly or indirectly, act as an agent, servant, or employee of Client, or make any commitments or incur any liabilities on behalf of Client without Client's prior written consent.

**15.0 SUBCONTRACTORS**

NEO may hire other companies to provide limited services on our behalf. Any such subcontractors will be permitted to obtain Client's data only to deliver the services NEO has retained such subcontractor to provide, and any subcontractor is prohibited from using Client's data for any other purpose. NEO shall remain responsible for its subcontractors' compliance with the obligations set forth in this Agreement.

**16.0 NON-SOLICITATION**

During the term of this Agreement and for a period of one (1) year following termination hereof, each Party hereby agrees that neither such Party nor any of its Affiliates will, directly or indirectly, solicit to employ or employ any of the current employees or independent contractors of the other Party and its Affiliates (or subcontractors or independent contractors) who are involved in the performance of Services under this Agreement, without obtaining the prior written consent of the other Party. Notwithstanding the foregoing, solicitation of a Party's current employees, subcontractors or independent contractors Services by means of a general media solicitation or trade publication or advertisement shall not constitute a breach of this provision.

## 17.0 CONFIDENTIAL INFORMATION

- 17.1. Client (including its Affiliates) and NEO may from time to time disclose to each other (both orally and in writing), in connection with the Services provided hereunder, Confidential Information.
- 17.2. Confidential Information also includes (i) any reports or documents that include, summarize or refer to NEO's or Client's Confidential Information disclosed hereunder, or (ii) terms of any agreements between the parties hereto.
- 17.3. Each Party agrees to maintain Confidential Information received from the other in confidence and neither use nor disclose such Confidential Information, without the prior written approval of the disclosing party, except as required to comply with any order of a court or any applicable rule, regulation or law of any jurisdiction, or as necessary to fulfill its obligations hereunder. In the event that a receiving party is required by judicial or administrative process to disclose Confidential Information of the disclosing party, it shall promptly notify the disclosing party and allow the disclosing party a reasonable time to oppose such process. Within each party, Confidential Information shall be disclosed only on a need-to-know basis. Each party shall protect Confidential Information of the other by using the same degree of care, but not less than a reasonable degree of care, to prevent unauthorized disclosure or use as that party uses to protect its own confidential information of like nature. In addition to the foregoing, in the event that Client's Confidential Information contains any Personally Identifiable Information of Client's (and/or its Affiliates') employees, Client's customer lists, sales associates, brokers, or franchisees, NEO agrees to comply at all times with (and maintain and safeguard such information in accordance with) (i) Client's (and/or its Affiliates') then-current privacy policies and procedures, which policies and procedures can be made available to NEO upon NEO's reasonable request, and (ii) any and all applicable privacy laws, regulations, statutes, and guidelines. The foregoing obligations shall remain in force for five (5) years following any termination or expiration of this Agreement, except that with respect to any Confidential Information in the form of source code the obligations shall continue for twenty (20) years following termination or expiration of this Agreement.
- 17.4. Upon the termination or expiration of this Agreement, (i) each party shall (a) promptly (at the other party's sole option and request) return to the requesting party or destroy (and certify in writing to such destruction) any and all Confidential Information of the requesting party, whether in written or electronic form, and neither party, nor any of its or their subcontractors or agents (nor any of their respective employees) shall retain any copies, extracts, derivatives, or other reproductions of the requesting party's Confidential Information (in whole or in part) in any form whatsoever, and (b) take reasonable steps to assure that any and all documents, memoranda, notes, and other writings or electronic records prepared or created by the requesting party, which include or reflect the requesting party's Confidential Information, are destroyed.
- 17.5. NEO further agrees that Confidential Information is inclusive of the patient data of any Client that is Protected Health Information ("PHI"), some or all of which may be protected as defined by the federal Health Insurance Portability & Accountability Act (HIPAA) Privacy Rule.
- 17.6. NEO agrees that Confidential Information is inclusive of any private financial data from any Client or investor/customer of any Client, as defined by the Gramm-Leach-Bliley Act.
- 17.7. NEO agrees to protect and maintain the secrecy of the Confidential Information by, among other things: (i) treating such information with at least the same standard of care and protection which accords its own confidential and proprietary information but in any event no less than a reasonable degree of care; (ii) using care in the assignment of personnel who receive or have access to such information, and instructing or obtaining the prior written agreement of such personnel to take all reasonable precautions to prevent unauthorized use or disclosure thereof; and (iii) using such information solely as necessary to perform the Services detailed in this agreement.
- 17.8. Notwithstanding Section 0.2, the parties acknowledge and agree that the following information shall not be deemed Confidential Information, and the receiving party shall have no confidentiality and nondisclosure obligation with respect to any such information to the extent that it is: (i) independently

developed by the receiving party without any breach of this agreement by the receiving party, and which can be shown by documentary evidence; (ii) in the public domain by no fault or wrongful act of the receiving party; (iii) known by the receiving party prior to disclosure by the disclosing party, as established by documentary evidence; (iv) disclosed to the receiving party by a third party who was not under a similar restriction or obligation of confidentiality to the disclosing party, and without breach of this agreement; (v) approved for release by written authorization of the disclosing party and/or the third party owner of the disclosed information; or (vi) disclosed pursuant to the lawful requirement or order of a court or governmental agency, provided that, upon the receiving party's request for such a disclosure, the receiving party gives prompt notice thereof to the disclosing party (unless such notice is not possible under the circumstances) so that the disclosing party may have the opportunity to intervene and contest such disclosure and/or seek a protective order or other appropriate remedy. Notwithstanding the foregoing, however, that the exceptions to confidential information set forth in this Section 18.8 shall not apply to Personally Identifiable Information accessed and/or held by NEO, unless NEO can establish, by documentary evidence, that it lawfully received the same Personally Identifiable Information independently from (a) the owner of or (b) person to whom such Personally Identifiable Information relates or (c) from a party with the legal authority to provide such Personally Identifiable Information to NEO on behalf of such owner or person.

17.9. Nothing in this Agreement shall be construed to limit or prohibit the receiving party from independently creating or developing (or having created or developed for it), or from acquiring from third parties, any information, products, concepts, systems, or techniques that are similar to or compete with the information products, concepts, systems, or techniques contemplated by or embodied in the disclosing party's Confidential Information, provided that (in connection with such creation, development, or acquisition) the receiving party does not violate any of its obligations under this Agreement. Notwithstanding the foregoing, the receiving party shall not, nor assist others to, disassemble, decompile, reverse engineer, or otherwise attempt to recreate, the disclosing party's Confidential Information.

## **18.0 DISPUTE RESOLUTION, GOVERING LAW, AND JURISDICTION**

18.1. For any controversy or claim that may arise out of or in relation to this Agreement or with respect to breach thereof, the Parties agree to initially seek to solve the matter amicably through discussions between the Parties' points of contact as listed herein. Should the Parties fail to resolve such controversy or breach by amicable arrangement and/or compromise within thirty (30) days of the notice of dispute, such dispute should be escalated to the Parties' upper management. Should the Parties fail to resolve such controversy, claim, or breach by amicable arrangement and/or compromise within thirty (30) days of the dispute being escalated to the Parties' upper management, then the Parties may, at their sole discretion, seek resolution through non-binding mediation. If the controversy or claim is not satisfied by the mediation, either Party may seek legal recourse through the courts in the jurisdiction chosen herein. Any time period stated in this Section 19 may be reduced for the sole purpose of avoiding the expiration of the statute of limitations for the event made the basis of the controversy.

18.2. This Agreement shall for all purposes be construed and enforced under and in accordance with the Laws of the State of Wisconsin and shall have been deemed to have been executed in Green Bay, Wisconsin. The Parties agree that any legal action or proceeding relating to this Agreement shall be exclusively instituted in the Circuit Court for Brown County, Wisconsin or the U.S. District Court for the Eastern District of Wisconsin. The Parties agree to submit to the exclusive jurisdiction of and agree that venue is proper in these courts in any such legal action or proceeding.

## **19.0 ASSIGNMENT**

19.1. Client may not assign this Agreement or a Quote or SOW executed hereunder, in whole or in part, without the prior written consent of NEO except that Client may assign this Agreement to a successor entity due to a merger, consolidation, or sale of its stock or substantially all of its assets with prior written notice to NEO, so long as the successor entity is no less creditworthy than the assignor. Client must notify the NEO within a reasonable time prior to the change being effective of the successor's legal, financial, and operations contacts. NEO shall not unreasonably withhold consent should Client desire to assign or delegate its rights and obligations under this Agreement or Quote or SOW to one or more of its Affiliates or to a successor entity as part of a merger, sale or consolidation involving transfer of all or substantially all of such Client's stock or assets upon notice. Subject to the foregoing, this Agreement shall be binding upon and inure to the benefit of the parties and their respective successors and assigns. For the avoidance of doubt, NEO may (a) assign this Agreement and any Quote or SOW, including rights to payments, to an affiliate of NEO; and (b) where all or a portion of an Quote or SOW is being financed with a lender, NEO may assign its enforcement rights and rights to payment in the applicable Quote or SOW and this Agreement to that lender for the purposes of payment and recovery rights ("Assignee"). Notwithstanding anything to the contrary in this Agreement, Client agrees that the right of any Assignee to receive the fees or other amounts payable under the applicable Quote or SOW shall not be subject to any defense, counterclaim or offset. Client shall abide by any such assignment and make payment as directed and agrees to acknowledge such assignment to Assignee upon written request.

## **20.0 NO WAIVER OF PERFORMANCE.**

20.1. Failure by either Party at any time to require performance by the other Party or to claim a breach of any provision of this Agreement or Quote or SOW will not be construed as a waiver of any subsequent breach. No modification or waiver of any provision of this Agreement shall be effective unless made in writing signed by an authorized representative of the Party whom enforcement is sought.

## **21.0 FORCE MAJEURE**

21.1. Neither Party shall be responsible for a delay in or failure to perform if caused by: acts of God or the public enemy; compliance with any order, rule, regulation, decree, or request of any governmental authority, agency, or person purporting to act therefore; acts of war, public disorder, rebellion, terrorism, or sabotage; floods, hurricanes, or other storms; strikes or labor disputes; or any other cause, whether or not of the class or kind specifically named or referred to herein, not within the reasonable control of the Party affected.

21.2. The Party who is prevented from performing by force majeure (i) shall be obligated, within a period not to exceed fourteen (14) days after the occurrence or detection of such event, to give notice to the other Party setting forth in reasonable detail the nature thereof and the anticipated extent of the delay, and (ii) shall remedy such cause as soon as reasonably possible.

## **22.0 PROPRIETARY MATERIALS**

22.1. Each Party is and shall remain the owner of all right, title and interest in and to such Party's proprietary materials, and all copies thereof, and in and to all of the related trade secrets, copyrights, patents and all other proprietary rights. Neither Party shall obtain any right or license in and to the other Party's proprietary materials.

**23.0 NOTICES**

23.1. Any notice or communication given pursuant to this Agreement shall be in writing, as a document or in electronic form, and deemed received, when delivered in person, electronic mail, facsimile, or sent postage prepaid by Express Mail, Federal Express or other private courier, or United States Certified Mail return receipt requested. Written notices regarding this Agreement shall be sent to the respective Parties at the addresses below:

<u>NEO IT Managed Services, LLC "NEO"</u>	<u>Client full name</u>
<u>2525 West Mason Street</u>	<u>Client street address</u>
<u>Green Bay, Wisconsin, 54303</u>	<u>Client City, ST ZIP</u>
<u>Attn: Director of Service Delivery</u>	<u>Attn: Client contract contact name</u>
<u>Phone: (920) 278-5275</u>	<u>Phone: Client contracts phone</u>
<u>Email: managedservices@neoinnovations.com</u>	<u>Email: Client contracts email</u>

Client contact for notification of new versions of Third-Party Products if different from above:

Client Name: \_\_\_\_\_  
Street Address: \_\_\_\_\_  
City, ST Zip: \_\_\_\_\_  
Attn: \_\_\_\_\_  
Phone: \_\_\_\_\_  
Email: \_\_\_\_\_

**24.0 ENTIRE AGREEMENT AND ORDER OF PRECEDENCE; COUNTERPARTS AND ELECTRONIC DELIVERY**

- 24.1. This Agreement, any Addendums attached hereto, and each Purchase Order, Quote, or SOW executed hereunder, shall constitute the entire agreement and understanding between the Parties with respect to the subject matter hereof and shall supersede all other agreements, oral or written, made between the Parties with respect to such subject matter.
- 24.2. Except as expressly provided herein, this Agreement benefits solely the parties and their respective successors and permitted assigns and nothing in this Agreement, express or implied, confers on any third party any legal or equitable right, benefit, or remedy of any nature whatsoever under or by reason of this Agreement.
- 24.3. Except as explicitly and specifically stated in an SOW or Quote, in the event of conflict between the text of the Master Product and Services Agreement and any Addendums attached thereto, the text of the Master Product and Services Agreement shall take precedence over the text of the Addendums to the Master Product and Services Agreement.
- 24.4. This Agreement may be executed by the Parties in any number of counterparts, each of which shall be deemed an original instrument, but all of which together shall constitute but one and the same agreement. This Agreement may be executed electronically and a signature of a Party transmitted to the other Party by facsimile, PDF or other electronic means shall constitute the original signature of such Party for all purposes.

[Remainder of page left intentionally blank; signature page follows]

**25.0 SIGNATURES**

IN WITNESS WHEREOF the Parties have caused this Agreement to be validly executed by duly appointed officers in duplicate original on the dates and in the places hereinafter indicated:

**NEO IT MANAGED SERVICES LLC**

By: \_\_\_\_\_

Name: James Gunter \_\_\_\_\_

Title: CEO \_\_\_\_\_

Date: \_\_\_\_\_

**CLIENT ENTITY - E.G. LIMITED LIABILITY CORPORATION**

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

Date: \_\_\_\_\_

## EXHIBIT A TO NEO MPSA BUSINESS ASSOCIATE AGREEMENT

### 1. Preamble and Definitions.

Pursuant to the Health Insurance Portability and Accountability Act of 1996, as amended ("HIPAA") and the Master Product and Services Agreement (the "Underlying Agreement"), NEO IT Managed Services, LLC, a Wisconsin limited liability company ("Business Associate"), and you the Subscriber listed in the Underlying Agreement ("Covered Entity"), enter into this Business Associate Agreement ("BAA") as of the Effective Date listed in the signature page (the "Effective Date") that addresses the HIPAA requirements with respect to "business associates," as defined under the privacy, security, breach notification, and enforcement rules at 45 C.F.R. Part 160 and Part 164 ("HIPAA Rules"). A reference in this BAA to a section in the HIPAA Rules means the section as in effect or as amended.

This BAA is intended to ensure that Business Associate will establish and implement appropriate safeguards for the Protected Health Information ("PHI") (as defined under the HIPAA Rules) that Business Associate may receive, create, maintain, use, or disclose in connection with the software platform and related services that Business Associate performs for Covered Entity under the Underlying Agreement.

Consistent with the Health Information Technology for Economic and Clinical Health Act of 2009 (the "HITECH Act") and the American Recovery and Reinvestment Act of 2009 ("ARRA"), this BAA also reflects federal breach notification requirements imposed on Business Associate when "Unsecured PHI" (as defined under the HIPAA Rules) is acquired by an unauthorized party, and the expanded privacy and security provisions imposed on business associates.

Unless the context clearly indicates otherwise, the following terms in this BAA shall have the same meaning as those terms in the HIPAA Rules: Breach, Data Aggregation, Designated Record Set, disclosure, Electronic Media, Electronic Protected Health Information (ePHI), Health Care Operations, individual, Minimum Necessary, Notice of Privacy Practices, Required By Law, Secretary, Security Incident, Subcontractor, Unsecured PHI, and use.

A reference in this BAA to the Privacy Rule means the Privacy Rule, in conformity with the regulations at 45 C.F.R. Parts 160-164 (the "Privacy Rule") as interpreted under applicable regulations and guidance of general application published by HHS, including all amendments thereto for which compliance is required, as amended by the HITECH Act, ARRA, and the HIPAA Rules.

#### General Obligations of Business Associate.

Business Associate agrees not to use or disclose PHI, other than as permitted or required by this BAA or as required by law, or if such use or disclosure does not otherwise cause a Breach of Unsecured PHI.

Business Associate agrees to use commercially appropriate safeguards, and comply with Subpart C of 45 C.F.R. Part 164 with respect to ePHI, to prevent the use or disclosure of PHI other than as provided for by the BAA.

Exhibit 14-

Business Associate agrees to mitigate, to the extent commercially reasonable, any harmful effect that is known to Business Associate as a result of a use or disclosure of PHI by Business Associate in violation of this BAA's requirements or that would otherwise cause a Breach of Unsecured PHI.

Business Associate agrees to report to Covered Entity any Breach of Unsecured PHI not provided for by the BAA of which it becomes aware within ten (10) calendar days of "discovery" within the meaning of the HITECH Act. Such notice shall include the identification of each individual whose Unsecured PHI has been, or is reasonably believed by Business Associate to have been, accessed, acquired, or disclosed in connection with such Breach. Business Associate also shall provide any additional information reasonably requested by Covered Entity for purposes of investigating the Breach and any other available information that Covered Entity is required to include to the individual under 45 C.F.R. § 164.404(c) at the time of notification or promptly thereafter as information becomes available. Business Associate's notification of a Breach of Unsecured PHI under this Section shall comply in all respects with each applicable provision of Section 13400 of Subtitle D (Privacy) of ARRA, the HIPAA Rules, and related guidance issued by the Secretary or the delegate of the Secretary from time to time.

Business Associate agrees, in accordance with 45 C.F.R. §§ 164.502(e)(1)(ii) and 164.308(b)(2), if applicable, to require that any Subcontractors that create, receive, maintain, or transmit PHI on behalf of the Business Associate agree to the same restrictions, conditions, and requirements that apply to the Business Associate with respect to such information.

Business Associate agrees to make PHI available in a Designated Record Set to the Covered Entity as necessary to satisfy Covered Entity's obligations under 45 C.F.R. § 164.524.

Business Associate agrees to comply with an individual's request to restrict the disclosure of their personal PHI in a manner consistent with 45 C.F.R. § 164.522, except where such use, disclosure, or request is required or permitted under applicable law.

Business Associate agrees to charge fees related to providing individuals access to their PHI in accordance with 45 C.F.R. § 164.524(c)(4).

Business Associate agrees that when requesting, using, or disclosing PHI in accordance with 45 C.F.R. § 164.502(b)(1) that such request, use, or disclosure shall be to the minimum extent necessary, including the use of a "limited data set" as defined in 45 C.F.R. § 164.514(e)(2), to accomplish the intended purpose of such request, use, or disclosure, as interpreted under related guidance issued by the Secretary from time to time.

Where technically feasible, Business Associate agrees to implement any amendments to PHI in a Designated Record Set as directed or agreed to by the Covered Entity pursuant to 45 C.F.R. § 164.526, or to take other measures as necessary to satisfy Covered Entity's obligations under 45 C.F.R. § 164.526.

Business Associate agrees to make available the information that Business Associate holds and is reasonably required to provide an accounting of disclosures to the Covered Entity as necessary to satisfy Covered Entity's obligations under 45 C.F.R. § 164.528. Because Business Associate may not

know the nature of the PHI or the identities of the individuals about whom the PHI relates, Covered Entity will be solely responsible for (a) identifying which individuals, if any, may have been included in the Customer Data that Business Associate has disclosed and (b) providing a brief description of the PHI disclosed.

Business Associate agrees to make its internal practices, books, and records, including policies and procedures regarding PHI, relating to the use and disclosure of PHI and Breach of any Unsecured PHI received from Covered Entity, or created or received by the Business Associate on behalf of Covered Entity, available to Covered Entity (or the Secretary) for the purpose of Covered Entity or the Secretary determining compliance with the Privacy Rule (as defined in Section 0).

To the extent that Business Associate is to carry out one or more of Covered Entity's obligation(s) under Subpart E of 45 C.F.R. Part 164, Business Associate agrees to comply with the requirements of Subpart E that apply to the Covered Entity in the performance of such obligation(s).

Business Associate agrees to account for the following disclosures:

Business Associate agrees to maintain and document disclosures of PHI and Breaches of Unsecured PHI and any information relating to the disclosure of PHI and Breach of Unsecured PHI in a manner as would be required for Covered Entity to respond to a request by an individual or the Secretary for an accounting of PHI disclosures and Breaches of Unsecured PHI.

Business Associate agrees to provide to Covered Entity, or to an individual at Covered Entity's request, information collected in accordance with this Section 2.11, to permit Covered Entity to respond to a request by an individual or the Secretary for an accounting of PHI disclosures and Breaches of Unsecured PHI.

Business Associate agrees to account for any disclosure of PHI used or maintained as an Electronic Health Record (as defined in Section 0) ("EHR") in a manner consistent with 45 C.F.R. § 164.528 and related guidance issued by the Secretary from time to time; provided that an individual shall have the right to receive an accounting of disclosures of EHR by the Business Associate made on behalf of the Covered Entity only during the three years prior to the date on which the accounting is requested from Covered Entity.

In the case of an EHR that the Business Associate acquired on behalf of the Covered Entity as of January 1, 2009, paragraph (c) above shall apply to disclosures with respect to PHI made by the Business Associate from such EHR on or after January 1, 2014. In the case of an EHR that the Business Associate acquires on behalf of the Covered Entity after January 1, 2009, paragraph (c) above shall apply to disclosures with respect to PHI made by the Business Associate from such EHR on or after the later of January 1, 2011, or the date that it acquires the EHR.

Business Associate agrees to comply with the "Prohibition on Sale of Electronic Health Records or Protected Health Information," as provided in Section 13405(d) of Subtitle D (Privacy) of ARRA, and the "Conditions on Certain Contacts as Part of Health Care Operations," as provided in Section

13406 of Subtitle D (Privacy) of ARRA and related guidance issued by the Secretary from time to time.

Business Associate acknowledges that, effective on the Effective Date of this BAA, it shall be liable under the civil and criminal enforcement provisions set forth at 42 U.S.C. § 1320d-5 and 1320d-6, as amended, for failure to comply with any of the use and disclosure requirements of this BAA and any guidance issued by the Secretary from time to time with respect to such use and disclosure requirements.

### **PERMITTED USES AND DISCLOSURES BY BUSINESS ASSOCIATE.**

General Uses and Disclosures. Business Associate may receive, create, use, or disclose PHI as necessary to operate, maintain, support, secure, and improve the Business Associate's software platform, provided such use or disclosure would not violate HIPAA if performed by Covered Entity.

Business Associate may use or disclose PHI as Required By Law.

Business Associate may not use or disclose PHI in a manner that would violate Subpart E of 45 C.F.R. Part 164 if done by the Covered Entity.

Business Associate may use or disclose PHI without consent from the Covered Entity under the following circumstances:

Except as otherwise limited in this BAA, Business Associate may use PHI to provide Data Aggregation services to Covered Entity as permitted by HIPAA.

Except as otherwise provided in this BAA, Business Associate may use PHI for its proper management and administration or to carry out its legal responsibilities as permitted under applicable law.

Except as otherwise provided in this BAA, Business Associate may disclose PHI for the proper management and administration of Business Associate or to carry out the legal responsibilities of the Business Associate; provided that the disclosures are required by applicable law, or Business Associate obtains prior written reasonable assurances from the person to whom the information is disclosed that the information will remain confidential and will be used or further disclosed only as required by applicable law or for the purpose(s) for which it was disclosed to the person, and the person notifies Business Associate of any instances of which it is aware in which the confidentiality of the information has been breached, in accordance with the breach notification requirements of this BAA.

Business Associate may use PHI to report violations of law to appropriate federal and state authorities, consistent with 45 C.F.R. § 164.502(j)(1).

### **OBLIGATIONS OF COVERED ENTITY.**

Covered Entity shall:

Exhibit 14-

Provide Business Associate with the Notice of Privacy Practices that Covered Entity produces in accordance with the Privacy Rule, and any changes or limitations to such notice under 45 C.F.R. § 164.520, to the extent that such changes or limitations may affect Business Associate's use or disclosure of PHI.

Notify Business Associate of any restriction on the use or disclosure of PHI that Covered Entity has agreed to or is required to comply with under 45 C.F.R. § 164.522, to the extent that such restriction may affect Business Associate's use or disclosure of PHI under this BAA.

Notify Business Associate of any changes in or revocation of permission by an individual to use or disclose PHI, if such change or revocation may affect Business Associate's permitted or required uses and disclosures of PHI under this BAA.

Covered Entity shall not request Business Associate to use or disclose PHI in any manner that would not be permissible under the Privacy and Security Rule if done by Covered Entity, except as provided under Section 0 of this BAA.

### **COMPLIANCE WITH SECURITY RULE.**

Business Associate shall comply with the HIPAA Security Rule, which shall mean the Standards for Security of Electronic Protected Health Information at 45 C.F.R. Part 160 and Subparts A and C of Part 164, as amended by ARRA and the HITECH Act. The term "Electronic Health Record" or "EHR" as used in this BAA shall mean an electronic record of health-related information on an individual that is created, gathered, managed, and consulted by authorized health care clinicians and staff.

In accordance with the Security Rule, Business Associate agrees to:

Implement the administrative safeguards set forth at 45 C.F.R. § 164.308, the physical safeguards set forth at 45 C.F.R. § 164.310, the technical safeguards set forth at 45 C.F.R. § 164.312, and the policies and procedures set forth at 45 C.F.R. § 164.316, to reasonably and appropriately protect the confidentiality, integrity, and availability of the ePHI that it creates, receives, maintains, or transmits on behalf of Covered Entity as required by the Security Rule;

Require that any agent, including a Subcontractor, to whom it provides such PHI agrees to implement reasonable and appropriate safeguards to protect the PHI; and

Report to the Covered Entity any Security Incident of which it becomes aware.

### **INDEMNIFICATION.**

The parties agree and acknowledge that except as set forth herein, the indemnification obligations contained under the Underlying Agreement shall govern each party's performance under this BAA.

Notwithstanding the foregoing, nothing in this Section shall limit any rights that any of the Indemnified Parties may have to additional remedies under the Underlying Agreement or

Exhibit 14-

under applicable law for any acts or omissions of Business Associate or its agents or Subcontractors.

## TERM AND TERMINATION.

This BAA shall be in effect as of Effective Date of the Underlying Agreement, and shall terminate on the earlier of the date that:

Either party terminates for cause as authorized under Section 0.

All of the PHI received from Covered Entity, or created or received by Business Associate on behalf of Covered Entity, is destroyed or returned to Covered Entity. If it is not feasible to return or destroy PHI, protections are extended in accordance with Section 0.

Upon either party's knowledge of material breach by the other party, the non-breaching party shall provide an opportunity for the breaching party to cure the breach or end the violation; or terminate the BAA. If the breaching party does not cure the breach or end the violation within a reasonable timeframe not to exceed thirty (30) days from the notification of the breach, or if a material term of the BAA has been breached and a cure is not possible, the non-breaching party may terminate this BAA and the Underlying Agreement, upon written notice to the other party.

Upon termination of this BAA for any reason, the parties agree that:

Upon termination of this BAA for any reason, Business Associate, with respect to PHI received from Covered Entity, or created, maintained, or received by Business Associate on behalf of Covered Entity, shall:

Retain only that PHI that is necessary for Business Associate to continue its proper management and administration or to carry out its legal responsibilities.

Permit Covered Entity to obtain, and destroy where feasible, the remaining PHI that the Business Associate still maintains in any form.

Continue to use appropriate safeguards and comply with Subpart C of 45 C.F.R. Part 164 with respect to ePHI to prevent use or disclosure of the PHI, other than as provided for in this Section 7, for as long as Business Associate retains the PHI.

Not use or disclose the PHI retained by Business Associate other than for the purposes for which such PHI was retained and subject to the same conditions set out at paragraphs (2) and (3) above under "Specific Other Uses and Disclosures" which applied prior to termination.

In Business Associate's sole discretion, return to Covered Entity or destroy, where feasible, the PHI retained by Business Associate when it is no longer needed by Business Associate for its proper management and administration or to carry out its legal responsibilities.

The obligations of Business Associate under this Section 7 shall survive the termination of this BAA.

### MISCELLANEOUS.

The parties agree to take such action as is necessary to amend this BAA to comply with the requirements of the HIPAA, ARRA, the HITECH Act, the Consolidated Appropriations Act, 2021 (CAA-21), the HIPAA Rules, and any other applicable law.

The respective rights and obligations of Business Associate under Section 0 and Section 0 of this BAA shall survive the termination of this BAA.

This BAA shall be interpreted in the following manner:

Any inconsistency between the BAA's provisions and the HIPAA Rules, including all amendments, as interpreted by the HHS, a court, or another regulatory agency with authority over the Parties, shall be interpreted according to the interpretation of the HHS, the court, or the regulatory agency.

Any provision of this BAA that differs from those required by the HIPAA Rules, but is nonetheless permitted by the HIPAA Rules, shall be adhered to as stated in this BAA.

This BAA constitutes the entire agreement between the parties related to the subject matter of this BAA. This BAA supersedes all prior negotiations, discussions, representations, or proposals, whether oral or written. This BAA may not be modified unless done so in writing and signed by a duly authorized representative of both parties. If any provision of this BAA, or part thereof, is found to be invalid, the remaining provisions shall remain in effect.

This BAA will be binding on the successors and assigns of the Covered Entity and the Business Associate. However, this BAA may not be assigned, in whole or in part, without the written consent of the other party except by either party pursuant to a merger, acquisition, or sale of all or substantially all assets to which this BAA or the Underlying Agreement pertains. Any attempted assignment in violation of this provision shall be null and void.

Except to the extent preempted by federal law, this BAA shall be governed by and construed in accordance with the same internal laws as that of the Underlying Agreement.

IN WITNESS WHEREOF, the parties hereto have executed this BAA as of the date first above written.

COVERED ENTITY:

By [For Review Only]

Name:

Title:

BUSINESS  
ASSOCIATE:

NEO IT Managed  
Services, LLC

By [For Review Only]

Name:

Title:

BAA Effective Date

**EXHIBIT 15**  
**MARKETING SERVICES AGREEMENT**

Between Wellness Way Enterprise, LLC ("The Wellness Way") & the Franchisee Clinic signing below (the "Clinic")

---

**1. CLINIC INFORMATION**

<b><u>Clinic Name</u></b>	
<b><u>Clinic Location</u></b>	
<b><u>Owner / Authorized Representative</u></b>	
<b><u>Email Address</u></b>	
<b><u>Phone Number</u></b>	
<b><u>Agreement Date</u></b>	

**2. SERVICE SELECTIONS**

Select all services your Clinic would like to enroll in by checking the corresponding box. Each selected service is subject to the terms, pricing, and responsibilities outlined in this agreement.

**Social Media Services**

<b><u>Select</u></b>	<b><u>Service Tier</u></b>	<b><u>Monthly Cost</u></b>
<input type="checkbox"/>	<b><u>Social Starter (Tier 1)</u></b>	<b><u>\$350/month</u></b>
<input type="checkbox"/>	<b><u>Social Pro (Tier 2)</u></b>	<b><u>\$1,700/month</u></b>
<input type="checkbox"/>	<b><u>Social Elite (Tier 3)</u></b>	<b><u>\$2,500/month</u></b>

**Advertising Services**

<b><u>Select</u></b>	<b><u>Service Tier</u></b>	<b><u>Monthly Cost</u></b>
<input type="checkbox"/>	<b><u>Advertising Starter</u></b>	<b><u>\$250/month</u></b>
<input type="checkbox"/>	<b><u>Advertising Pro</u></b>	<b><u>\$400/month</u></b>
<input type="checkbox"/>	<b><u>Advertising Elite</u></b>	<b><u>\$600/month</u></b>

**Website & Landing Page Services**

Select	Service	Cost
<input type="checkbox"/>	<a href="#">Website Creation</a>	\$2,500 one-time
<input type="checkbox"/>	<a href="#">Landing Page Creation</a>	\$1,000 per page
<input type="checkbox"/>	<a href="#">Site Management</a>	\$250/month

<b>Total Estimated Monthly Investment:</b>	\$ _____
<b>Total One-Time Fees (if applicable):</b>	\$ _____

### **3. SCOPE OF SERVICES**

The following outlines the responsibilities of the parties for each selected service tier. Only the services selected in Section 2 apply to this agreement.

#### **SOCIAL MEDIA SERVICES**

#### **Social Starter — \$350/month\***

**Best for:** *Clinics who want strategic direction but do their own filming, posting, and editing.*

##### **HQ Responsibilities:**

- [One 30-minute strategy call per month](#)
- [Monthly social audit \(IG, FB, TT — previous 30 days\)](#)
- [Clear breakdown of what's working and improvement areas](#)
- [Monthly content themes and ideas](#)
- [Light hook guidance and filming technique feedback](#)

##### **Clinic Responsibilities:**

- [Films, edits, writes captions, and posts content](#)
- [Manages comments and messages](#)

#### **Social Pro — \$1,700/month\***

**Best for:** *Clinics who want strategic support plus help with posting — but still prefer to film their own content.*

##### **HQ Responsibilities:**

- [Everything in Social Starter](#)
- [Monthly content calendar](#)
- [Writes captions optimized for SEO/local search](#)
- [Posts 3 videos/week to IG and FB](#)

##### **Clinic Responsibilities:**

- [Films 3 weekly vertical videos \(under 60 seconds, iPhone\)](#)
- [Uploads content to HQ at least 3 business days before posting](#)
- [No revisions — must refile for changes](#)
- [Manages comments and messages](#)

#### **Social Elite — \$2,500/month\***

**Best for:** *Clinics who want a done-for-you system — HQ handles editing, scheduling, and posting.*

[Exhibit 15-](#)

### **HQ Responsibilities:**

- Everything in Social Starter
- Edits, captions, and posts up to 20 short-form pieces/month (IG, FB, TikTok)
- 8 pieces from HQ-selected content; 12 from Clinic-provided clips
- Organizes, schedules content and provides filming guidance

### **Clinic Responsibilities:**

- Films up to 12 vertical clips/month (under 60 seconds, iPhone)
- Uploads raw content at least 3 business days before posting
- Manages comments and messages

## **ADVERTISING SERVICES**

### **Advertising Starter — \$250/month\***

**Best for:** *Clinics wanting a simple, low-cost entry into digital ads.*

#### **HQ Responsibilities:**

- Ad account creation (if applicable)
- 1 campaign — Clinic Awareness or Messaging
- Platforms: Display (awareness), Social (messaging)
- Monthly reporting email
- Monthly ad adjustments and optimizations
- Creative design — 2 different ad images
- GoHighLevel integration (text + email capabilities)
- Proven messaging cadence to help convert DMs to new patients

**Minimum Ad Budget Requirement:** \$300/month (paid directly by the Clinic, separate from service fee)

### **Advertising Pro — \$400/month\***

**Best for:** *Clinics ready for consistent lead generation across IG/FB or display.*

#### **HQ Responsibilities:**

- Ad account creation (if applicable)
- 1-2 campaigns — Adjustment or Event based (messaging focus)
- Platforms: Facebook/Instagram or Display
- Monthly reporting email
- Weekly ad adjustments and optimizations
- Creative design — 4 different ad images
- Ad copy: 3 headlines, 3 bodies, 3 descriptions
- A/B testing where applicable
- GoHighLevel integration (text + email + automations)
- Utilization of clinic landing page
- Proven messaging cadence (DM to new patient)

**Minimum Ad Budget Requirement:** \$600 per campaign/month (paid directly by the Clinic, separate from service fee)

### **Advertising Elite — \$600/month\***

**Best for:** *Clinics wanting multi-channel marketing with advanced targeting and video creative.*

Exhibit 15-

### **HQ Responsibilities:**

- Ad account creation (if applicable)
- 2+ campaigns — Adjustment, Event, Condition, Search, Messaging
- Platforms: Social, Google Search, Google Display, CTV
- Geo-targeted capabilities
- Creative design — 4 static ad images
- Video creation — one :15, :30, or :60 video ad
- Ad copy: 3 headlines, 3 bodies, 3 descriptions
- A/B testing where applicable
- Monthly reporting + strategy call
- Weekly ad adjustments and optimizations
- GoHighLevel integration (text + email + automations)
- Utilization of clinic landing page
- Proven messaging cadence (DM to new patient)

**Minimum Ad Budget Requirements:** \$1,000 per campaign/month; CTV campaigns: \$2,000/month (paid directly by the Clinic, separate from service fee)

## **WEBSITE & LANDING PAGE SERVICES**

### **Website Creation — \$2,500 One-Time**

A fully customized, professional website built to represent your practice and convert visitors into patients.

#### **HQ Delivers:**

Standard website setup, responsive design (mobile-friendly), SEO optimization, contact forms integration, 3-5 page structure, and professional layout.

*Note: Complex integrations may require additional costs based on custom requirements.*

### **Landing Page Creation — \$1,000 Per Page**

High-converting, targeted landing pages designed to drive specific campaigns, promotions, or patient acquisition.

#### **HQ Delivers:**

Custom design and copy, CTA optimization, lead capture setup, analytics tracking, mobile responsive layout, and A/B testing ready.

### **Site Management — \$250/month\***

Ongoing maintenance, updates, and security monitoring to keep your website running smoothly and professionally.

#### **HQ Delivers:**

Regular updates and patches, security monitoring, spam and bot traffic filtering, performance optimization, backup management, and content updates support

## **4. TERMS & CONDITIONS**

### **4.1 Agreement Term**

This Marketing Services Agreement (this "Agreement") shall commence on the date signed below and shall remain in effect for an initial minimum term of three (3) months (the "Initial Term"). After the Initial Term, this Agreement will automatically renew on a month-to-month basis unless either party provides written notice of termination at least thirty (30) days prior to the end of the then-current billing period.

Exhibit 15-

### **4.3 Pricing**

The Service Fees for each selected service and the corresponding Minimum Ad Budgets are set forth above in Section 3. All recurring services, those identified with an asterisk in Section 3, are subject to pricing increases of up to twenty five percent (25%) per year at the Wellness Way's sole discretion. The Wellness Way will notify the Clinic of any pricing adjustments at least thirty (30) days in advance.

### **4.2 Payment Terms**

All monthly service fees are due on or before the first (1st) day of each calendar month. One-time fees (e.g., Website Creation, Landing Page Creation) are due upon execution of this Agreement. Advertising budgets are separate from service fees and are paid directly by the Clinic to the applicable advertising platform(s). Failure to submit payment within fifteen (15) days of the due date may result in the suspension of services until the balance is brought current.

### **4.3 Clinic Obligations**

For services that require Clinic participation (e.g., filming content, uploading assets), the Clinic agrees to fulfill its responsibilities in a timely manner as outlined in Section 3. Failure to provide required content, assets, or approvals within stated deadlines may result in reduced deliverables for that billing period, and no refund or credit will be issued for missed content due to Clinic delays.

### **4.4 Scope Changes**

Any changes to the selected services must be submitted in writing (email is acceptable) and will take effect at the beginning of the next billing period. Upgrading to a higher tier may be processed mid-cycle at the prorated difference. Downgrading or removing services will take effect at the start of the following billing period, but the Clinic will not be refunded for any paid but unused services.

### **4.5 Intellectual Property**

All content, creative assets, ad copy, and materials produced or developed by The Wellness Way, including its HQ Marketing Team, affiliates, or representatives under this Agreement, regardless of form or medium, remain the intellectual property of The Wellness Way. Any content or materials developed by the Clinic under this Agreement in connection with its advertising, marketing, or services offered through the franchised Clinic, shall also constitute property of The Wellness Way. The Clinic is granted a non-exclusive, non-transferable license to use such materials for the duration of this Agreement and solely in connection with the operation of their The Wellness Way franchised Clinic. For the avoidance of doubt, any product or service developed by The Wellness Way for the Clinic under this Agreement shall not be deemed a work made for hire and The Wellness Way shall retain all ownership thereto. Upon termination, the Clinic's right to use HQ-produced materials will cease, except where materials are already published on live platforms.

### **4.6 Confidentiality**

Both parties agree to keep confidential any proprietary information, strategies, pricing structures, business processes, or internal communications shared in connection with this Agreement. This obligation survives the termination of this Agreement.

### **4.7 Limitation of Liability**

The Wellness Way provides services on a best-efforts basis and does not guarantee specific results, including but not limited to patient volume, lead counts, follower growth, or revenue increases. The Wellness Way's total liability under this Agreement shall not exceed the total fees paid by the Clinic during the three (3) months preceding the claim.

### **4.8 Termination**

Exhibit 15-

Either party may terminate this Agreement after the Initial Term by providing thirty (30) days written notice. In the event of a material breach of this Agreement by either party, the non-breaching party may terminate immediately upon written notice. Upon termination, all outstanding fees through the end of the notice period remain due and payable.

#### **4.9 Dispute Resolution**

The parties agree to resolve any disputes arising under this Agreement first through good-faith negotiation. If a resolution cannot be reached within thirty (30) days of notice of a dispute, the matter shall be submitted to binding mediation before a mutually agreed upon mediator in the state of Wisconsin, with Wisconsin law governing. Notwithstanding the foregoing in this Section 4.9, The Wellness Way shall have the right, at any time, to seek immediate injunctive or other equitable relief in any court of competent jurisdiction to enforce the terms of this Agreement.

### **5. ACKNOWLEDGMENTS**

By signing below, the Clinic Owner / Authorized Representative acknowledges and agrees to the following:

1. I am the owner or an Authorized Representative of the franchisee Clinic listed below and have been duly authorized to enter into this Agreement on behalf of the Clinic.
2. I have reviewed the service tiers listed in Section 2 and selected those that I desire the Clinic to enroll in.
3. I understand the responsibilities required of the Clinic as outlined in Section 3 and agree to fulfill them in a timely manner.
4. I understand that advertising budgets are separate from service fees and are the financial responsibility of the Clinic.
5. I acknowledge the minimum three (3) month commitment for all recurring services.
6. I understand that failure to provide required content or assets on time may result in reduced deliverables without refund or credit.
7. I have read and agree to all Terms and Conditions outlined in Section 4.
8. I understand that neither Wellness Way Enterprise, LLC d/b/a The Wellness Way, its HQ Marketing Team, affiliates, nor representatives guarantees any specific marketing outcomes or results.

### **6. SIGNATURES**

#### **CLINIC OWNER / AUTHORIZED REPRESENTATIVE**

<u>Printed Name</u>	<u>Title</u>
<u>Signature</u>	<u>Date</u>

**WELLNESS WAY ENTERPRISE LLC — HQ MARKETING TEAM REPRESENTATIVE**

<u>Printed Name</u>	<u>Title</u>
<u>Signature</u>	<u>Date</u>

---

*Please return the signed agreement to The Wellness Way Franchise LLC, ATTN: HQ Marketing Team.  
For questions about this agreement or available services, contact your designated marketing representative.*

EXHIBIT B TO MARKETING SERVICES AGREEMENT

WELLNESS WAY ENTERPRISE, LLC

Electronic Funds Authorization Agreement

---

I (We)(Purchaser) authorize Wellness Way Enterprise, LLC (Supplier) to initiate debit entries and/or credit corrections entries, electronic or otherwise, as authorized by the Supplier Agreement between Purchaser and Supplier. Debit entries for all amounts owed by Purchaser to Supplier pursuant to the Supplier Agreement and any Purchase Order entered into in connection therewith are authorized by this Authorization Agreement and shall be made on such due dates as agreed in the Supplier Agreement or such other dates as Purchaser and Supplier may agree upon from time to time. This authorization shall remain in full force and effect until terminated in writing by Purchaser pursuant to thirty (30) day notice. If for any reason any scheduled payment is returned unpaid by Purchaser's bank, a \$50 per transaction inconvenience fee will be added to the current payment amount due.

\_\_\_\_\_  
Name of Authorized Signatory on Account

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Date

\_\_\_\_\_  
Name and Address of Purchaser

**Please choose one of the following options:**

Please attach a cancelled check and provide the following information regarding the account. Name on

Account:

\_\_\_\_\_

Depository/Bank Name:

\_\_\_\_\_

Transit, Routing, or ABA Number:

\_\_\_\_\_

Account Number:

\_\_\_\_\_

Your Tax Identification Number: or Identification  
Number from Bank:

\_\_\_\_\_

[ATTACH

**THE WELLNESS WAY FRANCHISE LLC**

EXHIBIT D TO THE DISCLOSURE DOCUMENT

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OF CONFIDENTIAL OPERATIONS MANUAL**

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**THE WELLNESS WAY FRANCHISE LLC**  
**FINANCIAL STATEMENTS**

EXHIBIT E TO THE DISCLOSURE DOCUMENT

Exhibit E-1



**THE WELLNESS WAY FRANCHISING LLC**  
**FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2025, 2024, AND 2023**



CPAs | CONSULTANTS | WEALTH ADVISORS

[CLAconnect.com](http://CLAconnect.com)

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## INDEPENDENT AUDITORS' REPORT

Member  
The Wellness Way Franchising LLC  
Green Bay, Wisconsin

### Report on the Audit of the Financial Statements

#### *Opinion*

We have audited the financial statements of The Wellness Way Franchising LLC, which comprise the balance sheets as of December 31, 2025, 2024 and 2023, and the related statements of operations, member's equity (deficit), and cash flows for the years ended December 31, 2025 and 2024, and 2023, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of The Wellness Way Franchising LLC as of December 31, 2025, 2024 and 2023, and the results of its operations and cash flows for the years ended December 31, 2025, 2024, and 2023 in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinion*

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The Wellness Way Franchising LLC and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### *Responsibilities of Management for the Financial Statements*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Member  
The Wellness Way Franchising LLC

***Auditors' Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The Wellness Way Franchising LLC's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The Wellness Way Franchising LLC'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.



**CliftonLarsonAllen LLP**

Milwaukee, Wisconsin  
April 30, 2026

**THE WELLNESS WAY FRANCHISING LLC  
BALANCE SHEETS  
DECEMBER 31, 2025 AND 2024, AND 2023**

	2025	2024	2023
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash	\$ 14,161	\$ 46,907	\$ 33,596
Accounts Receivable	-	-	28,750
Total Current Assets	14,161	46,907	62,346
Total Assets	\$ 14,161	\$ 46,907	\$ 62,346
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Outstanding Checks in Excess of Bank Balance	\$ 17,583	\$ -	\$ -
Accounts Payable	20	-	410
Accrued Payroll	2,473	29,767	13,466
Deferred Revenue	25,714	23,571	10,714
Total Current Assets	45,790	53,338	24,590
<b>LONG TERM LIABILITIES</b>			
Deferred Revenue, Net of Current Amount	108,393	119,286	60,536
Total Liabilities	154,183	172,624	85,126
<b>MEMBER'S EQUITY (DEFICIT)</b>			
<b>MEMBER'S EQUITY (DEFICIT)</b>	(140,022)	(125,717)	(22,780)
Total Liabilities and Member's Equity (Deficit)	\$ 14,161	\$ 46,907	\$ 62,346

See accompanying Notes to Financial Statements.

**THE WELLNESS WAY FRANCHISING LLC**  
**STATEMENTS OF OPERATIONS**  
**YEARS ENDED DECEMBER 31, 2025, 2024, AND 2023**

	<u>2025</u>	<u>2024</u>	<u>2023</u>
<b>REVENUES</b>			
Initial Franchise Fee Revenue	\$ 23,750	\$ 18,393	\$ 3,750
Royalty Revenue	1,761,910	1,534,552	1,019,534
Branding Fee Revenue	<u>476,017</u>	<u>467,106</u>	<u>339,788</u>
Total Revenues	2,261,677	2,020,051	1,363,072
<b>OPERATING EXPENSES</b>			
Legal and Accounting	126,056	83,585	59,560
Payroll Expenses	345,271	732,307	151,837
Other Expenses	<u>2,855</u>	<u>22,096</u>	<u>2,325</u>
Total Operating Expenses	<u>474,182</u>	<u>837,988</u>	<u>213,722</u>
<b>NET INCOME</b>	<u>\$ 1,787,495</u>	<u>\$ 1,182,063</u>	<u>\$ 1,149,350</u>

*See accompanying Notes to Financial Statements.*

**THE WELLNESS WAY FRANCHISING LLC  
STATEMENTS OF MEMBER'S EQUITY (DEFICIT)  
YEARS ENDED DECEMBER 31, 2025, 2024, AND 2023**

	<u>Member's Equity (Deficit)</u>
<b>BALANCE - December 31, 2022</b>	\$ 19,245
Net Income	1,149,350
Members Draw	<u>(1,191,375)</u>
<b>BALANCE - DECEMBER 31, 2023</b>	(22,780)
Contributions	11,000
Net Income	1,182,063
Members Draw	<u>(1,296,000)</u>
<b>BALANCE - DECEMBER 31, 2024</b>	(125,717)
Net Income	1,787,495
Members Draw	<u>(1,801,800)</u>
<b>BALANCE - DECEMBER 31, 2025</b>	<u>\$ (140,022)</u>

*See accompanying Notes to Financial Statements.*

**THE WELLNESS WAY FRANCHISING LLC**  
**STATEMENTS OF CASH FLOWS**  
**YEARS ENDED DECEMBER 31, 2025, 2024, AND 2023**

	<u>2025</u>	<u>2024</u>	<u>2023</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net Income Loss	\$ 1,787,495	\$ 1,182,063	1,149,350
Adjustments to Reconcile Net Income to Net Cash Provided (Used) by Operating Activities:			
Changes in Operating Assets and Liabilities:			
Accounts Receivable	-	28,750	(28,750)
Accounts Payable and Checks Issued in Excess of Bank Balance	17,603	(410)	410
Accrued Payroll	(27,294)	16,301	13,466
Due to Related Parties	-	-	(130)
Deferred Revenue	(8,750)	71,607	71,250
Net Cash Provided by Operating Activities	<u>1,769,054</u>	<u>1,298,311</u>	<u>1,205,596</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Member Contributions	-	11,000	-
Member Draws	(1,801,800)	(1,296,000)	(1,191,375)
Net Cash Used by Financing Activities	<u>(1,801,800)</u>	<u>(1,285,000)</u>	<u>(1,191,375)</u>
<b>NET CHANGE IN CASH</b>	(32,746)	13,311	14,221
Cash - Beginning of Year	<u>46,907</u>	<u>33,596</u>	<u>19,375</u>
<b>CASH - END OF YEAR</b>	<u>\$ 14,161</u>	<u>\$ 46,907</u>	<u>\$ 33,596</u>

*See accompanying Notes to Financial Statements.*

**THE WELLNESS WAY FRANCHISING LLC  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2025 AND 2024, AND 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Business**

The Wellness Way Franchising LLC (the Company), a wholly owned subsidiary of The Wellness Way, LLC (the Parent), will operate a franchising business under the concept name The Wellness Way®. The Company will sell franchises in a majority of the states. The Company was organized in the state of Wisconsin. The Company's year-end is December 31.

**Basis of Accounting**

The accompanying financial statements has been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (GAAP).

**Accounting Estimates**

Management uses estimates and assumptions in preparing the financial statement in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

**Accounts Receivable and Allowance for Credit Losses**

Accounts receivables are stated at the amount management expects to collect from Outstanding balances. The Company extends credit terms to customers, primarily franchisees, in the normal course of business. The Company performs ongoing credit evaluations of its customers' financial conditions and generally requires no collateral. Accounts receivables are recorded at their estimated net realizable value, net of an allowance for credit losses. The Company's estimate of the allowance for credit losses is based upon historical experience, its evaluation of the current status of receivables, current economic conditions, certain forward looking information and unusual circumstances, if any. Expected credit losses are recorded through a charge to earnings and a credit to the allowance for expected credit losses based on its assessments. Balances that are still outstanding after management has used reasonable collection efforts are written off. The Company determined no allowance was necessary at December 31, 2025, 2024 and 2023.

**Deferred Revenue**

Deferred revenue represents franchise fees received that have not been fully earned and will be recognized in future periods.

**THE WELLNESS WAY FRANCHISING LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2025 AND 2024, AND 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Income Taxes**

The Company elected under the Internal Revenue Code and comparable state laws to become a limited liability company in the form of a single-member limited liability company subsidiary and files combined federal and Wisconsin income tax returns with its Parent. Accordingly, income is not taxable at the Company level but passes through to the Parent. Consequently, the Company may declare distributions periodically to the Parent to enable it to pay its income tax liabilities. Primarily due to the limited liability company subsidiary tax status, the Company does not have any significant tax uncertainties that would require recognition or disclosure. Income tax returns from 2023-2025 are open for examination.

**Revenue Recognition**

Topic 606, *Revenue from Contracts with Customers*, in the Accounting Standards Codification (ASC) requires the recognition of revenue when promised goods or services are transferred to customers in an amount that reflects the consideration to which an entity expects to be entitled in exchange for those goods or services.

Upon the initial sale of a franchise, the Company is obligated to provide franchisees access to certain proprietary programs, written materials, trademarks, tools, and support associated with their franchise business. Under ASC 606, initial franchise fees are recognized as the Company satisfies the performance obligation over the franchise term on a straight-line basis, which is generally ten years. The unrecognized portion of initial franchising fees is recorded as deferred franchise fees. Similarly, commissions are an incremental cost of obtaining a contract under ASC 606, which are capitalized as deferred franchise costs and amortized over the term of the franchise agreement. There were no commissions paid during the years ended December 31, 2025, 2024 and 2023.

The Company generates revenue primarily through franchise fees and royalties and branding fees.

**Franchise Fees**

The Company requires the entire nonrefundable initial franchise fee to be paid upon execution of a franchise agreement, which typically has an initial term of ten to twelve years. Initial franchise fees are recognized pro rata at the date the franchise agreement is signed or upon opening, depending on franchise agreement terms. The Company's services under the franchise agreement include: training of franchisees and staff, site selection, the right to use trademarks and proprietary information, and ongoing operations support. The Company does not provide financing to franchisees and offers no guarantees on their behalf. The services provided by the Company are highly interrelated with the franchise license and as such are considered to represent a single performance obligation.

**THE WELLNESS WAY FRANCHISING LLC  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2025 AND 2024, AND 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Revenue Recognition (Continued)**

**Franchise Fees (Continued)**

Franchisees have the option to renew the franchise agreement at the end of the initial franchise term. When a franchisee chooses to renew their agreement, a nonrefundable renewal fee is charged to the franchisee similar to the initial franchise fee.

**Royalties Revenue**

The Company collects royalties, as stipulated in the franchise agreement, currently equal to 5% of gross sales. Royalties are calculated as a percentage of sales over the term of the franchise agreement. The franchise agreement royalties, represent sales-based royalties that are related entirely to the Company's performance obligation under the franchise agreement and are recognized as franchisee store level sales occur. Royalties are collected weekly.

**Branding Fee Revenue**

The Company collects branding fees, as stipulated in the franchise agreement, currently equal to 1% - 3% of gross sales. Branding fees are calculated as a percentage of sales over the term of the franchise agreement. The franchise agreement branding fees, represent sales-based fees that are related entirely to the Company's performance obligation under the franchise agreement and are recognized as franchisee store level sales occur. Branding fees are collected weekly.

**NOTE 2 CONTRACT ASSETS AND CONTRACT LIABILITIES**

The Company's contract assets and contract liabilities are as follows:

	2025	December 31, 2024	2023
Contract Assets:			
Accounts Receivable	\$ -	\$ -	\$ 28,750
Contract Liabilities:			
Deferred Franchise Fees	\$ 134,107	\$ 142,857	\$ 71,250

**NOTE 3 FRANCHISE SALES AND AGREEMENTS**

At December 31, 2025, there were 50 locations in operation and no additional franchise agreements signed but not in operation. At December 31, 2024, there were 49 locations in operation and no additional franchise agreements signed but not in operation. At December 31, 2023, there were 46 locations in operation and 3 additional franchise agreements signed but not in operation.

**THE WELLNESS WAY FRANCHISING LLC  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2025 AND 2024, AND 2023**

**NOTE 4 MEMBER'S EQUITY**

The Parent contributed \$50,000 in 2022 and an additional \$11,000 in 2024 to the Company in exchange for the issuance of 100% of the Company's membership interest. The membership interest in the Company owned by the Parent is the only class of membership interest issued and outstanding.

**NOTE 5 SUBSEQUENT EVENTS**

Management has evaluated subsequent events through April 30, 2026, the date at which the financial statements were available for issue and does not believe that there are any subsequent events that require adjustment or disclosure in the accompanying financial statements.



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~~THE WELLNESS WAY FRANCHISING LLC FINANCIAL  
STATEMENTS~~

~~YEARS ENDED DECEMBER 31, 2024 AND 2023, AND  
PERIOD FROM MARCH 2, 2022 (INCEPTION DATE)  
TO DECEMBER 31, 2022~~



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**THE WELLNESS WAY FRANCHISING LLC  
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PERIOD FROM MARCH 2, 2022 (INCEPTION DATE)  
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## INDEPENDENT AUDITORS' REPORT

Member  
The Wellness Way Franchising LLC  
Green Bay, Wisconsin

### Report on the Audit of the Financial Statements

#### **Opinion**

We have audited the accompanying financial statements of The Wellness Way Franchising LLC, which comprise the balance sheets as of December 31, 2024, 2023 and 2022, and the related statements of operations, member's equity (deficit), and cash flows for the years ended December 31, 2024 and 2023, and the period from March 2, 2022 (Inception Date) to December 31, 2022, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Wellness Way Franchising LLC as of December 31, 2024, 2023 and 2022, and the results of its operations and cash flows for the years ended December 31, 2024 and 2023, and the period from March 2, 2022 (Inception Date) to December 31, 2022 in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinion**

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The Wellness Way Franchising LLC and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Member  
The Wellness Way Franchising LLC

***Auditors' Responsibilities for the Audit of the Financial Statements***

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

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

- ~~• Exercise professional judgment and maintain professional skepticism throughout the audit.~~
- ~~• Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.~~
- ~~• Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The Wellness Way Franchising LLC's internal control. Accordingly, no such opinion is expressed.~~
- ~~• Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.~~
- ~~• Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The Wellness Way Franchising LLC'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.~~

*CliftonLarsonAllen LLP*

**CliftonLarsonAllen LLP**

Milwaukee, Wisconsin  
March 31, 2025

**THE WELLNESS WAY FRANCHISING LLC**  
**BALANCE SHEETS**  
**DECEMBER 31, 2024 AND 2023, AND 2022**

	2024	2023	2022
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash	\$ 46,907	\$ 33,596	\$ 19,375
Accounts Receivable	<u>                    </u>	<u>28,750</u>	<u>                    </u>
Total Current Assets	46,907	62,346	19,375
 Total Assets	<u>\$ 46,907</u>	<u>\$ 62,346</u>	<u>\$ 19,375</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts Payable	\$ <u>                    </u>	\$ 410	\$ <u>                    </u>
Accrued Payroll	29,767	13,466	-
Due to Related Parties	-	-	130
Deferred Revenue	<u>23,571</u>	<u>10,714</u>	<u>                    </u>
Total Current Assets	53,338	24,590	130
<b>LONG TERM LIABILITIES</b>			
Deferred Revenue, Net of Current Amount	<u>119,286</u>	<u>60,536</u>	<u>                    </u>
 Total Liabilities	172,624	85,126	130
<b>MEMBER'S EQUITY (DEFICIT)</b>			
<b>MEMBER'S EQUITY (DEFICIT)</b>	<u>(125,717)</u>	<u>(22,780)</u>	<u>19,245</u>
 Total Liabilities and Member's Equity (Deficit)	<u>\$ 46,907</u>	<u>\$ 62,346</u>	<u>\$ 19,375</u>

See accompanying Notes to Financial Statements.

**THE WELLNESS WAY FRANCHISING LLC**  
**STATEMENTS OF OPERATIONS**  
**YEARS ENDED DECEMBER 31, 2024 AND 2023, AND**  
**PERIOD FROM MARCH 2, 2022 (INCEPTION DATE)**  
**TO DECEMBER 31, 2022**

	<u>2024</u>	<u>2023</u>	<u>2022</u>
<b>REVENUES</b>			
Initial Franchise Fee Revenue	\$ 18,393	\$ 3,750	\$ -
Royalty Revenue	1,534,552	1,019,534	-
Branding Fee Revenue	<u>467,106</u>	<u>339,788</u>	<u>-</u>
Total Revenues	2,020,051	1,363,072	-
<b>OPERATING EXPENSES</b>			
Legal and Accounting	83,585	59,560	12,264
Payroll Expenses	732,307	451,837	-
Other Expenses	<u>22,096</u>	<u>2,325</u>	<u>18,491</u>
Total Operating Expenses	<u>837,988</u>	<u>213,722</u>	<u>30,755</u>
<b>NET INCOME (LOSS)</b>	<u>\$ 1,182,063</u>	<u>\$ 1,149,350</u>	<u>\$ (30,755)</u>

See accompanying Notes to Financial Statements.

~~THE WELLNESS WAY FRANCHISING LLC  
 STATEMENTS OF MEMBER'S EQUITY (DEFICIT)  
 YEARS ENDED DECEMBER 31, 2024 AND 2023,  
 AND PERIOD FROM MARCH 2, 2022 (INCEPTION DATE) TO  
 DECEMBER 31, 2022~~

	<u>Member's Equity (Deficit)</u>
<del><b>BALANCE – MARCH 2, 2022 (INCEPTION DATE)</b></del>	<del>\$ —</del>
<del>Contributions</del>	<del>50,000</del>
<del>Net Loss</del>	<del><u>(30,755)</u></del>
<del><b>BALANCE – DECEMBER 31, 2022</b></del>	<del>19,245</del>
<del>Net Income</del>	<del>1,149,350</del>
<del>Members Draw</del>	<del><u>(1,191,375)</u></del>
<del><b>BALANCE – DECEMBER 31, 2023</b></del>	<del>(22,780)</del>
<del>Contributions</del>	<del>11,000</del>
<del>Net Income</del>	<del>1,182,063</del>
<del>Members Draw</del>	<del><u>(1,296,000)</u></del>
<del><b>BALANCE – DECEMBER 31, 2024</b></del>	<del><u>\$ (125,717)</u></del>

See accompanying Notes to Financial Statements.

**THE WELLNESS WAY FRANCHISING LLC**  
**STATEMENTS OF CASH FLOWS**  
**YEARS ENDED DECEMBER 31, 2024 AND 2023, AND**  
**PERIOD FROM MARCH 2, 2022 (INCEPTION DATE)**  
**TO DECEMBER 31, 2022**

	<u>2024</u>	<u>2023</u>	<u>2022</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net Income (Loss)	\$ 1,182,063	\$ 1,149,350	(30,755)
Adjustments to Reconcile Net Income to Net Cash Provided (Used) by Operating Activities:			
Changes in Operating Assets and Liabilities:			
Accounts Receivable	28,750	(28,750)	-
Accounts Payable	(410)	410	-
Accrued Payroll	16,301	13,466	-
Due to Related Parties	-	(130)	130
Deferred Revenue	<u>71,607</u>	<u>71,250</u>	
Net Cash Provided by (Used by) Operating Activities	1,298,311	1,205,596	(30,625)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Member Contributions	11,000	-	50,000
Member Draws	<u>(1,296,000)</u>	<u>(1,191,375)</u>	
Net Cash Provided by (Used by) Financing Activities	<u>(1,285,000)</u>	<u>(1,191,375)</u>	<u>50,000</u>
<b>NET CHANGE IN CASH</b>	13,311	14,221	19,375
Cash - Beginning of Year	<u>33,596</u>	<u>19,375</u>	
<b>CASH - END OF YEAR</b>	<u>\$ 46,907</u>	<u>\$ 33,596</u>	<u>\$ 19,375</u>

See accompanying Notes to Financial Statements.

~~THE WELLNESS WAY FRANCHISING LLC  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023, AND 2022~~

~~NOTE 1 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES~~

~~**Nature of Business**~~

~~The Wellness Way Franchising LLC (the Company), a wholly owned subsidiary of The Wellness Way, LLC (the Parent), will operate a franchising business under the concept name The Wellness Way®. The Company will sell franchises in a majority of the states. The Company was organized in the state of Wisconsin. The Company's year end is December 31.~~

~~**Basis of Accounting**~~

~~The accompanying financial statements has been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (GAAP).~~

~~**Accounting Estimates**~~

~~Management uses estimates and assumptions in preparing the financial statement in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.~~

~~**Accounts Receivable and Allowance for Credit Losses**~~

~~Accounts receivables are stated at the amount management expects to collect from Outstanding balances. The Company extends credit terms to customers, primarily franchisees, in the normal course of business. The Company performs ongoing credit evaluations of its customers' financial conditions and generally requires no collateral. Accounts receivables are recorded at their estimated net realizable value, net of an allowance for credit losses. The Company's estimate of the allowance for credit losses is based upon historical experience, its evaluation of the current status of receivables, current economic conditions, certain forward looking information and unusual circumstances, if any. Expected credit losses are recorded through a charge to earnings and a credit to the allowance for expected credit losses based on its assessments. Balances that are still outstanding after management has used reasonable collection efforts are written off. The Company determined no allowance was necessary at December 31, 2024, 2023 and 2022.~~

~~**Deferred Revenue**~~

~~Deferred revenue represents franchise fees received that have not been fully earned and will be recognized in future periods.~~

~~THE WELLNESS WAY FRANCHISING LLC  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023, AND 2022~~

~~NOTE 1 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)~~

~~Income Taxes~~

~~The Company elected under the Internal Revenue Code and comparable state laws to become a limited liability company in the form of a single member limited liability company subsidiary and files combined federal and Wisconsin income tax returns with its Parent. Accordingly, income is not taxable at the Company level but passes through to the Parent. Consequently, the Company may declare distributions periodically to the Parent to enable it to pay its income tax liabilities. Primarily due to the limited liability company subsidiary tax status, the Company does not have any significant tax uncertainties that would require recognition or disclosure. As the Company was formed in 2022, all income tax returns are open for examinations upon filing.~~

~~Revenue Recognition~~

~~The Financial Accounting Standards Board (FASB) issued new guidance that created Topic 606, *Revenue from Contracts with Customers*, in the Accounting Standards Codification (ASC). Topic 606 supersedes the revenue recognition requirements in FASB ASC 605, *Revenue Recognition*, and requires the recognition of revenue when promised goods or services are transferred to customers in an amount that reflects the consideration to which an entity expects to be entitled in exchange for those goods or services. The Company adopted the requirements of the new guidance upon inception.~~

~~The primary impact of ASC 606 on the Company's revenue recognition policies is a change in the accounting for initial franchising fees and related commission expense. Upon the initial sale of a franchise, the Company is obligated to provide franchisees access to certain proprietary programs, written materials, trademarks, tools, and support associated with their franchise business. Under ASC 606, initial franchise fees are recognized as the Company satisfies the performance obligation over the franchise term on a straight-line basis, which is generally ten years. The unrecognized portion of initial franchising fees is recorded as deferred franchise fees. Similarly, commissions are an incremental cost of obtaining a contract under ASC 606, which are capitalized as deferred franchise costs and amortized over the term of the franchise agreement. There were no commissions paid during the years ended December 31, 2024, 2023 and 2022.~~

~~The Company generates revenue primarily through franchise fees and royalties and branding fees.~~

~~Franchise Fees~~

~~The Company requires the entire nonrefundable initial franchise fee to be paid upon execution of a franchise agreement, which typically has an initial term of ten to twelve years. Initial franchise fees are recognized pro rata at the date the franchise agreement is signed or upon opening, depending on franchise agreement terms. The Company's services under the franchise agreement include: training of franchisees and staff, site selection, the right to use trademarks and proprietary information, and ongoing operations support. The Company does not provide financing to franchisees and offers no guarantees on their behalf. The services provided by the Company are highly interrelated with the franchise license and as such are considered to represent a single performance obligation.~~

**THE WELLNESS WAY FRANCHISING LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024 AND 2023, AND 2022**

**NOTE 1 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Revenue Recognition (Continued)**

Franchise Fees (Continued)

Franchisees have the option to renew the franchise agreement at the end of the initial franchise term. When a franchisee chooses to renew their agreement, a nonrefundable renewal fee is charged to the franchisee similar to the initial franchise fee.

Royalties Revenue

The Company collects royalties, as stipulated in the franchise agreement, currently equal to 5% of gross sales. Royalties are calculated as a percentage of sales over the term of the franchise agreement. The franchise agreement royalties, represent sales-based royalties that are related entirely to the Company's performance obligation under the franchise agreement and are recognized as franchisee store level sales occur. Royalties are collected weekly.

Branding Fee Revenue

The Company collects branding fees, as stipulated in the franchise agreement, currently equal to 1%–3% of gross sales. Branding fees are calculated as a percentage of sales over the term of the franchise agreement. The franchise agreement branding fees, represent sales-based fees that are related entirely to the Company's performance obligation under the franchise agreement and are recognized as franchisee store level sales occur. Branding fees are collected weekly.

**NOTE 2 — CONTRACT ASSETS AND CONTRACT LIABILITIES**

The Company's contract assets and contract liabilities are as follows:

	2024	December 31, 2023	2022
<b>Contract Assets:</b>			
Accounts Receivable	\$ —	\$ 28,750	\$ —
<b>Contract Liabilities:</b>			
Deferred Franchise Fees	\$ 142,857	\$ 71,250	\$ —

**NOTE 3 — FRANCHISE SALES AND AGREEMENTS**

At December 31, 2024, there were 49 locations in operation and no additional franchise agreements signed but not in operation. At December 31, 2023, there were 46 locations in operation and 3 additional franchise agreements signed but not in operation. At December 31, 2022, there were 15 locations in operation and no additional franchise agreements signed.

~~THE WELLNESS WAY FRANCHISING LLC  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023, AND 2022~~

~~NOTE 4 — MEMBER'S EQUITY~~

~~The Parent contributed \$50,000 in 2022 and an additional \$11,000 in 2024 to the Company in exchange for the issuance of 100% of the Company's membership interest. The membership interest in the Company owned by the Parent is the only class of membership interest issued and outstanding.~~

~~NOTE 5 — SUBSEQUENT EVENTS~~

~~Management has evaluated subsequent events through March 31, 2025, the date at which the financial statements were available for issue and does not believe that there are any subsequent events that require adjustment or disclosure in the accompanying financial statements.~~



INDEPENDENT  
NETWORK MEMBER

CLA (CliftonlarsenAllen **LLP**) is a network member of CLA Global. See [CLAGlobal.com/disclaimer](http://CLAGlobal.com/disclaimer). Investment advisory services are offered through CliftonlarsenAllen Wealth Advisors, **LLC**, an SEC-registered investment advisor.

10:45 AM

**The Wellness Way Franchise LLC**

07/02/25

**Balance Sheet**

Accrual Basis

As of June 30, 2025

	<u>Jun 30, 25</u>
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
Nicolet Checking--8678	34,833.76
Total Checking/Savings	34,833.76
Accounts Receivable	
Accounts Receivable	28,750.00
Total Accounts Receivable	28,750.00
Total Current Assets	63,583.76
Fixed Assets	
Setup Costs	-0.41
Software	0.60
Total Fixed Assets	0.19
<b>TOTAL ASSETS</b>	<b>63,583.95</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Other Current Liabilities-	
Accrued Payroll	13,466.00
Deferred Revenue--IFF	71,250.00
Total Other Current Liabilities	84,716.00
Total Current Liabilities	84,716.00
Total Liabilities	84,716.00
Equity	
Members Draw--WW LLC	-2,182,000.00
Members Equity--WW LLC	-1,130,375.00
Retained Earnings	2,417,315.97
Net Income	873,926.98
Total Equity	-21,132.05
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>63,583.95</b>

THESE FINANCIAL STATEMENTS ARE PREPARED WITHOUT AN AUDIT. PROSPECTIVE FRANCHISEES SHOULD BE ADVISED THAT NO CERTIFIED PUBLIC ACCOUNTANT HAS AUDITED THESE FIGURES OR EXPRESSED HIS/HER OPINION AS TO THE CONTENT OR FORM.

10:45 AM

**The Wellness Way Franchise LLC**

07/02/25

**Profit & Loss**

Accrual Basis

January through June 2025

	<u>Jan--Jun 25</u>
Ordinary Income/Expense	
Income	
Fee Income	

Branding Fees	251,492.57
Franchise Fees	895,236.61
<b>Total Fee Income</b>	<b>1,146,729.18</b>
Referral Income	266.66
<b>Total Income</b>	<b>1,146,995.84</b>
<b>Expense</b>	
Business Licenses & Permits	26.00
Employee Development	964.40
Insurance Expense	1,750.91
Payroll Expenses	232,593.32
Professional Fees	
Lawyer Fees	37,734.23
<b>Total Professional Fees</b>	<b>37,734.23</b>
<b>Total Expense</b>	<b>273,068.86</b>
<b>Net Ordinary Income</b>	<b>873,926.98</b>
<b>Net Income</b>	<b>873,926.98</b>

~~THESE FINANCIAL STATEMENTS ARE PREPARED WITHOUT AN AUDIT. PROSPECTIVE FRANCHISEES OR SELLERS OF FRANCHISES SHOULD BE ADVISED THAT NO CERTIFIED PUBLIC ACCOUNTANT HAS AUDITED THESE FIGURES OR EXPRESSED HIS/HER OPINION WITH RESPECT TO THE CONTENT OR FORM~~

THE WELLNESS WAY FRANCHISE LLC  
EXHIBIT F TO THE DISCLOSURE DOCUMENT

A. LIST OF CURRENT FRANCHISEES AS OF THE DATE OF THIS DISCLOSURE DOCUMENT.

Franchisee Name:	Address:	Phone #:	Franchise City	Franchise State
<u>COLORADO</u>				
<u>Envitality Wellness Center LLC</u>	<u>9250 E. Costilla Ave. Suite 300, Greenwood Village, CO 80112</u>	<u>303-668-2103</u>	<u>CENTENNIAL</u>	
Condon Chiropractic, PLLC	7146 N. <del>orth</del> Academy Blvd., Colorado Springs, CO 80920	719-434-1246	COLORADO SPRINGS	
100 Wellness, LLC	3400 E. Bayaud Ave, #290, Denver, CO 80209	303-399-3569	SOUTH DENVER	
<del>*The Wellness Way Estes Park, LLC</del>	<del>521 S St Vrain Ave Unit B, Estes Park, CO 80517</del>	<del>970-577-0007</del>	<del>ESTES PARK</del>	
<u>FLORIDA</u>				
Wellness Way Lake Mary, LLC	580 Rinehart Road Unit 100 Lake Mary, FL 32746	407-440-1436	LAKE MARY	
Wellness Way Largo, LLC	13777 Belcher Road S Suite 300 Largo Fl 33771	727-216-3170	LARGO	
Wellness Way Milton LLC	5736 Stewart St., Milton, FL. 32570	850-741-5999	MILTON	
Wellness Way Ormond Beach LLC	725 W Granada Blvd, Ormond Beach, FL 32174	386-267-7274	ORMOND BEACH	
Brain And Body Chiropractic Clinic, PLLC	6771 Professional Parkway W, Suite 101 Lakewood Ranch, FL 34240	941-702-0553	SARASOTA	
<u>Wellness Way South Sarasota LLC</u>	<u>5602 Marquesas Cir. Unit 105 Sarasota, FL 34233</u>	<u>941-390-0525</u>	<u>SARASOTA</u>	
<u>Wellness Way Wesley, LLC</u>	<u>2252 Twelve Oaks Way, Suite 101 Wesley Chapel, FL 33544</u>	<u>813-388-6657</u>	<u>WESLEY CHAPEL</u>	
<u>GEORGIA</u>				
<del>*Wellness Way Marietta, LLC</del>	<del>1355 Roswell Rd, Suites 152 &amp; 154, Marietta GA 30062</del>	<del>678-809-0154</del>	<del>MARIETTA</del>	
<u>ILLINOIS</u>				
<u>Aurora Family Wellness Center PC</u>	<u>157 S Lincoln Ave Aurora IL 60505</u>	<u>630-264-8004</u>	<u>AURORA</u>	

Exhibit F-0

<u>The Wellness Way Lake Forest PLLC</u>	<u>100 N Waukegan Rd Ste 103, Lake Bluff, IL 60044</u>	<u>847-500-3201</u>	<u>LAKE FOREST</u>	
<u>Thompson Chiropractic Clinic, Inc.,</u>	<u>728 E. Veterans Parkway, SSuite 115, Yorkville, IL 60560</u>	<u>630-553-6149</u>	<u>YORKVILLE</u>	
				<u>INDIANA</u>
<u>*Wellness Way Shipshewana, LLC</u>	<u>250 East Berkshire Dr Shipshewana, IN 46565</u>	<u>260 593 1560</u>	<u>SHIPSHEWANA</u>	
				<u>IOWA</u>
<u>+Wellness Way Ankeny LLC</u>	<u>250 NE 41st St, Unit 105 Ankeny, IA 50021</u>	<u>712 830 4451</u>	<u>ANKENY</u>	
<u>*Wellness Way Coralville, LLC</u>	<u>708 5th Street, Coralville IA 52241</u>	<u>319 379 5801</u>	<u>CORALVILLE</u>	
<u>Superior Integrated Health, LLC</u>	<u>6150 Village View Dr., Suite 107, West Des Moines, IA 50266</u>	<u>515-440-0047</u>	<u>WEST DES MOINES</u>	
				<u>MASSACHUSETTS</u>
<u>Wellness Way Shrewsbury, LLC</u>	<u>512 Main St. Penthouse Shrewsbury, MA 01545</u>	<u>508-290-0032</u>	<u>SHREWSBURY</u>	
				<u>MICHIGAN</u>
<u>The Wellness Way Escanaba, LLC</u>	<u>711 East 7<sup>th</sup> Avenue, Norway, MI 49870</u>	<u>906-298-7650</u>	<u>ESCANABA</u>	
	<u>Lakewood Ranch, FL 34240</u>			
<u>Wellness Way Wesley, LLC</u>	<u>2252 Twelve Oaks Way, Suite 101, Wesley Chapel, FL 33544</u>	<u>813 388 6657</u>	<u>WESLEY CHAPEL</u>	
				<u>GEORGIA</u>
<u>*Wellness Way Marietta, LLC</u>	<u>1355 Roswell Rd, Suites 152 &amp; 154, Marietta GA 30062</u>	<u>678 809 0154</u>	<u>MARIETTA</u>	
				<u>ILLINOIS</u>
<u>Aurora Family Wellness Center PC</u>	<u>157 S Lincoln Ave Aurora IL 60505</u>	<u>630-264-8004</u>	<u>AURORA</u>	
<u>The Wellness Way Lake Forest PLLC</u>	<u>100 N Waukegan Rd Ste 103, Lake Bluff, IL 60044</u>	<u>847-500-3201</u>	<u>LAKE FOREST</u>	
<u>Thompson Chiropractic Clinic, Inc.,</u>	<u>728 E. Veterans Parkway, SSuite 115, Yorkville, IL 60560</u>	<u>630 553 6149</u>	<u>YORKVILLE</u>	
				<u>INDIANA</u>
<u>*Wellness Way Shipshewana, LLC</u>	<u>250 East Berkshire Dr Shipshewana, IN 46565</u>	<u>260 593 1560</u>	<u>SHIPSHEWANA</u>	
				<u>IOWA</u>

Exhibit F-1

<a href="#"><u>+Wellness Way Ankeny LLC</u></a>	<a href="#"><u>250 NE 41st St, Unit 105 Ankeny, IA 50021</u></a>	<a href="#"><u>712-830-4451</u></a>	<a href="#"><u>ANKENY</u></a>	
<a href="#"><u>*Wellness Way Coralville, LLC</u></a>	<a href="#"><u>708 5th Street, Coralville IA 52241</u></a>	<a href="#"><u>319-379-5801</u></a>	<a href="#"><u>CORALVILLE</u></a>	
<a href="#"><u>Superior Integrated Health, LLC</u></a>	<a href="#"><u>6150 Village View Dr., Suite 107, West Des Moines, IA 50266</u></a>	<a href="#"><u>515-440-0047</u></a>	<a href="#"><u>WEST DES MOINES</u></a>	
				<a href="#"><u>MINNESOTA</u></a>
<a href="#"><u>*Wellness Way Eden Prairie, LLC</u></a>	<a href="#"><u>6805 Flying Cloud Dr, Eden Prairie, MN 55344</u></a>	<a href="#"><u>952-255-6980</u></a>	<a href="#"><u>EDEN PRAIRIE</u></a>	
<a href="#"><u>*Wellness Way St. Cloud, LLC</u></a>	<a href="#"><u>3400 1<sup>st</sup> St. N., Suite 105 St. Cloud, MN 56303</u></a>	<a href="#"><u>320-774-1355</u></a>	<a href="#"><u>ST. CLOUD</u></a>	
<a href="#"><u>Empower Health Chiropractic LLC</u></a>	<a href="#"><u>700 Commerce Dr. Ste 260 Woodbury, MN 55125</u></a>	<a href="#"><u>651-330-9453</u></a>	<a href="#"><u>WOODBURY</u></a>	
				<a href="#"><u>MISSOURI</u></a>
<a href="#"><u>Wellness Way Columbia, LLC</u></a>	<a href="#"><u>2401 Bernadette Dr. STE 209 Columbia, MO 65202</u></a>	<a href="#"><u>573-443-6828</u></a>	<a href="#"><u>COLUMBIA</u></a>	
<a href="#"><u>Ozark Upper Cervical, LLC</u></a>	<a href="#"><u>213 W Washington Seymour, MO 65746</u></a>	<a href="#"><u>417-935-2471</u></a>	<a href="#"><u>SEYMOUR</u></a>	
<a href="#"><u>*Wellness Way St. Peters LLC</u></a>	<a href="#"><u>1232 Jungermann Rd. St. Peters, MO 63376</u></a>	<a href="#"><u>636-685-0718</u></a>	<a href="#"><u>ST. PETERS</u></a>	
				<a href="#"><u>MONTANNA</u></a>
<a href="#"><u>Fennelly Chiropractic Clinic, Inc.</u></a>	<a href="#"><u>450 Corporate Dr., Suite 108 Kalispell, MT 59901</u></a>	<a href="#"><u>406-755-3014</u></a>	<a href="#"><u>KALISPEL</u></a>	
				<a href="#"><u>NEW HAMPSHIRE</u></a>
<a href="#"><u>League Chiropractic PLLC</u></a>	<a href="#"><u>815 Court St., Unit 1 Keene, NH 03431</u></a>	<a href="#"><u>(603) 355-9911</u></a>	<a href="#"><u>KEENE</u></a>	
				<a href="#"><u>NORTH CAROLINA</u></a>
<a href="#"><u>Wellness Way Raleigh PLLC</u></a>	<a href="#"><u>3344 Hillsborough St., Suite 100, Raleigh, NC 27612</u></a>	<a href="#"><u>919-803-5015</u></a>	<a href="#"><u>RALEIGH</u></a>	
				<a href="#"><u>NORTH DAKOTA</u></a>
<a href="#"><u>*Wellness Way Bismark, LLC</u></a>	<a href="#"><u>1929 N Washington St., Suite N Bismark, ND 58501</u></a>	<a href="#"><u>701-751-0572</u></a>	<a href="#"><u>BISMARK</u></a>	
<a href="#"><u>The Wellness Way Fargo LLC</u></a>	<a href="#"><u>4650 38th Ave S, Suite 140 Fargo, ND 58104</u></a>	<a href="#"><u>701-478-6113</u></a>	<a href="#"><u>FARGO</u></a>	
<a href="#"><u>The Wellness Way Williston, LLC</u></a>	<a href="#"><u>1510 Second Ave W., Suite 202 Williston, ND 58801</u></a>	<a href="#"><u>701-572-0884</u></a>	<a href="#"><u>WILLISTON</u></a>	
				<a href="#"><u>OHIO</u></a>
<a href="#"><u>Gilfillan Chiropractic, LLC</u></a>	<a href="#"><u>955 S Main St. Ada, OH 45810</u></a>	<a href="#"><u>419-634-4856</u></a>	<a href="#"><u>ADA</u></a>	
<a href="#"><u>Balanced Living Chiropractic &amp; Wellness</u></a>	<a href="#"><u>1670 Columbus Rd. Granville, OH 43023</u></a>	<a href="#"><u>740-404-6487</u></a>	<a href="#"><u>GRANVILLE</u></a>	
<a href="#"><u>+Wellness Way Mason, LLC</u></a>	<a href="#"><u>5382 Cox Smith Rd., Mason, Ohio 45040</u></a>	<a href="#"><u>513-208-7498</u></a>	<a href="#"><u>MASON</u></a>	

[Exhibit F-2](#)

<a href="#"><u>*Wellness Way Steubenville, LLC</u></a>	<a href="#"><u>2990 Johnson Road, Suite 1A, Steubenville, OH 43952</u></a>	<a href="#"><u>740-346-3060</u></a>	<a href="#"><u>STEUBENVILLE</u></a>	
<a href="#"><u>PENNSYLVANIA</u></a>				
<a href="#"><u>Wellness Way Conshohocken PLLC</u></a>	<a href="#"><u>101 East 8th Avenue, Suite 301,</u></a>	<a href="#"><u>610-567-8011</u></a>	<a href="#"><u>CONSHOHOCKEN</u></a>	
<a href="#"><u>MINNESOTA</u></a>				
<a href="#"><u>*Wellness Way Eden Prairie, LLC</u></a>	<a href="#"><u>6805 Flying Cloud Dr, Eden Prairie, MN 55344</u></a>	<a href="#"><u>952-255-6980</u></a>	<a href="#"><u>EDEN PRAIRIE</u></a>	
<a href="#"><u>*Wellness Way St. Cloud, LLC</u></a>	<a href="#"><u>3400 1<sup>st</sup> St. N., Suite 105 St. Cloud, MN 56303</u></a>	<a href="#"><u>320-774-1355</u></a>	<a href="#"><u>ST. CLOUD</u></a>	
<a href="#"><u>Empower Health Chiropractic LLC</u></a>	<a href="#"><u>700 Commerce Dr. Ste 260 Woodbury, MN 55125</u></a>	<a href="#"><u>651-330-9453</u></a>	<a href="#"><u>WOODBURY</u></a>	
<a href="#"><u>MISSOURI</u></a>				
<a href="#"><u>Wellness Way Columbia, LLC</u></a>	<a href="#"><u>2401 Bernadette Dr. STE 209 Columbia, MO 65202</u></a>	<a href="#"><u>573-443-6828</u></a>	<a href="#"><u>COLUMBIA</u></a>	
<a href="#"><u>Ozark Upper Cervical, LLC</u></a>	<a href="#"><u>213 W Washington Seymour, MO 65746</u></a>	<a href="#"><u>417-935-2471</u></a>	<a href="#"><u>SEYMOUR</u></a>	
<a href="#"><u>*Wellness Way St. Peters LLC</u></a>	<a href="#"><u>1232 Jungermann Rd., St. Peters, MO 63376</u></a>	<a href="#"><u>636-685-0718</u></a>	<a href="#"><u>ST. PETERS</u></a>	
<a href="#"><u>MONTANNA</u></a>				
<a href="#"><u>Fennelly Chiropractic Clinic, Inc.</u></a>	<a href="#"><u>450 Corporate Dr., Suite 108 Kalispell, MT 59901</u></a>	<a href="#"><u>406-755-3014</u></a>	<a href="#"><u>KALISPEL</u></a>	
<a href="#"><u>NEW HAMPSHIRE</u></a>				
<a href="#"><u>League Chiropractic PLLC</u></a>	<a href="#"><u>815 Court St., Unit 1 Keene, NH 03431</u></a>	<a href="#"><u>(603) 355-9911</u></a>	<a href="#"><u>KEENE</u></a>	
<a href="#"><u>NORTH CAROLINA</u></a>				
<a href="#"><u>Wellness Way Raleigh PLLC</u></a>	<a href="#"><u>3344 Hillsborough St., Suite 100, Raleigh, NC 27612</u></a>	<a href="#"><u>919-803-5015</u></a>	<a href="#"><u>RALEIGH</u></a>	
<a href="#"><u>NORTH DAKOTA</u></a>				
<a href="#"><u>*Wellness Way Bismark, LLC</u></a>	<a href="#"><u>1929 N Washington St., Suite N Bismark, ND 58501</u></a>	<a href="#"><u>701-751-0572</u></a>	<a href="#"><u>BISMARK</u></a>	
<a href="#"><u>The Wellness Way Fargo LLC</u></a>	<a href="#"><u>4650 38th Ave S., Suite 140 Fargo, ND 58104</u></a>	<a href="#"><u>701-478-6113</u></a>	<a href="#"><u>FARGO</u></a>	
<a href="#"><u>The Wellness Way Williston, LLC</u></a>	<a href="#"><u>1510 Second Ave W., Suite 202 Williston, ND 58801</u></a>	<a href="#"><u>701-572-0884</u></a>	<a href="#"><u>WILLISTON</u></a>	
<a href="#"><u>OHIO</u></a>				
<a href="#"><u>Gilfillan Chiropractic, LLC</u></a>	<a href="#"><u>955 S Main St., Ada, OH 45810</u></a>	<a href="#"><u>419-634-4856</u></a>	<a href="#"><u>ADA</u></a>	
<a href="#"><u>Balanced Living Chiropractic &amp; Wellness</u></a>	<a href="#"><u>1670 Columbus Rd. Granville, OH 43023</u></a>	<a href="#"><u>740-404-6487</u></a>	<a href="#"><u>GRANVILLE</u></a>	
<a href="#"><u>+Wellness Way Mason, LLC</u></a>	<a href="#"><u>5382 Cox Smith Rd., Mason, Ohio 45040</u></a>	<a href="#"><u>513-208-7498</u></a>	<a href="#"><u>MASON</u></a>	

<a href="#"><u>*Wellness Way Steubenville, LLC</u></a>	<a href="#"><u>2990 Johnson Road, Suite 1A, Steubenville, OH 43952</u></a>	<a href="#"><u>740-346-3060</u></a>	<a href="#"><u>STEUBENVILLE</u></a>	
<a href="#"><u>PENNSYLVANIA</u></a>				
<a href="#"><u>Wellness Way Conshohocken PLLC</u></a>	<a href="#"><u>101 East 8th Avenue, Suite 301,</u></a>	<a href="#"><u>610-567-8011</u></a>	<a href="#"><u>CONSHOHOCKEN</u></a>	
<a href="#"><u>*Wellness Way Grand Rapids, LLC</u></a>	<a href="#"><u>601 S Westwood Ave, Kingsford, MI 49802848 Parchment SE, Suite 100, Grand Rapids MI 49546</u></a>	<a href="#"><u>906-828-1384616-734-6498</u></a>	<a href="#"><u>IRON-MOUNTAINGRAND-RAPIDS</u></a>	
<a href="#"><u>*Iron Mountain Wellness Way LLC</u></a>	<a href="#"><u>601 S Westwood Ave, Kingsford, MI 49802</u></a>	<a href="#"><u>906-828-1384</u></a>	<a href="#"><u>IRON MOUNTAIN</u></a>	
<a href="#"><u>TENNESSEE</u></a>				
<a href="#"><u>Wellness Way Brentwood PLLC</u></a>	<a href="#"><u>9007 Overlook Blvd Suite 201 Brentwood, TN 37027</u></a>	<a href="#"><u>615-905-0340</u></a>	<a href="#"><u>BRENTWOOD</u></a>	
<a href="#"><u>Wellness Way Hendersonville, PLLC</u></a>	<a href="#"><u>132 Maple Row Blvd suite 560 Hendersonville, TN 37075</u></a>	<a href="#"><u>615-234-5510</u></a>	<a href="#"><u>HENDERSONVILLE</u></a>	
<a href="#"><u>Jason L Smith D.C.</u></a>	<a href="#"><u>9145 Cross Park Dr., Suite 102 Knoxville, TN 37923</u></a>	<a href="#"><u>865-531-1800</u></a>	<a href="#"><u>WEST KNOXVILLE</u></a>	
<a href="#"><u>TEXAS</u></a>				
<a href="#"><u>*The Wellness Way Spring LLC</u></a>	<a href="#"><u>8110 Spring Cypress Rd, Spring, TX 77379</u></a>	<a href="#"><u>831-761-7109</u></a>	<a href="#"><u>SPRING</u></a>	
<a href="#"><u>UTAH</u></a>				
<a href="#"><u>*Wellness Way South Jordan LLC</u></a>	<a href="#"><u>10459 South 1300 West, Suite 203 South Jordan, UT 84095</u></a>	<a href="#"><u>385-308-8169</u></a>	<a href="#"><u>SOUTH JORDAN</u></a>	
<a href="#"><u>VIRGINIA</u></a>				
<a href="#"><u>+Wellness Way Leesburg, LLC</u></a>	<a href="#"><u>540 Fort Evans Rd Suite 304, Leesburg, VA 20176</u></a>	<a href="#"><u>607-857-4087</u></a>	<a href="#"><u>LEESBURG</u></a>	
<a href="#"><u>WISCONSIN</u></a>				
<a href="#"><u>*Appleton Wellness Way LLC</u></a>	<a href="#"><u>2021 S. Oneida St., Appleton, WI 54915</u></a>	<a href="#"><u>920-733-3371</u></a>	<a href="#"><u>APPLETON</u></a>	
<a href="#"><u>*The Wellness Way Eau Claire, LLC</u></a>	<a href="#"><u>4410 Golf Terrace, Suite 120, Eau Claire WI 54701</u></a>	<a href="#"><u>715-598-1829</u></a>	<a href="#"><u>EAU CLAIRE</u></a>	
<a href="#"><u>Vital Life Group, Inc.</u></a>	<a href="#"><u>952 S. Park Ave. Fond du Lac, WI 54935</u></a>	<a href="#"><u>920-921-9100</u></a>	<a href="#"><u>FOND DU LAC</u></a>	
<a href="#"><u>*The Wellness Way Green Bay, LLC</u></a>	<a href="#"><u>2525 W Mason St., Green Bay, WI 54303</u></a>	<a href="#"><u>920-429-2844</u></a>	<a href="#"><u>GREEN BAY</u></a>	

Exhibit F-4

<a href="#">*Wellness Way LaCrosse LLC</a>	<a href="#">4605 Mormon Coulee Rd. La Crosse, WI 54601</a>	<a href="#">608-797-3413</a>	<a href="#">LA CROSSE</a>	
<a href="#">Lotus Family Chiropractic LLC</a>	<a href="#">50618 Charles StreetSt. Osseo, WI 54758</a>	<a href="#">715-530-4080</a>	<a href="#">OSSEO</a>	
<a href="#">The Wellness Way – Pleasant Prairie LLC</a>	<a href="#">4707 Washington Rd. Kenosha, WI 53144</a>	<a href="#">262-748-1080</a>	<a href="#">PLEASANT PRAIRIE</a>	

[Return to FDD TOC](#)

Franchisee Name:	Address:	Phone #:	Franchise City	Franchise State
	<del>Lakewood Ranch, FL 34240</del>			
<del>Wellness Way Wesley, LLC</del>	<del>2252 Twelve Oaks Way, Suite 101 Wesley Chapel, FL 33544</del>	<del>813-388-6657</del>	<del>WESLEY CHAPEL</del>	
				<u>GEORGIA</u>
<del>*Wellness Way Marietta, LLC</del>	<del>1355 Roswell Rd, Suites 152 &amp; 154, Marietta GA 30062</del>	<del>678-809-0154</del>	<del>MARIETTA</del>	
				<u>ILLINOIS</u>
<del>Aurora Family Wellness Center PC</del>	<del>157 S Lincoln Ave Aurora IL 60505</del>	<del>630-264-8004</del>	<del>AURORA</del>	
<del>The Wellness Way Lake Forest PLLC</del>	<del>100 N Waukegan Rd Ste 103, Lake Bluff, IL 60044</del>	<del>847-500-3201</del>	<del>LAKE FOREST</del>	
<del>Thompson Chiropractic Clinic, Inc.,</del>	<del>728 E. Veterans Parkway, S Suite 115, Yorkville, IL 60560</del>	<del>630-553-6149</del>	<del>YORKVILLE</del>	
				<u>INDIANA</u>
<del>*Wellness Way Shipshewana, LLC</del>	<del>250 East Berkshire Dr Shipshewana, IN 46565</del>	<del>260-593-1560</del>	<del>SHIPSHEWANA</del>	
				<u>IOWA</u>
<del>Wellness Way Ankeny LLC</del>	<del>250 NE 41st St, Unit 105 Ankeny, IA 50021</del>	<del>712-830-4451</del>	<del>ANKENY</del>	
<del>*Wellness Way Coralville, LLC</del>	<del>708 5th Street, Coralville IA 52241</del>	<del>319-379-5801</del>	<del>CORALVILLE</del>	
<del>Superior Integrated Health, LLC</del>	<del>6150 Village View Dr., Suite 107, West Des Moines, IA 50266</del>	<del>515-440-0047</del>	<del>WEST DES MOINES</del>	
				<u>MASSACHUSETTS</u>
<del>Wellness Way Shrewsbury, LLC</del>	<del>512 Main St. Penthouse Shrewsbury, MA 01545</del>	<del>508-290-0032</del>	<del>SHREWSBURY</del>	
				<u>MICHIGAN</u>
<del>The Wellness Way Escanaba, LLC</del>	<del>711 East 7th Avenue, Norway, MI 49870</del>	<del>906-298-7650</del>	<del>ESCANABA</del>	
				<u>MINNESOTA</u>
<del>*Wellness Way Eden Prairie, LLC</del>	<del>6805 Flying Cloud Dr, Eden Prairie, MN 55344</del>	<del>952-255-6980</del>	<del>EDEN PRAIRIE</del>	
<del>*Wellness Way St. Cloud, LLC</del>	<del>3400 1<sup>st</sup> St. N., Suite 105 St. Cloud, MN 56303</del>	<del>320-774-1355</del>	<del>ST. CLOUD</del>	
<del>Empower Health Chiropractic LLC</del>	<del>700 Commerce Dr. Ste 260 Woodbury, MN 55125</del>	<del>651-330-9453</del>	<del>WOODBURY</del>	

<u>MISSOURI</u>				
<u>Wellness Way Columbia, LLC</u>	<u>2401 Bernadette Dr. STE 209 Columbia, MO 65202</u>	<u>573-443-6828</u>	<u>COLUMBIA</u>	
<u>Ozark Upper Cervical, LLC</u>	<u>213 W Washington Seymour, MO 65746</u>	<u>417-935-2471</u>	<u>SEYMOUR</u>	
<u>*Wellness Way St. Peters LLC</u>	<u>1232 Jungermann Rd. St. Peters, MO 63376</u>	<u>636-685-0718</u>	<u>ST. PETERS</u>	
<u>MONTANNA</u>				
<u>Fennelly Chiropractic Clinic, Inc.</u>	<u>450 Corporate Dr., Suite 108 Kalispell, MT 59901</u>	<u>406-755-3014</u>	<u>KALISPEL</u>	
<u>NEW HAMPSHIRE</u>				
<u>League Chiropractic PLLC</u>	<u>815 Court St., Unit 1 Keene, NH 03431</u>	<u>(603) 355- 9911</u>	<u>KEENE</u>	
<u>NORTH CAROLINA</u>				
<u>Wellness Way Raleigh PLLC</u>	<u>3344 Hillsborough St., Suite 100, Raleigh, NC 27612</u>	<u>919-803-5015</u>	<u>RALEIGH</u>	
<u>NORTH DAKOTA</u>				
<u>*Wellness Way Bismark, LLC</u>	<u>1929 N Washington St., Suite N- Bismark, ND 58501</u>	<u>701-751-0572</u>	<u>BISMARK</u>	
<u>The Wellness Way Fargo LLC</u>	<u>4650 38th Ave S., Suite 140 Fargo, ND 58104</u>	<u>701-478-6113</u>	<u>FARGO</u>	
<u>The Wellness Way Williston, LLC</u>	<u>1510 Second Ave W., Suite 202 Williston, ND 58801</u>	<u>701-572-0884</u>	<u>WILLISTON</u>	
<u>OHIO</u>				
<u>Gilfillan Chiropractic, LLC</u>	<u>955 S Main St. Ada, OH 45810</u>	<u>419-634-4856</u>	<u>ADA</u>	
<u>Balanced Living Chiropractic &amp; Wellness</u>	<u>1670 Columbus Rd. Granville, OH 43023</u>	<u>740-404-6487</u>	<u>GRANVILLE</u>	
<u>+Wellness Way Mason, LLC</u>	<u>5382 Cox Smith Rd., Mason, Ohio 45040</u>	<u>513-208-7498</u>	<u>MASON</u>	
<u>*Wellness Way Steubenville, LLC</u>	<u>2990 Johnson Road, Suite 1A, Steubenville, OH 43952</u>	<u>740-346-3060</u>	<u>STEUBENVILLE</u>	
<u>PENNSYLVANIA</u>				
<u>Wellness Way Conshohocken- PLLC</u>	<u>101 East 8th Avenue, Suite 301,</u>	<u>610-567-8011</u>	<u>CONSHOHOCKEN</u>	
<u>*Wellness Way Grand Rapids, LLC</u>	<u>601 S Westwood Ave, Kingsford, MI 49802848 Parchment SE, Suite 100, Grand Rapids MI 49546</u>	<u>906-828- 1384616-734- 6498</u>	<u>IRON- MOUNTAIN GRAND- RAPIDS</u>	
<u>*Iron Mountain Wellness Way- LLC</u>	<u>601 S Westwood Ave, Kingsford, MI 49802</u>	<u>906-828-1384</u>	<u>IRON MOUNTAIN</u>	

Exhibit F-7

Franchisee Name:	Address:	Phone #:	Franchise City	Franchise State
<b>MINNESOTA</b>				
<del>*Wellness Way Eden Prairie, LLC</del>	<del>6805 Flying Cloud Dr, Eden Prairie, MN 55344</del>	<del>952-255-6980</del>	<del>EDEN PRAIRIE</del>	
<del>*Wellness Way St. Cloud, LLC</del>	<del>3400 1<sup>st</sup> St. N., Suite 105 St. Cloud, MN 56303</del>	<del>320-774-1355</del>	<del>ST. CLOUD</del>	
<del>Empower Health Chiropractic LLC</del>	<del>700 Commerce Dr. Ste 260 Woodbury, MN 55125</del>	<del>651-330-9453</del>	<del>WOODBURY</del>	
<b>MISSOURI</b>				
<del>Wellness Way Columbia, LLC</del>	<del>2401 Bernadette Dr. STE 209 Columbia, MO 65202</del>	<del>573-443-6828</del>	<del>COLUMBIA</del>	
<del>Ozark Upper Cervical, LLC</del>	<del>213 W Washington Seymour, MO 65746</del>	<del>417-935-2471</del>	<del>SEYMOUR</del>	
<del>*Wellness Way St. Peters LLC</del>	<del>1232 Jungermann Rd. St. Peters, MO 63376</del>	<del>636-685-0718</del>	<del>ST. PETERS</del>	
<b>MONTANA</b>				
<del>Fennelly Chiropractic Clinic, Inc.</del>	<del>450 Corporate Dr., Suite 108 Kalispell, MT 59901</del>	<del>406-755-3014</del>	<del>KALISPEL</del>	
<b>NEW HAMPSHIRE</b>				
<del>League Chiropractic PLLC</del>	<del>815 Court St., Unit 1 Keene, NH 03431</del>	<del>(603) 355-9911</del>	<del>KEENE</del>	
<b>NORTH CAROLINA</b>				
<del>Wellness Way Raleigh PLLC</del>	<del>3344 Hillsborough St., Suite 100, Raleigh, NC 27612</del>	<del>919-803-5015</del>	<del>RALEIGH</del>	
<b>NORTH DAKOTA</b>				
<del>*Wellness Way Bismark, LLC</del>	<del>1929 N Washington St., Suite N Bismark, ND 58501</del>	<del>701-751-0572</del>	<del>BISMARK</del>	
<del>The Wellness Way Fargo LLC</del>	<del>4650 38th Ave S, Suite 140 Fargo, ND 58104</del>	<del>701-478-6113</del>	<del>FARGO</del>	
<del>The Wellness Way Williston, LLC</del>	<del>1510 Second Ave W., Suite 202 Williston, ND 58801</del>	<del>701-572-0884</del>	<del>WILLISTON</del>	
<b>OHIO</b>				
<del>Gilfillan Chiropractic, LLC</del>	<del>955 S Main St. Ada, OH 45810</del>	<del>419-634-4856</del>	<del>ADA</del>	
<del>Balanced Living Chiropractic &amp; Wellness</del>	<del>1670 Columbus Rd. Granville, OH 43023</del>	<del>740-404-6487</del>	<del>GRANVILLE</del>	
<del>*Wellness Way Mason, LLC</del>	<del>5382 Cox Smith Rd. Mason, Ohio 45040</del>	<del>513-208-7498</del>	<del>MASON</del>	
<del>*Wellness Way Steubenville, LLC</del>	<del>2990 Johnson Road, Suite 1A, Steubenville, OH 43952</del>	<del>740-346-3060</del>	<del>STEUBENVILLE</del>	
<b>PENNSYLVANIA</b>				

<u>Wellness Way Conshohocken- PLLC</u>	<u>101 East 8th Avenue, Suite 301,</u>	<u>610-567-8011</u>	<u>CONSHOHOCKEN</u>	
<u>TENNESSEE</u>				
<u>Wellness Way Brentwood- PLLC</u>	<u>9007 Overlook Blvd Suite 201 Brentwood, TN 37027</u>	<u>615-905-0340</u>	<u>BRENTWOOD</u>	
<u>Wellness Way Hendersonville- PLLC</u>	<u>132 Maple Row Blvd suite 560- Hendersonville, TN- 37075</u>	<u>615-234-5510</u>	<u>HENDERSONVILLE</u>	
<u>Jason L. Smith D.C.</u>	<u>9145 Cross Park Dr., Suite 102 Knoxville, TN- 37923</u>	<u>865-531-1800</u>	<u>WEST-KNOXVILLE</u>	
<u>TEXAS</u>				
<u>*The Wellness Way Spring- LLC</u>	<u>8110 Spring Cypress- Rd. Spring, TX 77379</u>	<u>831-761-7109</u>	<u>SPRING</u>	
<u>UTAH</u>				
<u>*Wellness Way South Jordan- LLC</u>	<u>10459 South 1300 West, Suite 203 South Jordan, UT- 84095</u>	<u>385-308-8169</u>	<u>SOUTH JORDAN</u>	
<u>VIRGINIA</u>				
<u>+Wellness Way Leesburg, LLC</u>	<u>540 Fort Evans Rd- Suite 304, Leesburg, VA 20176</u>	<u>607-857-4087</u>	<u>LEESBURG</u>	
<u>WISCONSIN</u>				
<u>*Appleton Wellness Way LLC</u>	<u>2021 S. Oneida St.- Appleton, WI 54915</u>	<u>920-733-3371</u>	<u>APPLETON</u>	
<u>*The Wellness Way Eau Claire- LLC</u>	<u>4410 Golf Terrace, Suite 120, Eau Claire- WI 54701</u>	<u>715-598-1829</u>	<u>EAU-CLAIRE</u>	
<u>Vital Life Group, Inc.</u>	<u>952 S. Park Ave.- Fond du Lac, WI- 54935</u>	<u>920-921-9100</u>	<u>FOND DU LAC</u>	
<u>*The Wellness Way Green Bay- LLC</u>	<u>2525 W Mason St.- Green Bay, WI 54303</u>	<u>920-429-2844</u>	<u>GREEN BAY</u>	
<u>*Wellness Way LaCrosse LLC</u>	<u>4605 Mormon Coulee- Rd. La Crosse, WI 54601</u>	<u>608-797-3413</u>	<u>LA-CROSSE</u>	
<u>Lotus Family Chiropractic LLC</u>	<u>50618 Charles StreetSt. Osseo, WI 54758</u>	<u>715-530-4080</u>	<u>OSSEO</u>	
<u>The Wellness Way Pleasant Prairie LLC</u>	<u>4707 Washington Rd. Kenosha, WI 53144</u>	<u>262-748-1080</u>	<u>PLEASANT PRAIRIE</u>	

Franchisee Name:	Address:	Phone #:	Franchise City	Franchise State
	Conshohocken, PA-19428			
<u>TENNESSEE</u>				
<del>Wellness Way Brentwood- PLLC</del>	<del>9007 Overlook Blvd Suite 201 Brentwood, TN 37027</del>	<del>615-905-0340</del>	<del>BRENTWOOD</del>	
<del>Wellness Way Hendersonville, PLLC</del>	<del>132 Maple Row Blvd suite 560 Hendersonville, TN- 37075</del>	<del>615-234-5510</del>	<del>HENDERSONVILLE</del>	
<del>Jason L Smith D.C.</del>	<del>9145 Cross Park Dr., Suite 102 Knoxville, TN- 37923</del>	<del>865-531-1800</del>	<del>WEST KNOXVILLE</del>	
<u>TEXAS</u>				
<del>*The Wellness Way Spring- LLC</del>	<del>8110 Spring Cypress Rd Spring, TX 77379</del>	<del>831-761-7109</del>	<del>SPRING</del>	
<u>UTAH</u>				
<del>*Wellness Way South Jordan- LLC</del>	<del>10459 South 1300 West, Suite 203 South Jordan, UT- 84095</del>	<del>385-308-8169</del>	<del>SOUTH JORDAN</del>	
<u>VIRGINIA</u>				
<del>*Wellness Way Leesburg, LLC</del>	<del>540 Fort Evans Rd Suite 304, Leesburg, VA 20176</del>	<del>607-857-4087</del>	<del>LEESBURG</del>	
<u>WISCONSIN</u>				
<del>*Appleton Wellness Way LLC</del>	<del>2021 S. Oneida St. Appleton, WI 54915</del>	<del>920-733-3371</del>	<del>APPLETON</del>	
<del>*The Wellness Way Eau Claire, LLC</del>	<del>4410 Golf Terrace, Suite 120, Eau Claire- WI 54701</del>	<del>715-598-1829</del>	<del>EAU CLAIRE</del>	
<del>Vital Life Group, Inc.</del>	<del>952 S. Park Ave. Fond du Lac, WI- 54935</del>	<del>920-921-9100</del>	<del>FOND DU LAC</del>	
<del>*The Wellness Way Green Bay, LLC</del>	<del>2525 W Mason St. Green Bay, WI 54303</del>	<del>920-429-2844</del>	<del>GREEN BAY</del>	
<del>*Wellness Way LaCrosse LLC</del>	<del>4605 Mormon Coulee Rd, La Crosse, WI 54601</del>	<del>608-797-3413</del>	<del>LA CROSSE</del>	
<del>Lotus Family Chiropractic LLC</del>	<del>50618 Charles Street St. Osseo, WI 54758</del>	<del>715-530-4080</del>	<del>OSSEO</del>	
<del>The Wellness Way Pleasant- Prairie LLC</del>	<del>4707 Washington Rd. Kenosha, WI 53144</del>	<del>262-748-1080</del>	<del>PLEASANT- PRAIRIE</del>	
<del>*Waukesha Wellness Way, LLC</del>	<del>1300 Capital Dr. Unit E Pewaukee, WI 53072</del>	<del>262-650-0701</del>	<del>WAUKESHA</del>	

\* denotes that the location is a corporate affiliate location.

+ denotes a franchise agreement signed but the unit is not yet open as of the issuance date of this FDD.

As of the issuance date of this disclosure document, TWW does not have any area developers (persons with rights to open multiple units not yet open).

**B. LIST OF TERMINATED FRANCHISEES AS OF THE DATE OF THIS DISCLOSURE DOCUMENT.**

The following chart identifies all franchisees who have had an outlet terminated, cancelled, transferred, not renewed or otherwise voluntarily or involuntarily ceased to do business under a franchise agreement during the most recently completed fiscal year or who have not communicated with us within 10 weeks of the Disclosure Document Issuance date.

Franchisee Name:	Address:	Phone #:	Franchise City	Franchise State
<u>CALIFORNIA</u>				
<u>Wellness Way Grass Valley</u>	<u>355 Providence Mine</u>	<u>530-264-</u>	<u>GRASS VALLEY</u>	
<u>FLORIDA</u>				
<u>Wellness Way Jacksonville,</u>	<u>6100 Greenland Rd.</u> <u>Ste 101</u> <u>Jacksonville, FL</u> <u>32258</u>	<u>904-903-7127</u>	<u>JACKSONVILLE</u>	
<u>NORTH DAKOTA</u>				
<u>The Wellness Way Fargo LLC</u>	<u>4650 38th Ave S.</u> <u>Suite 140</u> <u>Fargo, ND 58104</u>	<u>701-478-6113</u>	<u>FARGO</u>	
<u>SOUTH DAKOTA</u>				
<u>McDonald Chiropractic PC</u>	<u>451 East Main St</u>	<u>605-574-</u>	<u>HILL CITY</u>	

**C. SIGNED BUT NOT OPEN AS OF DECEMBER 31, 2025**

<u>Franchisee Name:</u>	<u>Address:</u>	<u>Phone #:</u>	<u>Franchise City</u>	<u>Franchise State</u>
<u>Wellness Way Randolph LLC</u>	<u>765 Route 10 East.</u> <u>STE 204</u> <u>Randolph, NJ 07869</u>	<u>TBD</u>	<u>RANDOLPH</u>	<u>NEW JERSEY</u>
<u>Wellness Way Greenville LLC</u>	<u>1413 Laurens Rd</u> <u>Greenville, SC 29607</u>	<u>TBD</u>	<u>GREENVILLE</u>	<u>SOUTH CAROLINA</u>

**THE WELLNESS WAY  
MULTI-STATE ADDENDA**

EXHIBIT G TO THE DISCLOSURE DOCUMENT

## ADDENDUM TO THE WELLNESS WAY FRANCHISE DISCLOSURE DOCUMENT

### FOR THE STATE OF CALIFORNIA

In registering this franchise, the California Department of Financial Protection and Innovation has not reviewed, and makes no statements concerning, the franchisor's compliance with state and federal licensing and regulatory requirements relating to the practice of medicine. You should consult with your attorney concerning these laws, regulations, and ordinances that may affect the operation of your business. If the California Medical Board, or any other agency overseeing the practice of medicine in this state, determines that the operation of the franchise fails to comply with state law, the franchisor may be required to cease operations of the franchised business in California. This may result in the termination of your franchise and loss of your investment.

1. THE CALIFORNIA FRANCHISE INVESTMENT LAW REQUIRES THAT A COPY OF ALL PROPOSED AGREEMENTS RELATING TO THE SALE OF THE FRANCHISE BE DELIVERED TOGETHER WITH THE DISCLOSURE DOCUMENT.

2. Section 31125 of the California Corporations Code requires us to give you a Disclosure Document, in a form containing the information that the commissioner may by rule or order require, before a solicitation of a proposed material modification of an existing franchise.

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). Business and Professions Code §20010 voids a waiver of your rights under the Franchise Relations Act (Business and Professions Code §§20000 through 20043).

Neither the franchisor nor any person or franchise broker 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 these persons from membership in the association or exchange.

3. ITEM 5 of the Disclosure Document is amended to add the following:

The Department has determined that we, the franchisor, have not demonstrated we are adequately capitalized and/or that we must rely on franchise fees to fund our operations. The Commissioner has imposed a fee deferral condition, which requires that we defer the collection of all initial fees from California franchisees until we have completed all of our pre-opening obligations and you are open for business. For California franchisees who sign a development agreement, the payment of the development and initial fees attributable to a specific unit in your development schedule is deferred until that unit is open.

4. ITEM 17 of the Disclosure Document is amended to add the following:

- The California Business and Professions Code Sections 20000 through 20043 provide rights to the franchisee concerning termination or non-renewal of a franchise. If the Franchise Agreement contains a provision that is inconsistent with the law, the law will control.
- The Franchise Agreement provides for termination upon bankruptcy. This provision may not be enforceable under federal bankruptcy law (11 U.S.C.A. Sec. 101 et seq.).

- The Franchise Agreement contains a covenant not to compete that extends beyond the term of the agreement. This provision might not be enforceable under California law.
- The Franchise Agreement contains a liquidated damages clause. Under California Civil Code Section 1671, certain liquidated damages clauses are unenforceable.
- The Franchise Agreement requires binding arbitration. The arbitration will occur at the forum indicated in ITEM 17 with the costs being borne by the non-prevailing party. Prospective franchisees are encouraged to consult 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 the Franchise Agreement restricting venue to a forum outside the State of California.
- The following URL address is for the franchisor's website:

**[www.thewellnessway.com](http://www.thewellnessway.com)**

FRANCHISOR'S 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](http://www.dfpi.ca.gov).

5. ITEM 19 of the Disclosure Document is amended to provide:

The earnings claims figures do not reflect the costs of sales, operating expenses, or other costs or expenses that must be deducted from the gross revenue or gross sales figures to obtain your net income or profit. You should conduct an independent investigation of the costs and expenses you will incur in operating your franchise business. Franchisees or former franchisees, listed in the offering circular, may be one source of this information.

**FOR THE STATE OF CONNECTICUT**

1. ITEM 3 is amended to read as follows:

- Neither the Franchisor nor any person identified in ITEMS 1 or 2 above has any administrative, criminal or material civil action (or a significant number of civil actions irrespective of materiality) pending against him alleging a violation of any franchise law, fraud, embezzlement, fraudulent conversion, restraint of trade, unfair or deceptive practices, business opportunity law, securities law, misappropriation of property or comparable allegations.
- Neither the Franchisor nor any other person identified in ITEMS 1 or 2 above has during the ten (10) year period immediately preceding the date of this Disclosure Document, been convicted of a felony or pleaded nolo contendere to a felony charge or been held liable in any civil action by final judgment, or been the subject of any material complaint or other legal proceeding where a felony, civil action, complaint or other legal proceeding involved violation of any franchise law, fraud, embezzlement, fraudulent conversion, restraint of trade, unfair or deceptive practices, business opportunity law, securities law, misappropriation of property or comparable allegations or which was brought by a present or former purchaser-investor or which involves or involved the business opportunity relationship.
- Neither the Franchisor nor any person identified in ITEMS 1 or 2 above is subject to any currently effective injunctive or restrictive order or decree relating to the franchise, or under any federal, state or Canadian franchise, securities, business opportunity, antitrust, trade regulation or trade practice law as a result of concluded or pending action or proceeding brought by a public agency, or is a party to a proceeding currently pending in which an order is sought, relating to or affecting business opportunity activities or the seller-purchaser-investor relationship, or involving fraud, including but not limited to, a violation of any business opportunity law, franchise law, securities law or unfair or deceptive practices law, embezzlement, fraudulent conversion, misappropriation of property or restraint of trade.
- Neither Company nor any person identified in ITEM 2 above 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) suspending or expelling these persons from membership in the association or exchange.

2. ITEM 4 is amended to read as follows:

2.

- During the 10 year period immediately before the date of the Disclosure Document neither Company nor Affiliate, or current officer or general partner of Company, has
  - (a) filed as debtor (or had filed against it) a petition to start an action under the United States Bankruptcy Code;
  - (b) obtained a discharge of its debts under the Bankruptcy Code; or
  - (c) was a principal officer of a company or a general partner in a partnership that ever filed as a debtor (or had filed against it) a petition to start an action under

- the United States Bankruptcy Code, or that obtained a discharge of its debts under the Bankruptcy Code during or within 1 year after the officer or general partner of Company held this position in the debtor company.

## **FOR THE STATE OF HAWAII**

1. The following list reflects the status of our franchise registrations in the states that have franchise registration and/or disclosure laws:

- This registration is not currently effective in any state.
- There are no states that have refused, by order or otherwise, to register these franchises.
- There are no states that have revoked or suspended the right to offer these franchises.

2. The Franchise Agreement has been amended as follows:

- The Hawaii Franchise Investment Law provides rights to the franchisee concerning non-renewal, termination and transfer of the Franchise Agreement. If the Franchise Agreement, and more specifically, Sections 5.2 and 18 and 20, contains a provision that is inconsistent with the Hawaii Franchise Investment Law, the Hawaii Franchise Investment Law will control.
- Sections 4.2.8, 18.2.3 and 18.2.6 of the Franchise Agreement require franchisee to sign a general release as a condition of renewal or transfer of the franchise; this release shall exclude claims arising under the Hawaii Franchise Investment Law.
- Section p of the Franchise Agreement, which terminates the Franchise Agreement upon the bankruptcy of the franchisee may not be enforceable under federal bankruptcy law (11 U.S.C. Section 101, *et seq.*).

3. The Receipt Pages are amended to add the following:

- THIS FRANCHISE WILL BE/HAS BEEN FILED UNDER THE FRANCHISE INVESTMENT LAW OF THE STATE OF HAWAII. FILING DOES NOT CONSTITUTE APPROVAL, RECOMMENDATION OR ENDORSEMENT BY THE DIRECTOR OF COMMERCE AND CONSUMER AFFAIRS OR A FINDING BY THE DIRECTOR OF COMMERCE AND CONSUMER AFFAIRS THAT THE INFORMATION PROVIDED HEREIN IS TRUE, COMPLETE AND NOT MISLEADING.
- THE FRANCHISE INVESTMENT LAW MAKES IT UNLAWFUL TO OFFER OR SELL ANY FRANCHISE IN THIS STATE WITHOUT FIRST PROVIDING TO THE PROSPECTIVE FRANCHISEE, OR SUBFRANCHISOR, AT LEAST SEVEN DAYS PRIOR TO THE EXECUTION BY THE PROSPECTIVE FRANCHISEE, OF ANY BINDING FRANCHISE OR OTHER AGREEMENT, OR AT LEAST SEVEN DAYS PRIOR TO THE PAYMENT OF ANY CONSIDERATION BY THE FRANCHISEE, OR SUBFRANCHISOR, WHICHEVER OCCURS FIRST, A COPY OF THE DISCLOSURE DOCUMENT, TOGETHER WITH A COPY OF ALL PROPOSED AGREEMENTS RELATING TO THE SALE OF THE FRANCHISE.
- THIS DISCLOSURE DOCUMENT CONTAINS A SUMMARY ONLY OF CERTAIN MATERIAL PROVISIONS OF THE FRANCHISE AGREEMENT AND THE CONTRACT OR AGREEMENT SHOULD BE REFERRED TO FOR A STATEMENT OF ALL RIGHTS, CONDITIONS, RESTRICTIONS AND OBLIGATIONS OF BOTH THE FRANCHISOR AND THE FRANCHISEE.

**FOR THE STATE OF ILLINOIS**

■ \_\_\_\_\_ Payment of Initial Fees, including the initial franchise fee, for franchises purchased in Illinois will be deferred until all initial obligations owed to franchisee under the franchise agreement or other documents have been fulfilled by the franchisor and the franchisee has commenced doing business pursuant to the franchise agreement. This financial assurance requirement was imposed by the Office of the Illinois Attorney General due to Franchisor’s financial condition.

■ \_\_\_\_\_ Illinois law governs the Agreements.

■ \_\_\_\_\_ In conformance with section 41 of the Illinois Franchise Disclosure Act, any condition, stipulation or provision purporting to bind any person acquiring any franchise to waive compliance with the Illinois Franchise Disclosure Act **or any other law of Illinois** is void.

■ \_\_\_\_\_ In conformance with Section 4 of the Illinois Franchise Disclosure Act, any provision in the franchise agreement that designates jurisdiction and venue in a forum outside the State of Illinois is void. However, a franchise agreement may provide for arbitration to take place outside of Illinois.

■ \_\_\_\_\_ Your rights upon Termination and Non-Renewal of an agreement are set forth in sections 19 and 20 of the Illinois Franchise Disclosure Act of 1987, 815 ILCS 705/19 and 705/20.

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

ILLINOIS PROHIBITS THE CORPORATE PRACTICE OF MEDICINE. UNLICENSED ~~INDIVIDUALS~~ INDIVIDUALS AND ENTITIES ARE PROHIBITED FROM OWNING, OPERATING AND MAINTAINING AN ESTABLISHMENT FOR THE STUDY, DIAGNOSIS AND TREATMENT OF HUMAN AILMENTS AND INJURIES, WHETHER PHYSICAL OR MENTAL. See Medical Corporation Act, 805 ILCS 15/2, 5 (West 2018) and Medical Practice Act of 1987, 225 ILCS 60/ (West 2018).

IF YOU ARE NOT LICENSED/CERTIFIED IN ILLINOIS TO PROVIDE SERVICES OF THE NATURE DESCRIBED IN THIS DISCLOSURE DOCUMENT, YOU MUST NEGOTIATE THE TERMS OF A MANAGEMENT AGREEMENT WITH LICENSED PROFESSIONALS WHO WILL PROVIDE THE SERVICES THAT YOUR FRANCHISED BUSINESS OFFERS. RETAIN AN EXPERIENCED ATTORNEY WHO WILL LOOK OUT FOR YOUR BEST INTERESTS IN THIS BUSINESS VENTURE.

The Wellness Way Franchise LLC: \_\_\_\_\_ Franchisee: \_\_\_\_\_

Sign: \_\_\_\_\_ Sign: \_\_\_\_\_

Print Name & Title: \_\_\_\_\_ Print Name & Title: \_\_\_\_\_

## **FOR THE STATE OF INDIANA**

1. ITEM 8 of the Disclosure Document is amended to add the following:
  - Under Indiana Code Section 23-2-2.7-1(4), the franchisor will not obtain money, goods, services, or any other benefit from any other person with whom the franchisee does business, on account of, or in relation to, the transaction between the franchisee and the other person, other than for compensation for services rendered by the franchisor, unless the benefit is promptly accounted for, and transmitted by the franchisee.
2. ITEMS 6 and 9 of the Disclosure Document is amended to add the following:
  - The franchisee will not be required to indemnify franchisor for any liability imposed upon franchisor as a result of franchisee's reliance upon or use of procedures or products that were required by franchisor, if the procedures or products were utilized by franchisee in the manner required by franchisor.
3. ITEM 17 of the Disclosure Document is amended to add the following:
  - Indiana Code 23-2-2.7-1(7) makes unlawful unilateral termination of a franchise unless there is a material violation of the Franchise Agreement and termination is not in bad faith.
  - Indiana Code 23-2-2.7-1(5) prohibits a prospective general release of claims subject to the Indiana Deceptive Franchise Practices Law.
  - ITEM 17(r) is amended subject to Indiana Code 23-2-2.7-1(9) to provide that the post-term non-competition covenant shall have a geographical limitation of the territory granted to Franchisee.
  - ITEM 17(v) is amended to provide that Franchisees will be permitted to commence litigation in Indiana for any cause of action under Indiana Law.
  - ITEM 17(w) is amended to provide that in the event of a conflict of law, Indiana Law governs any cause of action that arises under the Indiana Disclosure Law or the Indiana Deceptive Franchise Practices Act.

**FOR THE STATE OF MARYLAND**

1. ITEM 17 of the Disclosure Document is amended to add the following:
  - Under the Maryland Franchise Registrations and Disclosure Law, Md. Code Ann. Bus. Reg. §14-201 et seq., no general release shall be required as a condition of renewal, termination and/or transfer that is intended to exclude claims under the Maryland Franchise Registration and Disclosure Law.
  - Any litigation between Franchisee and Franchisor may be instituted in any court of competent jurisdiction, including a court in the State of Maryland for claims arising under the Maryland Franchise Registration and Disclosure Law.
  - Any claims arising under the Maryland Franchise Registration and Disclosure Law must be brought within 3 years after the grant of the franchise.
  - In the event of a conflict of laws if required by the Maryland Franchise Registration and Disclosure Law, Maryland law shall prevail.
  - The Franchise Agreement provides for termination upon bankruptcy. This provision may not be enforceable under federal bankruptcy law (11 U.S.C. Section 101, *et seq.*).



FOR THE STATE OF MICHIGAN

~~1. 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.~~

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

- ~~■—The fact that the proposed transferee is our or Subfranchisor’s competitor.~~
- ~~■—The unwillingness of the proposed transferee to agree in writing to comply with all lawful obligations.~~
- ~~■—Your or proposed transferee’s failure to pay us any sums or to cure any default in the Franchise Agreement existing at the time of the proposed transfer.~~
- ~~■—A provision that requires you to resell to us items that are not uniquely identified with us. This subdivision does not prohibit a provision that grants us a right of first refusal to purchase the assets of a franchise on the same terms and conditions as a bona fide third party willing and able to purchase those assets, nor does this subdivision prohibit a provision that grants us the right to acquire the assets of a franchise for the market or appraised value and has failed to cure the breach in the manner provided in ITEM 17 (g).~~
- ~~■—A provision that permits us to directly or indirectly convey, assign or otherwise transfer our obligations to fulfill contractual obligations to you unless a provision has been made for providing the required contractual services.~~
- ~~2.—If our most recent financial statements are unaudited and show a net worth of less than \$100,000.00, you may request that we arrange for the escrow of initial investment and other funds you paid until our obligations, if any, to provide real estate, improvements, equipment, inventory, training or other items included in the franchise offering are fulfilled. At our option, a surety bond may be provided in place of escrow.~~
- ~~3.—THE FACT THAT THERE IS A NOTICE OF THIS OFFERING ON FILE WITH THE ATTORNEY GENERAL DOES NOT CONSTITUTE APPROVAL, RECOMMENDATION OR ENFORCEMENT BY THE ATTORNEY GENERAL.~~
- ~~4.—Any questions regarding this notice should be directed to: State of Michigan  
Consumer Protection Division  
Attention: Franchise Bureau 525 West Ottawa Street  
G. Mennen Williams Building, 6<sup>th</sup> Floor Lansing, MI 48933  
(517) 373-7117~~

**FOR THE STATE OF MINNESOTA**

1. ITEMS 5 and 7 of the Disclosure Document are amended to provide that payment of the initial franchise fee will be deferred until all initial obligations owed to franchisee under the franchise agreement or other documents have been fulfilled by the franchisor and the franchisee has commenced doing business pursuant to the franchise agreement.
2. ITEM 13 of the Disclosure Document is amended as follows:
  - As required by the Minnesota Franchise Act, Minn. Stat. Sec. 80C.12(g), we will reimburse you for any costs incurred by you in the defense of your right to use the Marks, so long as you were using the Marks in the manner authorized by us, and so long as we are timely notified of the claim and given 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 of the Disclosure Document is amended as follows:
  - With respect to franchises governed by Minnesota law, we will comply with Minn. Stat. Sec. 80C.14, Subds. 3, 4 and 5, which require, except in certain specified cases, that you be given 90 days notice of termination (with 60 days to cure) and 180 days notice of non-renewal of the Agreement.
  - ITEM 17 shall not provide for a prospective general release of claims against us that may be subject to the Minnesota Franchise Law. Minn. Rule 2860.4400D prohibits a franchisor from requiring a franchisee to assent to a general release.
  - Minn. Stat. §80C.21 and Minn. Rule 2860.4400J prohibit us from requiring litigation to be conducted outside Minnesota. In addition, nothing in the Disclosure Document or Franchise Agreement can abrogate or reduce any of your rights as provided for in Minnesota Statutes, Chapter 80C, or your rights to any procedure, forum or remedies provided for by the laws of the jurisdiction.

## **FOR THE STATE OF NEW YORK**

1. All references made herein to a “Disclosure Document” shall be replaced with the term “Offering Prospectus” as used under New York Law.

~~2.~~ The FDD Cover Page is amended as follows:

~~2.~~

▪ **REGISTRATION OF THIS FRANCHISE BY NEW YORK STATE DOES NOT MEAN THAT THE STATE RECOMMENDS IT OR HAS VERIFIED THE INFORMATION IN THIS DISCLOSURE DOCUMENT. IF YOU LEARN THAT ANYTHING IN THIS DISCLOSURE DOCUMENT IS UNTRUE, CONTACT THE FEDERAL TRADE COMMISSION AND THE NEW YORK STATE DEPARTMENT OF LAW, 120 BROADWAY, NEW YORK, NEW YORK 10271-0332. INFORMATION COMPARING ~~FRANCHISORS IS~~FRANCHISORS IS AVAILABLE. —CALL THE STATE ADMINISTRATORS LISTED IN EXHIBIT A OR YOUR PUBLIC LIBRARY FOR SOURCES OF INFORMATION.**

▪ **THE FRANCHISOR MAY, IF IT CHOOSES, NEGOTIATE WITH YOU ABOUT ITEMS COVERED IN THE CIRCULAR. HOWEVER, THE FRANCHISOR CANNOT USE THE NEGOTIATING PROCESS TO PREVAIL UPON A PROSPECTIVE FRANCHISEE TO ACCEPT TERMS THAT ARE LESS FAVORABLE THAN THOSE SET FORTH IN THIS CIRCULAR.**

~~3.~~ ITEM 3 is amended by the addition of the following language:

~~3.~~

- Neither franchisor, the franchisor’s predecessor or an affiliate offering franchises under the franchisor’s principal trademark, nor any person identified in ITEM 2 has any administrative, criminal or material civil action (or a significant number of civil actions irrespective of materiality) pending against them 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. In addition, neither franchisor nor any person identified in ITEM 2 has any pending actions, other than routine litigation incidental to the business, that 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.
- Neither franchisor, the franchisor’s predecessor or an affiliate offering franchises under the franchisor’s principal trademark, nor any person identified in ITEM 2 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 held liable in a civil action by final judgment or been the subject of a material complaint or other legal proceeding involving violation of any franchise law, antifraud or securities law; fraud, embezzlement, fraudulent conversion or misappropriation of property; or unfair or deceptive practices or comparable allegations.

- Neither franchisor, the franchisor's predecessor or an affiliate offering franchises under the franchisor's principal trademark, nor any person identified in ITEM 2 is subject to any injunctive or restrictive order or decree relating to the franchises, or any Federal, State or Canadian franchise, securities, antitrust, trade regulation or trade practice law, as a result of a concluded or pending action or proceeding brought by a public agency.

4. ITEM 4 is amended to state that:

4.

- Neither the franchisor, nor its predecessor, officers or general partner of the franchisor has, during the ten (10) year period immediately before the date of the Disclosure Document, has: (a) filed as a debtor (or had filed against it) a petition to start an action under the U.S. Bankruptcy Code; (b) obtained a discharge of its debts under the Bankruptcy Code; (c) was a principal officer of any company or a general partner in any partnership that either filed as a debtor (or had filed against it) a petition to start action under the U.S. Bankruptcy Code or that obtained a discharge of its debts under the Bankruptcy Code during or within one (1) year after the officer or general partner of the franchisor held this position in the company or partnership.

5. ITEM 5 of the Disclosure Document is amended to add the following:

5.

- The franchise fee will be used to defray franchisor's costs in obtaining and screening franchisees, providing training, training materials and assisting in opening the Franchised The Wellness Way Clinic for business.

6. ITEMS 6 and 11 of the Disclosure Document are amended to add the following:

- The franchisee will not be required to indemnify franchisor for any liability imposed on franchisor as a result of franchisee's reliance upon or use of procedures or products that were required by franchisor, if the procedures or products were utilized by franchisee in the manner required by franchisor.

7. ITEM 17 of the Disclosure Document is amended to add the following:

7.

- No general release shall be required as a condition of renewal, termination and/or transfer that is intended to exclude claims arising under the New York General Business Law, Article 3, Sections 687.4 and 687.5.
- ITEM 17(d) is amended to provide that you may terminate the Agreement on any grounds available by law.
- ITEM 17(j) is amended to state, that no assignment will be made except to an assignee who, in the good faith judgment of Franchisor, is able to assume our obligations under the Agreement.

- ITEM 17(w) is amended to state that New York Law governs any cause of action that arises under the New York General Business Law, Article 33, Section 680-695.

8. Franchisor represents that this Disclosure Document does not knowingly omit anything or contain any untrue statements of a material fact.

## FOR THE STATE OF NORTH DAKOTA

1. ~~ITEM 5 of the Disclosure Document is amended by the addition of the following language to the original language:~~

- ~~■ Refund and cancellation provisions will be inapplicable to franchises operating under North Dakota Law, North Dakota Century Code Annotated Chapter 51-19, Sections 51-19-01 through 51-19-17. If franchisor elects to cancel this Franchise Agreement, franchisor will be entitled to a reasonable fee for its evaluation of you and related preparatory work performed and expenses actually incurred.~~
- ~~■ The initial franchise fee for franchises purchased in North Dakota will be deferred until all initial obligations owed to franchisee under the franchise agreement or other documents have been fulfilled by the franchisor and the franchisee has commenced doing business pursuant to the franchise agreement.~~

2. ~~ITEM 17 of the Disclosure Document is amended to add the following:~~

- ~~■ No general release shall be required as a condition of renewal, termination and/or transfer that is intended to exclude claims arising under North Dakota Law.~~
  - ~~■ In the case of any enforcement action, the prevailing party is entitled to recover all costs and expenses including attorneys' fees.~~
- ~~■ The Franchise Agreement is amended to state that the statute of limitations under North Dakota Law will apply.~~
- ~~■ No liquidated damages or termination fee will apply to franchises purchased in North Dakota.~~
- ~~■ ITEMS 17(i) and 17(q) are amended to state that covenants not to compete upon termination or expiration of the Franchise Agreement are generally unenforceable in the State of North Dakota except in limited instances as provided by law.~~
- ~~■ ITEMS 17(u) and 17(v) are amended to state a provision requiring litigation to be conducted in a forum other than North Dakota is void with respect to claims under North Dakota Law. The site for any mediation and/or arbitration shall be mutually agreeable to the parties and may not be remote from Franchisee's place of business.~~
- ~~■ ITEM 17(w) is amended to state in the event of a conflict of laws, North Dakota Law will control.~~

**FOR THE STATE OF RHODE ISLAND**

ITEM 17 of the Disclosure Document is amended to add the following:

- The Rhode Island Franchise Investment Act, R.I. Gen. Law Ch. 395 Sec. 19-28.1-14 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 the Rhode Island Franchise Investment Act.
- Any general release as a condition of renewal, termination or transfer will be void with respect to claims under the Rhode Island Franchise Investment Act.

**FOR THE STATE OF SOUTH DAKOTA**

Items 5 & 6 of the FDD are amended to add the following:

- All Franchise Fees payable by South Dakota Franchisees will be deferred until the Franchisor has completed all of its pre-opening obligations and Franchisee is open for business and operational.

## **FOR THE COMMONWEALTH OF VIRGINIA**

ITEM 17(h) of the Disclosure Document is amended to add the following:

- Pursuant to Section 13.1-564 of the Virginia Retail Franchising Act, it is unlawful for a franchisor to cancel a franchise without reasonable cause or to use undue influence to induce a franchisee to surrender any right given by any provision contained in the franchise, specifically Section 16.2.1.20 of the Franchise Agreement. If any grounds for default or termination stated in the Franchise Agreement do not constitute “reasonable cause”, as that term may be defined in the Virginia Retail Franchising Act or the laws of Virginia, that provision may not be enforceable.

ITEM 17 (r) and ITEM 17 (w) of the Disclosure Document is amended to add the following:

Under subsection D of § 13.1-559 of the Virginia Retail Franchising Act, for all franchises located in Virginia, the franchise contract or agreement offered or entered into pursuant to terms of this chapter shall be governed by the laws of the Commonwealth of Virginia.

Under subdivision A 4 of § 13.1-563 of the Virginia Retail Franchising Act (“Act”), it is unlawful to offer or enter into a franchise agreement that restricts the right of a franchisee to engage in the business of offering, selling, or distributing goods or services at retail after termination or expiration of the franchise agreement. However, subsection B of § 13.1-563 of the Act provides that if a franchisee sells a franchise at a mutually agreed upon price to a third party or back to the franchisor, such sale may include a term restricting the right of such franchisee to engage in the business of offering, selling, or distributing goods or services at retail for a period of no more than two years after such sale.

**FOR THE STATE OF WASHINGTON**

ITEM 17 of the Disclosure Document is amended to add the following:

- In the event of a conflict of laws, the provisions of the Washington Franchise Investment Protection Act, Chapter 19.100 RCW shall prevail.
- A general release or waiver of rights signed by you will not include rights under the Washington Franchise Investment Protection Act.
- Provisions that unreasonably restrict or limit the statute of limitations period for claims under the Act, rights or remedies under the Act, including the right to a jury trial may not be enforceable.
- Transfer fees are collectable if they reflect our reasonable estimated or actual costs in effecting a transfer.
- The Franchise Agreement requires any litigation to be conducted in a state other than Washington; the requirement shall not limit any rights Franchisee may have under the Washington Franchise Investment Protection Act to bring suit in the State of Washington.

**FOR THE STATE OF WISCONSIN**

ITEM 17 of the Disclosure Document is amended to add the following:

- The Wisconsin Fair Dealership Law Title XIV-A Ch. 135, Section 135.01-135.07 may affect the termination provision of the Franchise Agreement.

**THE WELLNESS WAY**  
**STATE EFFECTIVE DATES AND RECEIPTS**  
EXHIBIT H TO THE DISCLOSURE DOCUMENT

## 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:

<u>State</u>	<u>Effective Date of Order</u>
California	Not registered
Hawaii	Not registered
Illinois	<u>pending07-23-25</u>
Indiana	Not registered
Maryland	Not registered
Michigan	<u>pending07-08-25</u>
Minnesota	<u>pending07-28-25</u>
New York	Not registered
North Dakota	Not registered
Rhode Island	Not registered
South Dakota	<u>pending07-09-25</u>
Virginia	Not registered
Washington	Not registered
Wisconsin	<u>pending07-03-25</u>

Other states may require registration, filing, or exemption of a franchise under other laws, such as those that regulate the offer and sale of business opportunities or seller-assisted marketing plans.

## RECEIPT

This Disclosure Document summarizes certain provisions of the Franchise Agreement and other information in plain language. Read this Disclosure Document and all agreements carefully.

If The Wellness Way offers you a franchise, The Wellness Way 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 or grant unless otherwise stated in your state's addendum. The delivery of the Disclosure Document is to be received at the earlier of the first personal meeting or 10 business days before the execution of the franchise or other agreement or the payment of any consideration that relates to the franchise relationship in the States of Maryland and New York.

If The Wellness Way 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 and state law may have occurred and should be reported to the Federal Trade Commission, Washington, D.C. 20580 and the State Administrator listed in Exhibit A.

The following are the names, principal business addresses, and telephone numbers of each franchise seller offering the franchise:

Dr. Patrick Flynn	Nicole Seidel	Crystal Pranke	Dr. Zach Papendieck
2525 W Mason Street	2525 W Mason Street	2525 W Mason Street	2525 W Mason Street
Green Bay, WI 54303	Green Bay, WI 54303	Green Bay, WI 54303	Green Bay, WI 54303
franchise@thewellnessway.com	franchise@thewellnessway.com	franchise@thewellnessway.com	franchise@thewellnessway.com
844-313-5601	844-313-5601	844-313-5601	844-313-5601

~~Christian Walton  
2525 W Mason Street  
Green Bay, WI 54303  
ewalton@thewellnessway.com  
920-569-6882 ext: 164~~

Date of Issuance: April ~~28~~30, 202~~6~~5

Our Agents for Service of Process are listed in Exhibit B.

I have received a Franchise Disclosure Document with an issuance date of April ~~28~~30, ~~2025~~2026 that included the following exhibits on the date listed below:

- A. List of State Administrators
- B. List of State Agents for Service of Process
- C. Franchise Agreement
  - C Exhibit 1 – General Release
  - Exhibit 2 – Nondisclosure and Non-Competition Agreement
  - Exhibit 3 – Unlimited Guaranty and Assumption of Obligations
  - Exhibit 4 – Holders of Legal or Beneficial Interest in Franchisee
  - Exhibit 5 – Multi-State Addenda
  - Exhibit 6 – De-Identification
  - Exhibit 7 – Pre-Opening Certification
  - Exhibit 8 – ACH Agreement
  - Exhibit 9 – Online/Social Media Request
  - Exhibit 10 – Wellness Way Enterprises Supplier Agreement
  - Exhibit 11 – Lease Rider
  - Exhibit 12 – Administrative Services Consulting Agreement
  - Exhibit 13 – IT Support Services Agreement
  - Exhibit 14 – NEO IT Managed Services Master -Product and Services Agreement
  - Exhibit 15 – Marketing Services Agreement
- D. Table of Contents to the Confidential Operations Manual
- E. Financial Statements
- F. List of Terminated Franchisees
- G. Multi-State Addenda

Please sign and print your name below, date and return one copy of this receipt to The Wellness Way Franchise LLC, 2525 W Mason Street, Green Bay, WI 54303, franchise@thewellnessway.com and keep the other for your records.

Printed Name	Signature	Date FDD Received

## 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 The Wellness Way offers you a franchise, The Wellness Way 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 or grant unless otherwise stated in your state's addendum. The delivery of the Disclosure Document is to be received at the earlier of the first personal meeting or 10 business days before the execution of the franchise or other agreement or the payment of any consideration that relates to the franchise relationship in the States of Maryland and New York.

If The Wellness Way 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 and state law may have occurred and should be reported to the Federal Trade Commission, Washington, D.C. 20580 and the State Administrator listed in Exhibit A.

The following are the names, principal business addresses, and telephone numbers of each franchise seller offering the franchise:

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Green Bay, WI 54303	Green Bay, WI 54303	Green Bay, WI 54303	Green Bay, WI 54303
franchise@thewellnessway.com	franchise@thewellnessway.com	franchise@thewellnessway.com	franchise@thewellnessway.com
844-313-5601	844-313-5601	844-313-5601	844-313-5601

~~Christian Walton  
2525 W Mason Street  
Green Bay, WI 54303  
ewalton@thewellness  
way.com 920-569-  
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  - Exhibit 5 – Multi-State Addenda
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  - Exhibit 8 – ACH Agreement
  - Exhibit 9 – Online/Social Media Request
  - Exhibit 10 – Wellness Way Enterprises Supplier Agreement
  - Exhibit 11 – Lease Rider
  - Exhibit 12 – Administrative Services Consulting Agreement
  - Exhibit 13 – IT Support Services Agreement
  - Exhibit 14 – NEO IT Managed Services Master Product and Services Agreement
  - Exhibit 15 – Marketing Services Agreement
- D. Table of Contents to the Confidential Operations Manual
- E. Financial Statements
- F. List of Terminated Franchisees
- G. Multi-State Addenda

Please sign and print your name below, date and return one copy of this receipt to The Wellness Way Franchise LLC,

2525 W Mason Street, Green Bay, WI 54303, franchise@thewellnessway.com and keep the other for your records.

Printed Name	Signature	Date FDD Received

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