



FRANCHISERS SUPPLEMENTAL APPLICATION

1. Name of Applicant: _____

2. a. How long has the Applicant been franchising? _____

b. How many units does the Applicant own? _____

c. What is the total number of franchised units? _____

3. Does any subsidiary of the applicant provide services to the franchisees? Yes No

If yes, please provide details. _____

4. a. Does the applicant have a franchise director's compliance program? Yes No

If yes, please provide details. _____

b. Does the Applicant have a franchise disclosure regulation or general compliance office?

Yes No

If yes, what is their name _____

Does this person have additional responsibilities Yes No

If yes, describe other responsibilities. _____

c. Provide the background and the employment history of the person identified above.

5. Briefly describe the process for selecting and qualifying prospective franchisees. _____

6. Does the Applicant debrief prospective franchisees prior to execution of the franchise agreement?

7. For each franchise sold, does the Applicant maintain records of the following information?
- a. Date of first contact. Yes No Not Applicable
 - b. Method of contract. Yes No Not Applicable
 - c. Date and place of first personal meeting Yes No Not Applicable
 - d. Identity of persons who met with franchiser and subjects discussed Yes No Not Applicable
 - e. Date in which franchise learned about franchiser. Yes No Not Applicable
 - f. Franchise applications Yes No Not Applicable
 - g. Investigate reports or tests regarding prospective franchises. Yes No Not Applicable
 - h. Rates related correspondence, memoranda and notes of conference. Yes No Not Applicable
 - i. Investigate and investigate professional advisor(s) to franchise. Yes No Not Applicable
 - j. Copies of franchise offering and delivered and dares of delivery. Yes No Not Applicable
 - k. Description of any negotiations of the terms of a franchise contract. Yes No Not Applicable
 - l. Copies of all executed agreements and Riders, addenda and exhibits. Yes No Not Applicable
 - m. Properly completed, signed receipts to all offering circulars, contracts and other disclosure materials delivered to franchisers. Yes No Not Applicable
 - n. Date(s) any agreements were executed by each party Yes No Not Applicable
 - o. Consideration and date paid Yes No Not Applicable
 - p. Date and price(s) franchise was commenced and completed. Yes No Not Applicable
 - q. Evidence that franchisers successfully completed training. Yes No Not Applicable
 - r. Applicant's assistance in connection with the opening of the franchisers business. Yes No Not Applicable

8. a. Does the Applicant sell franchises utilizing salespersons who are not employed by the applicant? Yes No

If yes, identify the sales personnel.

- b. Has the applicant conducted a background check on its sales personnel? Yes No

If yes, briefly explain the procedure. _____

9. Describe any established procedure, precautions or safeguards the Applicant has in place with respect to resolving disputes with franchises. _____

10. Provide the name of the law firm(s) (if any) which has assisted, or currently assists the Applicant with franchise contracts and/or franchise registration/disclosure statements and/or franchise disputes. _____

11. Provide the name and address of the Applicant's current accounting firm. _____

It is understood and agreed that this supplemental application shall become a part of the application for Professional Liability Errors & Omissions Insurance.

Date _____

Name of Applicant

*Signature of a person authorized to execute
on behalf of the Applicant.*