



FRANCHISE APPLICATION

Submit to: Three Buddies Incorporated
Attn: Ben Biesenthal
1001 W. Walnut, Suite 3
Rogers, Arkansas 72756
Telephone (479) 631-3033
Facsimile (479) 631-3035

IMPORTANT NOTICES:

- THE FILING OF THIS APPLICATION DOES NOT OBLIGATE APPLICANT OR FRANCHISOR TO PURCHASE OR SELL A FRANCHISE.
- THIS APPLICATION IS NOT INTENDED AS AN OFFER TO SELL, OR THE SOLICITATION OF AN OFFER TO BUY, A FRANCHISE. IT IS FOR INFORMATION PURPOSES ONLY. FRANCHISOR WILL NOT OFFER YOU A FRANCHISE UNLESS AND UNTIL IT HAS COMPLIED WITH THE APPLICATION PRE-SALE REGISTRATION AND DISCLOSURE REQUIREMENTS IN YOUR JURISDICTION AND/OR THE JURISDICTION IN WHICH THE DESIRED FRANCHISE IS TO BE LOCATED.
- IN SIGNING THIS APPLICATION, APPLICANT MAKES CERTAIN WARRANTIES, REPRESENTATIONS, AUTHORIZATIONS, WAIVERS, AND RELEASES. FRANCHISOR ENCOURAGES APPLICANT TO SEEK PROFESSIONAL ADVICE IN ORDER TO UNDERSTAND THE TERMS CONTAINED HEREIN.
- THIS APPLICATION MUST BE FULLY COMPLETED IN ORDER TO BE ACCEPTED FOR CONSIDERATION.

1. Personal Information. If applicant is a business entity, personal information should be submitted by the largest individual equity investor of such entity.

(a) Identity and Contact Information.

(i) Full name (first, middle, last)_____

(ii) Date of birth_____

(iii) Social security number_____

(iv) Home telephone number_____

(v) Work telephone number _____

(vi) Facsimile number _____

(vii) Electronic mail address _____

(viii) Mailing address _____

(ix) What is the use of your mailing address (home or work)?_____

(x) How long have you maintained the referenced mailing address?_____

(xi) Are you a United States citizen? _____

(xii) State of residency _____

(b) Financial Information. This information request is precursory. More information and other verification of this information may be required in the future.

(i) Present Annual Income _____

(ii) Spouse's Present Annual Income _____

(iii) Other income (describe)_____

(iv) Cash_____

(v) Stocks, bonds, etc._____

(vi) Total liabilities_____

(vii) Total net worth_____

(viii) Do you own a home? _____

(A) Current value _____

(B) Current mortgage balance _____

(ix) Do you have a financing source for this transaction? _____

(A) List financing source(s) _____

(B) Total amount of financing available _____

(x) Do you have an individual source of financing that will serve as guarantor of your franchise obligations? _____ If yes, include the name and contact information of such person(s)

_____.

(xi) Have you or anyone else referenced in this application been the subject of a bankruptcy proceeding in the last 10 years? _____ If so, please include the court, case number, type of proceeding (e.g. Chapter 7) and outcome of the proceeding. _____

_____.

(xii) Attach prepared financial statements for each applicant, its owners (if applicable) and any guarantors described in (ix) immediately above. Attached financial statements should include a detailed description of liabilities, including terms of payment, interest rates, whether secured or unsecured, subject of the debt (e.g. residence) and name and address of the creditor.

(c) Employment History.

(i) Name of employer _____

(ii) Number of years with current employer _____

(iii) Position with current employer _____

(iv) Mailing address of current employer _____

(v) May we contact you at work? _____

(d) Educational Background. For each category, please list the name and contact information for each school, degree sought, degree received and year degree received.

(i) High School _____

(ii) College _____

(iii) Graduate _____

(iv) Post-Graduate _____

2. Entity Information. Complete this section if applicant or the desired method by which applicant will operate a franchise is a business entity.

(a) Biographical Data.

(i) Entity name _____

(ii) Form of entity (e.g. corporation, LLC, etc.) _____

(iii) Federal tax I.D. number _____

(iv) State of incorporation/organization _____

(v) Date of incorporation/organization _____

(vi) Mailing address _____

(vii) Address of principal place of business _____

(b) Entity Officers/Managers/Principals.

(i) Name, Title, Ownership % _____

(ii) Name, Title, Ownership % _____

(iii) Name, Title, Ownership % _____

(iv) Name, Title, Ownership % _____

(v) Name, Title, Ownership % _____

(c) Capitalization. This information request is precursory. More information and other verification of this information may be required in the future.

(i) Cash _____

(ii) Value of other assets _____

(iii) Total liabilities _____

3. Development Data.

(a) Location.

(i) Desired location of franchise _____

(ii) Alternate location of desired franchise _____

(b) Operations.

(i) Name of person responsible for daily operations of desired franchise _____

(ii) Employment history of such person (include all employment history for past 5 years, along with any franchise experience at any time) _____

(c) Franchising.

(i) Franchise experience of person described in Section 1(a) (past or present) _____

(ii) Franchise experience of entity listed in Section 2(a) (past or present)_____

4. References.

(a) References for individual named in Section 1(a).

(i) Name, address and telephone number of reference_____

(ii) Name, address and telephone number of reference_____

(iii) Name, address and telephone number of reference_____

(b) References for entity named in Section 2(a).

(i) Name, address and telephone number of reference_____

(ii) Name, address and telephone number of reference_____

(iii) Name, address and telephone number of reference_____

5. Warranties, Representations, Authorizations, Waivers, Releases.

(a) APPLICANT WARRANTS AND REPRESENTS THAT THE INFORMATION CONTAINED IN THIS APPLICATION IS TRUE AND COMPLETE AND UNDERSTANDS THAT THE INFORMATION PROVIDED IN THIS APPLICATION WILL BE RELIED UPON BY FRANCHISOR.

(b) APPLICANT AUTHORIZES FRANCHISOR OR REPRESENTATIVES TO MAKE AN INVESTIGATIVE REPORT, INCLUDING ANY INQUIRIES IT DEEMS NECESSARY TO VERIFY THE ACCURACY OF THIS INFORMATION AND TO DETERMINE APPLICANT'S CREDIT WORTHINESS. SUCH INQUIRIES INCLUDE, BUT ARE NOT LIMITED TO, CONTACTING CREDIT REPORTING BUREAUS AND THE REFERENCES IN THIS APPLICATION. APPLICANT RELEASES FRANCHISOR, ITS AFFILIATES, AGENTS AND EMPLOYEES FROM ANY LIABILITY ARISING FROM THE RECEIPT OR USE OF ANY SUCH INFORMATION.

(c) APPLICANT AUTHORIZES ALL PERSONS, SCHOOLS, COMPANIES, BUSINESS ENTITIES, CREDIT BUREAUS AND LAW ENFORCEMENT AGENCIES TO RELEASE THE INFORMATION SOUGHT PURSUANT TO SECTION 4(b) WITHOUT RESTRICTION OR QUALIFICATION TO FRANCHISOR. TO THAT END, I WAIVE ALL RECOURSE AND RELEASE THEM FROM LIABILITY FOR COMPLYING WITH THIS AUTHORIZATION. THIS AUTHORIZATION SHALL APPLY TO FUTURE REQUESTS BY FRANCHISOR AND A PHOTO COPY OR FACSIMILE OF THIS PROVISION SHALL BE CONSIDERED AS VALID AS THE ORIGINAL.

(d) APPLICANT ACKNOWLEDGES, AGREES, WARRANTS AND REPRESENTS THAT IT HAS NOT RELIED IN ANY WAY ON PRIOR COMMUNICATION WITH FRANCHISOR, ITS AFFILIATES, AGENTS OR EMPLOYEES IN EXECUTING THIS APPLICATION OR IN ANY WAY WITH RESPECT TO THE SUBJECT OF THIS APPLICATION, WHETHER BY FACE-TO-FACE MEETING OR BY OTHER MEANS. TO THAT END, APPLICANT UNDERSTANDS THAT THIS APPLICATION INITIATES THE FRANCHISE PROCESS AND THAT APPLICANT WILL RECEIVE REQUIRED DISCLOSURES IN THE EVENT THAT FRANCHISOR ELECTS TO DISCUSS THE SALE OR POSSIBLE SALE OF A FRANCHISE TO APPLICANT. ACCORDINGLY, APPLICANT ACKNOWLEDGES AND AGREES THAT ITS DECISION TO ENTER INTO A FRANCHISE AGREEMENT IN THE FUTURE WILL BE BASED ENTIRELY UPON DISCLOSURES AND INFORMATION RECEIVED AFTER ITS COMPLETION OF THIS APPLICATION. APPLICANT RELEASES FRANCHISOR, ITS AFFILIATES, AGENTS OR EMPLOYEES FROM ANY AND ALL LIABILITY ARISING FROM ALL PRIOR COMMUNICATION REFERENCED IN THIS SECTION.

(e) APPLICANT WARRANTS AND REPRESENTS THAT IT WILL NOT DIVULGE ANY INFORMATION IT RECEIVES FROM FRANCHISOR AS A

RESULT OF THIS APPLICATION AND WILL KEEP IT IN THE STRICTEST CONFIDENCE.

(f) IT IS UNDERSTOOD THAT THE PURPOSE OF THIS APPLICATION IS FOR INFORMATION ONLY, AND IS IN NO WAY BINDING UPON THE FRANCHISOR. THE INFORMATION I HAVE SUBMITTED WITHIN THIS APPLICATION IS TRUE AND COMPLETE TO THE BEST OF MY KNOWLEDGE AND BELIEF.

EXECUTED this _____ day of _____, 2010.

(Name, Title [if any] of Applicant)

(Name, Title [if any] of Applicant)

CERTIFICATION

I certify, individually and on behalf of the corporation, limited liability company or other entity named below, that:

1. To the best of my knowledge, neither I nor such entity, its equity owners, directors, officers, members, managers, employees, representatives, shareholders, agents or tenants, is currently identified on the list maintained by the U.S. Treasury Department, Office of Foreign Assets Control (currently available at <http://ustreas.gov/offices/eotffc/ofac/sdn/t11sdn.pdf>), nor is any of the foregoing a person with whom a citizen of the United States is prohibited from engaging in transactions by any trade embargo, economic sanction, or other prohibition of United States law, regulation, or Executive Order of the President of the United States.

2. To the best of my knowledge, the applicant named below has implemented procedures, and will consistently apply those procedures throughout the term of the franchise, to ensure that the foregoing certification remains true and correct during the term of the franchise.

EXECUTED this ____ day of _____, 2010.

(Name, Title [if any] of Applicant)

(Name, Title [if any] of Applicant)

Mail complete application to: **THREE BUDDIES INCORPORATED**
1001 W. Walnut, Suite 3
Rogers, AR 72756
P 479.631.3033
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