

Sample Franchise Contract Template

This Franchise Contract (  Agreement  ) is made and entered into as of **[Date]**, by and between **[Franchisor Name]**, (  Franchisor  ) and **[Franchisee Name]**, (  Franchisee  ).

1. Grant of Franchise

The Franchisor hereby grants to the Franchisee the right to operate a franchise at the following location:

- Location: **[Franchise Address]**

The Franchise will operate under the name and system of the Franchisor as described in this Agreement.

2. Term

This Agreement is valid for a term of **[Number]** years, commencing on **[Start Date]** and expiring on **[End Date]**, unless earlier terminated in accordance with this Agreement.

3. Fees

1. **Initial Franchise Fee:** **[\$[Amount]]** payable upon execution of this Agreement.
2. **Ongoing Royalty:** **[Percentage]**% of gross sales, payable monthly.
3. **Advertising Fee:** **[Percentage/Amount]**, payable monthly.

4. Franchisee Obligations

1. Operate the franchise in accordance with the Franchisor  s standards and procedures.
2. Maintain the cleanliness and appearance of the premises.
3. Use only approved products and services.
4. Participate in required training programs.

5. Franchisor Obligations

1. Provide an initial training program and ongoing support.
2. Supply the Franchisee with the operational manual and updates.
3. Offer marketing and advertising guidance.

6. Intellectual Property

The Franchisee acknowledges that all trademarks, trade names, and proprietary information are the exclusive property of the Franchisor.

7. Termination

This Agreement may be terminated by either party under the following conditions:

- Material breach of contract terms.
- Insolvency or bankruptcy of either party.
- Mutual written agreement of the parties.

8. Governing Law

This Agreement shall be governed by and construed under the laws of the state/province of **[Jurisdiction]**.

9. Miscellaneous

- 1. This Agreement constitutes the entire understanding between the parties.
- 2. Any amendments must be in writing and signed by both parties.
- 3. If any provision is deemed unenforceable, the remainder will remain in effect.

Franchisor Signature

Date: _____

Name: **[Franchisor Name]**

Franchisee Signature

Date: _____

Name: **[Franchisee Name]**