

State of Washington
Department of Financial Institutions
Securities Division
P.O. Box 9033
Olympia, WA 98507-9033
(360) 902-8760
<http://www.dfi.wa.gov/sd>

FRANCHISOR SURETY BOND

BOND NUMBER _____

KNOW ALL MEN BY THESE PRESENTS:

That, _____, as Principal, having filed with the Washington State Securities Division on or about the _____ day of _____, aaa____, an application to offer or sell franchises in the State of Washington pursuant to RCW 19.100.040, and _____ a _____, as Surety, a corporation organized under the laws of the state of _____; and being duly authorized to transact the business of indemnity and suretyship in the State of Washington; do hereby acknowledge our indebtedness to the State of Washington, for the use and benefit of any person(s) having a claim under the conditions of this obligation, in the sum of One Hundred Thousand Dollars (\$100,000); provided, however, that the aggregate liabilities hereunder shall not exceed the sum of One Hundred Thousand Dollars (\$100,000), regardless of the number of claimants, and shall not be construed as individual liability.

Liability for the payment of this sum, to which we hereby obligate and bind ourselves, our heirs, executors, administrators, successors and assigns, jointly and severally, becomes effective upon the following conditions:

1. Approval by the Administrator of the Washington State Securities Division of the Principal's application to offer or sell franchises in this state; and
2. Failure by the Principal to strictly comply with all applicable provisions of, and all orders, rules, and regulations issued pursuant to, the Washington State Franchise Investment Protection Act, chapter 19.100 RCW.

This Bond shall expire at such time as the Principal's registration is withdrawn, terminates through non-renewal, or is revoked by the Securities Division except as to liabilities of the Principal arising prior to such time. This Bond may also be cancelled by the Surety upon 30 days written notice by registered mail to the Principal and to the Securities Division. At the end of the 30 day period, the Bond shall be deemed cancelled except as to liabilities of the Principal arising prior to the date of cancellation. The notice of cancellation shall be deemed effective and the 30 day period shall begin to run upon

receipt by the Securities Division of said notice and sufficient proof of receipt of said notice by the Principal.

It is understood that any person(s) having a claim under the conditions of this obligation may institute suit in any court of competent jurisdiction against the Principal and/or the Surety upon this Bond.

WITNESS OUR SIGNATURES, this ____ day of _____, aaaa_____.

(Corporate Seal, if applicable)

Principal (type of print)

By _____
Signature

Title

(Corporate Seal, if applicable)

Surety (type or print)

By _____
Signature

Attorney in Fact _____
Title

Not Required _____
Counter Signature

PRINCIPAL ACKNOWLEDGMENT

STATE OF _____)

COUNTY OF _____)

ss.

On this ____ day of _____, aaa____,

_____ personally appeared
before me stating that he is the _____ of

_____, the above-mentioned
Principal, that he executed this instrument for and in its behalf, by authority of its Board
of Directors, that any seal affixed is the corporate seal of the Principal, and that this
instrument and the execution thereof is a voluntary act of said corporation.

Notary Public

Residing in _____ County

My Commission expires _____

SURETY ACKNOWLEDGMENT*

STATE OF _____)

COUNTY OF _____)

ss.

On this ____ day of _____, aaa____,

_____ personally appeared
before me stating that he is the _____ of

_____, the above-mentioned
Surety, that he executed this instrument for and in its behalf, by authority of its Board of
Directors, that any seal affixed is the corporate seal of the Surety, and that this instrument
and the execution thereof is a voluntary act of said corporation.

Notary Public

Residing in _____ County

My Commission expires _____

*Acknowledgment not required if Bond subscribed by Attorney in Fact for the Surety. However, a true and correct copy of the Power of Attorney must be attached to this Bond.