



OFFER TO PURCHASE ONLY RENTALS FRANCHISE

The hereinafter mentioned Prospective Franchise (the Franchisee) hereby offers to purchase from ONLY RENTALS the exclusive rights to trade under the name, logo and colours of ONLY RENTALS and to promote the product supplied by ONLY RENTALS.

DETAILS OF FRANCHISEE:

Name of Principal Shareholder, Member of Sole trade:

Name of Company or Close Corporation to be formed:

Registration No: _____ I.D. no: _____

Physical Address of the Franchisee:

Postal Address of the Franchisee:

Contact numbers: (Tel) _____

(Fax) _____

(Cell) _____

(e-mail) _____



Description of area:

Amount payable:

Exclusivity / Franchise fee:	R 21,929.82
VAT @ 14%	3,070.18
TOTAL	R 25,000.00

The commencement of business by the franchisee shall be on or before; _____ day of _____ 20__

After the payment of the full amount of the total franchise package during which period the requisite business setup functions will be undertaken by ONLY RENTALS.

Full operations training will commence at any given time as agreed on by the franchisee and ONLY RENTALS after full and final payment.

The setup period allows for:

- Registration of company (if required)
- Registration of VAT (if required)
- Sales and Operations Training
- Printing of Stationery
- Set up of office
- Installation of signage



“Royalty percentage rate” means the minimum rate of **5% plus vat** on all deals for the first three months, payable on *gross income*. Thereafter, for six months, you must pay a minimum rate of **5% plus Vat or R1,500.00 plus vat** on all deals, whichever is the greatest, thereafter you must pay a minimum of **5% plus vat or R2,500.00 plus vat**.

“Marketing contribution rate” means you must pay a minimum of **2% plus vat**, for six months. Thereafter for a further six months, you must pay **R750.00 plus vat or 2% plus vat on gross income**, whichever is the greatest. Thereafter you must pay **R1,500.00 plus vat or 2% plus vat on gross income** whichever shall be the greater.

This offer to purchase is irrevocable, and is made under the following terms and conditions:

1. Based on the evaluation of the personal details, questionnaire responses and the personal interview, ONLY RENTALS has the sole rights to accept or decline the offer within (7) seven days of the offer to purchase, being placed in the hands of ONLY RENTALS.
2. On acceptance of the offer by ONLY RENTALS, a formal and comprehensive Franchise Agreement will be entered into by both parties.
3. Payment shall be made as detailed above, excepting that the proof of deposit into ONLY RENTALS current account within 24 hours of signature hereof shall be acceptable. Payment shall be by cheque in favour of ONLY RENTALS, and ONLY RENTALS reserves the right to effect clearance of the Payment before undertaking any of its obligations hereunder.
4. This offer is made by the Franchisee with the full understanding of the Terms and Conditions as set out in this document, and is irrevocable and binding on the Franchise until acceptance by the Company whereafter it also becomes binding on ONLY RENTALS, or failing which acceptance, the Franchise shall automatically be released from his obligations, and the deposit paid shall immediately be refunded in full.

Secrecy:

1. The Franchisee acknowledges that:-
 - 1.1 The system is the sole beneficial property of ONLY RENTALS and that the Franchise has no rights in such system save as is provided for or contemplated in this agreement.
 - 1.2 Neither the Franchisee or any of its employees have any prior knowledge of the system or any aspect of the intellectual property, including all know-how and trade secrets pertaining to the business and affairs of ONLY RENTALS, or to the rendering of the service.



2. The Franchisee undertakes that it will:
 - 2.1 Keep secret all information, records, guides and, in particular, the Operating Manual and all training files and documentation and information as well as all other knowledge supplied by or obtained from ONLY RENTALS in relation to the system and/or the business.
 - 2.2 Not divulge or permit the disclosure of the system and, in particular, the content of the Operation Manual and any training files to any third party other than its employees employed in respect of the business.
3. At the termination of this agreement for any reason whatsoever, the Franchise shall forthwith return to ONLY RENTALS the Franchise Agreement as well as copies of each of the foregoing and any other written information supplied or obtained from ONLY RENTALS during the currency of this agreement.

Signed at _____ on the _____ day of _____ 20____

As Witness:

Name: _____

Address: _____

For and on behalf of the Franchisee

Signed at _____ on the _____ day of _____ 20____

As Witness:

Name: _____

Address: _____



FOCUSED ON LETTING FOCUSED ON YOU

For and on behalf of ONLY RENTALS

(Company stamp)