



STATE OWNER NEWSLETTER

Veterans Opportunities

We are trying a new source for lead generation that is targeted to veterans and retiring military personnel. These leads will cost \$40.00 each. We will be offering a \$2,000.00 discount or credit for additional equipment, and 50% off of the monthly royalty fee for the first year. These discounts will be the responsibility of each state owner. If you desire to be included in this new lead source you will need to sign the Guarantee of Payment Form for the Veterans Opportunity campaign and return it to our corporate office.

INSIDE THIS ISSUE

- Veterans Opportunities
- Key Changes for State Owner Contracts
- Monthly Reports

Key Changes for State Owner Contracts

We have our legal counsel looking over some modifications that we have made to the State Owner, or Master Franchise Agreement. We should have the documents back to us within the next two weeks. These changes will clarify the agreement. This new agreement incorporates some of the wish list that certain Master Franchisees wanted. All in all, I think it is getting very close to being something that every State Owner can live with. The majority of Master Franchisees have already signed a Master Franchise Agreement with M-CO INC, and we will modify those agreements to reflect any beneficial change.

Monthly Reports

I have had an assistant helping me keep track of the missing monthly reports this year. We have been sending you a notice showing which of your operators had missing reports. The young man has left our employment so he can go on a mission for the Church of Jesus Christ of Latter Day Saints.

It is still your responsibility to make sure that each of your operators turn in their monthly report each and every month. Please make sure these reports from your Subfranchisees are turned in on time. They should submit the report through the Heaven's Best Website.

We hope you all have a good 4th of July. Please encourage your Subfranchisees who are Veterans to send us a letter of recommendation that we can use in attracting other former military personnel to join with Heaven's Best. We are glad you are part of the business.