

	<b>Provision</b>	<b>Section in Development Agreement</b>	<b>Summary</b>
u.	Dispute resolution by arbitration or mediation	Section 10	<p>Prior to filing most proceedings, a party must submit the dispute to non-binding mediation.</p> <p>Except for disputes arising under the Lanham Act, disputes that otherwise relate to the validity or ownership of any of the Intellectual Property, disputes that involve enforcement of our intellectual property rights or protection of our Proprietary Information, and disputes related to payments of amounts that you owe to us or our affiliates, all disputes will be resolved by binding arbitration at the American Arbitration Association's offices or other suitable office that we select in the metropolitan area in which our principal place of business is then located (currently, Newport Beach, California) (subject to state law).</p>
v.	Choice of forum	Section 10	<p>Subject to arbitration obligations, with limited exception, litigation is in the United States District Court for the district in which we have our principal place of business at the time of the filing (currently, Newport Beach, California) (or if, federal jurisdiction cannot be obtained, the state court in such city) (subject to state law).</p>
w.	Choice of law	Section 10	<p>Except for Federal Arbitration Act and other federal law, the laws of the State of Delaware apply to all claims (subject to state law).</p>

## **ITEM 18 PUBLIC FIGURES**

We do not use any public figure to promote our franchise.

## **ITEM 19 FINANCIAL PERFORMANCE REPRESENTATIONS**

The FTC's Franchise Rule permits a franchisor to provide information about the actual or potential financial performance of its franchised and/or franchisor-owned outlets, if there is a reasonable basis for the information, and if the information is included in this disclosure document. Financial performance information that differs from that included in this Item 19 may be given only if: (1) a franchisor provides the actual records of an existing outlet you are considering buying; or (2) a franchisor supplements the information provided in this Item 19, for example, by providing information about possible performance at a particular location or under particular circumstances.

We do not make any financial performance representations. We also do not authorize our employees or representatives to make any such representations either orally or in writing. If you are purchasing an existing outlet, however, we may provide you with the actual records of that outlet. If you receive any other financial performance information or projections of your future income, you should report it to the franchisor's management by contacting our Chief Executive Officer, Verdine Baker, 4000 MacArthur Blvd., Suite 800, Newport Beach, CA 92260 (Tel: 949-629-4333), the Federal Trade Commission, and the appropriate state regulatory agencies.

**ITEM 20 OUTLETS AND FRANCHISEE INFORMATION**

Our fiscal year ends on December 31 of each year. As we acquired the franchise system in December 2024, Predecessor was the franchisor for fiscal years 2023 and most of 2024. In that period, Predecessor’s affiliate owned and operated one Studio, which we have categorized as an “Affiliate-Owned Studio” for those years in this Item 20. After our acquisition of the system, our affiliate, iFlex Studios LLC, became the owner and operator of that Affiliate-Owned Studio, and it therefore remains categorized as an Affiliate-Owned Studio.

**Table No. 1  
Systemwide Studio Summary  
For years 2023 to 2025**

Studio Type	Year	Studios at the Start of the Year	Studios at the End of the Year	Net Change
Franchised	2023	0	0	0
	2024	0	3	+3
	2025	3	3	0
Affiliate-Owned	2023	1	1	0
	2024	1	1	0
	2025	1	1	0
<b>Total Studios</b>	<b>2023</b>	<b>1</b>	<b>1</b>	<b>0</b>
	<b>2024</b>	<b>1</b>	<b>4</b>	<b>+3</b>
	<b>2025</b>	<b>4</b>	<b>4</b>	<b>0</b>

**Table No. 2  
Transfers of Studios from Franchisees to New Owners (other than to us)  
For years 2023 to 2025**

State	Year	Number of Transfers
Total	2023	0
	2024	0
	2025	0

**Table No. 3  
Status of Franchised Studios  
For years 2023 to 2025**

State	Year	Studios at Start of Year	Studios Opened	Terminations	Non-Renewals	Reacquired by Franchisor	Ceased Operations- Other Reasons	Studios at End of the Year
Florida	2023	0	0	0	0	0	0	0
	2024	0	1	0	0	0	0	1
	2025	1	0	0	0	0	0	1