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Franchised Units:	128	In Business Since:	1998	Royalty:	6%
Company-Owned Units:	4	Average Franchise Fee:	\$20K	IFA Member:	No
Total Operating Units:	132	Total Investment Range:	\$82.8-127.1K	Term of Initial Contract:	10 Years

COMPANY'S DESCRIPTION HERE
(MAX. 600 WORDS & 2 IMAGES)

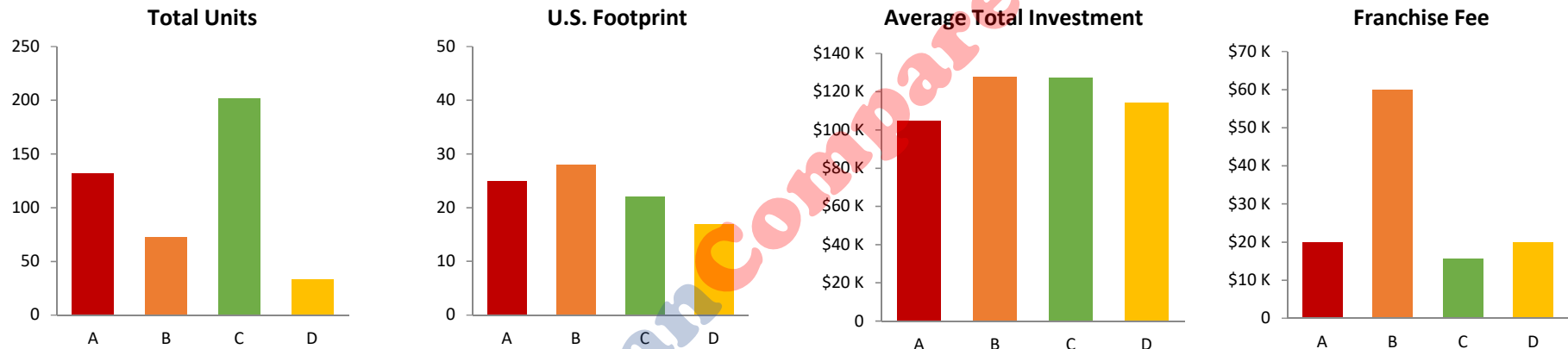
FranCompare™ Franchise Recognition Program 2019

Handyman Services Industry

	Company Name (DBA)	Legal Name	Final Score
A	Handyman Matters	Handyman Matters Franchise Corporation	754
B	Handyman Connection	Trident Investment Partners, Inc.	677
C	Mr. Handyman	Mr. Handyman International, LLC	674
D	House Doctors	Saltire Brands, LLC	637

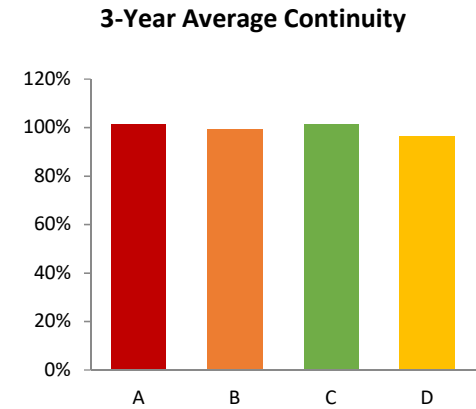
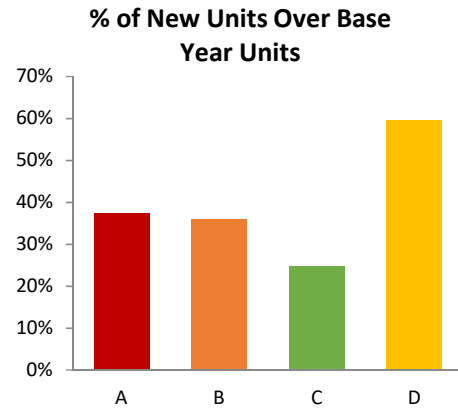
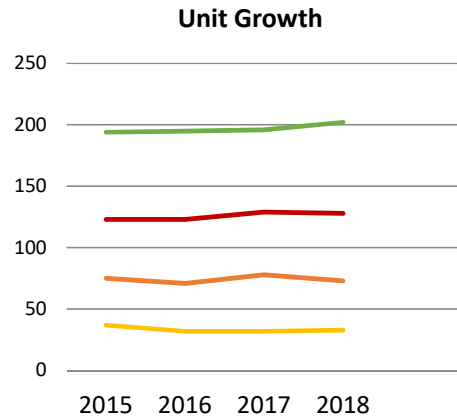
Key Unit Investment Variables

30%



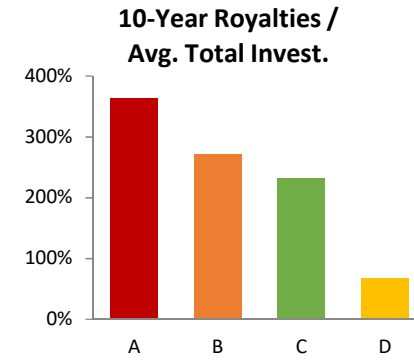
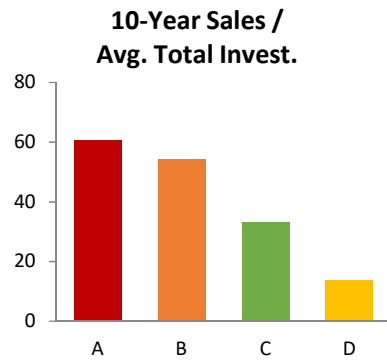
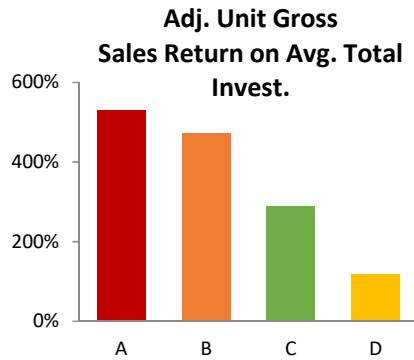
- **Total Units** is a valuable measure if recent growth was accompanied by proper support. Meteoric growth, however, with the help of third parties, frequently means franchisees are left to fend for themselves while management focuses on growth for its own sake.
- The greater the **Footprint/Geographical Coverage**, the better all franchisees are served. Only U.S. states are included.
- For the purpose of the Franchise Matrix™ analysis, the **Average Total Investment** is used in all cases.
- The **Franchise Fee** should not significantly exceed the franchise fee of its primary competitors.

	Handyman Matters		Handyman Connection		Mr. Handyman		House Doctors		
Weighting for Primary FDD Variables (300 Points)	Data	Score	Data	Score	Data	Score	Data	Score	Max. Score
Year-End Total Franchised Units	128		73		202		33		
Year-End Total Company-Owned Units	4		0		0		0		
Year-End Total Units	132	40	73	30	202	48	33	25	50
% of Franchised Units	97.0%		100.0%		100.0%		100.0%		
% of Company-Owned Units	3.0%	7	0.0%	0	0.0%	0	0.0%	0	10
U.S. Footprint (# of U.S. States)	25	32	28	32	22	32	17	26	35
Total Low Investment	\$82,816		\$99,860		\$111,500		\$98,900		
Total High Investment	\$127,147		\$155,980		\$143,100		\$129,550		
Average Total Investment Per Unit	\$104,982		\$127,920		\$127,300		\$114,225		
Low Unit Size Estimate (Square Feet)	82,816		500		40,000		400		
High Unit Size Estimate (Square Feet)	127,147		500		60,000		400		
Average Unit Size (Square Feet)	104,982		500		50,000		400		
Average Total Investment Per Square Feet	\$1		\$256		\$3		\$286		
Average Franchise Fee (Single Unit)	\$20,000	37	\$60,000	10	\$15,711	39	\$19,900	37	40
Average Annual Royalty Fee (On-Going After Trial Period)	6.0%	80	5.0%	85	7.0%	60	5.0%	85	90
Term of Initial Contract (Years)	10	20	10	20	10	20	10	20	35
Term of First Contract Renewal (Years)	10	11	10	11	10	11	10	11	20
Average Transfer Fee (Single Unit)	\$10,000	8	\$7,500	9	\$9,900	8	\$3,483	10	10
Year Incorporated	1998	10	1991	10	2000	9	1994	10	10
Franchising Since	2001		1993		2000		1997		
Issuance Date of FDD (Issue Date)	3/30/2018		3/15/2018		3/29/2018		4/1/2018		



- **3-Year Compound Annual Unit Growth** measures the unit growth from base year to end of 2017. Assuming proper support on the part of the franchisor, higher growth is rewarded. Steady and controlled **Unit Growth** are preferred over meteoric growth. Negative unit growth raises red flags.
- **% of New Units Over Base Year Units** is the Total End of 2017 Units divided by Base Year Beginning Units.
- **3-Year Average Continuity Rate** is an important and commonly used metric within the franchising industry that measures the success of a franchise system over its most recent past. Continuity rate is determined for each year by dividing end-of-year total units by beginning-of-year total units and dividing the 3 annual rates by 3 to arrive at an average. If there are a high number of closures or non-renewals within a franchise, the continuity rate will generally result in a rate of less than 100%, as will a system that cannot support its growth and, accordingly, its franchisees are failing. A high continuity rate is evidence of strong support systems. Continuity rates of over 100% were rewarded and ones with less than 100% were penalized.

Weighting for Primary FDD Variables (250 Points)	Handyman Matters		Handyman Connection		Mr. Handyman		House Doctors		Max. Score
	Data	Score	Data	Score	Data	Score	Data	Score	
Base-Year Beginning Franchised Units	123		75		194		37		
New Franchised Units Over Following 3 Years	46		27		48		22		
Total Franchised Units at the End of Year 3	128		73		202		33		
% of New Units Over Base Year Units	37.4%	17	36.0%	17	24.7%	10	59.5%	27	40
3-Year Compound Annual Unit Growth	1.3%	10	-0.9%	0	1.4%	10	-3.7%	0	70
3-Year Average Continuity Rate	101.4%	105	99.4%	100	101.4%	105	96.5%	93	140



- Adjusted Unit Gross Sales by itself is not as important as **Adjusted Unit Gross Sales as percentage of the Average Total Investment**. Sales and profits must be evaluated as a function of the total investment.
- Whereas a modest difference in year 1 sales as a function of the average investment might be considered of minor importance, a 10-year time horizon puts these differences into perspective.
- Similarly, while a modest difference in year 1 royalty rates between franchisors might be considered of minor importance, cumulative **Royalty** payments over a 10-year time frame as a percentage of Average Total Investment put these differences into perspective.

Weighting for Primary FDD Variables (350 Points)	Handyman Matters		Handyman Connection		Mr. Handyman		House Doctors		Max. Score
	Data	Score	Data	Score	Data	Score	Data	Score	
Company-Wide Average Gross Sales or Revenue	\$482,840		\$525,180		\$319,284		\$117,475		
Period Operated	1 Year		Over 12 Months		12 Months		1 Year		
Calculation Based on # of Units Evaluated	47 of 56		39 of 40		40 of 52		16 of 32		
Calculation Based on Franchised or Company-Owned Units	Operators		Franchised		Operators (2016)		Franchised		
% Adjustment*	115%		115%		115%		115%		
Adjusted Average Gross Sales or Revenue	\$555,266		\$603,957		\$367,177		\$135,096		
Adjusted Unit Gross Sales Return on Avg. Total Investment	528.9%	175	472.1%	175	288.4%	175	118.3%	110	175
Cum. 10-Year Gross Sales (Compounded at 5% Growth / Year)	\$6,376,765		\$6,935,940		\$4,216,716		\$1,551,465		
10-Year Sales / Average Total Investment	60.7	75	54.2	75	33.1	75	13.6	35	75
10-Year Total Royalty Payments	\$382,606		\$346,797		\$295,170		\$77,573		
10-Year Royalties / Average Total Investment	364.5%	0	271.1%	0	231.9%	2	67.9%	50	50
Detailed Income Statement (EBITDA All Units Optimal)	90%	45	10%	5	90%	45	0%	0	50

* To adjust stated Average Gross Sales to a "standard" of greater than 2 years, the following adjustments were applied:
 Over 1 Year = 115%; Over 2 Years = 100%; Over 3 Years = 95%; Over 4 Years = 90%; Over 5 Years = 85%.



- The **Current Ratio (or Working Capital Ratio)** is a liquidity ratio that reflects the franchisor's ability to pay back its short-term liabilities. A ratio of less than 1 raises a red flag as to whether a franchisor can pay its short-term obligations when due.
- **Intangibles**, including **Goodwill**, are long-term assets represented by non-physical assets. Franchisors whose brands are household names may justify a higher value for intangibles than a relatively new brand with limited experience in the marketplace.
- **Total Liabilities as percentage of Total Assets Ratio** reflects the long-term strength of the franchisor's balance sheet. Over time, one would expect the percentage to decrease. A lower percentage is preferred over a higher percentage.
- **Long-term Liabilities as percentage of Shareholder Equity** reflects the franchisor's long-term capital structure. Over time, one would expect the percentage to decrease. A lower percentage is preferred over a higher percentage.

Balance Sheet Items (\$000)	Handyman Matters		Handyman Connection		Mr. Handyman		House Doctors		Max. Score
	Data	Score	Data	Score	Data	Score	Data	Score	
Weighting for Primary FDD Variables (100 Points)	Data	Score	Data	Score	Data	Score	Data	Score	Max. Score
Ending Date for Financials (Closing Date on Balance Sheet)	12/31/2017		12/31/2017		12/31/2017		12/31/2017		
Current Assets	\$243		\$1,008		\$36,051		\$457		
Intangibles & Goodwill	\$9		\$0		\$496,562		\$58		
Other Assets	\$811		\$235		\$41,410		\$98		
Total Assets	\$1,063		\$1,243		\$574,023		\$613		
Current Liabilities	\$268		\$476		\$32,824		\$70		
Long-Term Liabilities	\$0		\$0		\$402,930		\$13		
Total Liabilities	\$268		\$476		\$435,754		\$83		
Shareholders' Equity	\$795		\$767		\$138,269		\$530		
Total Liabilities & Shareholders' Equity	\$1,063		\$1,243		\$574,023		\$613		

Key Financial Ratio (%)s	Handyman Matters		Handyman Connection		Mr. Handyman		House Doctors		Max. Score
	Data	Score	Data	Score	Data	Score	Data	Score	
Weighting for Primary FDD Variables (100 Points)									
Current Ratio (or Working Capital Ratio)	90.7%	8	211.8%	25	109.8%	10	652.9%	25	25
Intangibles & Goodwill as % of Total Assets	0.8%	19	0.0%	20	86.5%	0	9.5%	18	20
Total Liabilities as % of Total Assets Ratio	25.2%	35	38.3%	33	75.9%	15	13.5%	35	35
Long-Term Liabilities as % of Shareholders' Equity Ratio	0.0%	20	0.0%	20	291.4%	0	2.5%	20	20

Total Score	754	677	674	637	/1000
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FranCompare™

FranCompare™ and the World Franchising Network have been in the franchising business for over 30 years. During that period, we have gained some meaningful insights into what separates great franchise systems from mediocre ones. The FranCompare™ Franchise Recognition Program is the result of those decades of experience. The underlying analysis relies upon a unique template called Franchise Matrix™. The Franchise Matrix™ allows a prospective investor, analyst or lender to prioritize which objective factors in each franchisor's FDD are most important in analyzing competing systems and to compare systems side-by-side. Keep in mind that the methodology and results of the Franchise Recognition Program are solely the opinions of FranCompare™ and are based solely on what we consider to be the key factors taken from each franchisor's 2018 FDD. If you want to modify the weighting of the variables or change the variables themselves, please [click here](#) for a customizable worksheet that can accommodate your personal priorities.

FranCompare™ also provides custom side-by-side analyses for clients. You can choose from over 2,100 2018 FDDs and over 2,300 2017 FDDs listed on www.FranchiseDisclosures.com. If you have an interest in a custom FranCompare™ analysis, please give us a call at (888) 612-9908. The minimum charge for 4 companies is \$600 and each additional company is \$150.

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