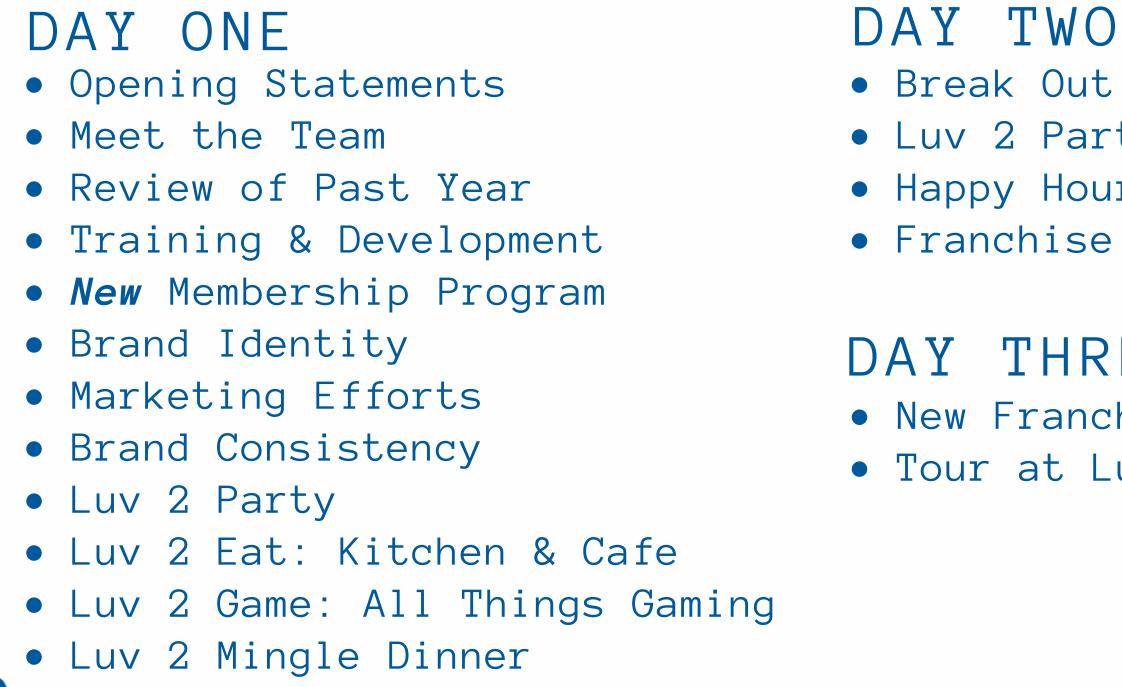




Conference Overview



• Break Out Sessions

• Luv 2 Partner Table-Top Event

• Happy Hour Mix & Mingle

• Franchise Awards Banquet

DAY THREE (Optional) • New Franchise Orientation • Tour at Luv 2 Play Corporate

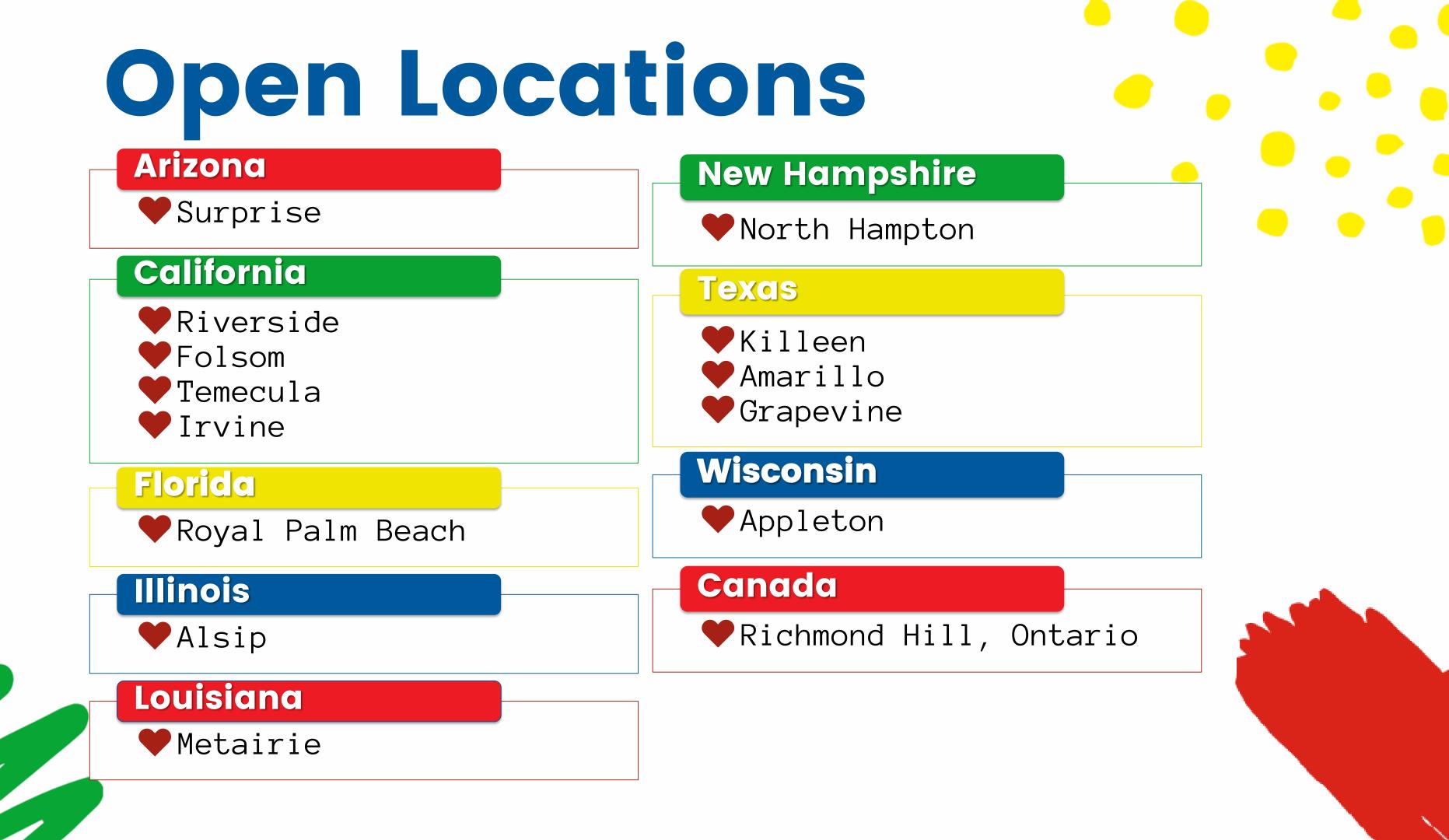
Opening Statements

JULIE CARICATO



Meet the Team δ Review of Past Year MITCH GOLD & SOPHIA TELLEZ

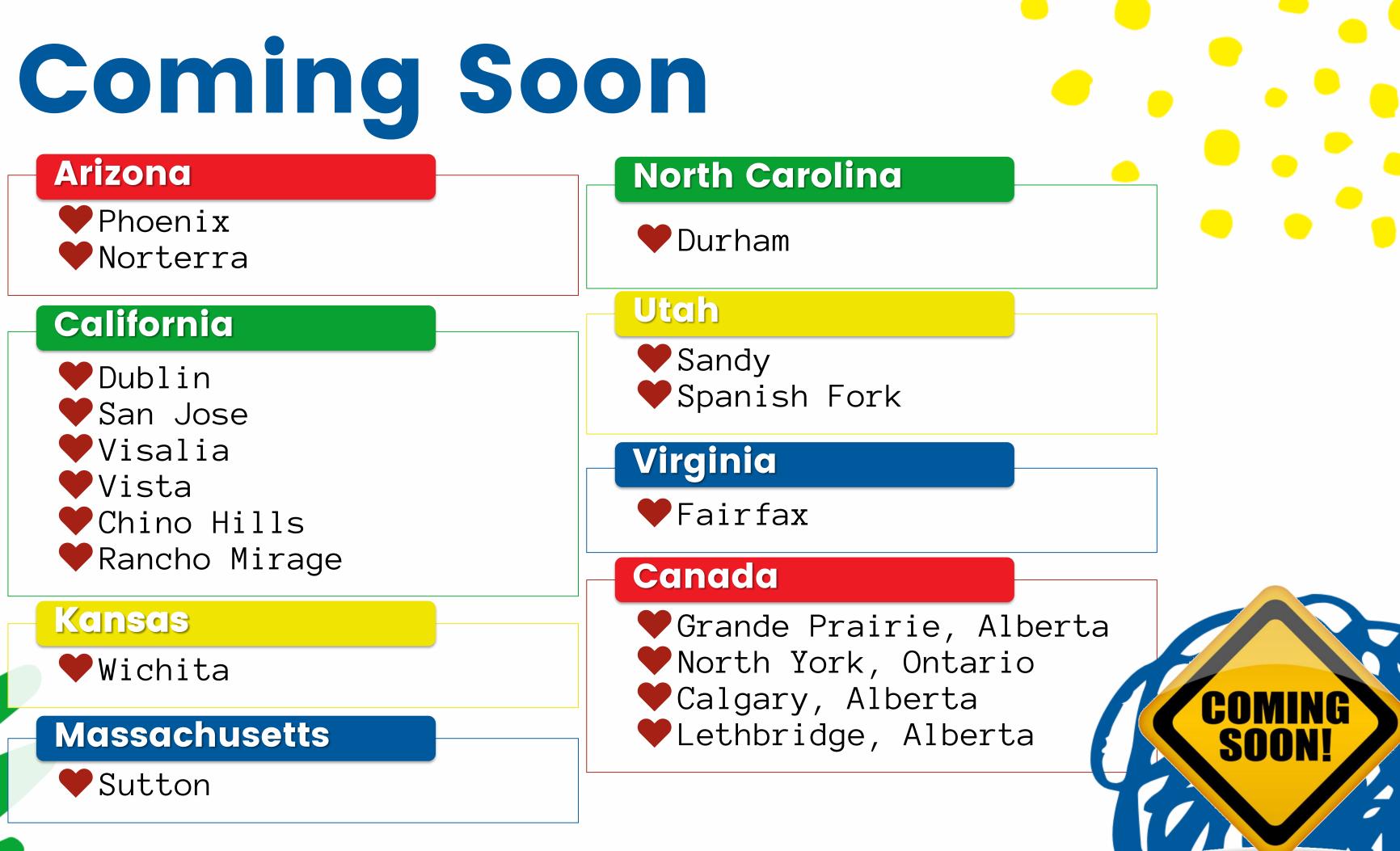




2019 Openings

San Carlos Opened June 1, 2019

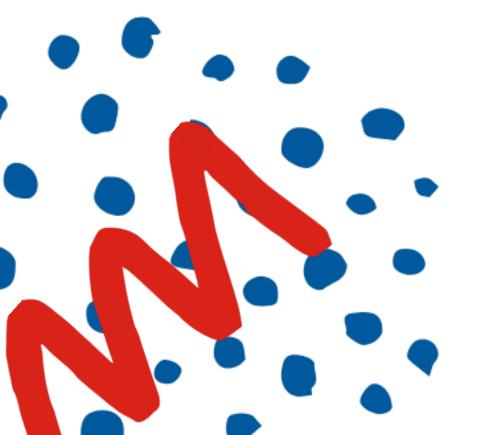






Thank You!











Training & Development

EDWARD GORMAN



Luv 2 Play National **Franchise Advisory Board**

- Purpose: Promote constructive, open & two-way communications from franchisees to the management of Luv 2 Play Corporate.
- The board will provide advice & feedback on company programs & other activities to improve franchisees' revenues, profits, and promote the value of the brand.

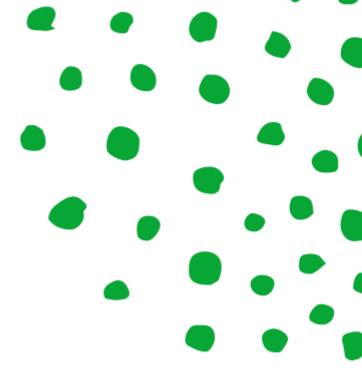


Luv 2 Play National **Franchise Advisory Board**

Goal:

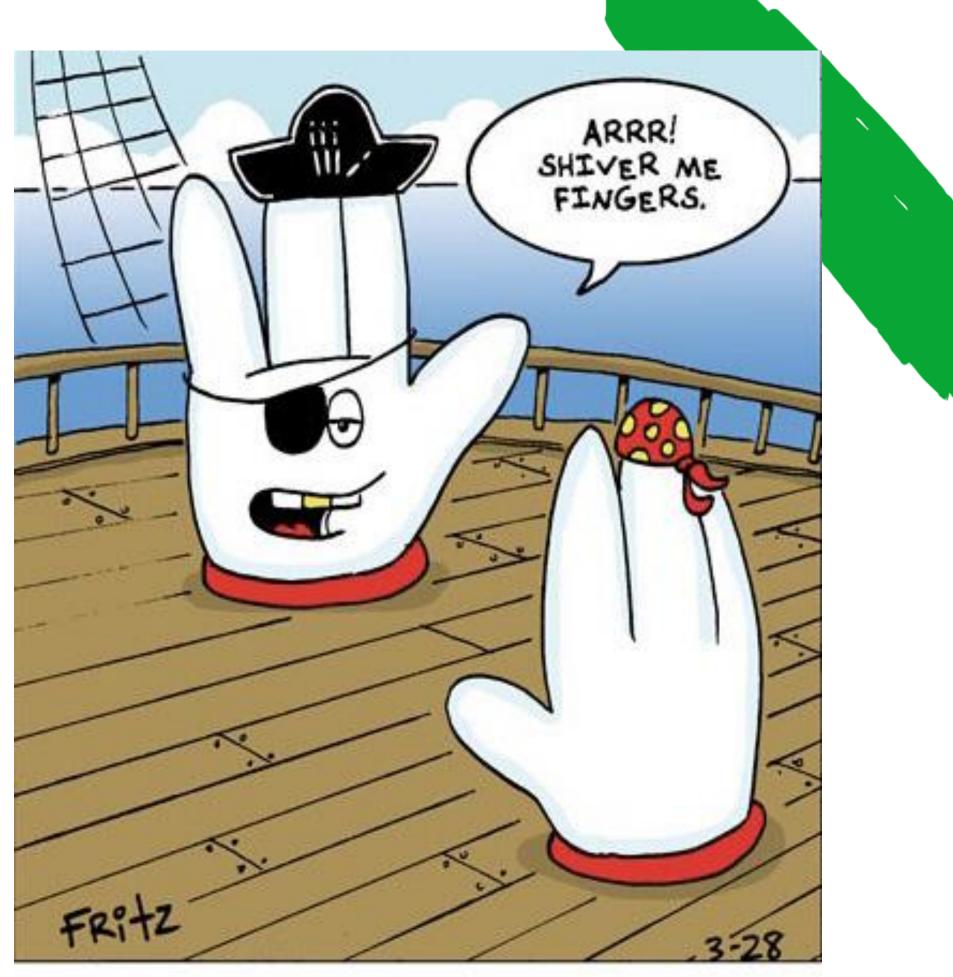
- To make franchise owners an integral part of our planning as we grow.
- The NFAB serves in an advisory capacity, and its counsel and advice will be valued as Luv 2 Play management establishes system-wide policies, plans and programs.







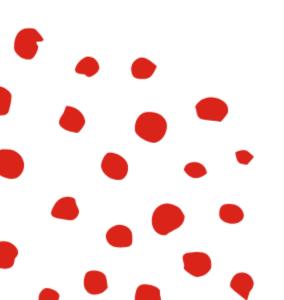




ALL HANDS ON DECK

On Deck Program

- Introductory Phase that everyone coming into the business will walk through.
- The following is a list of fundamentals that must be mastered & formed into habit.









On Deck Program

- 1. Lunch with GM/Owner to discuss goals & plans.
- 2. Fully Complete Luv 2 Play Training Program.
- 3. Master Daily Schedule of Clean, Polish & Perceive.
- 4. Master Sales Training Binder
- 5. Master Each Role-Playing Scenario
- 6. Master 8, 3, 1 Process: Every day- Talk to 8 People, get 3 unique leads, & Remember 1 guest name.
- 7. Master birthday scheduling, bookings details, & notes on accounts.
- 8. Master Membership tracking, Team Communication.
- 9. Master Kitchen Prep, Cook, & Clean.

oals & plans. ng Program. Polish & Perceive

y- Talk to <mark>8</mark> People, guest name. ings details, &

Communication. an.



On Deck Program 10.Perfect opening & closing checklist of the facility. 11.Complete & understand the walk thru & detail items to change, fix & add. 12. Understand the purpose of the HOB & complete HOB reports.

Report: GM/Ownership will meet with you monthly to give feedback on your progress in the On Deck Circle, They will detail what you are doing well, Areas you can improve, & challenge you to continue to grow within the company. This is your 90-Day On Boarding Program.

The *8*, 3, 1

Talk to 8 people a day.





Connect, find 3 stories a day.

The 8, 3, 1





The 8, 3, 7

Remember 1 Name a day.









Month to Month Membership

Moving the membership to a month to month program will tap into the growing trend of this membership model.

Goal: ◆Increase monthly membership in each location. ◆Build value.



- •2 Business day minimum to cancel.
- •All cancellations must be done online.

Valid Nationwide

•Added value, build brand awareness.

Includes 10 Arcade Credits

• Increase scope of membership.

20% discount on Camps

• Increases revenue in this category.

10% discount on Cafe & Birthday

- •Increase in Café Sales.
- Increase in Party Bookings.



Memberships are the backbone of a successful brand! Card integrated with Embed fun card.

Tip

Most memberships do not cancel right away. In fact the average time on a month to month membership is more than 4 months.



Membership Pricing

Single One Child \$38

> Double Two Children \$58

> > Triple Three Children \$78



Additional child (s): \$5 per child Member Guest Pass: 1st Guest \$5 Additional Guests \$10

Тір

Pricing can vary based on location and demographics. But they must be consistent in value and ROI.

Valid Nationwide.

Easy On, Easy Off



- Online Cancel Form
- Email is sent to corporate and to specific location.
- •All cancellations done by owner/GM

Memberships build trust and brand identity.

Customers are Invested and feel loyal to brand.

Tip

Membership Benefits

Increase

Revenue

Build Value

Employee Incentives

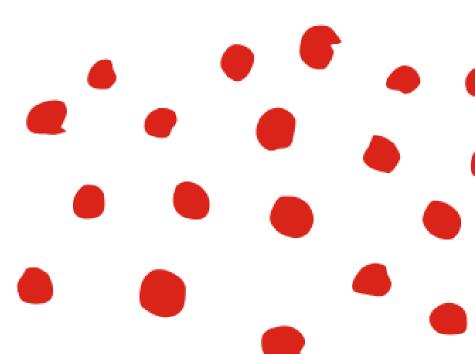
Recognition

Employee Engagement



Milestones





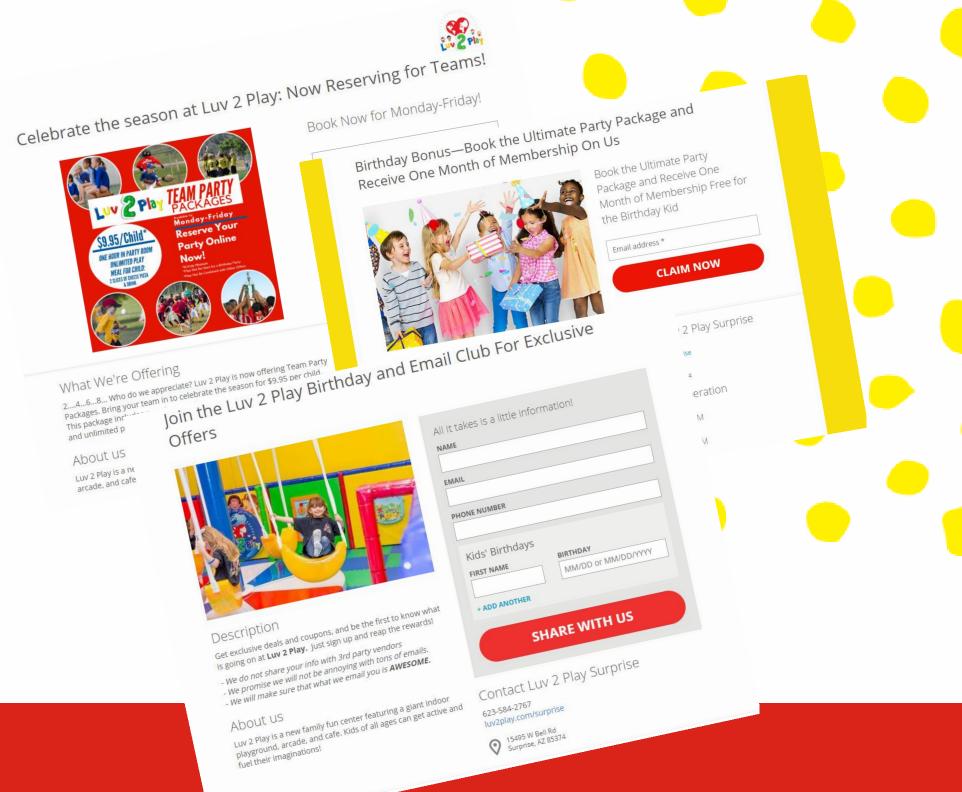
Brand Identity **FETCHREV**



About us

and unlimited p

Offers



Marketing Efforts & Brand Consistency



Review of Marketing: 2019

Brand Consistency

Consolidation

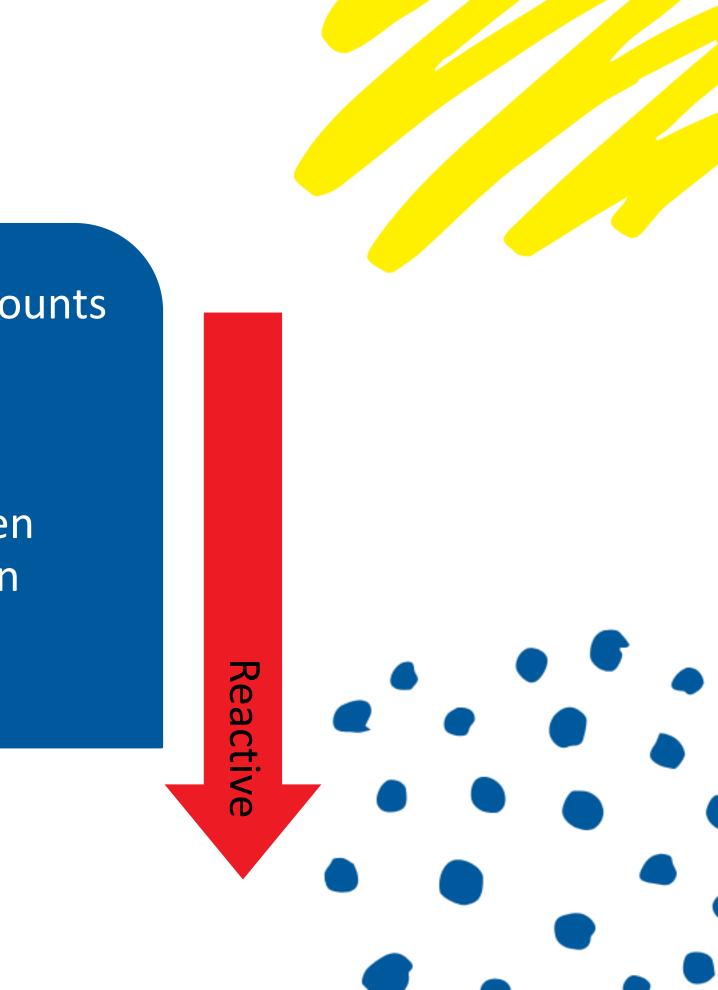
Planning for Growth

How do you market?

Proactive

Social Media Calendar Planned Events Scheduled Posts Developed Partnerships Forecast Sales

Post Only Discounts Last Minute No Plan Only Post When Sales are Down



How Do You Market?





LESS IS MORE!



Developing Programs & Partnerships

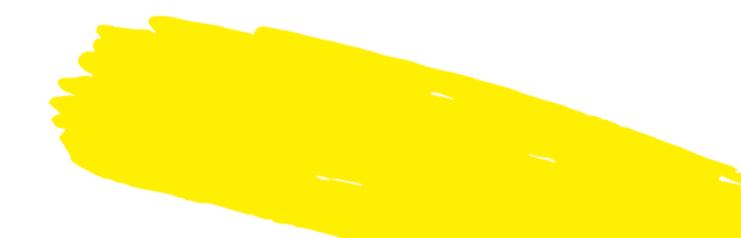
- Youth Groups
 - Daycares
 - Preschools
 - Elementary Schools
 - Sports Teams
 - City Recreation
 - Boys & Girls Club
 - Big Brother Big Sisters
 - Girl Scouts
 - Boy Scouts
 - Home School organization
 - City Children Services

- Doctors
- Dentists
- Libraries
- Character Companies









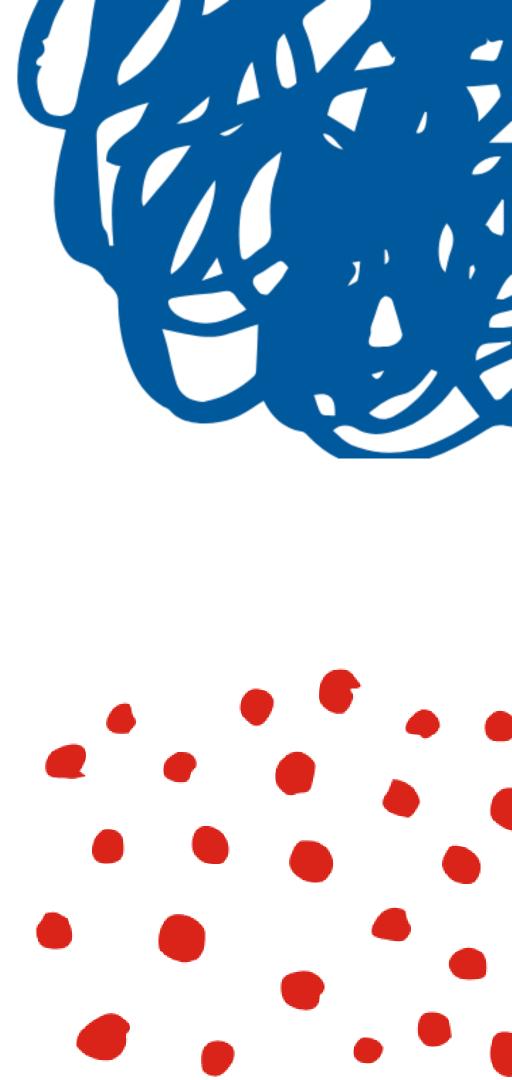
2020 & Beyond

CALENDAR

		and the second se
DISCOUNT/PROMOTION	CONTEST/GIVEAWAY	
ASK A QUESTION?	BEHIND THE SCENES PHOTO	
INSPIRATIONAL QUOTE	SHARE AN INTERESTING STATISTIC	
SHARE A TIP	HOLIDAY POST	
A DAY IN THE LIFE OF	INDUSTRY ARTICLE	
TESTIMONIAL QUOTE	THANK YOU	
HIGHLIGHT NEW PRODUCT OR SERVICE	EYE CATCHING PHOTO	
SHARE A STORY	TEAM HIGHLIGHT	
FUN FACT	SHARE A FAN PHOTO	









LACEY MEADOWS



Online Booking

Birthday Parties

Special Events

Memberships

Gift Cards



Birthday Parties are primarily booked ONLINE!

Approximately 90% of Online Purchases are **Parties!!**

Aluvii: Online Booking

- Set up an "Assignment"
- Create Packages based off those assignments.
- The Assignment would be something like:
 1. Party Room 1 Weekday
 2. Party Room 2 Weekday
 3. Party Room 1 Weekend
 - 4. Party Room 2 Weekend
 - 5. Double Room Weekday
 - 6. Double Room Weekend



Aluvii: Online Booking

- Packages would be created based off the above assignments. For example: Classic Package Weekday would be assigned to Party Room 1 Weekday and Party Room 2 Weekday.
- Once the assignments & packages have been created, create price rules & schedules for each assignment & package.
- Aluvii has a few ways to set up the online party booking event management, to meet your needs.
- Marketing will create a button on your Websites to bring guests to Aluvii Online Booking Website.





Aluvii: Online Booking Website

- HOW TO BOOK A PARTY:
 - 1. Select a date & category the Guest is looking for.

Plan My E Step #1 Step: 1of 7	^{Event} ct A Package			
	Show Availability	On: 05/08/2019		
1	All 1. Single-Room Party (22 Cap.)	2. Double-Room Party (44 Cap.)	Special Events	
2. Select a	Package	Plan My Event Step #1 Select A F Step: 1 of 7	Package	
Click, "Deta	ails"	All 1.	Show Availability Single-Room Party (22 Cap.)	2. Double
		Classic Package - Weekday (S \$295 Single-Room Party		ckage - Week

P? 2019

Room Party (44 Cap.)

Special Event





Aluvii: Online Booking Website

3. Read available times to the Guest. Explain that the booking time, is the Party Room time, and this is when Guests will receive meals/drinks. Always recommend that when sending out invites, to have their Guests come at least one hour early. This will allow the kiddos to sign waivers, check in, & get some play time in to work up an appetite.

Click "Select this Package".



\$365 Single-Room Party

\$365.00

Price: \$365.00 Package Includes

- · Up to 12 Kids and 8 Adults.
- 1 Hour in the party room.
 ALL DAY PLAY Open to Close.
- Meal for each child.

 Meal for each child,
 2 Large Cheese Pizzas for Adults,
 Drink for children while in party room,
 Free 1 Month Membership for Guest of Honor 5.00 Game Cards for each child. 24 Themed Cupcakes. Themed Plates. Napkins, and Centerpiece Luy 2 Play Happy Birthday Banner. v Gift (\$19.95 Value) for Guest of H . \$2.00 Off Entry Cards for each guest child. The time you are booking, is your party room time

Select Location





Party Room 1 - Weekday Timezone MST Location Luv 2 Play Surprise, AZ 09:30am 11:00am 12:30pm 02:00pm 03:30pm 05:00pm 15495 W Bell Rd. Surprise, 85378 Total Capacity: 22 Timezone : MST Luv 2 Play Surprise, AZ 00am 12.30pm 02:00pm 03.30pm 05:00pm 15495 W Bell Rd. Surprise, 85378 Total Capacity: 22 06:30pm

Pick an available time that you want to reserve next to the desired location, then click Next Step



Aluvii: Online Booking Website 4. Ask the Guest: How many children they are anticipating? If they are unsure, explain you will just add in the allotted number of children for their package, and if anything changes, we can add

children on for \$20.00 additionally for each extra kid.

Select "Next Step"

Plan My Event

Step #3 Event Details



Luv 2 Play Surprise, AZ

5495 W Bell Rd. Surprise, 85378 otal Capacity: 22 now Description (+)

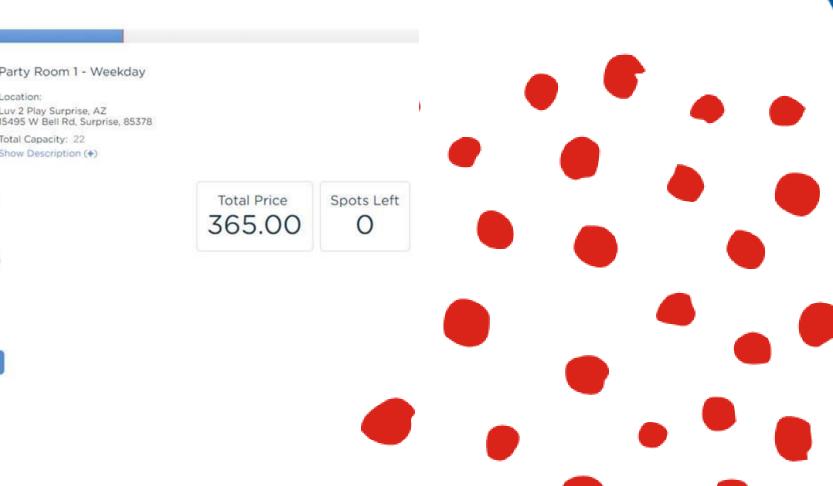
Select Tickets How Many Kids Attending? (Max 12) * 😥



How Many Adults Attending? (Max 10) * 🚱



♦ PREVIOUS STEP NEXT STEP



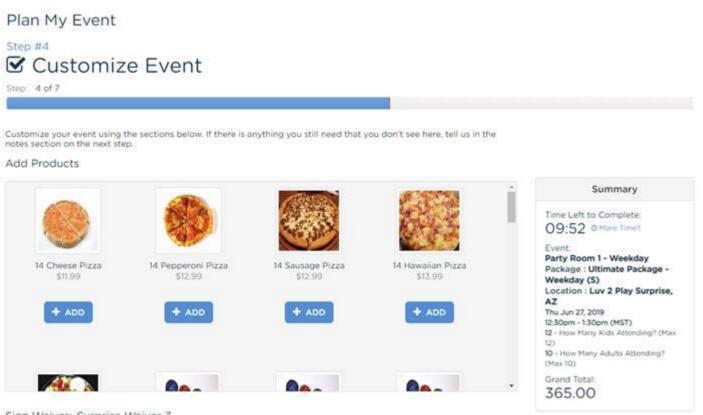
Aluvii: Online Booking Website

• Step 5: Guests can add additional food to their booking. This is also where they need to sign a waiver. If they haven't filled a form out, have them go fill one out. There is also a check box for Terms and Conditions. If the Guest would like to read through these, (ALWAYS OFFER) a printed copy should be laminated and available for the Guest to look over. They will need your approval to check the box. If they don't agree to the Terms and Conditions, then we can not move forward with their booking. I have attached the full terms and conditions to this email.



Aluvii: Online Booking Website • Once the signature has been accepted, and the terms and conditions has been approved, you can

move onto the next step.



Sign Waiver: Surprise Waiver 3

- as this is a legal binding document.
- 2 Play Surprise, AZ

Signature*		
CLEAR	ACCEPT	

Frequently Asked Questions (FAQs)

- Can I bring in my own food?
- How early can we come in?
- Can I bring my own decorations?
- Can I bring Balloons?
- How much does a party package cost?
- How much for additional kids?
- What about food for the adults?
- Can we stay in the room longer than 60 minutes?
- Can I rent out the facility?

Terms and Conditions*

Agree to our Terms and Conditions?

Luv 2 Play - Surprise, AZ

Indoor Playground Waiver of Liability / Assumption of Risk

Please read this entire waiver carefully, and check each box as you read and agree to each section of this agreement,

By signing this waiver, I am giving up my rights and the rights of my spouse and children and wards to sue Luv 2 Play - Surprise, AZ for any injury, including paralysis or death, caused in whole or in part by the negligence or fault of Luv

I further grant Luv 2 Play - Surprise, AZ the right, without reservation or limitation, to videotape, and or record me and/or my child(ren) and/or my wards on closed circuit television without compensation to me or my child(ren).

As consideration for being allowed to enter the indoor play area and/or Participate in any party, activity and/or program at Luv 2 Play - Surprise, AZ , the undersigned, on his or her behalf, and on the behalf of the Participant(s) identified below, acknowledges, appreciates, understands, and agrees to the following:

↑ Sign Above

What if my child, or a child attending the party, has a food allergies and we want to bring in our own food?



Aluvii: Online Booking Website

- 6. The next step is creating an account for the Guest.
- 7. Then you will continue to fill out all of the needed information.

Email Address'	Have an acc		e New Account	Summary	" Indicates a required field		Phone *		s
	LOGIN	•I CREA		Time Left to Complete.	lacey@luv2play.com	2	480-318-2356	6	Time Left to (
First Name 1				07:54 @ More Time?	First Name *		Last Name *		04:44 •
				Event Party Room 1 - Weekday	Lacey		Meadows		Event: Party Room 1
Drink Choices -Juice box or Unlimited Soft Dri	niks Wi	hat Cupcake Flavor and Icing -	ULTIMATE ONLY	Package : Ultimate Package - Weekday (S)	Drink Choices -Juice box or Unlimited So	oft Drinks	What Cupcake Flavor and Icing -ULTIMATE ONLY	<u>()</u>	Package : Ulti Weekday (S)
Select Option		Select Option	•	Location : Luv 2 Play Surprise, AZ Thu Jun 27, 2019	Coke	•	Chocolate with Buttercream	•	Location : Lux Thu Jun 27, 2019
Pizza Choice for Adults - ULTIMATE ONLY	Dr	rink Choice 2 -Juice box or Unli	mited Soft Drinks	12.30pm - 1.30pm (MST) 10 - Mow Many Kids Attending? (Max	Pizza Choice for Adults - ULTIMATE ONL	Y	Drink Choice 2 -Juice box or Unlimited Soft Drink	rs.	12:30pm - 1:30pm 10 - How Many K
Select Option	•	Select Option	•	12) 10 - How Many Adults Atlanding? (Max	Cheese Pizza	,	Diet Coke		12) 10 - How Many A 10)
Childs Name	Ch	hild Age -		10) Grand Total	Childs Name		Child Age *		Grand Total:
		lacey a luv2play.com		365.00	Ei		16		365.00
What is your Theme -ULTIMATE ONLY	Me	eal for the children *			What is your Theme -ULTIMATE ONLY '		Meal for the children		
Select Option	•	Select Option			Batman		Cheese Pizza		
Notes					Notes				
					Test Test				
								_	
					E SAVE DATA				



Aluvii: Online Booking Website

- Add any needed notes. Then select "Save Data". This will then allow you to move onto the next step:
- 7. FINAL STEP: Collect Payment

DOUBLE ROOM/ADDITIONAL ROOM: Each Party Package has the capability of adding an additional room onto their booking. The cost of this is \$100.00 per hour or per room.

Plan My Event

Step #6 Checkout

Step: 6 of 7

Enter Discount Cod

APPLY

		Quantity	Price	
	Party Room 1 - Weekday Package : Ultimate Package - Weekday (S) Location : Luv 2 Play Surprise, AZ Thu Jun 27, 2019 12:30pm - 1:30pm (MST) 10 - How Many Kids Attending? (Max 12) 10 - How Many Adults Attending? (Max 10) 12:30pm - 1:30pm (MST) 10 How Many Kids Attending? (Max 12), 10 How Many Adults Attending? (Max 10)	1 365.00		Summary Time Left to Complete: 03:40 © More Time? Event: Party Room 1 - Weekday Package : Ultimate Package - Weekday (S)
			Subtotal: 365.00 Total Discount: 0.00	Location : Luv 2 Play Surprise, Thu Jun 27, 2019 12:30pm - 1:30pm (MST) 10 - How Many Kids Attending? (Ma 12) 10 - How Many Adults Attending? (1
			Tax: 0.00 Required Deposit: [182.50]	Grand Total: 365.00
			Grand Total: 365.00	

← PREVIOUS STEP



Questions? Concerns?





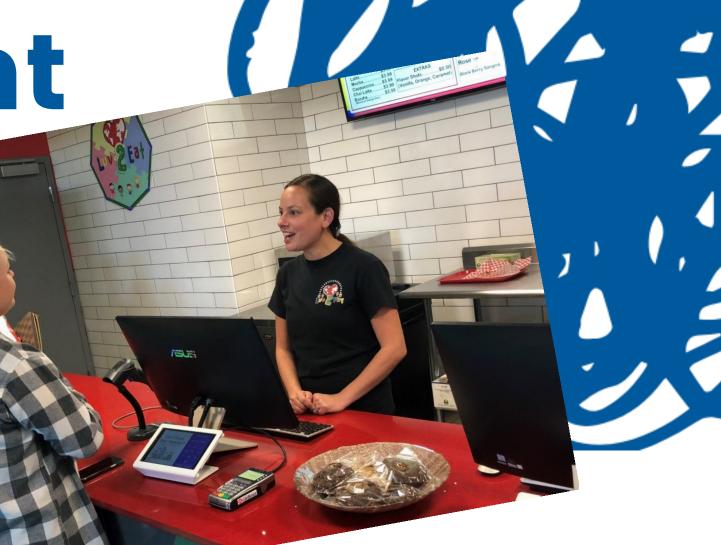




Café Management & Staffing

╋

Management Foundation Great Staff

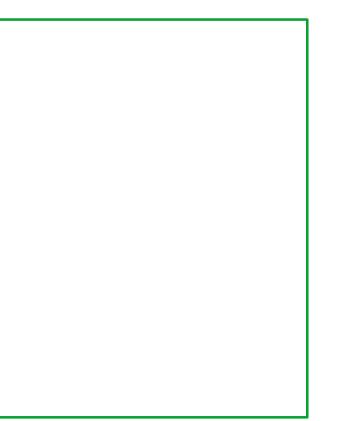


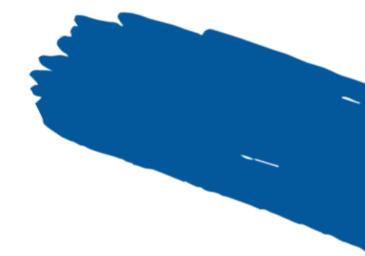
Great Guest Experience

Café Management & Staffing

Management Foundation

- •Brand Alignment
- •Behavioral Maturity
- •Personal Accountability
- •Operating Philosophy





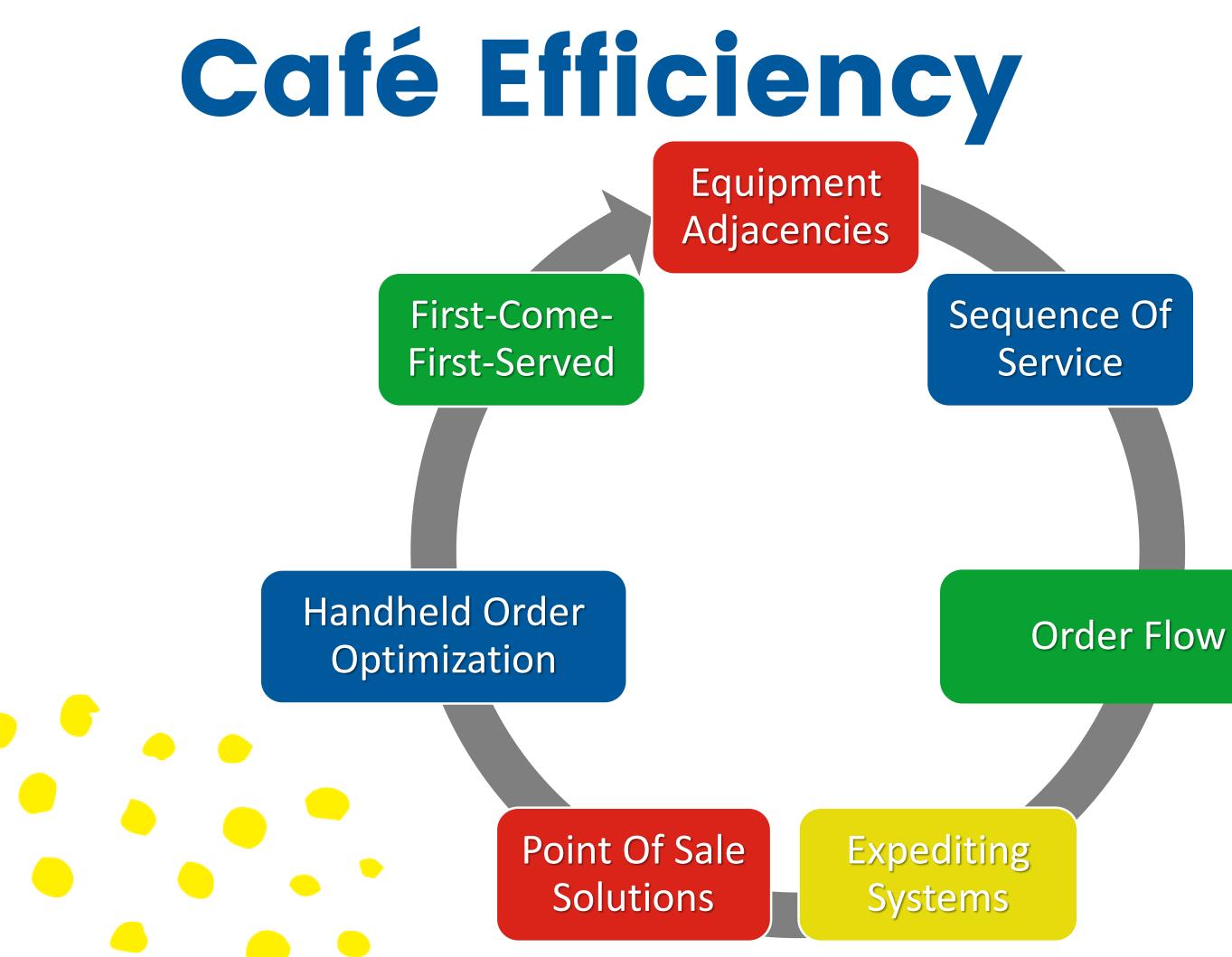
Operations Assessments

- Books
- Refrigerators
- Operating Systems
- Storage
- Cooking Skills
- Recipes
- Vendor Relationships
- Management

- Equipment Adjacencies
- Staff
- Food Safety
- Menu Variety
- Service
- Culture
- Brand Promise/Delivery

and much more!!

• Market Demand/Impressions

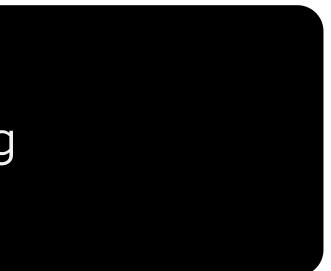


Training

Comprehensive Training

Low-Turnover Higher Customer Satisfaction





Higher Profits

Manuals & Handbooks (Minimum Suggested)

- CLEANING & SANITATION
- CROSS CONTAMINATION
- HANDWASHING & INFECTION CONTROL
- KITCHEN SAFETY
- PORTION CONTROL
- TEMPERATURE CONTROL
- PROPER FOOD STORAGE



- FIRE PREVENTION
- RECEIVING PRODUCTS
- FOOD SAFETY
- BACK SAFETY
- KNIFE SAFETY



Guest Services

- Culture
- Training
- Safe Environment
- Flexibility and Consistency

Great service doesn't happen by accident, nor is it dependent on the people you hire. It's what you build it to be.



Retail

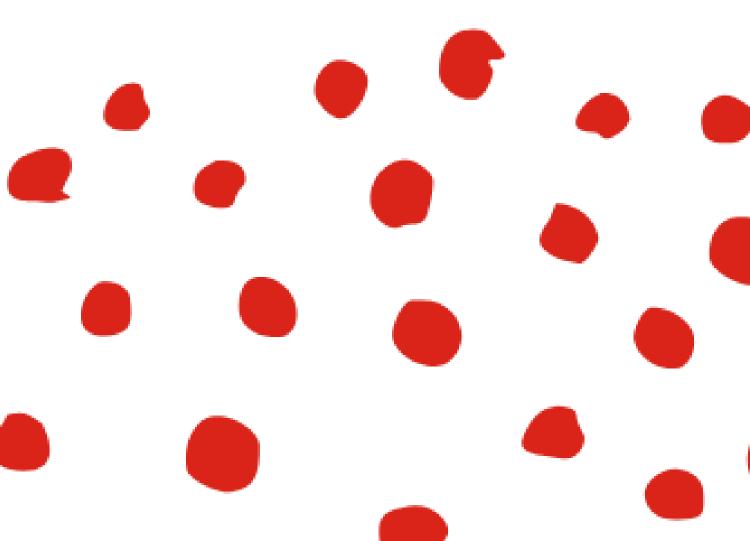
1 CFF



Labor Control

- •Labor is tied with Cost of Goods as the most expensive category to be managed.
- Forecasting & Labor Planning
- Protocols for Cutting Labor





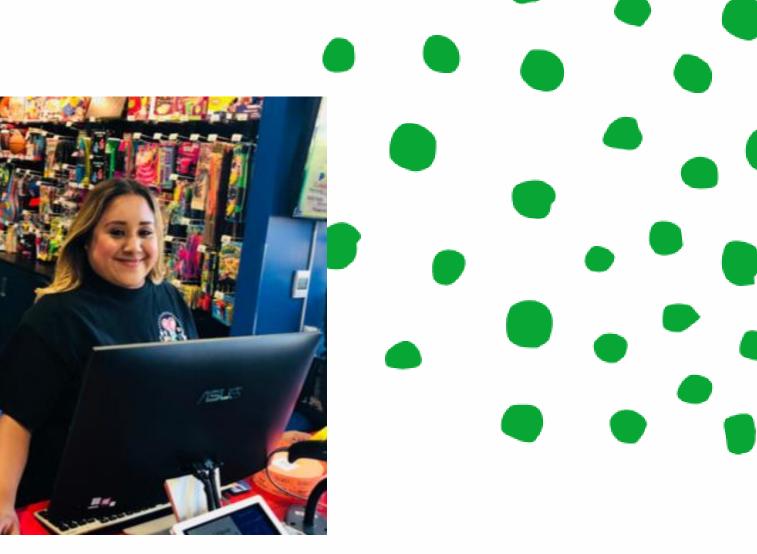
Back Office

- Reconciling
- Profit & Loss Statements
- Petty Cash
- Labor Discipline
- Vacation Policy
- Employee Handbooks
- Inventory
- Purchasing
- Employee Change Forms
- Deposits
- Paid Outs

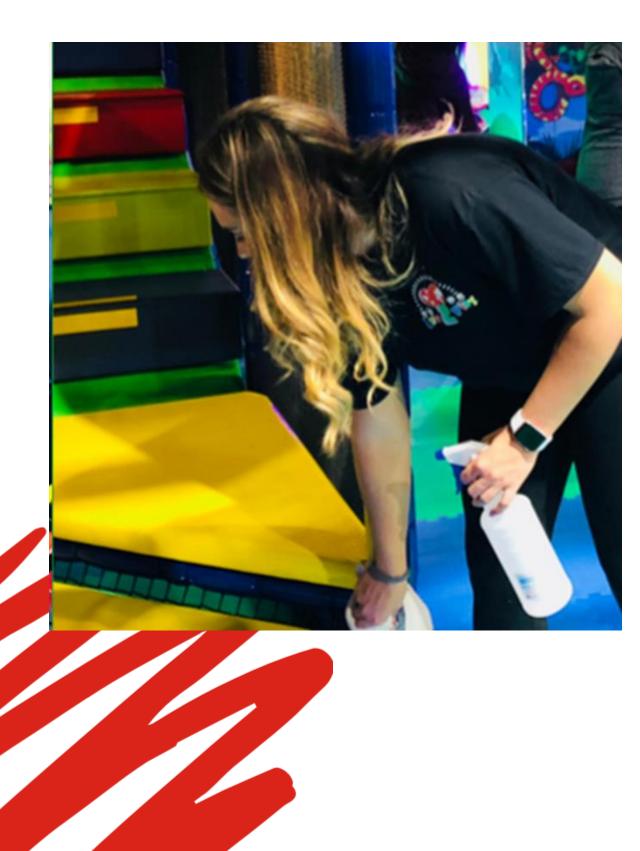


Labor Costs

PAUL GOLDSTINE



What is Labor Cost?



Labor Cost •Employee Wages /Salaries •Bonuses •Payroll Taxes •Health Care •Vacation •Sick Days •Overtime



Calculating Labor Cost Percentage

Labor as % of Sales Total Labor Cost Total Sales

> Labor as % of **Operating Costs** Total Labor Cost Operating Costs Operating Costs: all monthly running costs like utilities, rent, & food

*When making these calculations, ensure you use sales and cost data for the same period.

Calculating Labor Cost Percentage

STEP 1: COLLECT YOUR TOTAL REVENUE DATA

- Collect your total revenue data from income statements or POS sales reports.
- For this example, let's assume your sales were \$800,000 for the year.

STEP 2: CALCULATE YOUR TOTAL LABOR COSTS:

- Calculate your total labor costs -wages, salaries, bonuses, and overtime.
- For this example, we'll assume your total labor costs for the year were \$240,000.

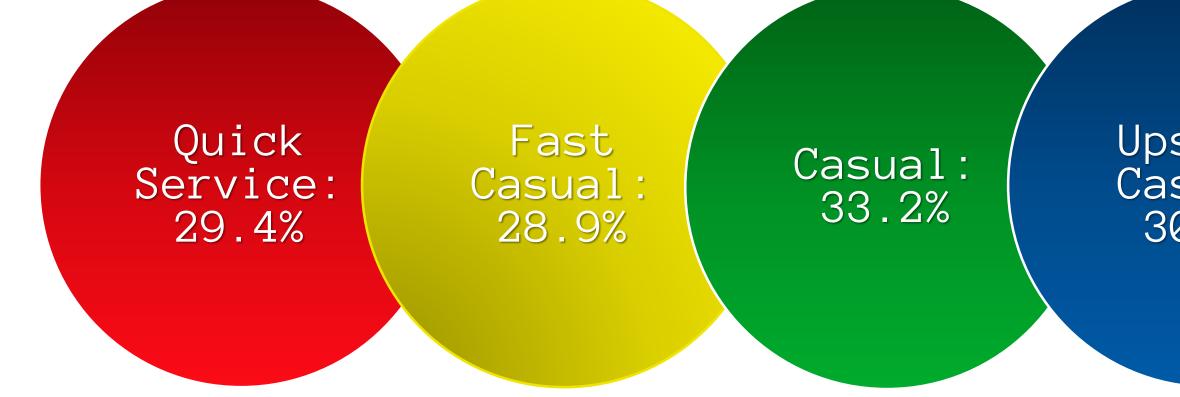
STEP 3: DIVIDE LABOR COST BY REVENUE:

- In our example, this gives us 0.3 (\$240,000 ÷ \$800,000). STEP 4: MULTIPLY THE NUMBER YOU GET BY 100:
- Finally, multiply the number in Step 3 by 100 to get your percentage. In our example, that works out to 30%





What Percentage Should Labor Cost Be?



The above statistics are average restaurant labor cost percentages for Q4 of 2017.

Upscale Casual: 30.4%

Pizza: 31.3%

Ways to Control Cost Using Effective Labor Allocation



2. Analyze Your Labor Reports 3. Invest In The Right Employee Scheduling Tool

5. Review Your Seasonal Hiring Policy

6. Properly Train Staff 7. Boost Staff Retention 4. Stager Operational Times Of Employees In Schedule

8. Analyze And Improve Processes

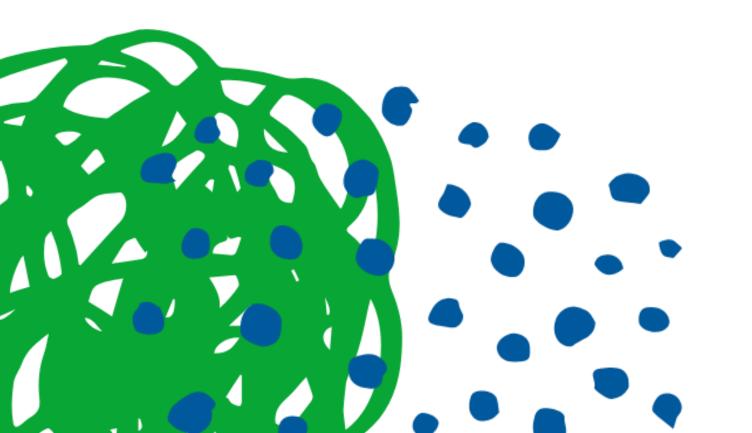
Employee Retention

Rewards: Provide monthly rewards like "employee of the month" or daily rewards for those who make the most sales. Recognition: It's not always about a financial reward. Sometimes employees just want to feel valued. A simple "thank you," and even public recognition can boost their confidence and morale. Promotion Opportunities: Reward top-performing employees with a promotion to create a culture of growth that encourages other employees to work harder because



The Bottom Line

Contend with minimum wage increases by understanding your labor costs, knowing how to calculate them, tracking your labor cost percentage and, most importantly, implementing the correct strategies such as investing in the right employee scheduling tool.









HIGH SC PRE





Game Selection

Consistency

•All locations have the same game selection.

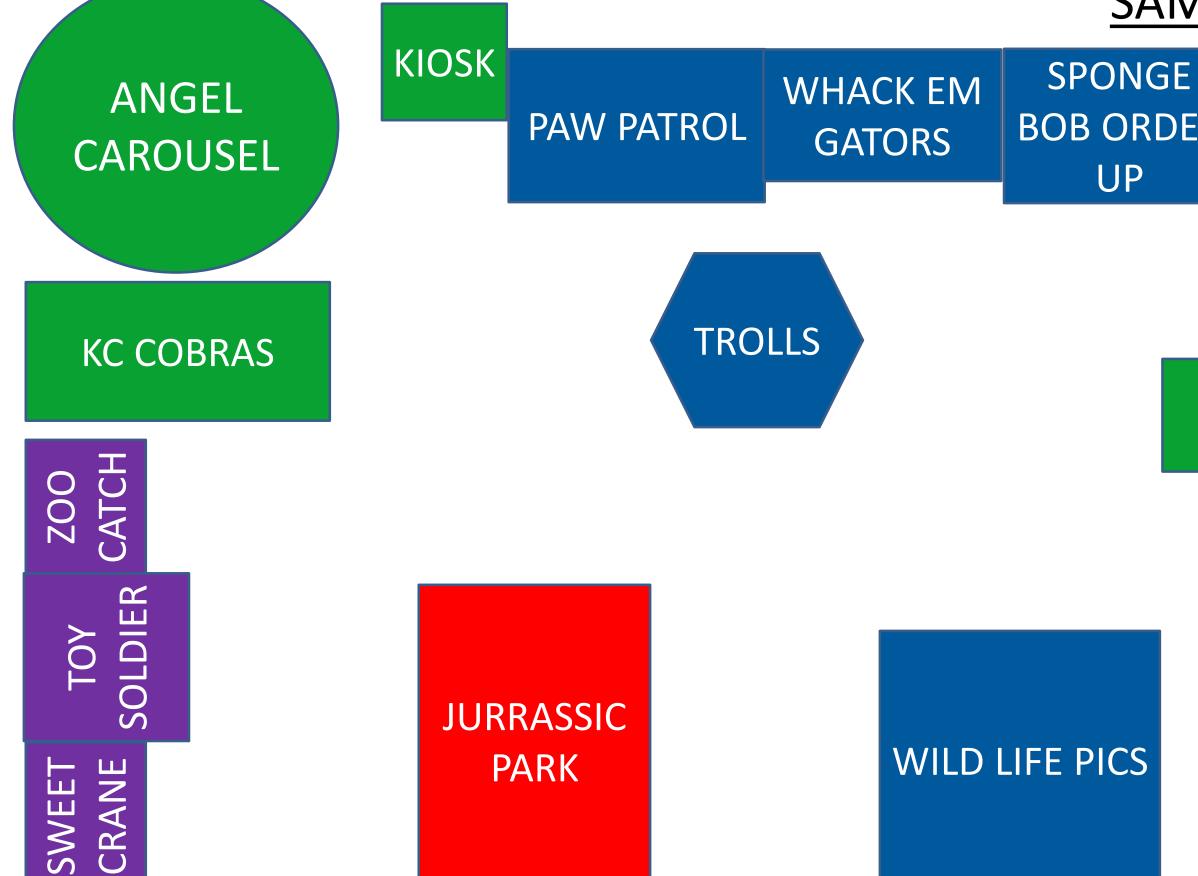
Determined based on facility area.

Appeals to multiple ages.

Popular and revenue producing.



Designing Your Arcade SAMPLE LAYOUT



BOB ORDER PIANO KEYS

BIG BASS WHEEL PRO

BABY AIR

LEGEND

TICKET REDEMPTION

> VIDEO GAMES

MERCHANDISER

NOVELTY

HOT RACERS

Start-Up Costs & Revenue Division, Oh my! Start Up Costs

- No out of Pocket Purchase of Games
- Costs:
 - Slat Wall typically 10X10
 - Glass Cabinets
 - Installation of Cabinets
 - First Redemption Order \$2K-3K*

Revenue Division

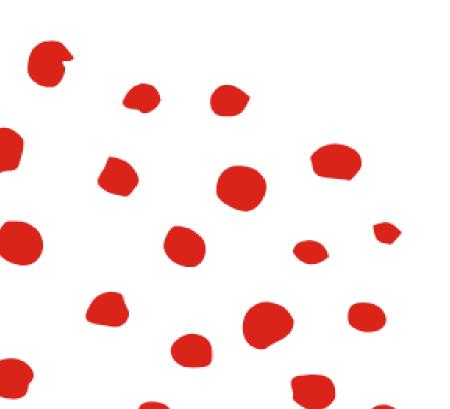
50/50 Split of Revenue
50/50 Split Operation Costs/Repairs



Invoicing & Payments

High Score is a direct pay platform through direct debit.

Sample invoice provided in handout.









Support Network & Training

Support Network

 Vendors offer technical support, but when in doubt reach out to your Director of Gaming!

Training

- Series of training models & phone calls prior to opening.
- It is vital that training is complete with vendors.

