

The Franchise Model

The decision to operate a retail chain using the franchise model was based on thorough deliberations where many factors were considered.

As a results, the chain operates in the necessary professional manner:

- In the field of chain store operations
- In accordance with the relevant manpower operating in the field
- With the type of franchising the chain decided to operate



The Franchise Model

The franchise model, when managed through a series of careful and smart decisions, can execute the operations of hundreds of stores in a relatively short time frame and in a saturated market, so that it is often necessary to manage existing points of sale through agents or franchisees.



In order to operate correctly in a franchise, we must first acknowledge the advantages and disadvantages of the model.

Main advantages:

- Potentially quick distribution of points of sale
- Relatively low administrative costs
- The great interest a franchisee shows in the business as an owner



These advantages allow us:

To establish a retail chain quickly and with relatively low costs, while allocating financial and human resources to excelling in marketing and purchasing activities



Main disadvantage:

Risk of losing the retail chain identity in the points of sale

In pricing policies

In service

And in branch visibility



Managing these risks:

Through ongoing professional supervision in the field and through a combination of unrelenting monitoring system through contracts and assurances.



The correct state of franchise management is achieved through three integrated principles:

Each one prevents the entire concept from collapse:

- 1. Mutual respect
- 2. Discipline and clear basic rules
- 3. The allure of the business for the franchisee: both as a source of income and as a business which increases in value and reputation on an annual basis

These are the essence of a successful franchise!



Branches

Franchising can operate through one of the following three options:

- 1. Franchising one of the existing Cofix branches operating today
- 2. The chain retains locations with signed leases for branches which are not yet in operation one can become a franchisee for a branch still in its construction phase
- 3. If you are in a possession of an owned or leased property, we can convert it into an operating chain branch