

How to become part of the HOLZKERN Team:

Our Franchise Concept

Let's be reminded together daily, By the symbol of the tree's annual rings, To make the absolute best out of our time.

- 5. Our stores

Today's world is characterized by a wealth of information and seemingly unlimited opportunities to shape our lives. Despite great prosperity, many

OUR MISSION

people feel overwhelmed by the countless amount of options and experience excessive pressure to perform, high levels of stress and self-doubt on a daily basis. A time out in nature allows for rare moments of deceleration in everyday life, and thereby creates the necessary time for gratitude

and reflection on those things that are really important to us.

Uniquely Natural.

Naturally Unique.

Do you share our vision and attitude? Then let's take the next step toward a franchise partnership together and, on an equal footing and with plenty of entrepreneurial spirit in the coming future, act with determination to bring the conscious use of time into the center of everyday life.

AGENDA

1. An introduction to Holzkern

2. An interview with our founder

3. Our franchise concept

4. Our offer Our expectations

6. Your path to becoming a franchisee

Keyword Gender

We attach great importance to the equality of all genders. For the sake of easier readability, only one wording is usually chosen in the text of this brochure. However, the relevant terminology always refers to all genders.

AN INTRODUCTION TO HOLZKERN



OUR STORY

The idea for Holzkern - a brand of Time For Nature GmbH - was born in 2015 out of a love for nature. Beginning as a small Startup Business, Holzkern, an Austrian watch and jewelry manufacturer based in Vienna, has grown within a few years into Europe's leading brand for watches, bandlets, jewelry and sunglasses made from wood and stone.

OUR CONCEPT

Natural diversity - by combining the one-ofa-kind grains of hardwoods and the distinctive structures of stones, each product becomes a wholly unique piece of nature.

A huge range of designs - we have more than 800 different designs made from WOOD and STONE - in all possible colors and forms.

Production in small amounts - this makes our products even more special and individual.

Multifunctional products - quartz, automatic, solar and hybrid watches with a variety of functions are encased within classic and elegant designs.

FACTSBOX

Owner:	Elias Ferihumer
Founding year:	2016
Office headquarters:	Wien
Employees:	139
Customers:	ca. 800,000
Shipping to:	98 countries
Stores:	Berlin, Munich
	Donaueschingen,
	Stuttgart, Vienna, Innsbruck, Salzburg

OUR PRODUCTS

For the manufacture of our products, we use elegant and robust hardwoods (FSC certified) from a wide variety of regions worldwide. Thanks to their light weight and unique haptic, this gives our models a truly distinctive and one-of-a-kind wearing comfort.

By using only natural hardwoods, each product from Holzkern retains its inherent uniqueness. In addition to using particular species of hardwood, we also use high-quality stone types for our dials and inlays.



AN INTERVIEW WITH OUR OWNER

"Uniquely Natural. Naturally Unique.

- is more than just a slogan for us. It explains our close relationship with materials that have been useful to all civilizations at all times in human history due to their uniquely special properties: WOOD and STONE." "More giving than taking and creating the maximum possible added value together!"



An interview with Elias Ferihumer

QUESTIONS:

What are Holzkern's motivations behind the idea of pursuing a franchise concept?

Our mission is to appreciate the value of uniqueness through encouraging deceleration in everyday life, and to experience natural diversity in order to create moments for gratitude and reflection on those things that are really important to us. To make this added value possible for a very large community, we need fantastic partners, ambassadors and fellow campaigners who are committed to walking this path together with us.

What is particularly important to you about working with franchisees?

Today's diversity allows us as a company to always be open to new things, which is why we set great ambitions for ourselves at all times. The most important thing for us is a strong inner attitude of wanting to make a difference. Partners who have the ambition to constantly develop themselves and others, who see every day as a new opportunity to develop their own potential, and who are courageous enough to leave their comfort zone and expand it daily - these are exactly the right people for us.

What is the future vision for Holzkern franchising?

With the goal of carrying and strengthening our mission beyond our core markets (DACH region) in the coming years, internationalization is needed – and that is why we want to work with committed partners to expand together on an international level.



THE HOLZKERN FRANCHISE CONCEPT

Together with HOLZKERN as a strong brand, and you as the central contact person for consumers, you bring an innovative and very positively charged sales concept to your region - you are our ambassador and represent our brand!

YOUR ENTRANCE INTO THE HOLZKERN FRANCHISE SYSTEM:

ONE-OFF ENTRY FEE

System joining fee: 5.000 €

ONGOING FEES

Franchise Fee: 5 % (of net turnover) Marketing Fee: 4 % (of net turnover)

FRANCHISE REGION

Defined on the basis of contiguous postal codes/state catchment area of **at least 100,000 inhabitants**.

REQUIREMENTS

Holzkern Franchising: Full-time employment Minimum equity capital: 15.000 €



CONTRACTS

Franchise contract to be discussed at personal interview

AFTER SIGNATURE OF THE CONTRACT

- The onboarding phase begins (100 days)
- Continuous further education & training
- Secrecy obligation &
- non-competition clause



OUR OFFER / OUR EXPECTATIONS

We put our energy into things we love to do, which is why we are looking for people who want to act independently and with a lot of heart - but do not want to go it alone without strong support and partnership. We have deliberately decided against precisely characterizing the perfect franchise partner because part of our philosophy is to always be open to new things.

HOWEVER, IT IS NOT POSSIBLE WITHOUT ANY ESTABLISHED PREREQUISITES, WHICH IS WHY WE EXPECT THE FOLLOWING VALUES AND QUALITIES:

- Enthusiasm for sustainability, nature and working with people
- Full responsibility for success professional in operations and sales
- Understanding of the business model

YOU WILL BE SUPPORTED IN ALL AREAS OF YOUR ACTIVITIES AS **A HOLZKERN FRANCHISE PARTNER:**

- Fit for the future & crisis-proof The complete know-how, including the thoroughly well-planned and sucess-proven Holzkern concept.
- Design concept & financing model The complete know-how, including the thoroughly well-planned and success-proven Holzkern concept.
- Sophisticated marketing concept Central marketing for the entirety of the Holzkern franchise partners as well as scope for individual and local marketing measures.
- Customer & territory protection Our franchise partner is a Local Hero with exclusive distribution rights for a catch ment area of at least 100,000 inhabitants.

- Team-oriented hiring and managing staff
- Sense of responsibility Structured and solution-oriented thinking

- Onboarding phase & advanced training Basic training at the Holzkern head office on all important topics in the context of working as a franchise partner, as well as the possibility of voluntary advanced training and courses.
- Exchange & collaboration The opportunity for communication and exchange with other individual Holzkern franchise partners.
- Buddy roles
 With Holzkern store managers for the first 3 months during onboarding, on both a social and operational level.
- Fair play & harmony Cohesion, support and security in a strong group with support in all matters.

• Visibility Easily visible store with at least 5-10 m² of window frontage

> • Environment Location is king - highly frequented, central location in the direct neighborhood of exclusive stores with a focus on fashion, gastronomy and lifestyle.

STORE CONCEPT

Holzkern stores are extremely flexible with regard to location and size



DO YOU ALREADY HAVE YOUR PERFECT LOCATION IN MIND? THEN INTRODUCE IT TO US!

• Association with sustainability Upcycling with natural elements



• Clean room concept High ceilings and bright, preferably rectangular rooms with good lighting



• Rental space

50 - 100 m² sales are &

25 - 50 m² secondary area

THE WAY TO BECOMING A FRANCHISEE

HAVE WE AWOKEN YOUR INTEREST?

Start uncomplicated and focused at the same time: —

FILL OUT THE FRANCHISE FORM ONLINE and upload all required attachments - we will then contact you

personally.

1

ORIENTATION DAY AT THE HEADQUARTERS & AN INTRODUCTION DAY AT A HOLZKERN STORE

for insights into the entire support and structure of Holzkern processes and the daily operational routine in a store.

6

The franchise contract

and the "Holzkern-Bible" will be handed over after successful agreement and signing of the contract, and you will thereby receive the permission to open your own HOLZKERN STORE together with us. You will be given access to all systems and the onboarding phase will begin.



VIRTUAL FIRST MEETING TO GET TO KNOW EACH OTHER and to receive information about the company

and the franchise system, and also to discuss ideas and expectations.



5

2

VIRTUAL SECOND MEETING

for a preliminary financing check and joint discussion of the business model as well as the STORE opening plan.

> Afterwards, we make the decision together whether to take the next step and start a partnership.

HERE IS HOW YOU GET IN CONTACT WITH US:

