

## **ABSTRACT**

The purpose of this research is to find out and analyze the form of payment of royalty fees and franchise fees regarding decision number 612/Pdt.G/2017/PN Jkt.Sel regarding payment of royalty fees in franchise agreements and settlement of defaults in decision number 612/Pdt.G/2017/ PN Jkt.Sel regarding royalty payments in franchise agreements. Type normative juridical research using regulatory policy research approaches, concept approaches and case approaches. The results of this research are that conflict resolution in this case was taken by litigation, namely filing a lawsuit at the District Court after warnings and deliberations failed. However, in this case, based on the evidence and testimony of witnesses, the Panel of Judges decided to reject the plaintiff's stipulations. Presenting the plaintiff's claim cannot be accepted in its entirety. In this case, the franchisee does not fulfill his promises as promised, such as paying royalties. Default occurs when one party fails to fulfill its obligations, which can result in losses, contract cancellation, or lawsuits. In legal cases, such as Decision No.612/Pdt.G/2017/PN.Jkt.Sel, the defendant committed a breach of contract, namely not paying royalty fees from June 2016 to September 2017, which resulted in losses for the plaintiff. The importance of good faith and compliance with contracts is the main emphasis to maintain fairness and continuity of business cooperation.

**Keywords: Royalty, Franchise, Agreement.**