

# The Compensation Plan Explained Simply



#### **COMPENSATION PLAN**

Enjoying Abundance

#### Diamond Express Profit Sharing Pool



#### Diamond Elite

Our new Diamond Elite program will help our most effective distributors teach and share the Young Our new promison is the program win leep our most effective distributors team and share the touch thing apportunity throughout the world. This innovative, by-invitation program will incentivize the program of the p

#### VISIT YOUR VIRTUAL OFFICE FOR:

- Policies and Procedures . Terms and Definitions
- PowerPoint of Compensation Plan
- Training Videos

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For complete details, see Terms and Definitions, which is incorporated into and made a part of this Compensation Plan.

> Comments or Suggestions? youngliving.com/toolfeedback Item number: 4720

#### **Additional Earning Opportunities**

#### **FAST START BONUS**

- Earn a generous 25% bonus, up to \$200 each, on your new, personally enrolled distributors' orders
- during the first three calendar months!
  Second-level enrollers earn 10%, up to \$80 each, on the newly enrolled distributors described above during the same time period!

#### START LIVING BONUS

Earn a one-time \$25 cash bonus when your new, personally enrolled distributor orders the Premium Starter Kitl (Basic kits do not qualify.)

#### **RETAIL EARNINGS**

 When you personally sponsor retail customers, you may earn the 24% difference between the retail and wholesale price for their orders.



#### **COMPENSATION PLAN**



Enjoying Abundance

#### Creating a Foundation

#### **Building Your Business**

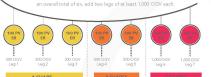
#### Developing Leaders

QUALIFICATIONS	DISTRIBUTOR	STAR	SENIOR STAR	EXECUTIVE					QUALIFICATIONS	DIAMOND	CROWN DIAMOND	ROYAL CROWN DIAMOND
PV	50 100	100	100	100	PV	100	100	100	PV	100	100	100
OGV		500	2,000	4,000	OGV	10,000	35,000	100,000	OGV	250,000	750,000	1,500,000
PGV					PGV	1,000	1,000	1,000	PGV	1,000	1,000	1,000
LEG x OGV				2 x 1,000	LEG x OGV	2 x 4,000	3 x 6,000	4 x 8,000	LEG x OGV	5 x 15,000	6 x 20,000	6 x 35,000
	:											
COMPENSATION	į	INILEVEL COMMIS	SSION PERCENTAG	iES	COMPENSATION	UNILEVE	EL COMMISSION PERCEN	NTAGES	COMPENSATION	UNILEVI	EL COMMISSION PERCEI	NTAGES
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COMPENSATION												
COMPENSATION LEVEL 1	8%	8%	8%	8%	LEVEL 1	8%	8%	8%	LEVEL 1	8%	8%	8%
COMPENSATION LEVEL 1 LEVEL 2	8%	8% 5%	8% 5%	8% 5%	LEVEL 1 LEVEL 2	8% 5%	8% 5%	8% 5%	LEVEL 1 LEVEL 2	8% 5%	8% 5%	8% 5%

#### RISING STAR TEAM BONUS POOL

Only Stars, Senior Stars, and Executives are eligible to earn shares based on 1% of a

- Paid as a Star. Senior Star. or Executive Have a 100 PV Essential Rewards order



#### DEFINITIONS PV (Personal Volume)

PERSONAL GENERATION

**GENERATION 2** 

GENERATION 3

GENERATION 4

**GENERATION 5** 

GENERATION 6

**GENERATION 7** 

**GENERATION 8** 

2.5%

OGV (Organization Group Volume)

PGV (Personal Group Volume)

2.5%

3%

3%

3%

#### GENERATION LEADERSHIP BONUS

2.5%

3%

3%

3%

3%

ROYAL CROWN

6.25% of all Young Living's monthly commissionable sales is paid out in shares according to your paid-as rank for the month and on the leaders in your organization on which you earn generation commissions.

TOTAL POSSIBLE SHARES = 6

2.5%

3%

3%

3%

3%

3%

2.5%

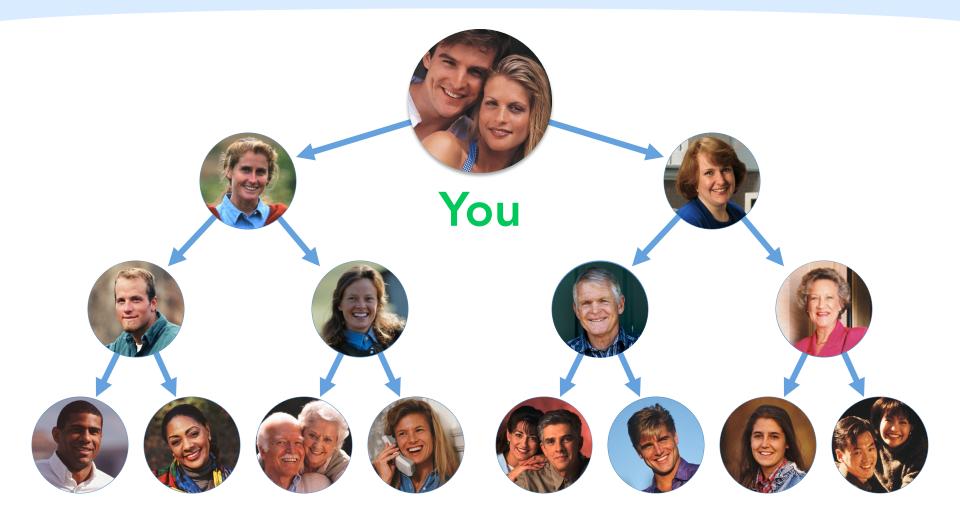
3%

All compensation plans have numbers and details that can make someone feel perhaps overwhelmed and/or confused in the beginning.





### How to Structure Your Young Living Business





#### Start with the Basic Structure



PV = Personal Volume

This is what you personally purchase.

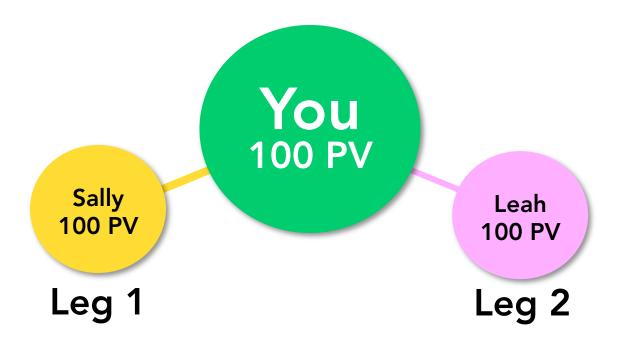
You must have 100 PV to receive a commission check.





### How to Start

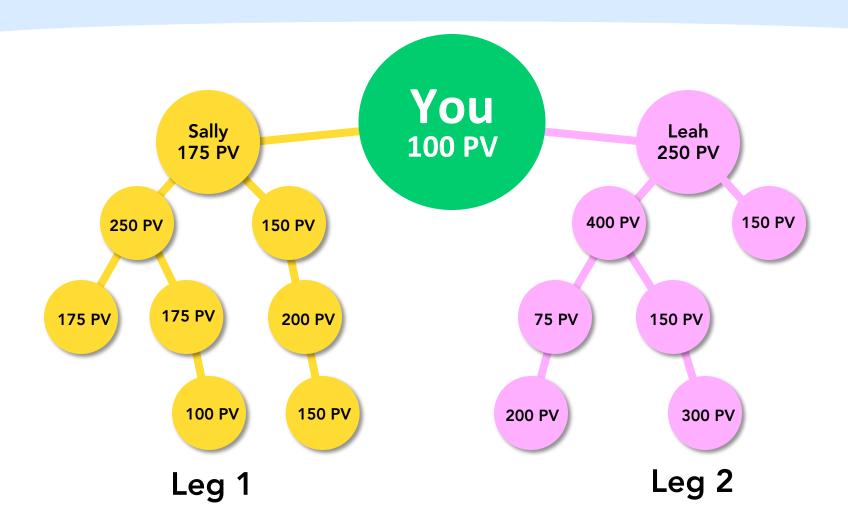
### **Sponsor TWO People**



Each is the beginning of what we call a leg.



### People get excited and the leg grows



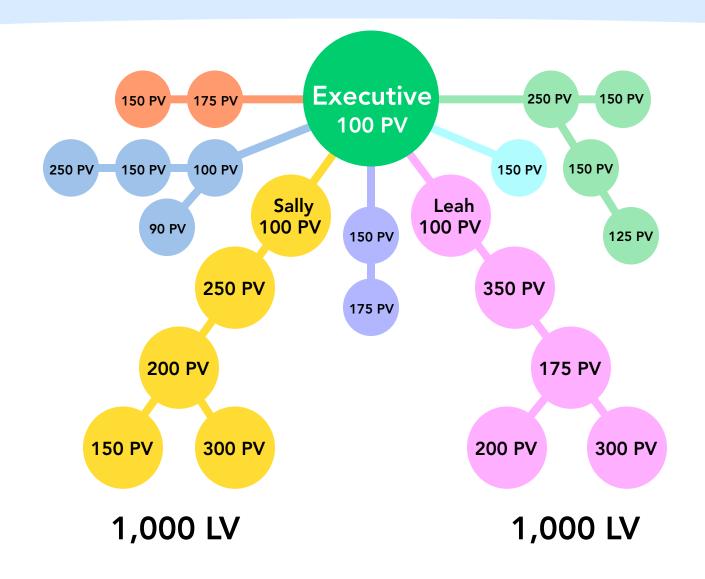


#### **Executive Rank Qualifications**

- You need 100 PV (Personal Volume)
- You need 2 legs each with a total of 1,000 LV (Leg Volume)
- You need a total of 4,000 OGV (Organization Group Volume)

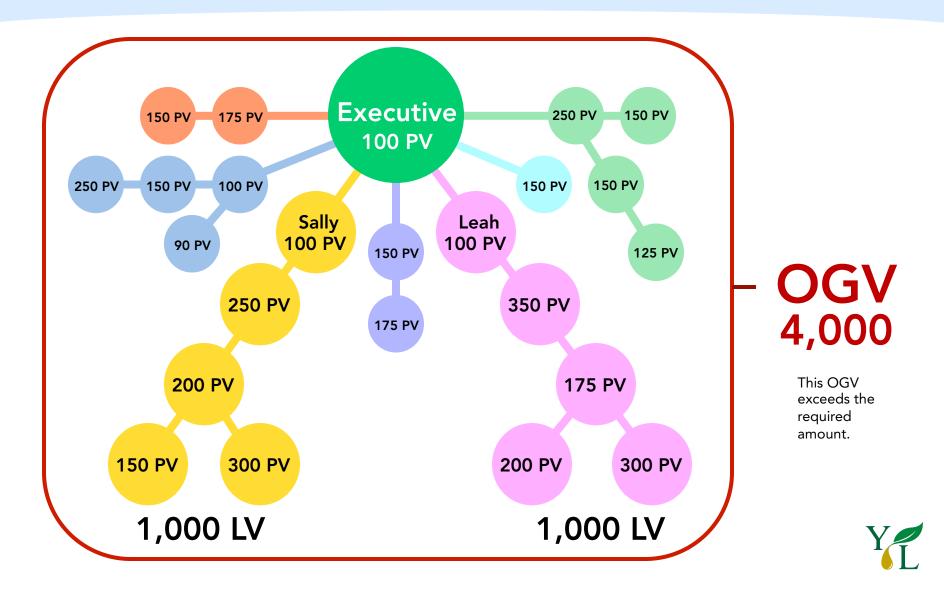


## Executive Rank Qualifications 2 Legs @ 1,000 Total Leg Volume • 4,000 OGV





## OGV Includes Everyone in Your Organization (Organization Group Volume)





#### Silver Rank Qualifications

100 PV Personal Volume (PV) (Your own purchases)

**NEW** 1,000 PGV (Personal Group Volume)

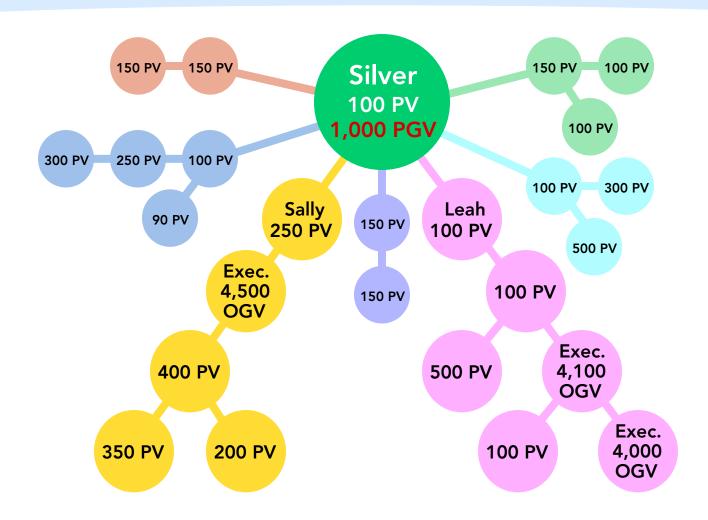
2 legs Each with 4,000 Leg Volume

Total 10,000 OGV (Organization Group Volume)



#### Silver Rank Qualifications

2 Legs each @ 4,000 Leg Volume • 10,000 OGV • 1,000 PGV



Leg 1: 4,000 LV

Leg 2: 4,000 LV



### PGV - Personal Group Volume

Your PGV is made up of people in your organization who are NOT in any qualifying leg for Silver Rank and above.

PGV is made up of non-qualifying leg volume, which includes members and customers.

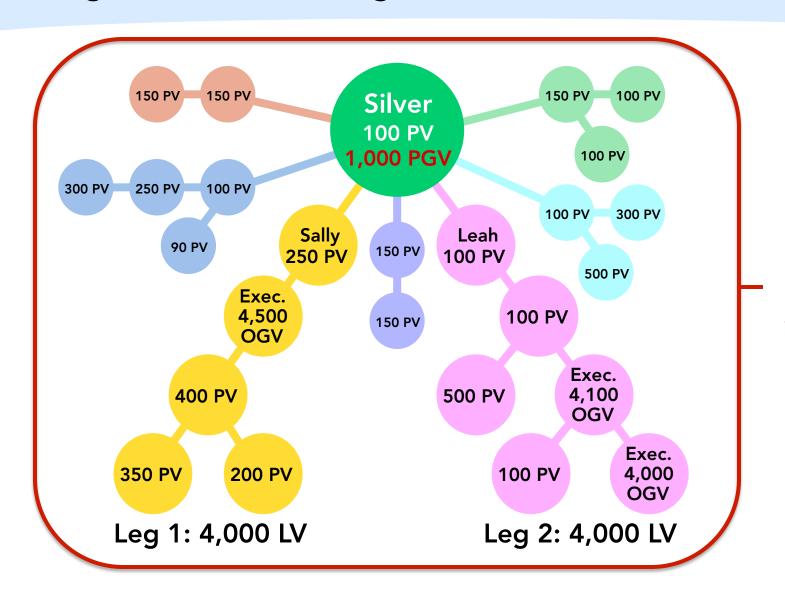
Your own PV is part of your PGV.

If you personally enroll new members and place them in any Silver leg or above, they are NOT part of your PGV. They are only part of your OGV.



#### Silver Rank Qualifications

2 Legs each @ 4,000 Leg Volume • 10,000 OGV • 1,000 PGV



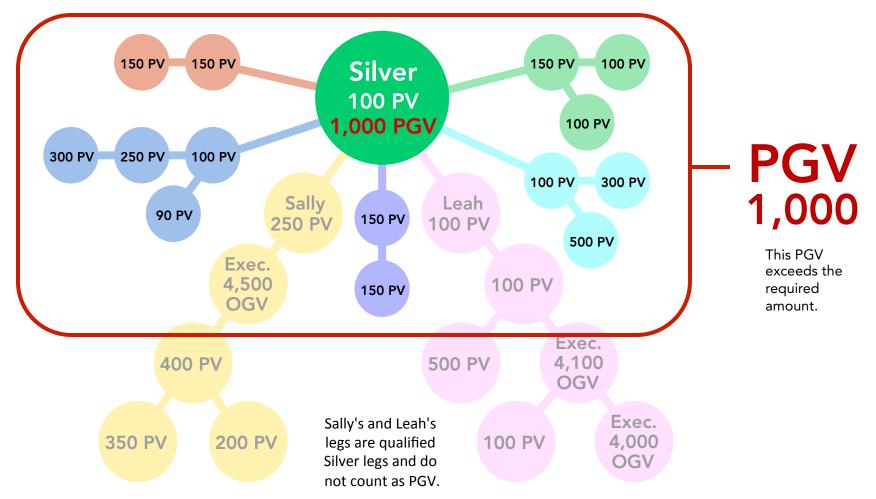
**OGV** 10,000

This OGV exceeds the required amount.



#### Silver Rank Qualifications

2 Legs each @ 4,000 Leg Volume • 10,000 OGV • 1,000 PGV



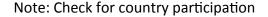


### Silver in Six (Si6)

#### Reward

Anyone who achieves the rank of Silver within six consecutive months of achieving the rank of Executive will receive an Aroma Complete Kit.







### Goal No. 3 Gold

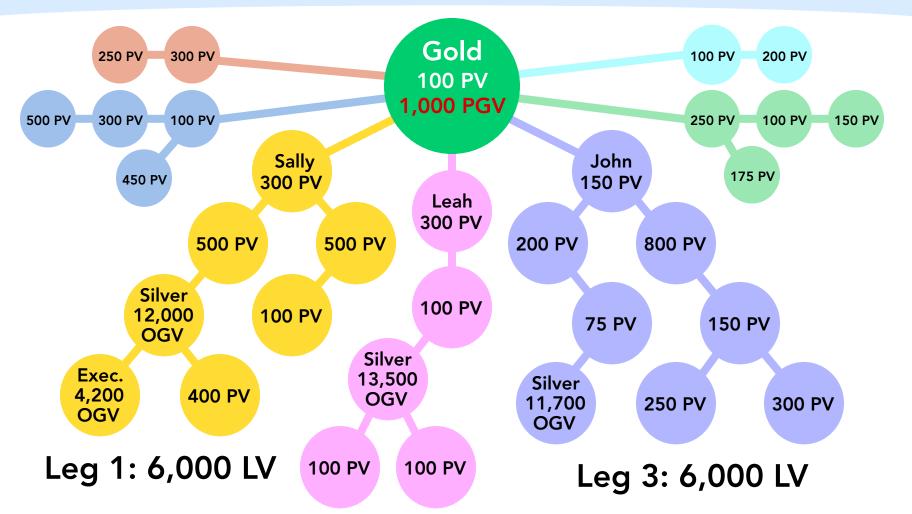


- Add a third leg.
- Increase leg volume of each to 6,000.
- Increase OGV to 35,000.



#### **Gold Rank Qualifications**

3 Legs each @ 6,000 Leg Volume • 35,000 OGV • 1,000 PGV



Leg 2: 6,000 LV



### Your Goals

No. 1	No	. 2	No. 3		
Executive	Silv	/er	Gold		
100 PV	100	PV	100	PV	
	1,000	PGV	1,000	PGV	
2 legs x 1,000	2 legs x	4,000	3 legs	x 6,000	
4,000 OGV	10,000	OGV	35,000	OGV	



### **Higher Ranks**

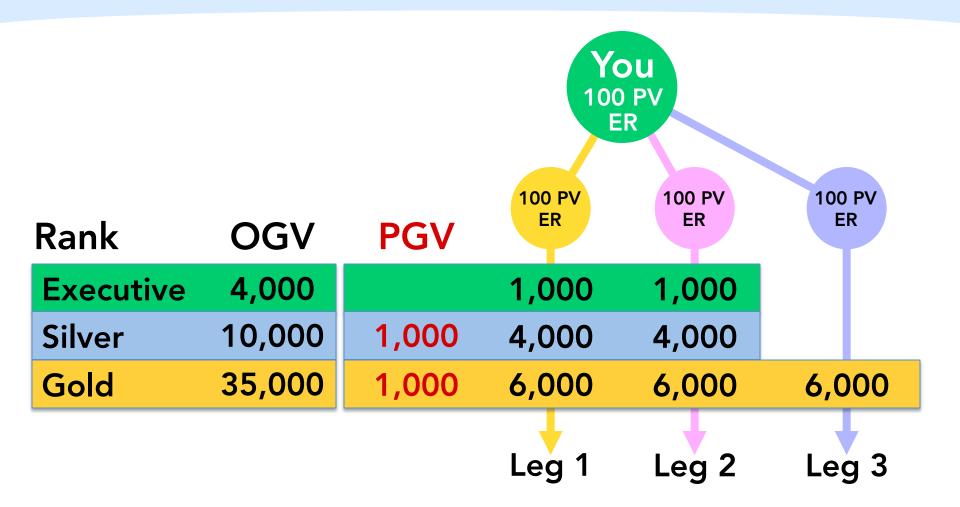
Higher ranks simply have more legs with higher qualifications. Look on the compensation flyer to see what those are.

Focus on becoming an Executive and then a Silver.

Some of you may want to build a third leg to reach Gold.



#### **Your Basic Structure**



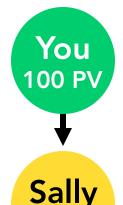


Bonuses

Rewards



#### **Fast Start Bonus**



200 PV

Bill

150 PV

You Enroll Them—You earn a 25% commission on the PV (Personal Volume) of all new people you enroll for their first three calendar months.

You enroll Sally: You earn 25% of Sally's PV for her first three months. Sally enrolls Bill: You earn 10% of Bill's PV for his first three months. Sally receives 25% of Bill's PV for his first three months.

#### You Earn:

Sally: Bill:

 $25\% \text{ of } 200 \text{ PV} = \$50 \times 3 = \$150$ 

10% of 150 PV =  $$15 \times 3 = $45$ 

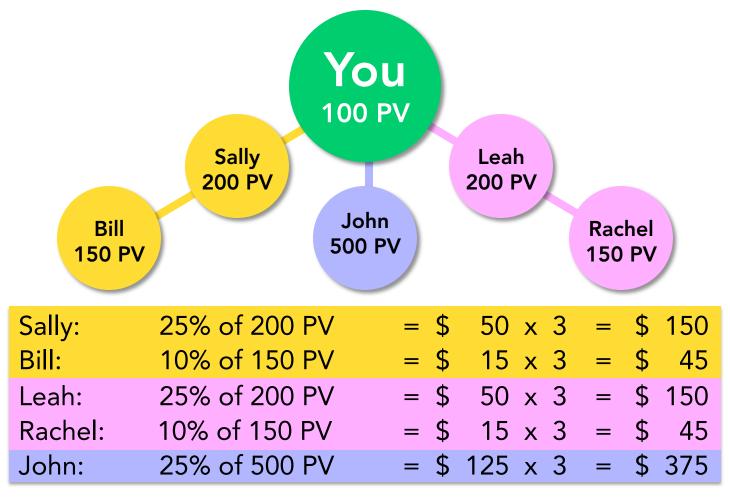
Total for first three months:

= \$195

The Fast Start Bonus has a maximum payout of \$200 per newly enrolled member, per month, for the 1st three calendar months.



### **Growth Through Enrolling**



Total Fast Start Bonus: First Three Months = \$ 765



### **Start Living Bonus**

For each new member who purchases the **Premium Starter Kit** in the month he/she enrolls, the Enroller receives a one-time bonus of \$25.



### **Essential Rewards Autoship**

- Earn free product by accumulating Essential Rewards Autoship points.
- Protect your commission check with a 100 PV order shipped to you monthly.
- Receive discounted shipping.



## Earn Free Products and Protect Your Commission Check at the Same Time!

- Earn Essential Rewards Autoship points based on the volume of your own personal purchases.
- Redeem your points for FREE products.
- Consecutive months on Autoship will increase your monthly percentage.

#### Months on

1-6 Months

7-12 Months

13+ Months

#### **Points Earned**

10% Personal Volume

15% Personal Volume

20% Personal Volume



#### Rewards Increase with Continuous Participation

```
Months 1-6 Order 100 PV x 10\% = $10 \times 6 = $60
Months 7-12 Order 100 PV x 15\% = $15 \times 6 = $90
$150 Free Products 1st Year
```

Months 13+ Order 100 PV x  $20\% = $20 \times 12 = $240$ 

\$240 Free Products 2<sup>nd</sup> year and every year thereafter as long as you are on the program

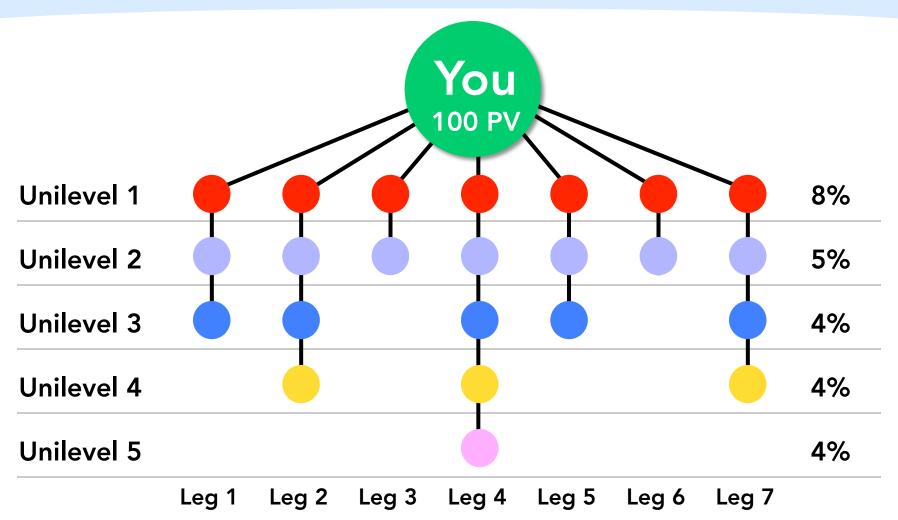


### **Essential Rewards Autoship**

- 1. Essential Rewards points are earned ONLY on Autoship orders.
- 2. No limit to the number of points you can earn.
- 3. You can redeem only up to 350 points per month.
- 4. Points expire 12 months after they are earned.

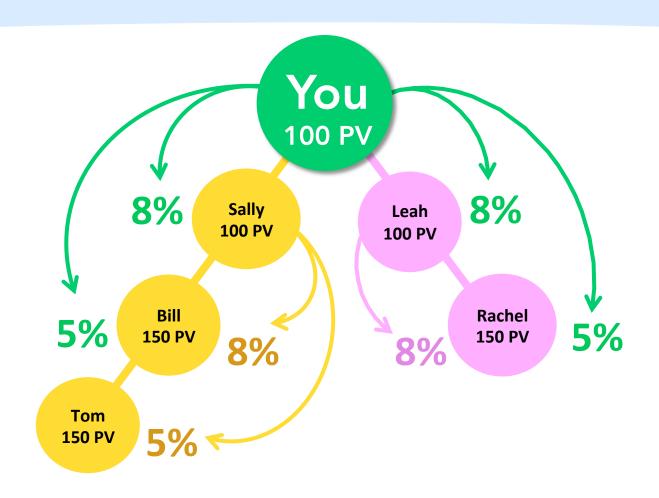


#### **Unilevel Commissions for All Members**





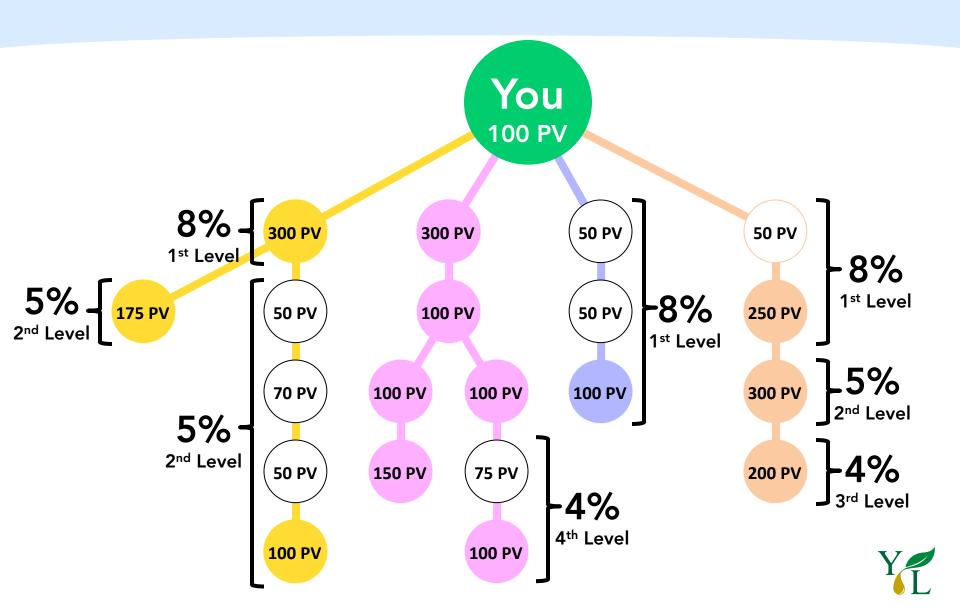
### **Beginning Commission Payout**



All members with 100 PV are paid on their first two levels.



### Roll-up or Compression



## Reach the Rank of Silver or Higher and Get Paid Two Ways!

- 1. Paid a percentage on the volume of your personal group and leadership generations
- 2. Paid on shares you receive according to your monthly qualified rank

This payout is based on 6.25% of monthly commissionable sales.



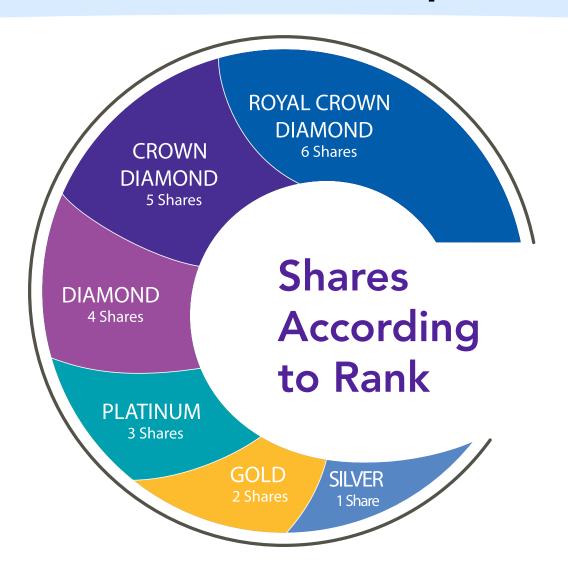
## Leadership Payout No. 1 Percentage of Generation Volume

Generation	SILVER	GOLD	PLATINUM	DIAMOND	CROWN DIAMOND	ROYAL CROWN
PERSONAL	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%
Generation 2	3%	3%	3%	3%	3%	3%
Generation 3	3%	3%	3%	3%	3%	3%
Generation 4		3%	3%	3%	3%	3%
<b>Generation 5</b>			3%	3%	3%	3%
Generation 6				3%	3%	3%
Generation 7					3%	3%
Generation 8						1%

Wider and deeper earns greater payout.



## Payout No. 2 Generation Leadership Bonus





#### **Shares According to Rank**

Shares you receive cannot be greater than your paid-as rank. To receive more shares, you must achieve a higher rank and help build additional leaders in your organization.



#### **Building The Foundation**

- Sponsor within your first three levels.
- Those on your levels 3, 4, and 5 can quickly build beyond your 5<sup>th</sup> level payout. There will always be people on deeper levels who you want to help, but their volume will grow beyond your payout.
- It is best to teach your people to build within their first three levels when they can.

	DISTRIBUTOR	STAR	SENIOR STAR	EXECUTIVE			
COMPENSATION	UNILEVEL						
LEVEL 1	8%	8%	8%	8%			
LEVEL 2	5%	5%	5%	5%			
LEVEL 3		4%	4%	4%			
LEVEL 4			4%	4%			
LEVEL 5				4%			

#### **Enroller / Sponsor / Customer**

**Enroller**: The person responsible for personally introducing a new member to Young Living. Enrollers are eligible to qualify for financial bonuses, including the Fast Start and Starter Kit bonuses.

**Sponsor**: A new member's direct upline and main support. The sponsor may also be the enroller.

**Customer:** A customer is a person who does not want to be a member but still wishes to purchase products.



#### **Build a Family Structure**

Six family members You 100 PV You join first Two strong legs Sister Sister 100 PV 100 PV Strong personalities **Mother Brother Brother** can help others. 100 PV 100 PV 100 PV

If there are just two or three, put them together so that they can help each other build. Don't make them all separate legs.



#### Do NOT Diagnose or Prescribe

Send people to the Essential Oils Desk Reference, which can be bought at Life Science Publishing (LSP)

http://www.lifesciencepublishers.com







LSP has many reference materials that can be helpful.









#### **Only Your Body Knows!**

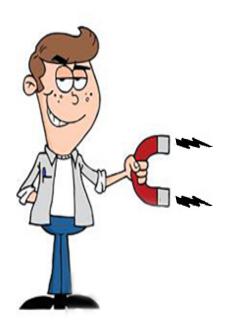
Whenever you use a natural product, only your body knows what it needs. You can try one thing and if you don't get the results you want, try something else.

Sometimes you have to mix and match to determine what works best. Your body will tell you.

We don't cure disease. We strengthen the systems of the body. With the right nutrients/products, the body knows what to do.

Change your diet: Get rid of the "not so good/bad" and put in the good. Drink lots of purified water. Enjoy NingXia Red and add NingXia Nitro to it. Exercise and get plenty of sleep.







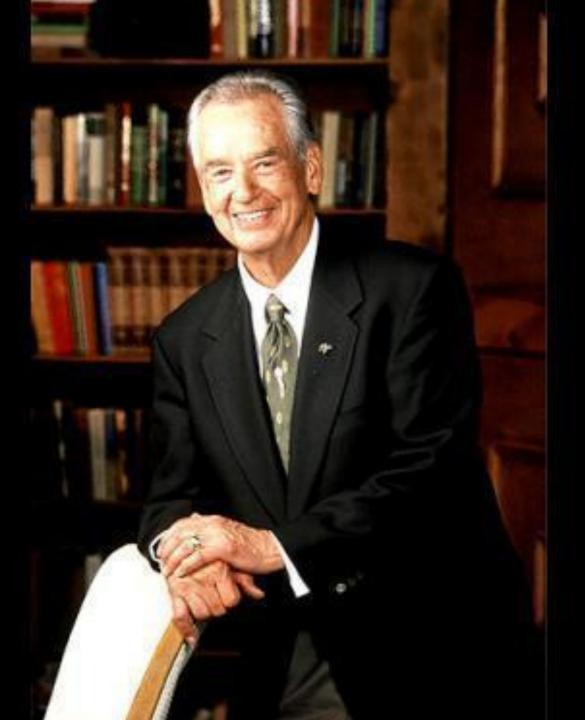
# How to Attract the Right People to Your Business



### Who?

- Personality good conversationalist
- Burning desire need
- Interested in a healthy lifestyle
- Need a little extra money \$100/\$200
- Looking for a home-based business





"If you help others get what they want, you'll get what you want too."

Zig Ziglar

### The Secret of Success?

ESSENTIAL REWARDS

CONVENTION

DOWNLINE VIEWER

TAL TAL





HARVEST TIME

FAST START

REWARD TRIPS

DIAMOND EXPRESS



Just Do It!