MLM Company Profile: Unicity International, Inc.



**** Trademark of Unicity International, Inc.

Unicity International, Inc.

Copyright Jeffrey Babener www.mlmlegal.com

Editor's Note:

Jnicity

Welcome to **MLMLegal.Com Company Profiles** at <u>www.mlmlegal.com</u>. Here you will find brief summaries of pertinent information about hundreds of MLM, Direct Selling, Direct Sales, Network Marketing and Party Plan Companies. As a general matter, the summary information is derived from Company published information, generally posted at Company websites, public information releases or posts at industry trade sites .*

Founding Story

Unicity International, Inc. was founded in 1986 and began direct selling in 1991. The company is based out of Orem, Utah. Unicity International, Inc. prides itself on pursuing the advancement of nutritional science. The company works by collaborating (<u>www.mlmlegal.com</u>) with medical professionals, nutritional scientists, researchers, and experts around the world. Unicity International, Inc. has made business relationships with universities, which include Angeles University Foundation Medical Center, The Cleveland Clinic, Sillwater Heart Center, University of Nevada Las Vegas, among others.

Impact on Industry

Unicity International, Inc. is a member of the Direct Selling Association. In 2005, Unicity was named the fastestgrowing direct selling newcomer by the *Power Network* newspaper.

www.mlmlegal.com www.mlmlegal.com www.mlmlegal.com www.mlmlegal.com

Discussion of Products

Unicity International, Inc. sells natural, high-quality nutritional and personal care products. Unicity International,

Inc. sells products based on digestive health, lifehealth, heart health, anti-aging health, bone and joint health, immune health, men's health, women's health, homeopathic, daily skin care, skin treatment, hair care, natural solutions, bath and body, sun care, weight management, fitness, and nutraceuticals.

Discussion of Opportunity

Unicity International, Inc. offers support through marketing and selling tools, award-winning videos, and training.

The company offers the following Franchise Earnings presentation:

Unicity Franchise

Success of any franchise depends on the amount of product or services sold through the franchise. As a Unicity Franchises, you earn income based on the amount of sales generated by you and your extended franchise team. You may build your franchise at your own pace although there are benefits to building your franchise as quickly as possible. The most successful franchises focus on expanding their franchise while adding to their customer base over time.

Income Streams

1.

2.

З.

There are ten different income streams available to each Unicity Franchisee:

Retail Profit	6.	Franchise Royalties
	_	B 11 11 15 11

- Personal Rebate 7. Presidential Royalties
- Group Bonus 8. Presidential Bonus Fast Start Bonus 9. Additional Franchise Positions
- Fast Start Bonus
 Team Builder Bonus
 - Team Builder Bonus 10. Chairman's Club Bonus

Each income stream is earned as you achieve different sales levels through your franchise.



Retail Sales

Simply purchase product at wholesale prices and sell at retail prices. You keep the profit. Online ordering is also available to all customers.

- Unicity's plan includes two customer pricing levels:
 - Retail Customer Prices generate a profit margin of 30% to 100%
 - Preferred Customer Prices generate a profit margin of around 15%



Personal Rebate

Based on you and your customers' monthly product purchases (Personal Volume), you will receive a rebate ranging from 5% to 30%. The following table shows the rebate percentage at specific Personal Volume levels:

Your Personal Volume	100 to 499	500 to 749	750 to 999	1000 to 4999	5000+
Rebate Percent	5%	10%	15%	20%	30%



Group Bonus

You receive a Group Bonus on the volume of your direct franchisees that have not yet achieved the rank of Manager. The Group Bonus ranges from 5% to 20%. The percentage you qualify to receive is based on your Personal Volume, as shown in the table below, less any amount paid to your direct franchisees. As a Manager or higher, you are guaranteed at least 5% Group Bonus.

Your Personal Volume	100 to 499	500 to 749	750 to 999	1000+	
Group Bonus Percent	5%	10%	15%	20%	

www.mlmlegal.com www.mlmlegal.com www.mlmlegal.com www.mlmlegal.com



Fast Start Bonus

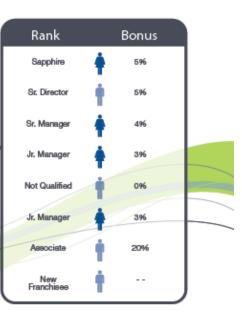
You receive a Fast Start Bonus on the first-month purchases of new franchisees that you enroll and on first-month purchases of new franchisees that join your team within six levels of your franchise. The Fast Start percent that you earn is based on your rank and the level where the new franchisee joins your team:

				RANK	
	Associate	Jr. Manager	Manager	Sr. Manager	Director+
Level	250 GV (one time) 100 PV monthly	500 GV (one time) 100 PV monthly	1000 GV (one time) 100 PV monthly	1000 GV (per month) 100 PV Auto- Refill monthly	1000 GV (per month) 100 PV Auto- Refill monthly
1	20%	20%	30%	30%	30%
2		3%	3%	4%	5%
3		3%	3%	4%	5%
4		3%	3%	4%	5%
5		3%	3%	4%	5%
6		3%	3%	4%	5%

Note: Franchises with GV from 100 to 249 points will receive 5% on first-month volume of new franchisess on Level 1.

To the right is an example of how the Fast Start Bonus is paid to franchisees with different ranks on a team:

In this example, the new franchisee is enrolled by an Associate. The Associate receives 20% on the new franchisee's first-month orders up to 1000 PV. The other franchisees upline from the enroller receive anywhere from 0% to 5% on the first-month orders. There is one franchisee that did not qualify with at least 100 PV. That franchisee is not counted as a qualified level and would not receive a Fast Start Bonus. Therefore, the Fast Start Bonus would skip that Franchisee and continue upline to the next qualified Franchisee until all six levels of the Fast Start Bonus is paid out.





Team Builder Bonus

You will be eligible to receive Team Builder Bonuses as you build and expand your franchise. The bonus is earned as your Organizational Volume (OV) reaches specific levels and you confirm that amount of OV the following month or move up to the next Team Builder level. Below is a table listing the Team Builder Bonus Levels and amounts:

Team Builder Bonus Level	Total Organizational Volume (OV) Required	Minimum OV Required outside of largest leg*	Bonus Amount
1	3,000	1,200	\$ 500
2	5,000	2,000	\$1,000
3	7,500	3,000	\$ 1,500
4	10,000	4,000	\$2,000
5	15,000	6,000	\$2,000
6	20,000	8,000	\$2,000
7	25,000	10,000	\$2,500
8	30,000	12,000	\$2,500
9	40,000	16,000	\$3,000
10	50,000	20,000	\$3,000
		Total	\$ 20,000

Team Builder Bonus Qualification Requirements

To be eligible for a Team Builder Bonus, a Franchisee must achieve the following:

- Must have at least 100 PV in the month
- Must have at least three frontline legs with at least 250 OV in a calendar month
- Leg Balance At least 40% of required OV must come from legs outside the largest leg*
- Bank and Release Two options for bonus to be released:
 - Hold OV level the following month (must be two consecutive months)
 - Move up to the next Team Builder level
- A Franchisee may earn each Bonus only once
- There is no time limit for achieving the Bonuses

Below are three examples of banking and releasing the Team Builder Bonus:

Example #1	Example #2	Example #3	
 Franchisee achieves 3,000 OV with leg balance in third month \$500 bonus is "banked" Franchisee achieves at least 3,000 OV with leg balance in fourth month \$500 bonus is "released" 	 Franchisee achieves 5,000 OV with leg belance in first month \$500 borrus is released and \$1,000 borrus is banked Franchisee achieves at least 5,000 OV with leg balance in second month \$1,000 borrus is "released" 	 Franchisee achieves 10,000 CV with leg balance in first month \$500, \$1,000 and \$1,500 bonuses are released and \$2,000 bonus is banked Franchisee achieves at least 10,000 CV with leg balance in second month \$2,000 bonus is "released" 	

www.mlmlegal.com www.mlmlegal.com www.mlmlegal.com www.mlmlegal.com



Franchise Royalties

Once you achieve the rank of Senior Manager, you can begin earning Franchise Royalties. Franchise Royalties allow you to be paid on shares of volume of your expanded franchise. The higher your rank the deeper you are paid Royalty Shares on your organization. For example, as a Director you are eligible to be paid on the volume generated on Royalty Share 1 and Royalty Share 2. As a Sapphire, you are eligible to be paid on the volume generated on Royalty Share 1 – 4. As a Diamond, you are eligible to be paid on the volume generated on Royalty Share 1 through 6.

Due to the unique rank compression feature of the Frenchise Earnings plan, you could qualify to earn Frenchise Royalties on all the Organizational Volume in your downline's organization.

To qualify for Franchise Royatties, you need to qualify for the respective Franchise Rank. Franchise Royatties are not paid in addition to Fast Start Bonus.

				F	RAN K	
Franchise Royalty Share	Sr. Mgr	Director	Sr. Director	Sapphire	Ruby	Diamond
Royalty Share 1	5%	5%	5%	5%	5%	5%
Royalty Share 2		5%	5%	5%	5%	5%
Royalty Share 3			5%	5%	5%	5%
Royalty Share 4				5%	5%	5%
Royalty Share 5					5%	5%
Royalty Share 6						5%



Presidential Royalties

Presidential Royalties are paid to Franchisees when they reach each rank of the President's Club. Presidential Royalties of up to 3%, 4% or 5% are added to the Franchise Royalty of 5% for the ranks of Sapphire, Ruby and Diamond. The resulting total Royalty is up to 8% for Sapphire, up to 9% for Ruby and up to 10% for Diamond.

The following table reflects the Royalties paid when a franchisee is a qualifying President's Club Member:

					RANK			
Franchise Royalty Share	Sr. Mgr	Director	Sr. Director	Sapphire	Ruby	Diamond		
Royalty Share 1	5%	5%	5%	5%	5%	5%		
Royalty Share 2		5%	5%	5%	5%	5%		
Royalty Share 3			5%	5%	5%	5%		
Royalty Share 4				5% - 8%	5% - 8%	5% - 8%		
Royalty Share 5					5% - 9%	5% - 9%		
Royalty Share 6						5% - 109		

The Presidential Royalties are paid to qualifying Sapphires for a minimum of twelve months, to qualifying Rubies for a minimum of twelve months and to qualifying Diamonds for a minimum of 24 months. The qualification periods may be extended by advancing to the next rank in the Franchise Earnings Plan.



Presidential Bonus

The Preeidential Bonus is paid to franchisees who build their franchise at a relatively fast pace. Once the rank has been achieved for three consecutive months, a bonus will be paid for each additional month the rank is confirmed up to nine months in a twelve-month period.

Amount of Bonuses

- Sapphire = \$27,000 (\$3,000 per month for up to nine months)
- Ruby = \$54,000 (\$6,000 per month for up to nine months)
 Diamond = \$81,000 (\$6,000 per month for up to nine months)

Qualification Requirements

To be eligible for a Presidential Bonus, a franchisee must achieve the following:

- · Sapphire Bonus Achieve the rank of Sapphire for three consecutive months within your first nine months
- · Ruby Bonus Achieve the rank of Ruby for three consecutive months within your first fifteen months
- · Diamond Bonus Achieve the rank of Diamond for three consecutive months within your first twenty-one months

The following table shows the leg, OV and leg balance requirements for each Presidential Rank:

Rank Leg Requirement		Rank Leg Requirement Total Organizational Volume (OV) Require		Total Organizational Volume (OV) Requirement*	Minimum OV Required t* outside your largest leg		
Sapphire	3 legs @ 5K	50K	20K				
Ruby	4 legs @ 5K	100K	40K				
Diamond	5 legs @ 5K	150K	60K				

* Leg Balance Applies



Additional Franchise Position

When you achieve the rank of Presidential Diamond, you will be eligible to start an Additional Franchise Position (AFP). The AFP is placed front line to your original franchise. This allows you to earn nearly double the percentage on volume generated from your AFP.

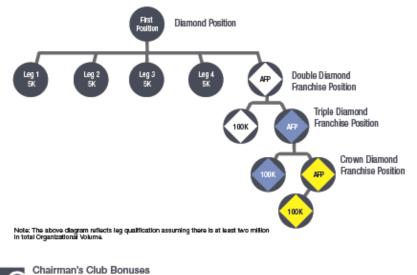
When the Additional Franchise Position maintains 100,000 OV for three consecutive months, the Franchise Partner is recognized as a Double Diamond and may begin a third franchise - with the goal of becoming a Triple Diamond. This process may be duplicated one additional time to achieve the highest franchise rank of Crown Diamond.

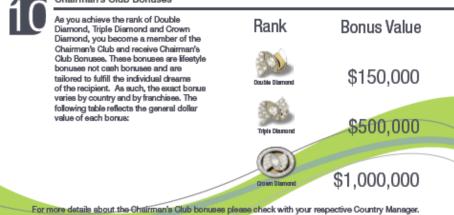
The following table shows the Leg, Additional Franchise Position and Total OV requirement for each of the Chairman's Club ranks.

Rank	Leg Requirement	Total OV
Couble Diamond	5 @ 5K plus 1 AFP @100k	500K
Friple Diamond	5 @ 5K plus 2 AFP @100k each	1 Million
Crown Diarnond	5 @ 5K plus 3 AFP @100k each	2 Million

Additional Franchise Position

The following diagram depicts the minimum requirements to become a Crown Diamond.





www.mlmlegal.com www.mlmlegal.com www.mlmlegal.com www.mlmlegal.com

Product Points

Each Unicity product is assigned a certain point level. The points are used to calculate the amount the franchisee earns on the volume of product that is purchased through their franchise or through their expanded team of franchisees. The points are commonly referred to as commission volume points, bonus points or product points. The aggregation of these points at each level of franchise development impacts your ability to maximize earnings. The following terms and respective calculations will be used to determine your eligibility for earnings:

- Personal Volume (PV) the number of points generated by your personal purchases and the purchases of your direct customers in a calender month
- Group Volume (GV) the number of points generated by the following in a calendar month: 1) Personal Volume (PV)
 - 2) Points for first-month orders of new franchisees that you enroll
- Monthly volume points of a franchisee that is sponsored frontline to you and that has not yet become a Manager
- 4) Monthly points from Auto-Refill orders of frontline franchisees directly spansared to your franchise
- Organizational Volume (OV) total number of points generated by you and your entire franchise team in a calendar month
- Leg Volume total number of points in a leg beginning with a frontline franchise in a calendar month (also known as Leg OV)

Understanding the different levels of product points will help you maximize your Franchise earnings.

Franchise Ranks

There are twelve ranks in the Unicity Franchise Earnings Plan. Each rank reflects the size and scope of an individual franchise. As you extend your franchise, the amount of sales (volume) generated through your franchise will also grow. This will lead you to achieving higher and higher ranks in the Franchise Earnings Plan.

The ranks are divided into four categories that reflect the primary activities of each rank. The following chart shows the category, name and volume structure requirements for that rank:

	Rank	PV	GV	Leg OV	Total OV	Leg Balance OV
Beginning	Associate	100 PV	250			
Ranks	Jr. Manager	100 PV	500			
	Manager	100 PV	1000			
	Sr. Manager	100 AR	1000		1K	
Builder Ranks	Director	100 AR	1000	3 @ 1K	зK	1.2K
have	Sr. Director	100 AR	1000	3 @0 1 K	10K	4K
President's	Sapphire	100 AR	1000	3 @ 5K	50K	20K
Club	Ruby	100 AR	1000	4 @ 5K	100K	40K
	Diamond	100 AR	1000	5 @ 5K	150K	60K
	Double Diamond	100 AR	1000	5 @ 5K plus 1 AFP @ 100K	500K	NA
Chairman's Club	Triple Diamond	100 AR	1000	5 @ 5K plus 2 AFP @ 100K	1 Million	NA
	Crown Diamond	100 AR	1000	5 @ 5K plus 3 AFP @ 100K	2 Million	NA

Note: 1) Associate through Manager are required to achieve GV amount one month only 2) Monthly Auto-Refit of 100 PV is required basissions with Sr. Manager and above

 Monthly Auto-Refil of 100 PV is required beginning with Sr. Manager and abort 3) Leg Balance OV reflects amount of volume required outside of largest leg

For more information, one must contact the company.

www.mlmlegal.com www.mlmlegal.com www.mlmlegal.com www.mlmlegal.com

Discussion of Distributor Base and Sales Volume in U.S.

Unicity International, Inc. operates in approximately 30 countries, including the United States, Australia, (<u>www.mlmlegal.com</u>) Brazil, Brunei Darussalam, Canada, Colombia, Hong Kong, Indonesia, Japan, Malaysia, New Zealand, Philippines, Russian Federation, Singapore, Taiwan, Thailand, and Venezuela.

Company website: http://www.usa.makelifebetter.com/

*At **MLMLegal.Com** the intent of **MLM Company Profiles** is strictly educational, and, to provide insight into the broad array of Company offerings from an industry that spans the globe in upwards of 150 countries with sales volume exceeding \$100 billion and distributor involvement in the tens of millions. **MLMLegal.Com** does not promote or endorse any Company.

MLMLegal.Com offers no value judgments, either pro or con, regarding the Companies. In most instances, descriptive material comes from self description by the Companies themselves. In all presentations, the names and logos of the Companies are obviously the trademarks owned by the Companies and are presented for the express purposes of informing the public about the Companies; and no product or opportunity offered by the Companies is offered in this presentation.

MLMLegal.Com typically provides a link to official Company websites so that readers can become more fully informed about Companies that are profiled. The descriptive material offered is best categorized as "snapshot" information and represents a good starting point for research on Company products, services and opportunities. It should be clearly understood that such information may need updating in a dynamic and changing business marketplace. In addition, the information is gathered and presented in good faith for educational purposes, and if errors in information become apparent, **MLMLegal.Com** will attempt to correct the information, or if necessary, delete the Profile altogether. A reading of a Company Profile is properly followed up with visits to the Company website, research on major internet search engines, discussions with industry professionals and experts and feedback from those acquaintances who have had direct experience with the Companies. In addition, a wealth of information on MLM, Direct Selling, Direct Sales, Network Marketing and Party Plan will be found at <u>www.mlmlegal.com</u>, including scores of articles, video, resource opportunities and detailed analysis on industry issues and factors to consider in both starting and running a MLM Company or a MLM home based business.

Jeffrey A. Babener, principal attorney in the Portland, Oregon, law firm Babener & Associates, represents many of the leading direct selling companies in the United States and abroad.

www.mlmlegal.com