

# COMPENSATION PLAN

## We have 8 ways that you can earn at LifeVantage:

- \_ 01 RETAIL SALES
- \_ 02 SMART START BONUS
- \_ 03 LAUNCH BONUS
- \_ 04 UNILEVEL COMMISSIONS
- \_ 05 GENERATIONAL MATCHING BONUS
- \_ 06 ELITE BONUS POOL
- \_ 07 RANK ACHIEVEMENT BONUS
- \_ 08 BUSINESS CENTERS

Nothing in the LifeVantage Compensation Plan or LifeVantage Distributor Application and Agreement shall be understood to mean that any person shall be offered, promised or receive any compensation or benefits on the basis of their continued participation as a LifeVantage Distributor. LifeVantage Distributors will only receive compensation in connection with genuine selling of LifeVantage products to end-user consumers.

### \_ 01 RETAIL SALES

The most obvious way to earn money through LifeVantage is by selling LifeVantage’s scientifically researched products.

Products can be sold either directly from your personal inventory.

When selling products from your personal inventory, you earn the difference between the price you paid and the price your customer pays.



$$\begin{array}{rcccl}
 \pounds 44.40 & - & \pounds 37.00 & = & \pounds 7.40 \\
 \text{Retail Price} & & \text{Wholesale Price} & & \text{Your Profit}
 \end{array}$$



## 02 SMART START BONUS

(paid weekly)

One of the first ways to earn a commission is by taking advantage of our **SMART START BONUS**. There are a few different ways to qualify for the **SMART START BONUS**.

LifeVantage will pay you a commission for products sold to your personally-enrolled Customers. A **Subscription Customer** is defined as someone who purchases our products through a **monthly autoship**. If you have 100+ in Personal Volume, you will receive a **30% SMART START BONUS** on any product purchased by a Subscription Customer within their first calendar month.

You can also earn the **SMART START BONUS** by selling product packs (to new Distributors). We have three different pack options to choose from:

1. SILVER PACK
2. GOLD PACK
3. PLATINUM PACK

In order to qualify for the **40% Smart Start Bonus** you must have purchased a Gold or Platinum Pack and maintain 200 in Personal Volume. If have purchased a Gold or Platinum Pack and your Personal Volume is 100-199 you will receive a **30% Bonus**.

If you have purchased a Start Kit or Silver Pack and have 200 in Personal Volume you qualify to earn a **30% Smart Start Bonus**. If you purchased a Start Kit or Silver Pack and your Personal Volume is 100-199 you will receive a **20% Bonus**.

Gold or Platinum Pack 200 PV=

40%

*bonus*

Gold or Platinum Pack 100-199 PV=

30%

*bonus*

*Note: \*Personal Volume is derived from your personal product purchases (which must total at least 40 PV), as well as purchases made by your personally-enrolled Customers.*

*\*Receive up to a 40% Smart Start Bonus on product purchased by new personally enrolled Distributors within their first calendar month, up to 1000CV.*

*Receive up to a 30% Smart Start Bonus on product purchased by new personally enrolled Customers, within their first calendar month. Customer Purchase limits may apply.*



### \_03 LAUNCH BONUS (paid weekly)

LifeVantage wants to reward you for more than just the Customers and Distributors you personally enroll, so we have created the “LAUNCH BONUS” to reward you for Distributors enrolled by others in your organization. As with the **SMART START BONUS**, you must maintain a Personal Volume of 200 to qualify for the **LAUNCH BONUS**.\*

The **LAUNCH BONUS** works as a “trickle up” bonus, paying the first “qualified paid as” Distributor of each of the following ranks as it moves up the enrollment tree.

- **PRO 3 & 4 LAUNCH BONUS** – If you are a Distributor being “paid as” a **PRO 3** or **PRO 4** you can earn up to **£30** for each new pack purchased in your personal organization. This bonus will pay out to the first “qualified paid as” **PRO 3** or **PRO 4** when looking upline.
- **PRO 5 & PRO 6 LAUNCH BONUS** – If you are a Distributor being “paid as” **PRO 5** or **PRO 6** you can earn up to **£30** for each new pack purchased in your personal organization. This bonus will pay out to the first “qualified paid as” **PRO 5** or **PRO 6** when looking upline.
- **PRO 7, PRO 8, & PRO 9 LAUNCH BONUS** – If you are a Distributor being “paid as” **PRO 7**, **PRO 8**, or **PRO 9** you can earn up to **£30** for each new pack purchased in your personal organization. This bonus will pay out to the first “qualified paid as” **PRO 7**, **PRO 8** or **PRO 9** when looking upline.
- **PRO 10 LAUNCH BONUS** – If you are a Distributor being “paid as” **PRO 10** you can earn up to **£15** for each new pack purchased in your personal organization. This bonus will pay out to the first “qualified paid as” **PRO 10** when looking upline.
- **EXECUTIVE MASTER LAUNCH BONUS**  
If you are a Distributor being “paid as” **EXECUTIVE MASTER** you can earn up to **£9** for each new pack purchased in your personal organization. This bonus will pay out to the first “qualified paid as” **EXECUTIVE MASTER PRO 10** when looking upline.
- **PRESIDENTIAL MASTER LAUNCH BONUS** – If you are a Distributor being “paid as” **PRESIDENTIAL MASTER** you can earn up to **£6** for each new pack purchased in your personal organization. This bonus will pay out to the first “qualified paid as” **PRESIDENTIAL MASTER PRO 10** when looking upline.

### LIFEVANTAGE LAUNCH BONUS EXAMPLES



If you personally enroll a Distributor who purchases a Silver, Gold or Platinum Product Pack you may be eligible to receive both the Smart Start Bonus and the Launch Bonus.

You are eligible to participate in the Launch Bonus so long as your current “paid rank” is no more than two ranks below your “lifetime” or “pin rank”.

\*“Paid Rank” and being “paid as” is defined by the most recently completed and closed monthly commission period. You must be PRO 3 or higher to be eligible to earn this bonus and have 200 PV, which may come from selling product to Customers of which at least 40 PV must come from personal product purchases.



## 04 UNILEVEL COMMISSIONS (paid monthly)

The **UNILEVEL COMMISSION** is your long-term, residual income opportunity. Simply put, these are commissions earned from recurring product sales within your organization.

LifeVantage pays up to 43% on each recurring product purchase within your organization.

Your rank dictates how many levels down you can earn commission. As a **PRO 1**, you earn commissions from your first two levels. As a **PRO 2**, you earn commissions from your first four levels. As a **PRO 3**, your first five levels, and so on.

*See table at the bottom of this page*

But wait! There is something that really sets LifeVantage apart from the rest. It's called dynamic compression. To understand dynamic compression, you need to know that every product order tries to pay 9 levels of commission up the placement tree. So the easiest way to see dynamic compression is to start with a purchase. Looking at the tree on the right, we are going to assume each of these distributors have qualifying volume. The rank of each distributor is listed.

Let's say that Sara places an order and as you move up the tree you can see how the commissions dynamically compress past distributors that do not qualify for that level of pay out.

Pro 10	You	Receives level 9 payout of 2%
Pro 3	Phyllis	Isn't a Pro 7 so doesn't qualify for level 9 payout
Pro 7	Steve	Receives level 8 payout of 5%
Pro 5	Joe	Isn't a Pro 6 so doesn't qualify for level 8 payout
Pro 5	Bob	Isn't a Pro 6 so doesn't qualify for level 8 payout
Pro 5	Mark	Receives level 7 payout of 5%
Pro 4	David	Isn't a Pro 5 so doesn't qualify for level 7 payout
Pro 4	Larry	Receives level 6 payout of 5%
Pro 4	Moses	Receives level 5 payout of 5%
Pro 2	Fred	Isn't a Pro 3 so doesn't qualify for level 5 payout
Pro 2	Michelle	Isn't a Pro 3 so doesn't qualify for level 5 payout
Pro 2	Mary	Receives level 4 payout of 5%
Pro 2	Jose	Receives level 3 payout of 9%
Pro 1	Maria	Isn't a Pro 2 so doesn't qualify for level 3 payout
Pro 1	Yuko	Isn't a Pro 2 so doesn't qualify for level 3 payout
Pro 1	Jeff	Receives level 2 payout of 5%
Pro 1	Niko	Receives level 1 payout of 2%
Sara places an order		From this order pay all 9 levels going up

As product sales increase within your organization you will advance in rank and therefore qualify to earn on additional levels.

*See table below*

UNILEVEL COMMISSION (dynamically compressed)						PREMIER			ELITE			MASTER			
Paid Monthly	PAID AS RANK	Dist.	Pro 1	Pro 2	Pro 3	Pro 4	Pro 5	Pro 6	Pro 7	Pro 8	Pro 9	Pro 10	Executive	Presidential	
	Minimum Monthly PV <sup>(4)</sup>	100	100	100	100	200	200	200	200	200	200	200	200	200	200
	Minimum Monthly OV	0	1,000	2,500	5,000	10,000	20,000	50,000	100,000	200,000	500,000	1,000,000	2,000,000	5,000,000	
	Minimum Leg Req.	0	1	2	2	2	3	3	3	3	3	3	4	5	
	Max/Min% per Leg**		100	80/20	80/20	80/20	60/30/10	60/30/10	60/30/10	60/30/10	60/30/10	40/40/20	40/40/10/10	40/35/10/10/5	
	UNILEVEL ↓	1st	2%	2%	2%	2%	2%	2%	2%	2%	2%	2%	2%	2%	2%
		2nd		5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%
		3rd			9%	9%	9%	9%	9%	9%	9%	9%	9%	9%	9%
		4th				5%	5%	5%	5%	5%	5%	5%	5%	5%	5%
		5th					5%	5%	5%	5%	5%	5%	5%	5%	5%
6th							5%	5%	5%	5%	5%	5%	5%	5%	
7th								5%	5%	5%	5%	5%	5%	5%	
8th									5%	5%	5%	5%	5%	5%	
9th										2%	2%	2%	2%	2%	

*The Personal Volume required may be derived from purchases from your Customers and/or personal orders of product purchases, as long as you have personally purchased at least 40 PV during the calendar month.*



**\*All Master Ranks must maintain the Rank for 3 consecutive months to be recognized**

**Definition of terms:**

**CV: Commissionable Volume.** A value amount assigned to each product. Amounts can be found in your back office.

**PV: Personal Volume.** The combined CV value of all product personally consumed or sold by a Distributor and/or their Customers.

**OV: Organizational Volume.** The combined CV value of all product consumed or sold by a Distributor's entire downline organization, which includes their own PV.

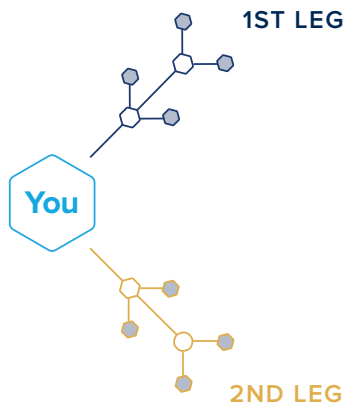
**Leg:** The organizational volume derived from distributors who are placed in your downline. Distributors can be placed directly by you or placed there by an upline Distributor.

**% per leg:** The minimum requirement to meet and hold a rank. It is the amount of product volume per leg that is counted toward meeting the OV requirement of any given rank. For example, an Elite Pro 7 whose OV requirement is 100,000 may count 60% of the OV requirement from a single leg. They may count up to 30% of the OV requirement from a second leg, and at least 10% must come from a third-leg or third leg equivalent (a combination of multiple legs).

**PRO 2-4**

No more than  
**80%**

At least  
**20%**

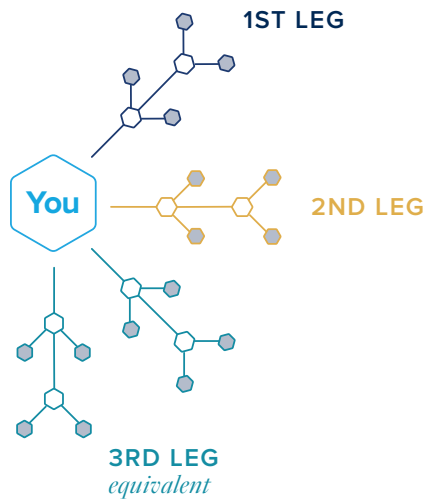


**PRO 5-9**

No more than  
**60%**

No more than  
**30%**

At least  
**10%**

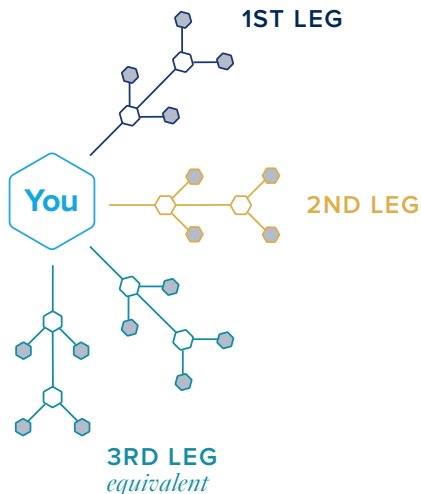


**PRO 10**

No more than  
**40%**

No more than  
**40%**

At least  
**20%**



## 05 **GENERATIONAL MATCHING BONUS** (paid monthly)

Not only do you earn your own Unilevel Commissions, but once you achieve the rank of **PRO 3**, you also earn a 10% match of your personally-enrolled Distributors' Unilevel Commissions.

But that is not all. You also earn a 5% match of your 2<sup>nd</sup>, 3<sup>rd</sup>, 4<sup>th</sup>, and 5<sup>th</sup> generation's Unilevel Commissions.

### **GENERATIONS:**

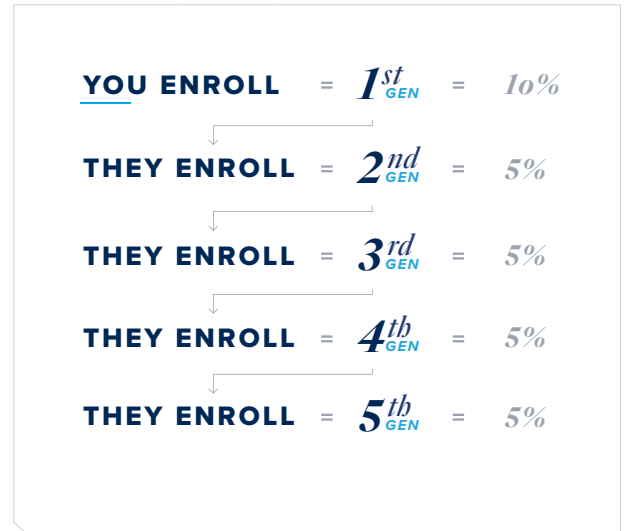
**1st generation:** any personally enrolled Distributors (downline)

**2nd generation:** any personally enrolled Distributors (downline) that are enrolled by your 1st generation Distributors

**3rd generation:** any personally enrolled Distributors (downline) that are enrolled by your 2nd generation Distributors

**4th generation:** any personally enrolled Distributors (downline) that are enrolled by your 3rd generation Distributors

**5th generation:** any personally enrolled Distributors (downline) that are enrolled by your 4th generation Distributors



To earn a full Generational Match bonus you must be “paid as” **PRO 3** or higher and:

1. Maintain a monthly minimum of 200 PV, which may come from selling product to Customers of which at least 40 PV must come from personal product purchases. If your PV is between 100-199 which may come from Customers AND at least 40 PV in personal purchases you will earn half of the Matching Bonus. You must also create 100 in new volume\* within your organization during the calendar month.
2. At “Paid As” **PRO 7** or higher the new volume requirement is waived.

*\*New volume refers to volume generated by new Distributors or Customers.*

*The Generational Matching Bonus is paid monthly and does not compress.*

# PRO3

- **200 PV Monthly**  
40 PV from personal product purchases
- **100 OV - New**  
Cannot come from new monthly subscriptions

# PRO7+

- **200 PV Monthly**  
40 PV from personal product purchases



## **\_06 ELITE BONUS POOL (paid monthly)**

All Distributors who maintain their qualified Elite-level rank are eligible to be paid from the **ELITE BONUS POOL** on a monthly basis.

LifeVantage takes 4% of all total global commissionable sales and places it in the **ELITE BONUS POOL**. This is then paid out to our qualified Elite-level Distributors within our organization, worldwide.

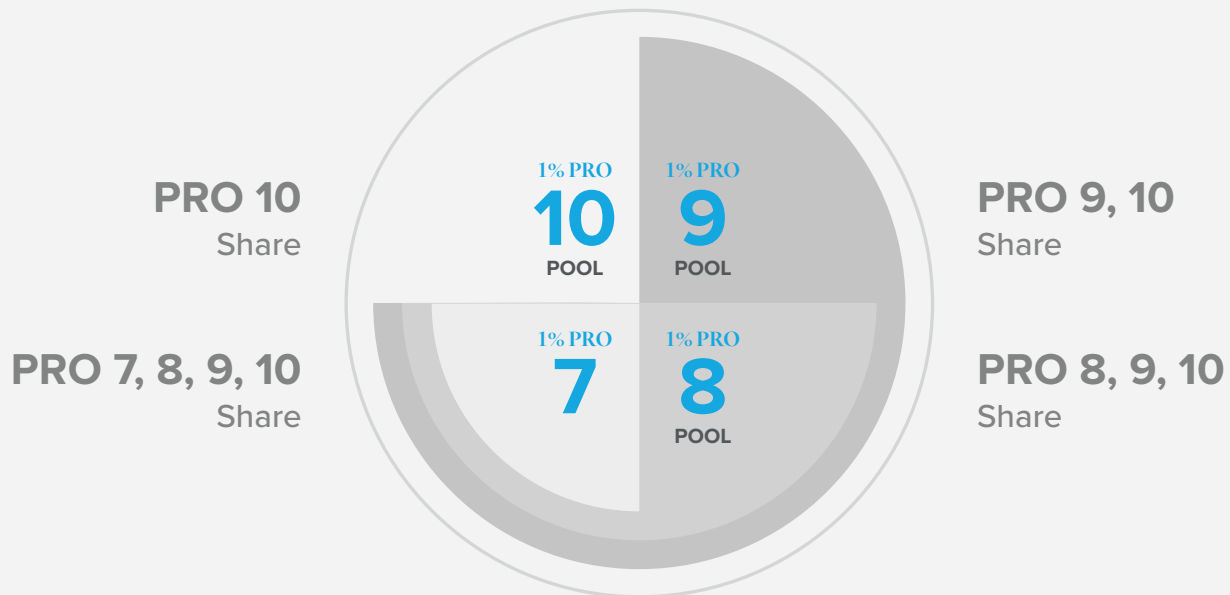
- When you are “paid as” the rank of **ELITE PRO 7** you are qualified to earn one share of the 1% **PRO 7 Pool**.

- When you are “paid as” the rank of **ELITE PRO 8** you are qualified to earn one share of the **PRO 7 POOL** and one share of the **PRO 8 POOL**.

- When you are “paid as” the rank of **ELITE PRO 9** you are qualified to earn one share of the **PRO 7 POOL**, one share of the **PRO 8 POOL**, and one share of the **PRO 9 POOL**.

- When you are “paid as” the rank of **MASTER PRO 10**, **EXECUTIVE PRO 10** or **PRESIDENTIAL PRO 10** you are qualified to earn one share of each of the **PRO 7 POOL**, **PRO 8 POOL**, **PRO 9 POOL**, and **PRO 10 POOL**.

### MONTHLY **ELITE BONUS POOL**



## 07 ACHIEVEMENT BONUS

Once you have achieved the sales and group volume necessary to reach the ranks of **MASTER PRO 10**, **EXECUTIVE MASTER PRO 10**, and **PRESIDENTIAL MASTER PRO 10** you become eligible to receive a one-time rank achievement bonus.

**MASTER PRO 10 – £73,000\***

**EXECUTIVE MASTER PRO 10 – £182,500\*\***

**PRESIDENTIAL MASTER PRO 10 – £365,000\*\***

### MASTER

Achievement Bonus

£ **73,000**

*12 months* \_\_\_\_\_

### EXECUTIVE

Achievement Bonus

£ **182,500**

*24 months* \_\_\_\_\_



### PRESIDENTIAL

Achievement Bonus

£ **365,000**

*24 months* \_\_\_\_\_

*\*Paid over 12 months – Must stay actively engaged and in good standing and be recognized on stage at a major event.*

*\*\*Paid over 24 months – Must stay actively engaged and in good standing and be recognized on stage at a major event.*

*Must remain a qualified "paid as" Master PRO 10, Executive Master PRO 10 or Presidential Master PRO 10. If the Distributor is not a qualified "paid as" Master PRO 10, Executive Master PRO 10 or Presidential Master PRO 10, no payment is made in the month the Distributor is not qualified.*

*Business Centers 2, 3, and 4 are not eligible for the Achievement Bonus.*

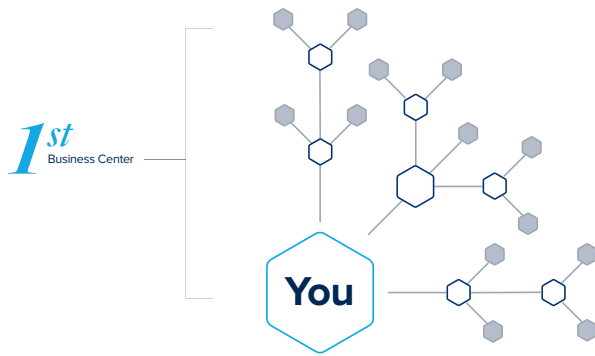




## 08 BUSINESS CENTERS

Once you have achieved the sales and group organizational volume to reach the **PREMIER PRO 5** ranking, you are eligible to apply for an additional **BUSINESS CENTER**. You may want to think of a Business Center as essentially allowing you to become a Distributor under yourself. This then allows you to build an additional leg for your organization that provides you commissions on two levels (yourself and your new **BUSINESS CENTER**).

You can also apply for a for a third **BUSINESS CENTER** once you have achieved the sales and group organizational volume to reach the **ELITE PRO 7** ranking, and the fourth **BUSINESS CENTER** once you have achieved the sales and group volume to reach **MASTER PRO 10**.



The placement of your 2<sup>nd</sup> Business Center will need to be directly under your 1<sup>st</sup> Business Center. The placement of your 3<sup>rd</sup> and 4<sup>th</sup> Business Centers may be directly under either your 1<sup>st</sup> or 2<sup>nd</sup> Business Center.

### Business Center Benefits:

- Business Centers are eligible for Unilevel Commissions and Elite Pool Commissions.
- Build an additional leg for your business.
- Business Centers are eligible for Rank Advancements when meeting organizational volume requirements.

- Distributors personally enrolled by Business Center 1 and placed under Business Center 2, 3 or 4 will count towards the leg requirement for the advancement of Business Center 1 ONLY when trying to achieve the rank of Executive Master PRO 10 or Presidential Master Pro 10.
- Business Centers 2-4 are not eligible for the Generational Matching Bonus, Smart Start Bonus, or the Launch Bonus.

*Note: The earnings of Distributors are not necessarily representative of any income a Distributor can or will earn through the LifeVantage Compensation Plan. A Distributor's success will depend on individual diligence, work effort and market conditions. LifeVantage does not guarantee any income or rank success.*



# COMPENSATION PLAN HIGHLIGHTS

Nothing in the LifeVantage Compensation Plan or LifeVantage Distributor Application and Agreement shall be understood to mean that any person shall be offered, promised or receive any compensation or benefits on the basis of their continued participation as a LifeVantage Distributor. LifeVantage Distributors will only receive compensation in connection with genuine selling of LifeVantage products to end-user consumers.

EFFECTIVE JULY 31, 2017

### Smart Start Bonus – Distributor Enrollments

You	
Paid weekly	Personal Volume <sup>(1)</sup>
	Platinum or Gold 200+PV 40%
	Platinum or Gold 100PV-199PV 30%
	Silver or Start Kit 200+ PV 30%
	Silver or Start Kit 100-199PV 20%

### Smart Start Bonus - Customer

You
Personal Volume <sup>(1)</sup>
100+ PV 30%

### Enrollment Options<sup>(2)</sup>

Purchase	PV
Start Kit	0
Silver	160
Gold Upgrade	340 <small>Available 7 days after enrollment</small>
Platinum Upgrade	840 <small>Available 7 days after enrollment</small>

### Launch Bonus

Paid Weekly	Earn a bonus on all enrollment packs purchased within your Enrollment Tree. If you are "paid as" PRO 3 or higher, you will be eligible to receive both Smart Start and Launch Bonus. This bonus will pay out to the first "qualified paid as" rank when looking upline in the Enrollment Tree. <sup>(3)</sup>

PLATINUM	
RANKS	PAYOUT
PRO 3/4	£30
PRO 5/6	£30
PRO 7/8/9	£30
PRO 10	£15
EXECUTIVE	£9
PRESIDENTIAL	£6

GOLD	
RANKS	PAYOUT
PRO 3/4	£12
PRO 5/6	£12
PRO 7/8/9	£12
PRO 10	£6
EXECUTIVE	£3
PRESIDENTIAL	£2

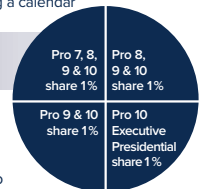
SILVER	
RANKS	PAYOUT
PRO 3/4	£6
PRO 5/6	£6
PRO 7/8/9	£6
PRO 10	£3
EXECUTIVE	£1.80
PRESIDENTIAL	£1

UNILEVEL COMMISSION (dynamically compressed)					PREMIER			ELITE			MASTER					
Paid Monthly	UNILEVEL	PAID AS RANK	Distributor	Pro 1	Pro 2	Pro 3	Pro 4	Pro 5	Pro 6	Pro 7	Pro 8	Pro 9	Pro 10	Executive	Presidential	
		Minimum Monthly PV <sup>(4)</sup>	100	100	100	100	200	200	200	200	200	200	200	200	200	200
		Minimum Monthly OV		1,000	2,500	5,000	10,000	20,000	50,000	100,000	200,000	500,000	1,000,000	2,000,000	5,000,000	
		Minimum Leg Req.		1	2	2	2	3	3	3	3	3	3	4	5	
		Max/Min% per Leg		100	100	80/20	80/20	80/20	60/30/10 <sup>(5)</sup>	60/30/10 <sup>(5)</sup>	60/30/10 <sup>(5)</sup>	60/30/10 <sup>(5)</sup>	60/30/10 <sup>(5)</sup>	40/40/20	40/40/10/10	40/35/10/10/5
		1st	2%	2%	2%	2%	2%	2%	2%	2%	2%	2%	2%	2%	2%	2%
		2nd		5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%
		3rd			9%	9%	9%	9%	9%	9%	9%	9%	9%	9%	9%	9%
		4th				5%	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%
		5th					5%	5%	5%	5%	5%	5%	5%	5%	5%	5%
6th						5%	5%	5%	5%	5%	5%	5%	5%	5%		
7th							5%	5%	5%	5%	5%	5%	5%	5%		
8th								5%	5%	5%	5%	5%	5%	5%		
9th									2%	2%	2%	2%	2%	2%		



Earn a 10% match of all personally enrolled Distributor's UniLevel Commissions generated from their downline sales. Earn 5% on generations 2, 3, 4, and 5 of personally enrolled Distributors' UniLevel Commission generated from their downline sales. To qualify for the generational matching bonus, you must have 100 in new purchase volume from Customers during a calendar month and 200 PV.<sup>(6)</sup>

**4% Elite Pool** 4% of total commissionable sales paid to qualified Pro 7 through Master Distributors.



- At least 40 PV must come from personal product purchases. The remaining PV can come from purchases made by personally enrolled Customers.
- Receive up to 40% in Smart Start Bonus on product purchased by new personally enrolled Distributors within their first calendar month, up to 1000CV. Receive up to 30% Smart Start Bonus on product purchased by new personally enrolled Customers, within their first calendar month. Customer Purchase limits may apply.
- "Paid Rank" is defined by the most recently completed and closed monthly commission period. You must have 200 PV to earn this bonus which may come from selling product to personally enrolled Customers AND at least 40 PV in personal product purchases.
- Monthly minimum PV requirements may come from Customers AND at least 40 PV in personal product purchases.
- 10% of the OV requirement must come from the equivalent of a third leg.
- Earn the full Generational Matching Bonus by being "paid as" Pro 3 or higher and by maintaining a minimum of 200 PV, at least 40 of which must come from personal product purchases. The remaining PV can come from purchases made by personally enrolled Customers. If your PV is between 100-199, you will earn half of the Generational Matching Bonus.

The LifeVantage Compensation Plan is unique. Any charts, illustrations and stated examples of income under the plan are potential in nature and not based on the actual performance of any individual.

