



KYÄNI COMPENSATION PLAN

HONG KONG

WELCOME

Welcome to the Kyäni family!

Kyäni's mission is "To bring hope—the promise of a better life—through wellness and opportunity." As a Kyäni Member, you are in integral part of fulfilling that mission for yourself and for people all around the world.

In the following pages, you'll see the details of how you are compensated for the time, energy, and hard work you put in to your Kyäni business. We encourage you to spend the time it takes to familiarize yourself with this compensation plan so that you can optimize your efforts, and build a business that will ensure a better life for you and the people you love for many years to come.

As your business matures, keep in mind that a true measure of success is not just in what you have, but also in what you do for other people. We hope that as you achieve your personal goals, you will also participate in the Kyäni Caring Hands program, which enables you to improve lives and bring hope to people all around the world.

We are excited to have you as our business partner, and look forward to many years of success with you!

Sincerely,

Kyäni

Genealogy trees

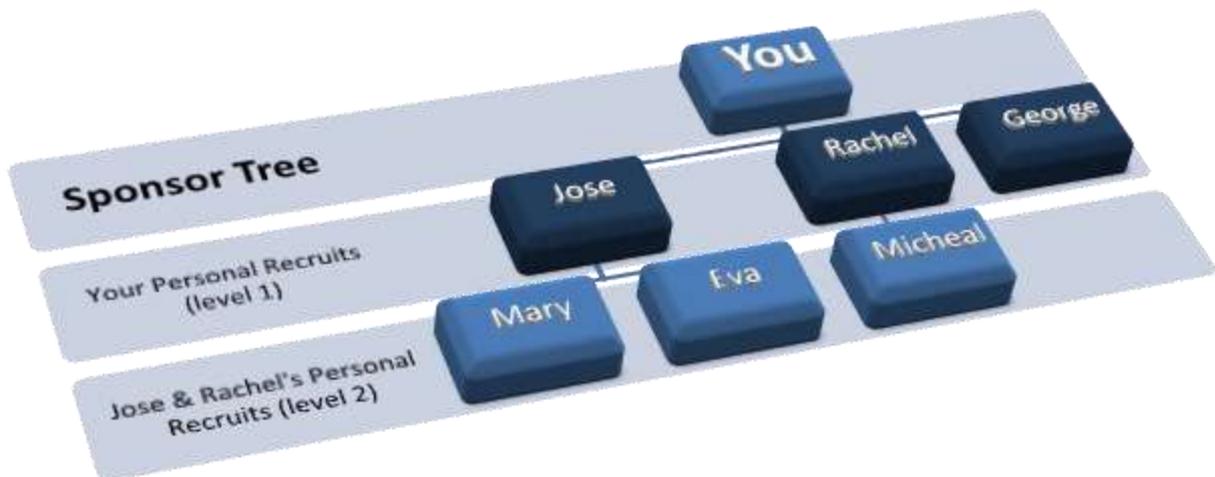
A genealogy tree is a means of tracking relationships between all the Members in Kyäni. In the Kyäni Compensation Plan, there are two genealogy trees, the Sponsor Tree and the Placement Tree. When a new Member joins Kyäni, they appear in both trees.

Sponsor Tree

The Sponsor Tree is similar to a family relationship tracker. Everyone you personally enroll is positioned directly under you on your first level. When you personally enroll team participant and they enroll a new Member, the new Members are then positioned under your team participants on your second level. This positioning is automatic and directly determined by who enrolled the new Member. The width of your Sponsor Tree is as wide as the number of people you personally enroll.

Bonuses calculated using the Sponsor Tree

- Team Bonus
- Generation Check Match



Placement Tree

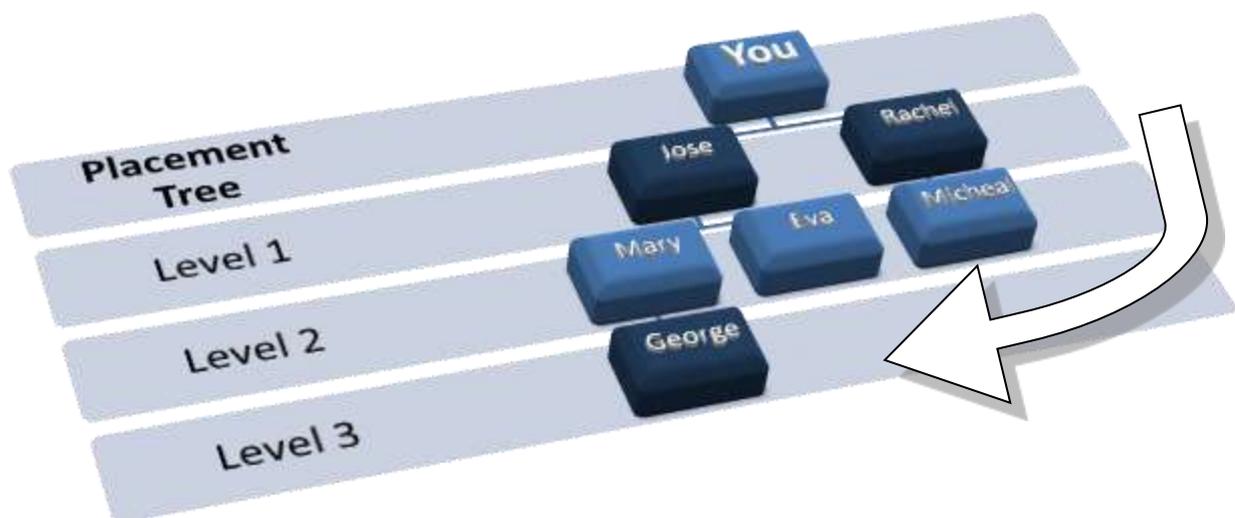
The Placement Tree is another relationship tracker. Unlike the Sponsor Tree, you have the freedom to place your personally sponsored Members anywhere you desire in your downline. There are different reasons why leaders may place newly enrolled Members in different positions of the Placement Tree. These include A) synergy of building a team; B) geographical considerations; C) personal relationship considerations; or D) building to the next rank. Proper placing of new Members in your Placement Tree is important and helps you build a wider, deeper, and more profitable organization.

When you personally enroll a new team member, you may immediately place them in the Placement Tree or you may place them in the Holding Tank where you have up to 72 hours to decide where to place them. If you do not place them within the allotted time, the system will automatically place them in first level of your Placement Tree. There is no limit to the width of the Placement Tree; you can build it as wide as you like. To be eligible for all bonuses, you only need to have three legs.

In the illustration below, you will notice that George was placed below Mary. The same organization is represented in both the Sponsor Tree and the Placement Tree.

Elements that are calculated using the Placement Tree

- Rank
- Fast Start
- Fast Track
- Rank Bonuses
- Kyäni Monthly PayGate Accumulator



Qualification Requirements

There are two levels of qualification. The first is reached with 1QV per month. At this level, you are considered a Member. You are eligible for select Weekly Bonuses.

At 100QV per month you are considered a Qualified Member and are eligible for all bonus compensation. Qualification is required monthly. To qualify, you can either purchase adequate volumes of product to generate the 100QV, secure enough personal customers to generate the 100QV requirement, or a combination of both.

RANKS

Ranks are calculated on QV from the Placement Tree. You may count 500QV volume from personal purchases towards ranks of Pearl and below and 1000QV for ranks of Sapphire and above. Ranks up to and including Pearl require two active (100QV) legs and Sapphire and above require three active (100QV) legs.

Rank Chart using Placement Tree QV

Rank	MQV Required	Total GQV Requirement	QV Volume Outside Largest Leg	QV Volume Outside Largest 2 Legs
合格會員 Qualified Member	100			
晶石 Garnet	100	1,000	400	
翡翠 Jade	100	2,000	800	
珍珠 Pearl	100	5,000	2,000	
藍寶 Sapphire	100	10,000	4,000	500
紅寶 Ruby	100	25,000	10,000	1,250
綠寶 Emerald	100	50,000	20,000	2,500
鑽石 Diamond	100	100,000	40,000	5,000
藍鑽 Blue Diamond	100	250,000	100,000	12,500
綠鑽 Green Diamond	100	500,000	200,000	25,000
紫鑽 Purple Diamond	100	1,000,000	400,000	50,000
紅鑽 Red Diamond	100	2,000,000	800,000	100,000
雙紅鑽 Double Red Diamond	100	4,000,000	1,600,000	200,000
黑鑽 Black Diamond	100	10,000,000	4,000,000	500,000
雙黑鑽 Double Black Diamond	100	25,000,000	10,000,000	1,250,000

Rank Determination Process

Use the following process to determine rank.

1. Calculate total GQV (Group Qualifying Volume) and compare to chart for possible rank.
2. Does the QV volume outside of the largest leg (including personal and customer volume) meet the minimum requirements for that rank? (If no, restart with next lower rank.)
3. Does the QV volume outside of the largest two legs (including personal and customer volume) meet the minimum requirements for that rank? (If no, restart with next lower rank. If yes, you have reached that rank.)

Examples

Below are two examples to illustrate calculation of rank.

Example A: You have three legs. The largest leg has 30,000QV, Leg 2 has 20,000QV, and Leg 3 has 3,000QV. Take the volumes through the calculation process.

1. Total volume of all legs equals 53,000QV. Comparing this to the chart, you may qualify for Emerald.
2. QV outside the largest leg equals 23,000. For the Emerald Rank the chart shows that 20,000QV is needed. That requirement is met.
3. QV outside the largest two legs equals 3,000. For the Emerald Rank the chart shows that 2,500QV is needed. That requirement is met. You have reached the rank of Emerald.

Example B: This organization has 4 legs. The largest leg has 120,000QV, Leg 2 has 17,000QV, Leg 3 has 3,000QV, and Leg 4 has 300QV.

Take the volumes through the calculation process.

1. The total volume of the organization is 140,300QV. This is in the category for Diamond.
2. QV outside of the largest leg equals 20,300QV. This does not meet the minimum requirement for Diamond. We then look at the next lowest rank (Emerald).
3. QV outside of the largest leg equals 20,300QV. For the Emerald Rank the chart shows 20,000QV is needed. That requirement is met.
4. QV outside of the largest two legs equals 3,300QV. For the Emerald Rank the chart shows 2,500QV is needed. That requirement is met. You have reached the rank of Emerald.



BONUSES

Personal Customer Bonuses

Retail Profit Bonus

Every time you sell product to a registered customer, you make the difference between the wholesale price and the selling price. The difference between your wholesale pricing and what your Preferred Customer or Retail Customer paid is the Retail Profit Bonus. It will be paid to you with the weekly bonuses. This bonus is earned every time one of your personal customers purchases a product. You must have a Paid-As Rank of Member when the bonus is calculated in order to earn this bonus.

Example: Assume a customer places an order of HKHK\$1,085 worth of products—an order which would cost a Member only HK\$930. The Member would then earn the Retail Profit Bonus of $\text{HK\$}1,085 - \text{HK\$}930 = \text{HK\$}155$

Customer Bonus

When your personal customers buy products from Kyäni, you will receive 60% of the CV for each order. This bonus is earned every time one of your personal customers purchases a product and will be paid out weekly. You must have a Paid-As Rank of Member when then bonus is calculated to be eligible.

Example: Assuming a customer makes an order with 50CV. This would translate into HK\$232.50 profit for you. This is determined by multiplying the CV on the customer order by 60%. Customer Bonus ($60\% \times 50\text{CV} = \text{HK\$}232.50$).

Customer Pool

Every month Kyäni takes 4% of all Global Customer CV and puts the amount into the Customer Pool. All Members who have a minimum of 400CQV from customers qualify for this pool. The amount you earn in the pool is determined by the amount of CV you personally put into the pool compared to the total of Qualifying Customer CV of all qualifying Members. For example, if a Member has a total of 1000CV from his/her personal customers and in that month there was 100,000 Customer CV from all qualified Members, then that Member would receive $1000/100,000 = 1\%$ of the pool.

*Your own personal orders do not count. Only orders made by your customers are eligible for payouts in the Customer Pool.

Member Bonuses

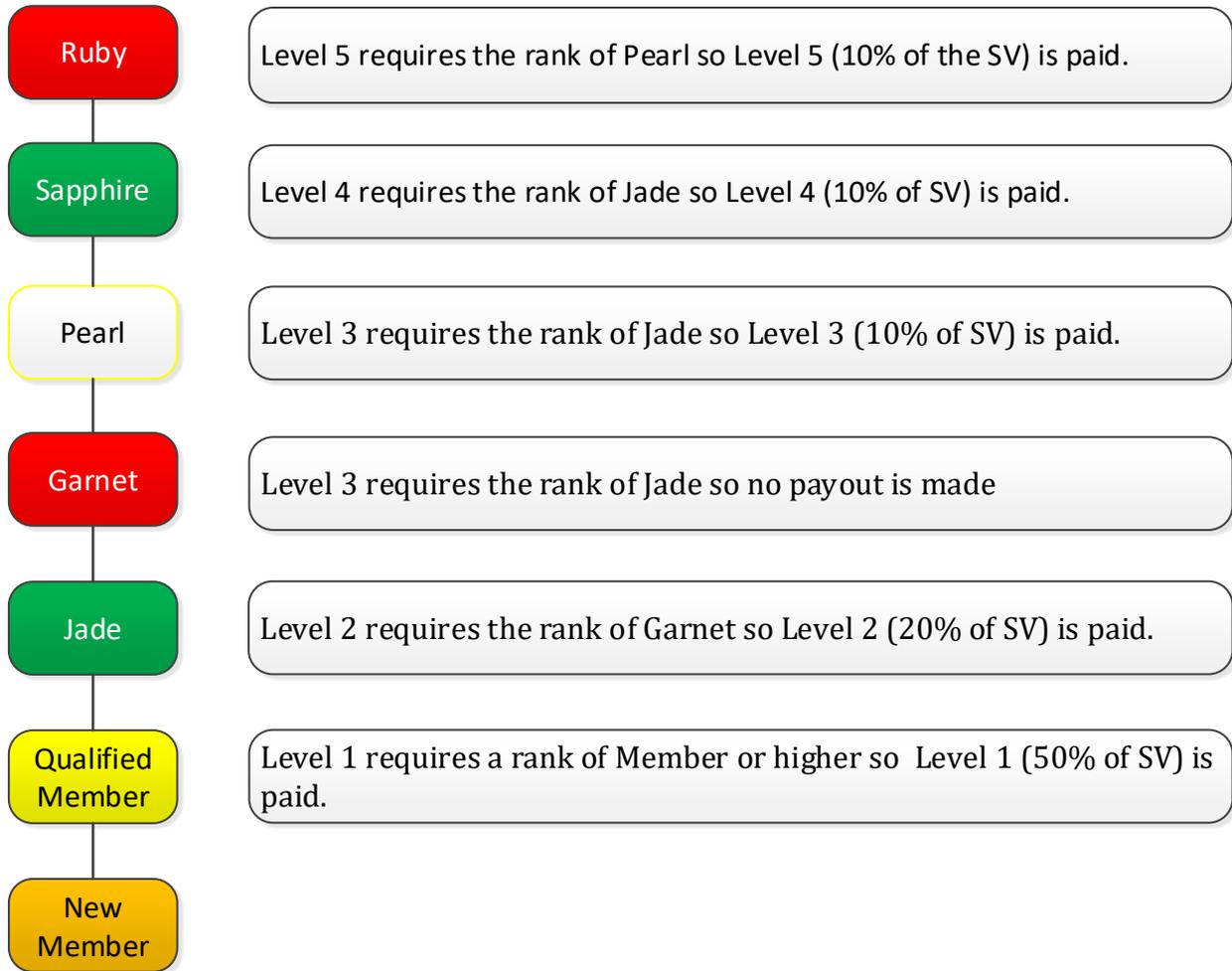
Team Bonus

Whenever someone in your downline enrolls a new team member, you may be eligible to receive the Level Team Bonus. The Level Team Bonus is calculated using the Sponsor Tree. It is paid based on the Starter Pack purchased by the new member, your rank, and the rank of the members between you and the enrollment.

The Team Bonus uses SV (Special Volume) to determine payouts. Each starter pack has an SV value associated with it. Depending on your rank you will receive a percentage of the SV as a bonus. The rank you achieve in your first 31 days is called your Grace Rank. This rank will be part of the evaluation of how much you will earn on the Team Bonus. After your 31 days are done the rank you have earned (Grace Rank) will be compared with the current calendar month rank and the previous calendar month rank. The highest of all three ranks will be the rank used in Team Bonus calculations. This Grace Rank will be used during your first 31 days, the remainder of the calendar month after the 31 day period, and the next full calendar month. For example if you joined on 15 August your 31 day period would end 15 September and you could use the Grace Rank from 15 August to October 31. You can always earn a higher rank through your efforts but during this time you will never be paid lower than your Grace Rank. (This rank is only used for Team Bonus Calculations). After this period is done your Team Bonus will only use the current month rank and the previous month rank for payouts. The chart below illustrates the percentage you will receive based on your rank.

Level	Member	Qualified Member	Garnet	Jade	Pearl	Sapphire	Ruby	Emerald	Diamond	Blue Diamond	Green Diamond	Purple Diamond	Red Diamond	Double Red Diamond	Black Diamond	Double Black Diamond
1	50%	50%	50%	50%	50%	50%	50%	50%	50%	50%	50%	50%	50%	50%	50%	50%
2			20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%
3				10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%
4				10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%
5					10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%

Differential Team Bonus Example



Fast Start Bonus

To help you get started, Kyäni provides a one-time Fast Start bonus. If you achieve the rank of Jade within your first 31 days from enrollment (your enrollment day is considered day 0), you will receive a fast start bonus. Currently the Hong Kong Fast Start Bonus is HK\$2,325. (Moved volume does not apply towards the Fast Start Bonus.)

Fast Track Bonus

The Fast Track Bonus has three levels (Pearl, Sapphire, and Ruby). There are two requirements to the Fast Track Bonus.

The first requirement is to achieve the month-end Paid-As Rank in your enrollment month or the allotted months for that Rank. The amount of months you have to achieve the rank is determined by the diagram below.

The second requirement is to reach the month-end Paid-As Rank a second time. You will be paid the bonus once the second requirement has been met with the monthly commissions.

Rank	Pearl	Sapphire	Ruby
Payout	HK\$3,875	HK\$7,750	HK\$11,625
Months	Enrollment + 2	Enrollment +3	Enrollment +5

Kyäni PayGate Accumulator

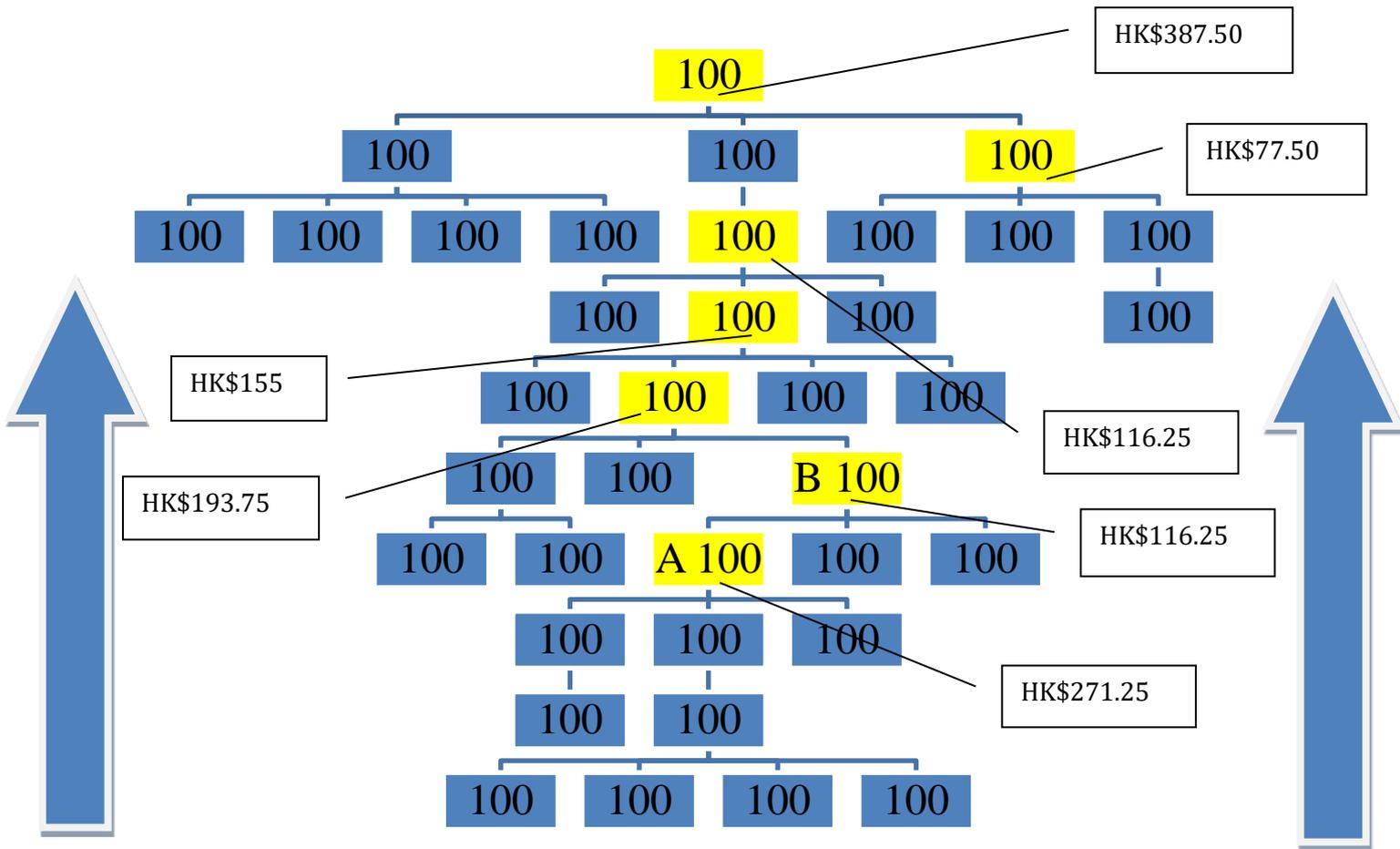
The Kyäni PayGate Accumulator is calculated on the monthly CV generated in your Placement Tree. The Kyäni PayGate Accumulator calculates residual income monthly by starting at the bottom of the Placement tree and accumulating volume flowing upward until it reaches a Member with a qualifying PayGate where it pays out the earned commission. This process is repeated for all PayGate levels. As your volume increases, you may qualify for new PayGates depending on the distribution of your volume in your Placement Tree. Each additional PayGate you qualify for creates additional residual payout for you.

Below is a chart of the PayGates, the percentage of CV for each level, and the volume requirements to earn the respective PayGate.

PayGate Accumulator Chart using Placement Tree CV

PayGate	Rate	Largest Leg Requirement	Total of Small legs	3rd leg Minimum
1	5.00%	200	100	
2	7.00%	700	500	
3	8.00%	2,200	1,500	
4	7.00%	4,500	3,000	
5	6.00%	9,000	6,000	400
6	5.00%	18,000	12,000	1,000
7	3.00%	40,000	27,000	2,000
8	1.00%	90,000	55,000	6,000
9	1.00%	200,000	125,000	12,000
10	0.50%	400,000	260,000	18,000
11	0.25%	1,000,000	450,000	40,000
12	0.25%	2,000,000	900,000	100,000

PayGate 1 Chart



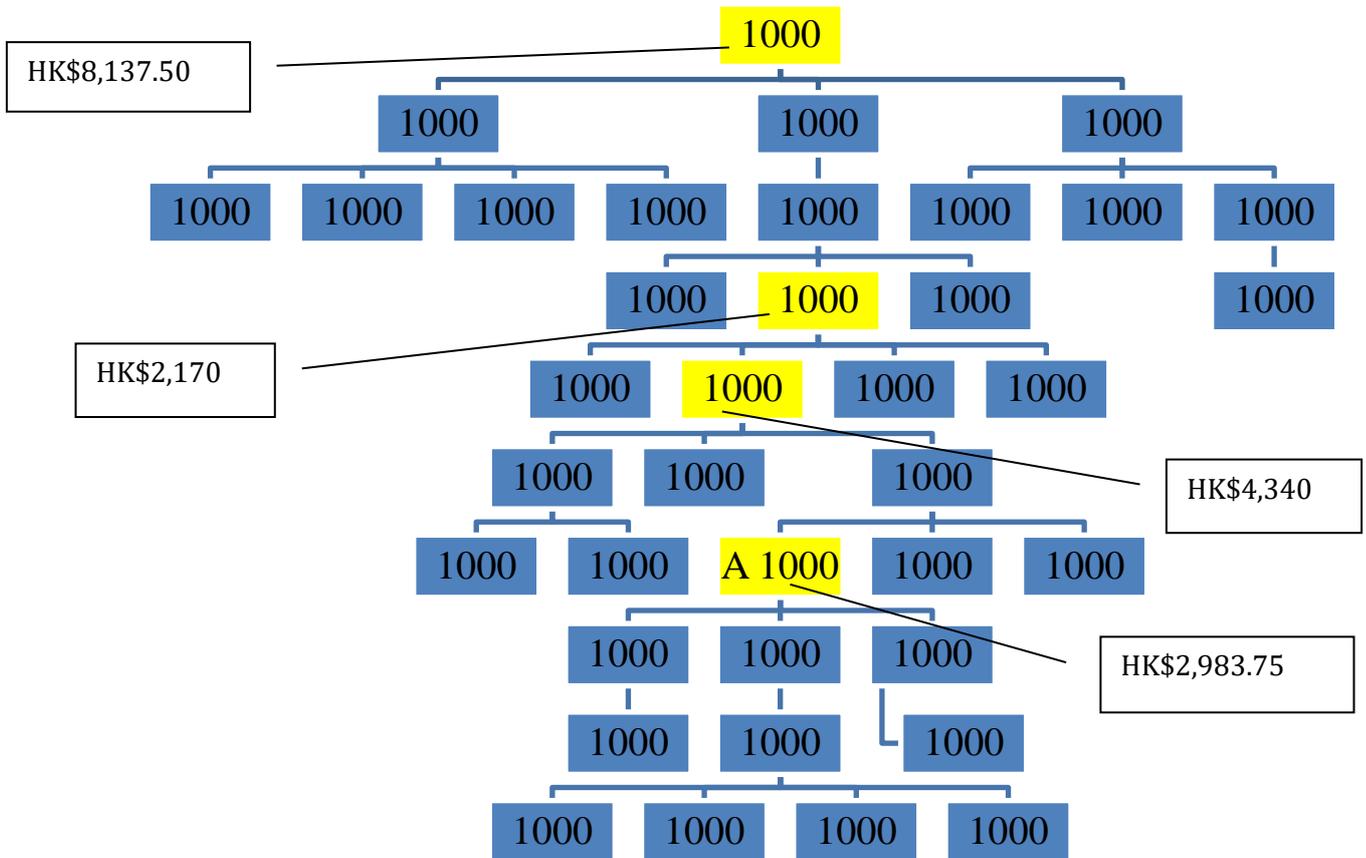
PayGate 1 Example

Review the example for PayGate 1 above. (All payouts are shown in HK Dollars.) From the bottom of the organization, the volume flows upward and accumulates CV. As the volume reaches the first qualifying Member for PayGate 1, we calculate how much CV is to be paid out (indicated by the yellow box). A total of 900CV has accumulated at the first yellow box A (Member A). Once a PayGate is reached, the following process is used to determine the amount to pay on the PayGate:

1. Add all CV accumulated up through the organization from either the bottom or from the last PayGate payout—whichever is closer.
2. Subtract the PayGate base amount (Largest Leg Requirement). For PayGate 1 this is 200CV. This 200CV amount will flow up along with your Personal and Customer CV to the Member above them. For this example, you have 900CV – 200CV = 700CV. This 700CV amount is multiplied by 5% for PayGate 1. This equals HK\$271.25.

The volume that flows up from Member A (yellow box A) is now 300CV (200CV PayGate base amount + personal volume of 100CV). Member B (yellow box B) is the next Member to qualify for PayGate 1. The volume they receive is 500CV. Run it through the two step process above remembering that the PayGate amount of 200CV in addition to their personal CV of 100 flows up and repeat the process again. Member B would receive HK\$116.25. The personal volume of Member B (100CV) plus 200CV PayGate base amount volume flows up. Each of the yellow boxes represents Members who qualify for PayGate 1.

PayGate 4 Chart



PayGate 4 Example

Above is an example for Paygate 4. We will use the same organization as the PayGate 1 example, but we have increased the volume to 1000CV in order to keep the illustration small enough to demonstrate this PayGate. Remember that PayGates 1 – 3 would have been paid before PayGate 4 was processed. To qualify for this gate, your largest leg needs to have at least 4500CV and the total of all your other legs needs to have at least 3000CV.

Each of the Members in yellow has qualified to receive a payout for PayGate 4. To calculate the amount of the payout for Member A (yellow box A), first add the volume from all the legs. A total of 10,000CV is accumulated by Member A. Next subtract the PayGate base amount (4500CV for PayGate 4). $10,000CV - 4500CV = 5500CV$. Multiply this by 7% and we get HK\$2,983.75. This HK\$2,983.75 would be added to the other PayGate Bonuses (PayGates 1-3) for that Member.

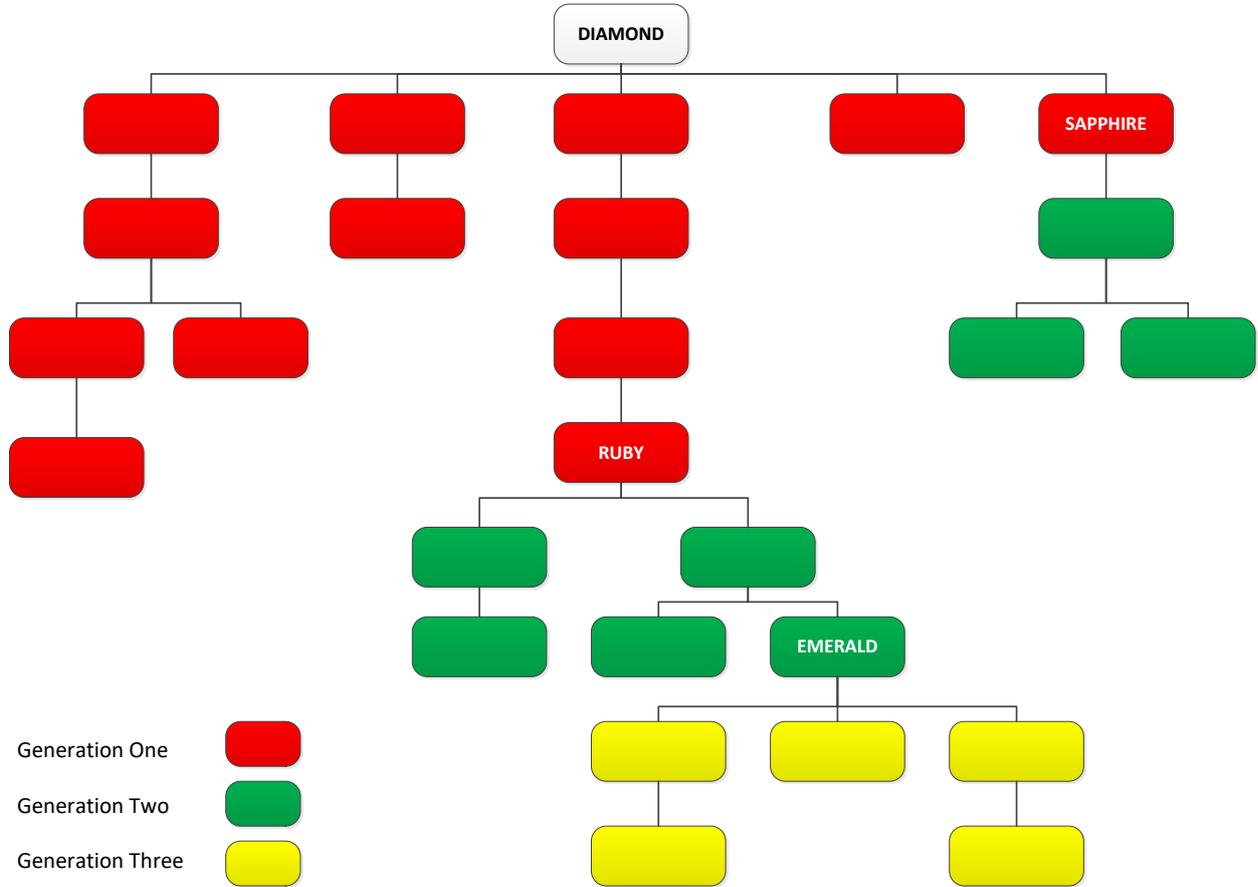
Finally, the PayGate 4 base amount of 4500CV flows up along with their personal 1000CV to the Member above them. This process is repeated for every Member that qualifies for PayGate 4. In this example a total of four Members received this PayGate 4 bonus in this example.

Generation Check Match

One of the most exciting bonuses is the Generation Check Match. You can earn a percentage of every PayGate payout from Members in your Sponsor Tree downline up to nine generations deep. A Generation is defined as a Member with a Paid-as Rank equal to or greater than Sapphire, down to, and including the next Member with a Paid-as Rank equal to or greater than Sapphire. Based on your Paid-as Rank you will earn a percentage of your downline's PayGate earnings. The chart below itemizes the breakdown of generations and percentages.

Generations	Sapphire	Ruby	Emerald	Diamond	Blue Diamond	Green Diamond	Purple Diamond	Red Diamond	Double Red Diamond	Black Diamond	Double Black Diamond
1	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%
2	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%
3		10%	10%	10%	10%	10%	10%	10%	10%	10%	10%
4			5%	5%	5%	5%	5%	5%	5%	5%	5%
5				5%	5%	5%	5%	5%	5%	5%	5%
6					4%	4%	4%	4%	4%	4%	4%
7						3%	3%	3%	3%	3%	3%
8							2%	2%	2%	2%	2%
9								1%	1%	1%	1%

Generation Check Match Example



In the example above the Member at the top has a Paid-as Rank of Diamond which entitles them to five generation payouts (only three generations shown). The Members in red are in Generation one, and the Diamond would receive 15% of the Paygate bonus of each one. The Members in green are in Generation two, and the Diamond would receive 10% of the Paygate bonus of each one. The Members in yellow are in Generation three, and the Diamond would receive 10% of the Paygate bonus of each one.

Rank Bonus

Emerald Rank Bonus - Achieve the month-end Paid-as rank of Emerald for two total months and receive HK\$38,750.

Blue Diamond Bonus - Achieve the month-end Paid-as rank of Blue Diamond for three total months and receive HK\$193,750.

Purple Diamond Bonus - Achieve the month-end Paid-as rank of Purple Diamond for three total months and receive HK\$775,000.

Double Red Diamond - Achieve the month-end Paid-as rank of Double Red Diamond for three total months and receive HK\$3,875,000 (HK\$775,000 per month for five months).

Double Black Diamond - Achieve the month-end Paid-as rank of Double Black Diamond for three total months and receive a HK\$7,750,000 (HK\$775,000 per month for ten months).

LEADERSHIP BONUSES

Diamond Pool

1.5% of all Global CV every month is put into the Diamond Pool. This pool is calculated monthly and paid monthly on a 60 day delay. For example, pool earnings from January would be paid out to you in March.

To participate in the pool, a Member must have a Paid-as Rank of Diamond or above in the current month and one of the two previous months. Participants receive shares in the pool based on their rank as follows:

Diamond	1 Share
Blue Diamond	2 Shares
Green Diamond	4 Shares
Purple Diamond	8 Shares
Red Diamond	8 Shares
Double Red Diamond	8 Shares
Black Diamond	8 Shares
Double Black Diamond	8 Shares

A Red, Double Red, Black, or Double Black Diamond participates in this pool until he or she qualifies for the next pool. If a participant in the pool helps someone in their Sponsor Tree downline reach the same Paid-As Rank or higher, then their shares are multiplied by 1.5. A participant can only receive one multiplying factor. Qualification is determined by the monthly Paid-As Rank. A Member will never be paid in more than one leadership pool for the same month.

Red Diamond Pool

0.5% of all Global CV every month is put into the Red Diamond Pool. The pool is calculated monthly and paid on a 60 day delay. For example, pool earnings from January would be paid out to you in March.

To participate in the pool, a Member must be a Paid-as Rank of Red Diamond or above in the current month and one of the two previous months. Participants receive shares in the pool based upon their rank as follows:

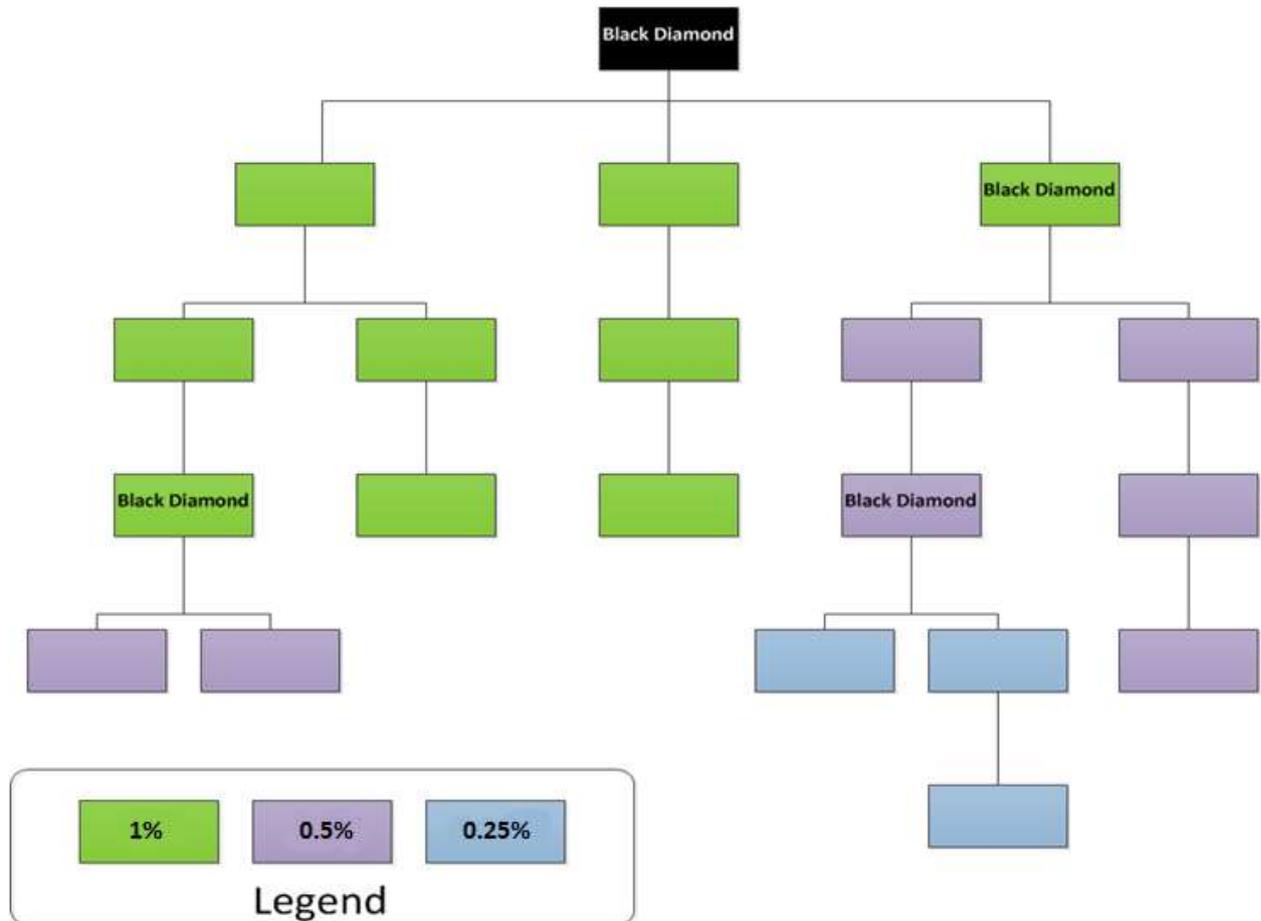
Red Diamond	1 Share
Double Red Diamond	2 Shares
Black Diamond	2 Shares
Double Black Diamond	2 Shares

If a participant in the pool helps someone in their Sponsor Tree downline reach the same Paid-As Rank or higher, then his or her shares are multiplied by 1.5. A participant can only receive one multiplying factor. Qualification is determined by the monthly Paid-As Rank. A Member will never be paid in more than one leadership pool for the same month.

Infinity Bonus

The Infinity Bonus allows a Paid-As Rank Black Diamond and Double Black Diamond to be paid 1% on all the CV in their sponsor downline. If the Black Diamond or Double Black Diamond has another Black Diamond or higher in their downline then the Infinity Bonus paid out below them becomes one-half. With each new Black Diamond in your Sponsor Tree the payout never ends but is reduced by one-half.

To participate in the bonus, a Member must be a Paid-as Rank of Black Diamond or above in the current month and one of the two previous months.



Kyäni Drive your Dream Car Program

Starting with the rank of Diamond, you could be driving your own luxury vehicle. There are four tiers in the car program which can reach as high as a monthly payment of HK\$77,500! The tiers of the program are at the ranks of: Diamond, Green Diamond, Red Diamond, and Black Diamond.

To qualify for the each tier of the program you must be of the specified Paid-As Rank in three months out of a rolling five month period. For full details please see the Kyäni Dream Car Program rules document in your Backoffice.

Incentive Trips

Kyäni provides Incentive Trips to reward those who are growing. Incentive Trips vary by market. To see your current Incentive Trip promotion, check your Backoffice.

KYÄNI BONUS SCHEDULE

Weekly Bonuses

Team Bonus
 Retail Profit Bonus
 Customer Bonus
 Fast Start Bonus

Posted in Backoffice	Bank Transfer	Payoneer Upload
Tuesday	Thursday	Friday

*Weekly bonuses are calculated for the previous Monday – Sunday based on local time in the country of registration. The payments for weekly bonuses are paid one week after the week of calculation.

Monthly Commissions/Bonuses

Kyäni Paygate Accumulator
 Generation Check Match
 Fast Track
 Customer Pool
 Dream Car Program

Posted in Backoffice	Bank Transfer	Payoneer Upload
8th	25th	25th

Leadership Bonuses

Diamond Pool*
 Red Diamond Pool*
 Infinity Bonus
 Rank Bonuses

Posted in Backoffice	Bank Transfer	Payoneer Upload
8th	25th	25th

* The Diamond and Red Diamond Pools are paid in the second month after earned. For example January Leadership Pools would not be paid until March 25th.

Note: When the posting or payout date of any bonus falls on a weekend or holiday, the activity will occur on the next business day.

DEFINITIONS

Leg – The entire group of a Member’s individual first-level Members. There can be legs in both the Sponsor Tree and the Placement Tree. If you have three individual Members on your first level, you have three legs.

Downline – All legs of your organization.

Autoship – Product automatically billed and shipped every month. This can be for either a Member or a customer. There are multiple options to select from, but products available vary by market. Autoships can be set up through your Backoffice or by contacting customer service.

Backoffice – The secure Internet program that allows you to view and control your business. You can view reports about your team, order product, set up new customers, enroll new Members, obtain training, and control your Autoship.

Holding Tank – When you enroll a new Member into your organization, you may place them temporarily in a Holding Tank for up to 72 hours. This allows you time to determine where to place them within your Placement Tree. If you fail to place them within the 72 hour period, the new Member will automatically be placed in your first level of the Placement Tree.

Generation – A Kyäni Member who has a Paid-As Rank equal to or greater than Sapphire, down to and including the next Kyäni Member who has a Paid-As Rank equal to or greater than Sapphire, and every Member in between. Generations are determined individually on each leg.

Paid-As Rank – The rank at the time of any bonus or commission pay period. This rank will vary with your team volume. You can find your Paid-As Rank in your Backoffice associated with each commission detail.

Lifetime Rank – The highest rank you have achieved.

Preferred Customer – A customer who sets up their product orders as an autoship. This also entitles them to a discount on their product purchase.

Retail Customer – A customer who purchases their product one order at a time. If they want product, they can contact the Member directly, contact customer service, or go to the corporate website and log in to purchase the product.

QV – Qualifying Volume - Volume assigned to products and used to determine rank and minimum qualification.

MQV – Member Qualifying Volume (Includes customer purchases)

GQV – Group Qualifying Volume. (Includes yourself and your entire group including customers)

CV – Commissionable Volume. Volume used in calculating bonuses.

SV – Special Volume. Volume used to calculate Team Bonus payouts