

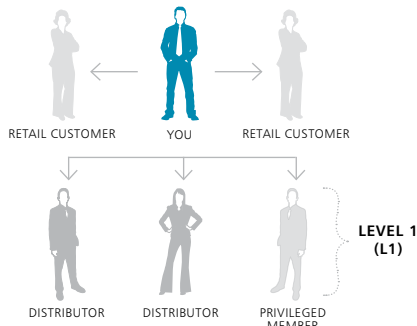
SALES COMPENSATION PLAN



NU SKIN[®]
THE DIFFERENCE. DEMONSTRATED.™

STEP 1 GETTING STARTED

FAST-START PAYMENTS, RETAIL PROFITS, AND VOLUME COMMISSIONS



Earn payments when you sell Fast-Start Product Packages

EXAMPLE ONE
•AU\$489* / NZ\$577.50* age LOC Spa Beauty package*
•250 PV
•AU/NZ\$100 paid to the seller
EXAMPLE TWO
•AU\$1,950* / NZ\$2,300* age LOC Business in a Box package*
•1000 PV
•AU/NZ\$400 paid to the seller

* Prices subject to change

EARNINGS POTENTIAL

As a **Distributor** there are 3 ways to get paid:

- Fast-Start Payments
- Up to 43% profit on Retail Customer purchases**
- 5% commission on L1 sales volume generated monthly

Note: Commissions and sales bonuses are paid only to active Distributors. In order to be an active Distributor and qualify for any bonus under the Sales Compensation Plan, you must obtain 100 PSV and make five retail sales per month.† LOI and above need to have a monthly ADR order.

* The only required purchase to become a distributor is a not-for-profit Business Portfolio. All product purchases are optional. There are no bonuses paid for recruiting. All bonuses are paid only when products are sold.

** You are free to set your own resale prices to Retail Customers. The published purchase price is only a suggested purchase price.

STEP 2 LEADERSHIP DEVELOPMENT

FOUNDATION FOR YOUR FUTURE

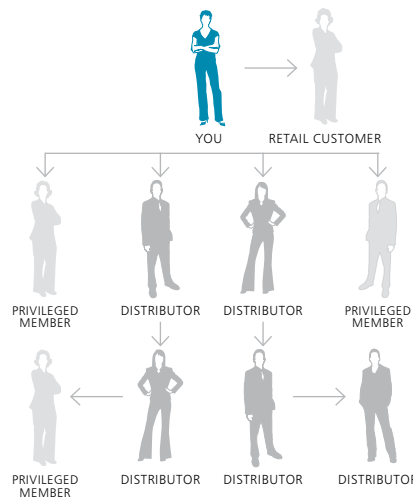
HOW TO QUALIFY AS AN EXECUTIVE...

MONTH 1 (LOI)	MONTH 2 (Q1)	MONTH 3 (Q2)
100 PSV, ADR, and 1,000 GSV#	100 PSV, ADR, and 1,500 GSV#	100 PSV, ADR, and 2,000 GSV#

...AND THEN EARN

EXECUTIVE BONUS

9%	2,000-2,999 GSV
10%	3,000-4,999 GSV
11%	5,000-9,999 GSV
12%	10,000-14,999 GSV
13%	15,000-24,999 GSV
14%	25,000-49,999 GSV
15%	50,000-GSV



Build your organisation to become an Executive leader and see your earnings multiply.‡

EARNINGS POTENTIAL

During **Executive Qualification** you can earn:

- Commissions from Step 1, PLUS
- Opportunity to participate in the Mega Performance Bonus Pool

EARNINGS POTENTIAL

As an **Executive** you can earn:

- The same as a Qualifying Executive, PLUS
- A monthly Executive Bonus (EB)† on your total GSV*

Note: Executive maintenance requirements are a minimum 100 PSV, 2,000 GSV. To qualify for Executive Bonuses a monthly qualifying ADR order is also required.

GSV represents the cumulative volume of all PSV, Retail Customers, Privileged Members, and Distributors in your Circle Group.

upline title (you)	DISTRIBUTOR	MONTH 1 (LOI)	MONTH 2 (Q1)	MONTH 3 (Q2)	EXECUTIVE	PEXEC
DISTRIBUTOR	*	*	*	*	*	*
MONTH 1 (LOI)	*	*	*	*	*	*
MONTH 2 (Q1)					*	*
MONTH 3 (Q2)					*	*
EXECUTIVE						
PEXEC						

Whose sales volume can you count? The chart, at left, explains how your downline's volume may count toward your GSV requirement.

See Glossary for explanation of terms. This brochure is an overview only. The most complete and updated details are available online by visiting any of our websites www.nuskin.com.au / www.nuskin.co.nz and clicking on Opportunity.

† Qualification for all bonuses requires retail sales to at least five individuals on a monthly basis. You must keep all records of retail sales for at least four years. Compliance with the retail sales requirements of the Company is randomly monitored. Each product purchased through ADR orders by non-Distributors or Customers is automatically counted on a monthly basis toward retail sales requirements. Bonuses are never paid for recruiting. The only way to earn bonuses is through the sale of products.

In order to qualify for any bonus, Distributors must meet all Active Requirements (see Glossary). All bonuses are paid only when products are sold. To view products available please refer to the product catalogue or visit our websites www.nuskin.com.au/www.nuskin.co.nz.

STEP 3 NU SKIN REVOLUTIONARY WEALTH MAXIMIZER

ENSURES THE MAXIMUM PAYOUT FOR YOU

WEALTH MAXIMIZER

MAXIMIZE YOUR BONUS POTENTIAL

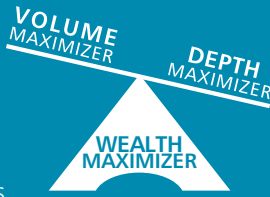
VOLUME MAXIMIZER:
EXTRA EXECUTIVE + DOUBLE G1

EXTRA EXECUTIVE BONUS	
MIN GSV	BONUS %
3,000	5%
+	
DOUBLE G1 BONUS (DBLG1)	
MIN GSV	BONUS %
3,000	10%
<small>Earn an extra 5% commission on your GSV plus 10% commission on the GSV of your G1 Breakaway Executives</small>	

OR

DEPTH MAXIMIZER:
BREAKAWAY EXECUTIVE BONUS

TITLE	GOLD	LAPIS	RUBY	EMERALD	DIAMOND	BLUE DIAMOND
NUMBER OF G1 BREAKAWAY EXECUTIVES						
	1	2,3	4,5	6,7	8,9,10,11	12
1	5%	5%	5%	5%	5%	5%
2		5%	5%	5%	5%	5%
3			5%	5%	5%	5%
4				5%	5%	5%
5					5%	5%
6						5%
<small>Earn up to 5% commission on the GSV of every Breakaway Executive in your organisation</small>						



Increase your earning potential as an Executive Distributor when Nu Skin pays you the maximum commission possible.

EARNINGS POTENTIAL

With **Wealth Maximizer** earn:

- Commissions from Steps 1 and 2, PLUS
- The method that pays you the most from the Wealth Maximizer calculations

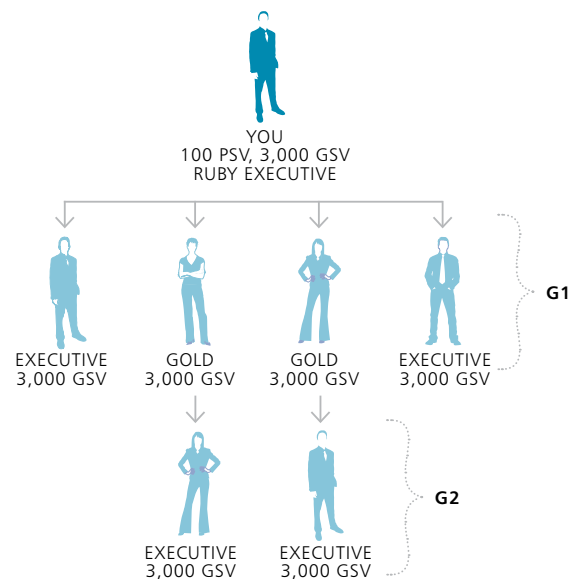
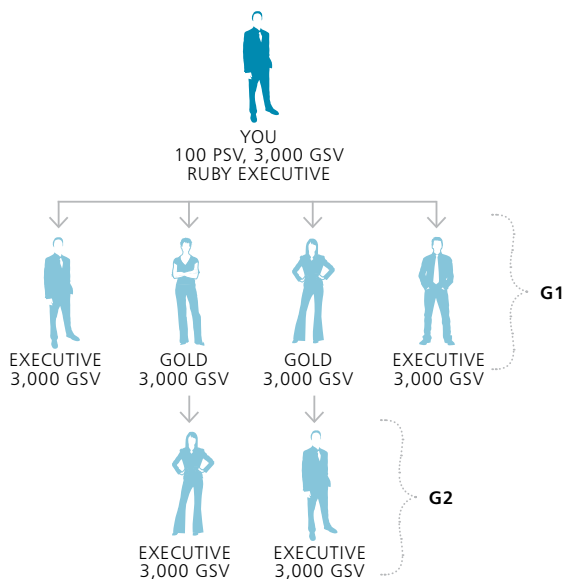
BONUS PAYOUT EXAMPLE

Nu Skin automatically maximises your commissions, every month, and pays you the calculation that earns you the most.

VOLUME MAXIMIZER	
Extra Executive Bonus (EEB) at 5%	150pts
Double G1 (DBLG1) at 10%	1,200pts
TOTAL	AU\$1,620 NZ\$1,890

OR

DEPTH MAXIMIZER	
Generation 1 (G1) at 5%	600pts
Generation 2 (G2) at 5%	300pts
TOTAL	AU\$1,080 NZ\$1,260



PERFORMANCE BONUS POOL >

EARN A SHARE OF THE PACIFIC REGION'S SUCCESS

Qualifying Executives and Executives can earn a share of the monthly commissionable sales volume from the (Australia, New Zealand, French Polynesia and New Caledonia) South Pacific through the Performance Bonus Pool.^{††}

MINIMUM 4 SHARES REQUIRED TO PARTICIPATE		
QEXEC	1 Share =	1 new qualified Letter of Intent (LOI)

MINIMUM 6 SHARES REQUIRED TO PARTICIPATE		
EXEC	1 Share =	1 new qualified Letter of Intent (LOI) OR Each Distributor passed Q1 OR Each Distributor passed Q2

EARNINGS POTENTIAL

A share of the South Pacific Commissionable Sales

Mega Performance Bonus Pool Shares can be accumulated by the following:

Qualifying Executives and Executives:

- 1 share for each new qualified Letter of Intent (LOI)

Executives Only:

- 1 share for each passed Q1 Qualifying Executive
- 1 share for each passed Q2 Qualifying Executive

^{††} In order to qualify, a Qualifying Executive or Executive must meet the minimum bonus and sales criteria in effect at the end of each commission period as set forth by the Company and fulfil the other Active Requirements of the Sales Compensation Plan. Complete details are available online by visiting any of our websites (www.nuskin.com.au / www.nuskin.co.nz) and logging into "My Office."

> This bonus pool is a temporary incentive and not considered a part of the Sales Compensation Plan, and may be modified or discontinued with 30 days notice from Nu Skin.

PROVISIONAL EXECUTIVE

An Executive who does not maintain their Executive status and does not have a grace month available will become a Provisional Executive. Provisional Executives count as Executives for genealogy purposes, i.e., they count as a Breakaway Executive until such time as they become a DEXEC. Their GSV is not included in their upline's GSV, and they maintain their own Breakaway Executives. A Distributor account can maintain the title of Provisional Executive for up to 3 consecutive months. If at any time during the 3 months the Provisional Executive meets Executive maintenance requirements, he/she will be immediately promoted to and paid as an Executive in that same month. If an Executive, who has been a Provisional Executive, subsequently fails to maintain Executive status, he/she will fall back to Distributor at the first of the next month. Provisional Executive status is available once per Executive qualification. Provisional Executives can only earn L1 Bonus at 5%, provided they continue to meet Activity Requirements. Provisional Executives can still earn Fast-Start Payments and Retail Profits. See Example below:

	PSV	GSV	TITLE	PAID AS	UPLINE PAID AS
MAY	100	1900	GRACE	DISTRIBUTOR	G1
JUNE	100	800	PEXEC 1	DISTRIBUTOR	G1
JULY	100	800	PEXEC 2	DISTRIBUTOR	G1
AUG	100	800	PEXEC 3	DISTRIBUTOR	G1
SEPT	100	800	DISTRIBUTOR	DISTRIBUTOR	ROLL-UP

GLOSSARY

Active Requirement: In order to qualify for any bonus under the Sales Compensation Plan, obtain 100 PSV and make five retail sales per month. † LOI and above also need to have a monthly ADR order. ‡

ADR: Automatic Delivery Rewards is a program that offers the convenience of monthly automatic delivery of Nu Skin, Pharmanex, and some Big Planet products with the opportunity to earn rewards points.

Breakaway Executive: A Distributor who has completed Executive Qualification and “broken away” from their upline, meaning that the sales volume of the new Executive and their circle group no longer count toward their upline’s GSV. When this event occurs, the upline Executive can qualify to receive the Breakaway Bonus on the GSV of their new Breakaway Executive. If a downline Distributor submits their LOI before you do, you may reclaim them as a breakaway executive by passing your LOI in or before their last month of qualification.

Breakaway Executive Bonus: a bonus that offers up to 5% earnings on the sales volume of each generation level based on the total number of G1 Breakaway Executives (see chart on Step 3). To receive a 5% Breakaway Executive Bonus, an Executive must have at least 3,000 GSV. If the GSV falls between 2,000 and 2,999, then the Breakaway Executive Bonus will be paid at 2.5% on the G1 to G6 Breakaway Executives’ GSV for that month. ≠

Circle Group: For non-Executives, a circle group consists of all Retail Customers, Privileged Members and Distributors. For Executives, a circle group includes all Retail Customers, Privileged Members, Distributors and Qualifying Executives.

Company: Nu Skin International, Affiliated Companies, and Nu Skin Personal Care, Pharmanex and Big Planet.

DBLG1: Double G1 Bonus is a bonus that offers 10% earnings on the total GSV of G1 Executives. To receive a 10% Double G1 Bonus, an Executive must have at least 3,000 GSV. This bonus is only paid in accordance with the Volume Maximizer calculation if it contributes to the higher payout of the two alternatives.

DEXEC: Demoting Executive is an Executive who has failed to maintain Executive requirements and is in the process of being demoted back to Distributor. This usually occurs at the conclusion of Provisional Executive (PEXEC) status.

Distributor: A person engaged in the general distribution of Nu Skin products or services. The only required purchase to become a distributor is a not-for-profit Business Portfolio. All product purchases are optional.

EB: Executive Bonus is a bonus earned monthly on your total GSV. Executive Bonuses range from 9% to 15% depending on total GSV, and the Extra Executive Bonus (see chart in Step 2). To qualify for Executive Bonus a qualifying ADR order is required.

EEB: Extra Executive Bonus is a bonus that offers an additional 5% earnings on your GSV. To receive this extra 5% Extra Executive Bonus, an Executive must have at least 3,000 GSV (see chart on Step 3). This bonus is only paid in accordance with the Volume Maximizer calculation if it contributes to the higher payout of the two alternatives.

Executive: A Distributor who has fulfilled the qualification requirements as set forth in this Sales Compensation Plan. Qualification periods are on a calendar-month basis.

Executive Maintenance Requirements: 100 PSV, 2,000 GSV.

Executive Re-entry: The process by which fallen Executives complete the qualification process again and regain Executive status. If an account who was once an Executive goes through qualification and passes to Executive within 6 months of falling to Distributor, they will recapture their former Breakaway organisation. While an account can go through qualification as many times as they like, the option to recapture one’s Breakaway organisation is only available during the six months after falling to Distributor. Executive Re-entry is only available once per Executiveship.

Fast-Start Payment: The Fast-Start Payment is earned by selling corporately approved Fast-Start Product Packages to newly sponsored Customers and Distributors. ≠

Fast-Start Product Packages: Is a package containing products which when purchased will generate a Fast-Start Payment to the referring sponsor

G1: Generation 1 refers to your first “generation” of Breakaway Executives.

GRP: Gross Retail Profit is the amount earned by purchasing products at wholesale price and re-selling at retail. It is earned by selling product to retail customers at the suggested retail price or at any price you choose to set for products.

GSV: Group Sales Volume represents the total PSV in your Circle Group, including your own PSV, for a given calendar month.

LOI: Letter of Intent is a letter showing a Distributor’s intention to become an Executive. A Distributor will automatically be put in to Executive qualification once they meet the requirements for Month 1 (referred to as the LOI Month). During their first month of Executive Qualification, a Distributor is often referred to as an “LOI.” An LOI is not the same as a Qualifying Executive (QEXEC), although both are in qualification to become an Executive. If a Distributor has been a Qualifying Executive in the past and wishes to enter Executive Qualification again, the Distributor must submit a formal LOI to the Company.

L1: Level 1 includes personally sponsored accounts, regardless of title.

Level 1 (L1) Bonus: A 5% bonus paid based on the PSV of all personally sponsored accounts. L1 Bonus is paid only to Distributors that fulfil the Active Requirement. ≠

Performance Bonus Pool: Qualifying Executives and Executives may earn a share of the South Pacific commissionable sales through the Performance Bonus Pool. †† The Performance Bonus Pool incorporates monthly commissionable volume from the South Pacific (Australia, New Zealand, French Polynesia and New Caledonia). This bonus pool is a temporary incentive and not considered a part of the Sales Compensation Plan, and may be modified or discontinued with 30 days notice from Nu Skin. Complete details are available online by going to any of our websites and logging into “My Office”.

Pin Title Grace Month: If an Executive fails to meet Executive maintenance requirements, they may take a grace month and maintain their Executive status. Each Executive is entitled to one grace month per 12-month rolling calendar period. For example, if you use a grace month in May, the next time you can take one is May of the following year. Executive bonuses will not be paid during a grace month. An Executive may earn the L1 bonus during a grace month if they meet the minimum active requirements.

PSV: Personal Sales Volume is the monthly Point Value of the products and services you purchase from the Company primarily for retail sale or personal consumption. ¥ PSV includes points from purchases made directly from the company by your personal retail customers.

Privileged Member: A Privileged Member is a non-Distributor who qualifies for product purchases at wholesale prices. A Privileged member must complete the registration process to receive wholesale pricing and they are placed on the first level of the Distributor Sponsor. Distributors are paid the L1 Bonus on personally sponsored Privileged Member purchases.

PEXEC: Provisional Executive is an Executive who has not met Executive maintenance requirements and has already used their grace month. A Provisional Executive keeps all of their own Breakaways in addition to counting as a Breakaway Executive to their upline. A PEXEC’s GSV is not included in their upline’s GSV. An account may be a PEXEC for up to three consecutive months. If a PEXEC meets Executive maintenance requirements, they will be immediately promoted to an Executive in the month that they meet Executive maintenance requirements. Provisional Executive is only available once per Executiveship. During an account’s Provisional Executive Status, the account is not allowed to be involved in a merge, termination, or any type of sponsor change.

Those who fall from Executive to Distributor and qualify as an Executive again, at a later date, must wait at least 12 months since the completion of the most recent Provisional Executive cycle before using it again. If a fallen Executive uses the Executive Re-Entry option (see Executive Re-Entry for details) to retain their previous Executiveship, they are not eligible to reuse Provisional Executive status. For complete details regarding PEXEC usage please log into “My Office”.

QEXEC: Qualifying Executive is a Distributor who has successfully passed their first month of Executive qualification (called an LOI month) and is now fully on track to qualifying as an Executive distributor for Nu Skin (see chart in Step 2 for monthly requirement details).

Retail Customer: A Retail Customer is a non-Distributor who purchases products at retail price from a Distributor or from the Company. Volume from product purchases made through the company by retail customers assigned to a Distributor account are counted towards the sponsor’s PSV. †

Retail Profit: please refer to Gross Retail Profit (GRP) definition.

Roll-up Distributors and Privileged Members: This occurs when the original sponsor either terminates or becomes inactive.

Roll-up Executive: An Executive that used to be on your second breakaway generation (G2), but because their upline Executive failed to maintain their Executive status, is now a first-generation Breakaway (G1) Executive to you.

Roll-up Breakaway Executive: A Breakaway Executive in your G1-G6 who, because their upline Executive fails to maintain their Executive status, rolls up to the next eligible upline Executive. To recapture a Breakaway Executive, the upline Executive qualification date must be on or before the roll-up Breakaway’s Executive’s dates.

Roll-up GSV: When a first-level (G1) Breakaway Executive falls to Distributor, the GSV of that fallen Breakaway Executive rolls-up in to their upline’s GSV. The portion of one’s GSV that comes from fallen Breakaway Executives is called “roll-up GSV.” This only applies to upline’s who have Breakaway Executives in markets that do not participate in the PEXEC program. Executives cannot count roll-up GSV towards Executive Maintenance. †

Sponsor: A Distributor who personally recruits another Distributor or Privileged Member to sign up on their L1.

Wealth Maximizer: A bonus calculating component of the Sales Compensation Plan that will automatically pay the higher of two alternate bonus calculations: Volume Maximizer (including Extra Executive Bonus + Double G1 Bonus) OR Depth Maximizer (including Breakaway Executive Bonus).

† Qualification for all bonuses requires retail sales to at least five individuals on a monthly basis. You must keep all records of retail sales for at least four years. Compliance with the retail sales requirements of the Company is randomly monitored. Each product purchased through ADR orders by non-Distributors or Customers is automatically counted on a monthly basis toward retail sales requirements. Bonuses are never paid for recruiting. The only way to earn bonuses is through the sale of products.

≠ All bonuses are calculated on a monthly basis, and mailed or deposited on or about the 24th of the following month.

†† In order to qualify for the Mega Performance Bonus Pool, a Qualifying Executive must meet the minimum bonus and sales criteria in effect at the end of each commission period as set forth by the Company and fulfil the other Active Requirements of the Sales Compensation Plan. Complete details are available online by visiting any of our websites (www.nuskin.com.au/ www.nuskin.co.nz/) and logging into “My Office” or contact the company by telephone at 02 9491 0900 (Australia) or 09 254 4180 (New Zealand).

¥ 80% of PSV must be sold or consumed prior to your next order.

Nu Skin is

THE DIFFERENCE. DEMONSTRATED.

By partnering with you, we continue to distinguish ourselves as the true leaders in global compensation.

Our vision is perfectly clear—to become the world's leading direct sales company by generating more income for our distributors than any other company.



NU SKIN

**SYDNEY HEAD OFFICE AND DISTRIBUTOR
SUPPORT CENTRE**

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Phone: (612) 9491 0900 • Fax: (612) 9491 0907
Product Ordering Phone: 1300 NU SKIN / 1300 687 546
Product Ordering Fax: 1300 ADR FAX / 1300 237 329

www.nuskin.com.au



**AUCKLAND HEAD OFFICE AND
DISTRIBUTION CENTRE**

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