Core Plus+

Discretionary Incentives Programme

Performance Year 2022

Amway



Strategic direction for Amway

Amway Business Owner success

PRODUCT EXPERIENCES ABO INCENTIVES

LEADER GROWTH SOLUTIONS

DIGITAL TRANSFORMATION

Developing insight-driven strategies in partnership with Amway Business Owners (ABO)

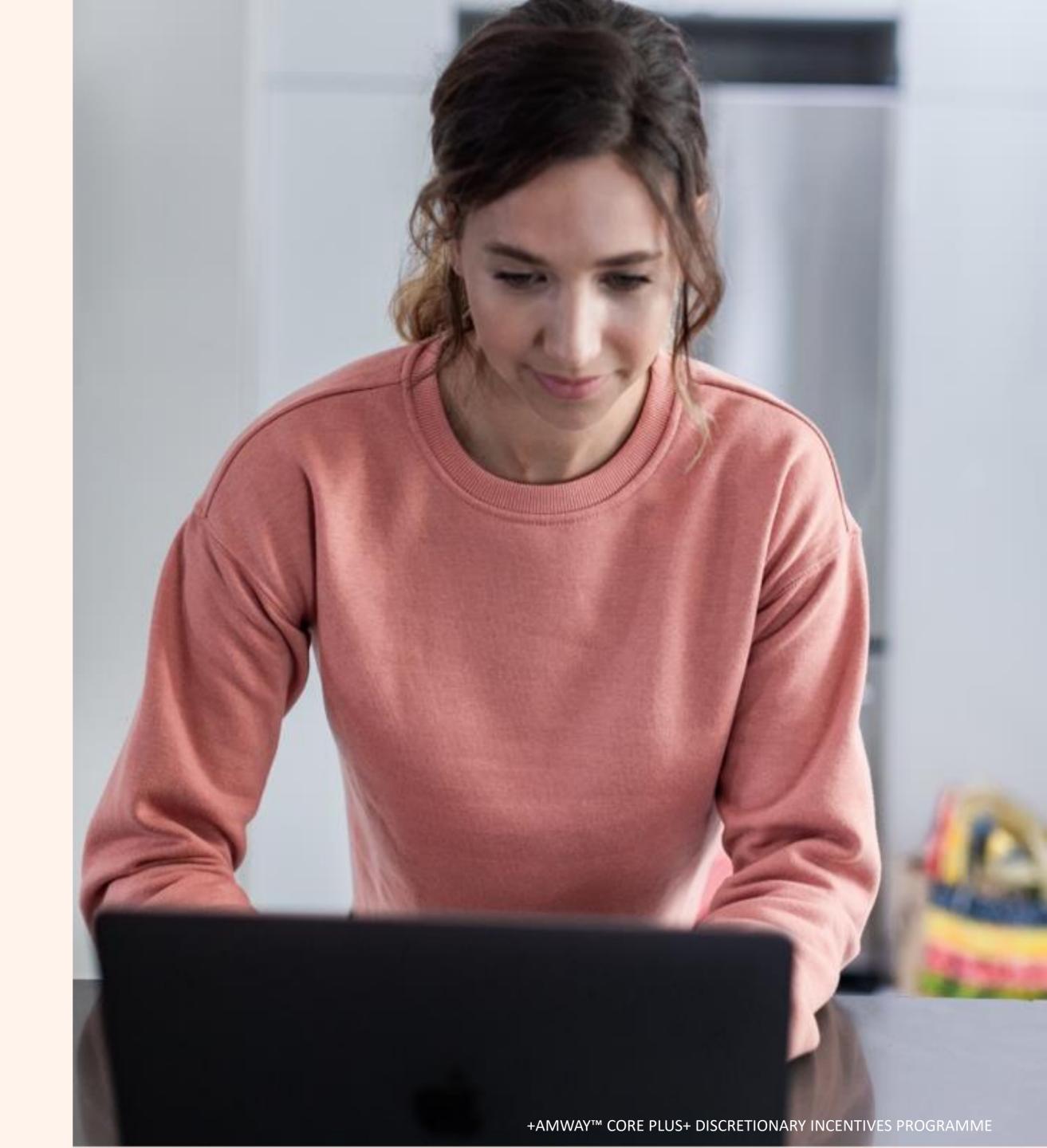
Focusing on profitable and sustainable business activities: structure and product promotions to customers

Encouraging a culture of product promotion

Creating positive, seamless experiences for ABOs and customers



With the support of the Founding Families, Amway is investing even more in ABO compensation.



Solving for need

Business builders are eager to earn meaningful income and recognition...

BUT

it can take longer than desired to reach competitive earning levels

Leaders want to maximize Amway bonuses and incentives...

BUT

not all business structures are sustainably profitable



Based on a fast changing marketplace

- 1 Evaluated factors that affect ABO earnings
- 2 Listened to ABO leaders around the world
- 3 Benchmarked competing opportunities

DIRECT SELLING COMPANIES FLEXIBLE WORK OPTIONS

TRADITIONAL INDUSTRIES

EFFORT

It can be harder to qualify for incentives than to earn Core Plan money... but incentives may seem more attractive

ABO EARNINGS

STRUCTURE

Sustainable structures may not be developed early enough... which may lead to lower income and satisfaction

CUSTOMER SALES

ABOs want to earn income from helping customers... but may not be comfortable promoting products at Retail Price



OUR ANSWER

Core Plus⁺

The global Amway[™] Core Plus+
discretionary incentives programme
replaces Growth Incentive Programme
(GIP) and complements the Amway[™]
Sales and Marketing Plan (Core Plan)
to reward best practices in building a
strong, sustainable and profitable
business.



Core Plus+ goals

1

Help new ABOs and builders earn more

Incentives make it easier to promote products to customers and build sales teams.

2

Meet ABOs'
expectations and
improve ABO
engagement

ABOs earn sooner and stay inspired

3

Further reward profitable and sustainable structures

Core Plan and Core Plust teach ways to optimize business and compensation 4

Offer premium compensation opportunities for leaders

More consistent ways for leaders to earn money year after year



Rewards earlier, more often

Bonuses, incentives and recognition motivate ABOs to work toward their own goals.

Core Plan

Foundational compensation for all ABOs, which includes:

PERFORMANCE BONUS

available to all ABOs

LEADER BONUSES

Leadership Bonuses Depth Bonus Ruby Bonus
Annual Emerald, Diamond and Diamond Plus Bonuses
Annual Two-Time Cash Awards for Global Award Recognition

Customer Retail Margin

Income earned on the retail profit margin

Core Plus*

Discretionary rewards for optimizing business structure, which include:

EARLY INCENTIVES*

- Customer Sales Incentive+
- Bronze Foundation Incentive +
- Bronze Builder Incentive +

LEADER INCENTIVES*

- Performance Plus and Performance Elite Incentives+
- Personal Group Growth Incentive
- Frontline Growth Incentive
- Two-Time Cash Incentive+

Founders Achievement Awards

Annual discretionary incentive for high achieving ABO leaders

^{*}Core Plus+ Early incentives launch for Central Europe is scheduled in Q3 2021, for United Kingdom and Republic of Ireland in Q4 2021 and Southern Africa to be confirmed (tbc). ABOs will be informed in time and through appropriate channels.

Building on investments in ABO earnings

Amway's commitment to partnership with ABOs has been demonstrated through recent enhancements to ABO compensation and recognition. **Core Plus**+ discretionary incentives are another significant investment in compensation with important, new earnings and recognition opportunities below Platinum and premium earning opportunities for Leaders.

Building a sustainable, profitable business structure is more rewarding than ever before.

	PY17	PY18	PY21 – PY22
 LEADERSHIP BONUS ENHANCEMENT From 4% to 6% Rewards for creating new Platinums 	FOUNDERS ACHIEVEMENT AWARD (FAA) BONUS REDESIGN • Aligned with Core Plan • Values leadership in width and depth	 GLOBAL AWARD RECOGNITION (GAR) Change in qualification criteria for highest awards Recognize sustainable leadership based on downline leader development 	 CORE PLUS+ Launching enhanced ABO discretionary incentives programme with maximum impact #1 enterprise priority





Core Plan

Amway Sales and Marketing Plan

Core Plus+

Discretionary Incentives Programme

Many Core Plus⁺ incentives offer a multiplier boost to Core Plan bonuses...

...so, ABOs can make the most by maximizing both



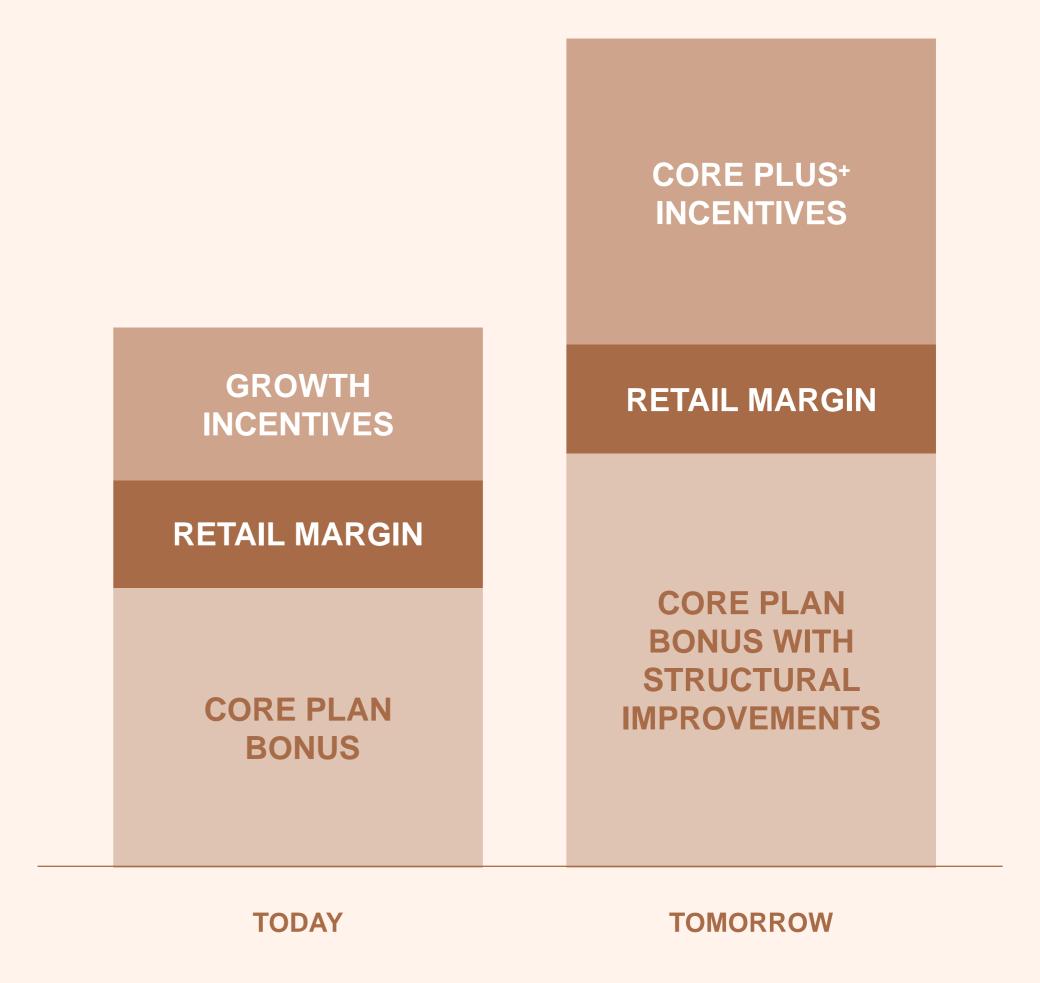
Reward and recognize business builders below Platinum



Offer premium compensation for leaders

Greater rewards for business building

- Investing in sustainable business growth for leaders
- New ABOs can earn more by supporting customer sales and building successful teams





A CLOSER LOOK

Core Plus⁺ New ABO and Business Builder Incentives

Build the best business



Customer Sales Incentive+ Make more money supporting customer sales

NEW ABOs QUALIFY:

Have verified customer sale
Below 12% Performance Bonus



Bronze Foundation Incentive* Get downline going

BUSINESS BUILDERS QUALIFY:

- Achieve 9%+ Performance Bonus
- Help 3 legs you sponsor to achieve
 3%+ Performance Bonus
- 100 PPV requirement



Bronze Builder Incentive+ Grow a balanced business

BUSINESS BUILDERS QUALIFY:

- Achieve 15%+ Performance Bonus
- Help 3 legs you sponsor to achieve
 6%+ Performance Bonus
- 100 PPV requirement



NEW! BRONZE PIN

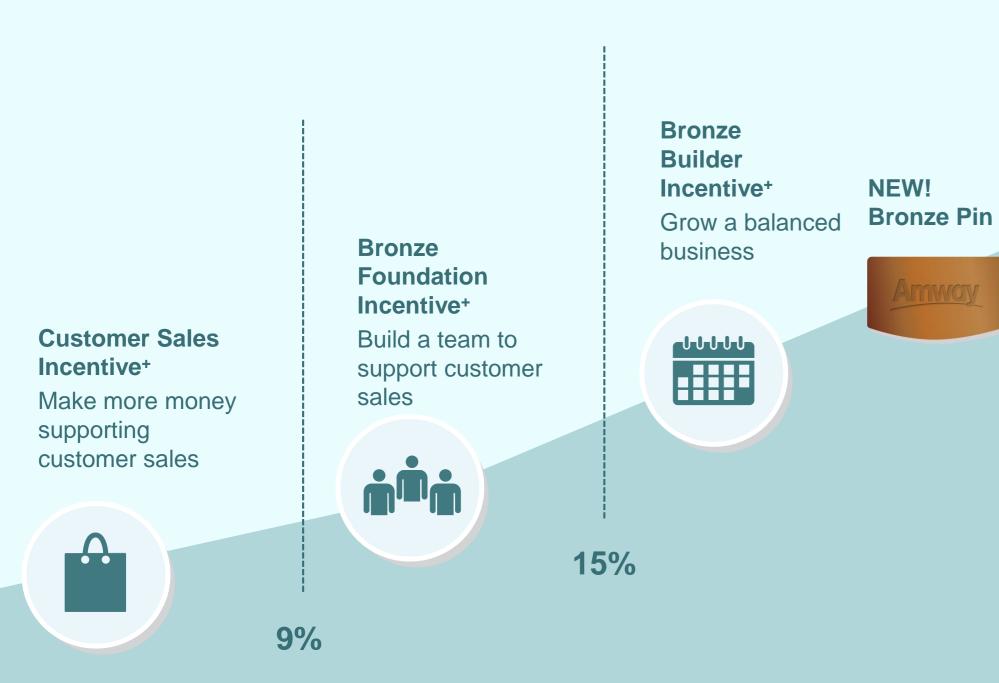
BUSINESS BUILDERS QUALIFY:

 Achieve first time Bronze Builder Incentive



ABO compensation journey

CORE PLUS+
Early Incentives

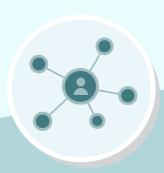


CORE PLUS+ Leader Incentives

Performance Plus and Performance Elite Incentives* Grow beyond 12,500 Ruby PV



Personal Group Growth Incentive* Earn extra on the way to Founders



Frontline Growth Incentive* Coach qualifiers to reach Founders



Two-Time Cash Incentive* Achieve higher levels



10,000+ PV

21%



1,200 PV

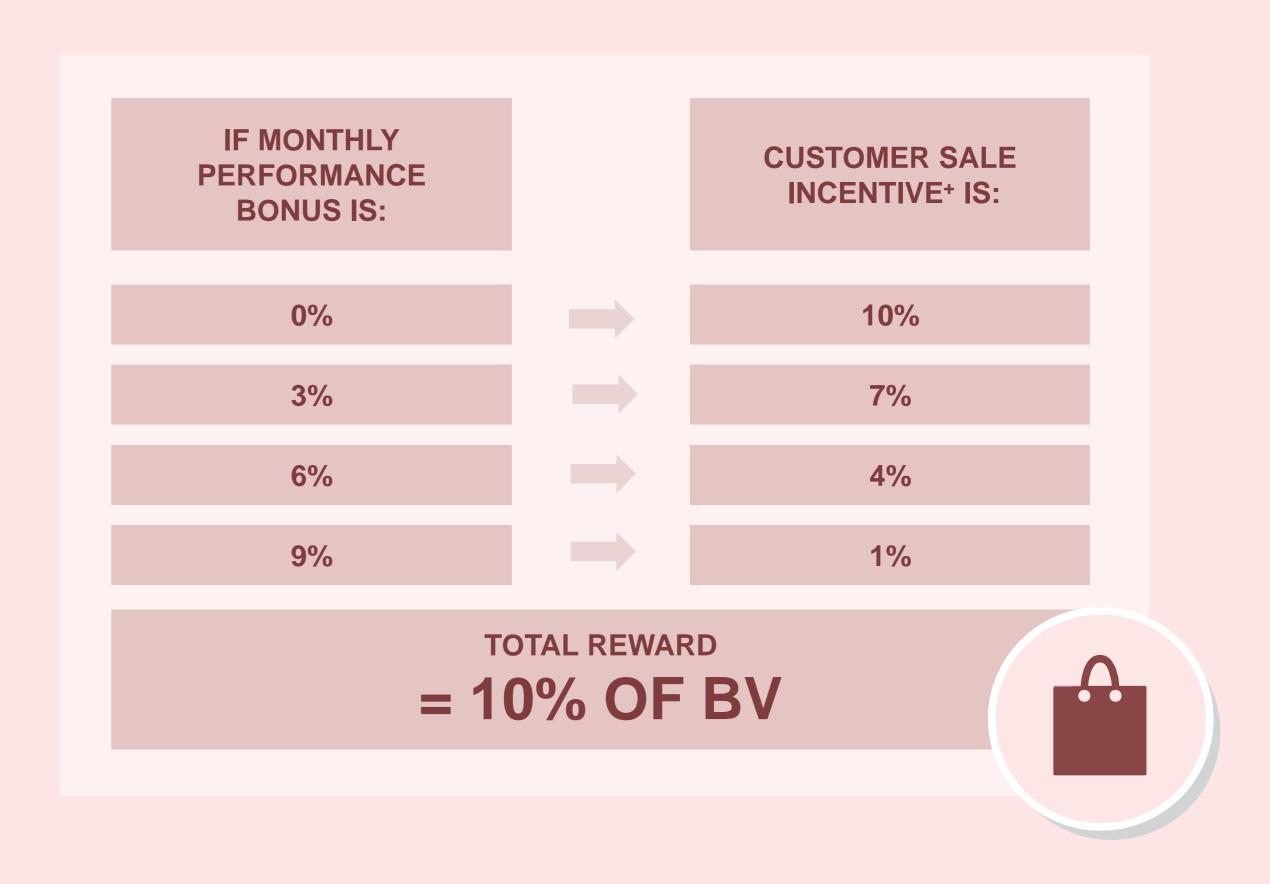
4,000 PV

Customer Sales Incentive+

New incentive rewards ABOs up to 10% of BV on every verified customer sale

(at or below 9% Performance Bonus level)

- ABOs can earn more money starting with their first verified customer sale
- Increased rewards for ABO closest to the sale
- Additional money paid by Amway on top of retail margin
- Creating lasting customer relationships



Make more money promoting Amway Most Loved

Amway Most Loved are:

- Easy to understand and promote
- Differentiated with unique benefits
- Great for sharing, sampling or demonstrations







Stronger business at every level

If...

New ABOs support more sales to customers

Business builders grow strong structures and sustainable volume

Platinum ABOs qualify every month

ABO leaders focus on a balance of width and depth

Then...

ABOs at every level can earn higher bonuses and incentives

Premium earnings for ABO leaders

Increase earnings by balancing width and depth, and by growing Ruby Volume

Larger Leadership Bonuses on downline qualified legs

More income from Differential Performance Bonus on non-qualified legs

Opportunity for future frontline qualified legs

Extra Core Plus⁺ incentive earnings



Aim for Ruby Bonus at 20,000 Ruby PV/Volume to maximize Core Plan and Core Plus+

Monthly Performance Plus and Performance Elite Incentives⁺

Grow beyond 12,500 Ruby PV to build more profitable and sustainable business.

Boost monthly bonuses with rewards of up to 4% (Performance Plus 2% and Performance Elite 2% in total 4%) more beyond the Core Plan.

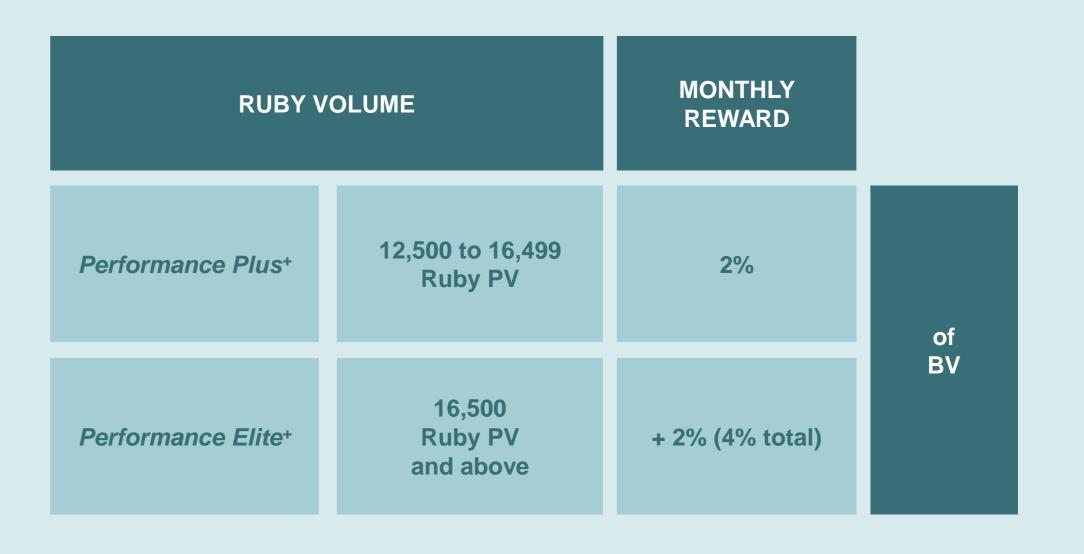
HOW TO QUALIFY

- Earn a qualifying amount of Ruby Volume each month
- Achieve min 100 Personal
 PV each month
- Have an approved Qualified month (Silver Producer month)

Available every month an ABO qualifies.

YOU EARN

Monthly multiplier on your BV



...and earn Core Plan Ruby Bonus + 2% (6% total) with 20,000+ Ruby PV

Partial Monthly and Annual Personal Group Growth Incentive+ — Western Europe + Southern Africa

Earn extra on the way to Founders and beyond. Build a healthy, balanced business by continuing to grow Ruby Volume.

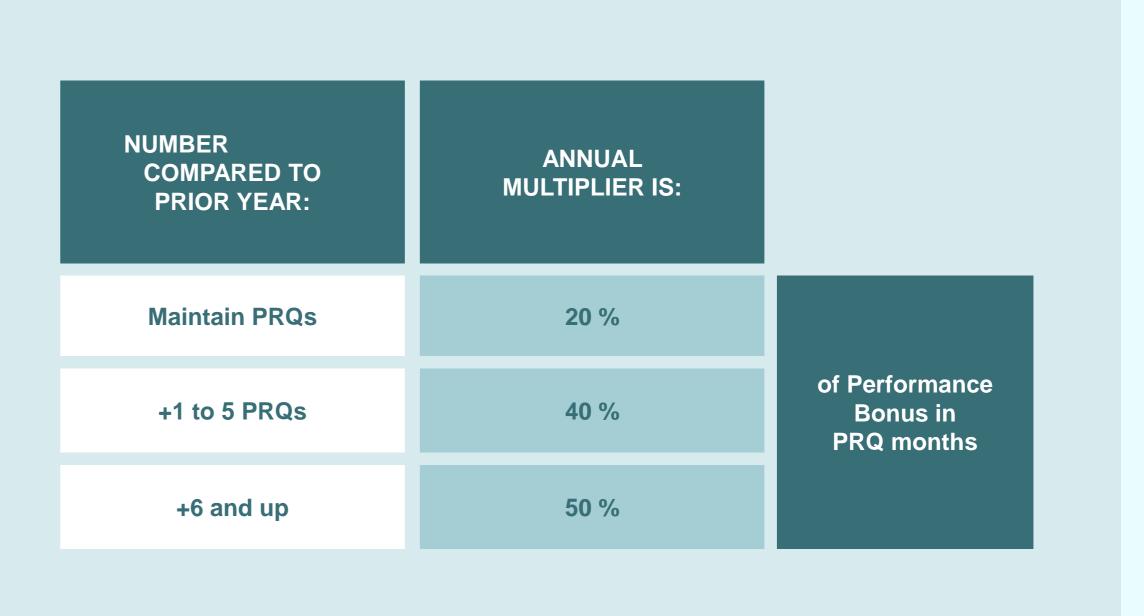
HOW TO QUALIFY

- Earn a Personal Ruby Q
 (PRQ) every month you
 reach 10,000 Ruby PV or
 4,000 Ruby PV with min
 one 21% Leg. Increase or
 maintain your total PRQs
 each year to earn more.
- Minimum 1,200 Annual PPV requirement

Available to all qualifying ABOs every year. Only Performance Bonus in qualifying months will be used in year-end calculation.

YOU EARN

- as long as the ABO is tracking for PRQ base comparing to last PY
- Annual multiplier on Performance Bonus from each qualified month





Annual Frontline Growth Incentive⁺

Western Europe & Southern Africa

Help downline leaders reach Founders Platinum. Keep increasing the number of strong, qualifying legs and get rewarded every year.

HOW TO QUALIFY

- Earn a Frontline Q (FQ) for every month an in-market downline leader qualifies at 21% Performance Bonus bracket. Increase or maintain your total FQs each year to earn more.
- Minimum 1,200 Annual Personal PV requirement

YOU EARN

Annual multiplier on total Leadership, Foster Leadership and Depth Bonuses

NUMBER OF ANNUAL FRONTLINE Qs MULTIPLIER IS: COMPARED TO PRIOR YEAR: of total **Maintain FQs** 30 % Monthly Leadership, +1 to 5 FQs 50 % Foster Leadership and Depth +6 and up 60 % Bonuses

Available annually to qualified Founders Platinum and above.



Annual Two-time Cash Incentive+

Achieve higher levels. New Platinum, Sapphire, Emerald and Diamond ABOs can qualify for an incentive the first time they reach a pin and earn another incentive by requalifying the next Performance Year.

HOW TO QUALIFY

Grow and earn a new pin level – then requalify the second consecutive Performance Year.

¹Emerald through Founders Diamond ABOs must qualify with in-market legs only. European legs are counted as inmarket legs. Eligibility is determined by Emerald Bonus Recipient and/or Diamond Bonus Recipient record from Base Year PY15.

YOU EARN

Annual cash rewards

NEW PIN LEVEL	FIRST YEAR	SECOND YEAR
Platinum	11,000 ZAR	32,000 ZAR
Founders Platinum	21,000 AR	63,000 ZAR
Sapphire	28,000 ZAR	84,000 ZAR
Founders Sapphire	40,000 ZAR	130,000 ZAR
Emerald	60,000 ZAR	170,000 ZAR
Founders Emerald	70,000 ZAR	210,000 ZAR
Diamond	90,000 ZAR	260,000 ZAR
Founders Diamond	110,000 ZAR	320,000 ZAR



Build for leader profitability



Performance Plus and Performance Plus Elite Incentives⁺

Earn beyond 12,500 Ruby PV

QUALIFY:

Earn a qualifying amount of PV each month



Personal Group Growth Incentive⁺

Earn extra on the way to Founders

QUALIFY:

Increase or maintain total Personal Ruby Qs each year



Frontline Growth Incentive+

Coach qualifiers to aim for Founders

QUALIFY:

Increase or maintain total Frontline Qs each year



Two-Time Cash Incentive⁺

Achieve higher levels

QUALIFY:

Earn new pin levels, then requalify



Long-term leader benefits

Help Platinums grow to and maintain Founders

Leaders can earn more through GAR and FAA

Help existing legs stay qualified

 Leaders can focus on building and developing new legs and downline leaders

Create consistency across markets and align with Core Plan

 Leaders don't have to choose between building to a pin and building income

Allow for more predictability with long-term programme

Leaders can better plan for long-term growth



