

Policies and Procedures

MALAYSIA

Effective September 1, 2017



4Life

TOGETHER, BUILDING PEOPLE[®]

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1. Introduction



1.1. Policies Incorporated into Distributor Application and Agreement

These Policies and Procedures (“Policies”), in their present form and as amended at the sole discretion of ForLife Research Sdn. Bhd. (hereafter “4Life” or the “Company”), are incorporated into, and form an integral part of, the 4Life Distributor Application and Agreement (hereafter “Distributor Agreement”). Throughout these Policies, when the term “Agreement” is used, it collectively refers to the 4Life Distributor Agreement, these Policies, and the Life Rewards Plan. These documents are incorporated by reference into the Distributor Agreement (all in their current form and as amended by 4Life). It is the responsibility of each distributor to read, understand, adhere to, and ensure that he or she is aware of and operating under the most current version of these Policies. When sponsoring a new distributor, it is the responsibility of the sponsoring distributor to ensure that the applicant has access to the most current version of these Policies prior to or at the time the applicant executes the Distributor Agreement.

1.2. Purpose of Policies

4Life distributors are required to comply with all of the Terms and Conditions set forth in the Agreement which 4Life may amend at its sole discretion from time to time, as well as all federal and state laws governing their 4Life business and their conduct. Because 4Life distributors may be unfamiliar with many of these standards of practice, it is very important that each distributor read and abide by the Agreement. The information in these Policies should be reviewed carefully. They explain and govern the relationship between an independent distributor and the Company.

1.3. Changes to the Distributor Agreement, Policies and Procedures, or Life Rewards Plan

Because federal, state and local laws, as well as the business environment, periodically change, 4Life reserves the right to amend the Agreement and its prices in its sole and absolute discretion. By signing the Distributor Agreement, a distributor agrees to abide by all amendments or modifications that 4Life elects to make. Notification of amendments shall appear in Official 4Life Materials. Price changes are not subject to prior notice and shall be effective upon publication in Official 4Life Materials, including but not limited to, posting on www.4Life.com, e-mail distribution, publication in 4Life’s newsletter, product inserts, price sheets, or any other commercially reasonable method. The continuation of a distributor’s 4Life business or a distributor’s acceptance of bonuses or commissions constitutes acceptance of any and all amendments.

1.4. Delays

4Life shall not be responsible for delays and failures in performance of its obligations when performance is made commercially impractical due to circumstances beyond its reasonable control. This includes, without limitation, strikes, labor difficulties, riot, war, terrorism, fire, flood, death, curtailment of a party’s source of supply, or government decrees or orders.

1.5. Policies and Provisions Severable

If any provision of the Agreement, in its current form or as may be amended, is found to be invalid, or unenforceable for any reason, only the invalid portion(s) of the provision shall be severed and the remaining terms and provisions shall remain in full force and effect and shall be construed as if such invalid, or unenforceable provision never comprised a part of the Agreement. The stricken provision shall be reformed to fulfill the original purpose and intent as closely as possible pursuant to applicable law.

1.6. Titles Not Substantive

The titles and headings in the Agreement are for reference purposes only, and do not constitute, and shall not be construed as, substantive terms of the Agreement.

1.7. Waiver

Neither party gives up its right to insist on compliance with the Agreement and with the applicable laws governing the conduct of a business. No failure of either party to exercise any right or power under the Agreement or to insist upon strict compliance by the other party with any obligation or provision of the Agreement, and no custom or practice of the parties at variance with the terms of the Agreement, shall constitute a waiver of the party’s right to demand exact compliance with the Agreement. Waiver can be effectuated only in writing by an authorized officer of either party. A party’s waiver of any particular breach by the other party shall not affect or impair the party’s rights with respect to any subsequent breach, nor shall it affect in any way the rights or obligations of any other distributor. Nor shall any delay or omission by a party to exercise any right arising from a breach affect or impair 4Life’s rights as to that or any subsequent breach.

The existence of any claim or cause of action by a party against the other party shall not constitute a defense to the party’s enforcement of any term or provision of the Agreement.

2. Becoming a Distributor



2.1. Requirements to Become a Distributor

To become a 4Life distributor, each applicant must:

- Be 18 years or above (a person who is recognized as a legal minor may not be a 4Life distributor; distributors shall not enroll or recruit minors into 4Life);
- Reside in Malaysia;
- Have a valid Malaysia NRIC# or work permit which does not prohibit him/her from becoming a 4Life distributor;
- Submit a properly completed and signed Distributor Agreement to 4Life. The Company reserves the right to reject any applications for new distributorships (please attach a photocopy of your identity card or work permit and passport to the Distributor Application and Agreement form); and
- Purchase a 4Life Distributor Kit at a nominal fee of Ringgit Malaysia Thirty One only [RM31.00]

2.2. Inventory and Distributor Kit

No person is required to purchase 4Life products to become a distributor. However, to familiarize new distributors with 4Life products, sales techniques, sales aids, and other matters, the purchase of a Distributor Kit is required.

4Life will repurchase Resalable kits from any distributor who terminates his or her Distributor Agreement pursuant to the terms in the “Return of Inventory and Sales Aids by Distributors and Customers” section of these Policies.

2.3. New Distributor Registration by Facsimile or email

A Sponsor or the new distributor may fax or email a completed and signed Distributor Application and Agreement to the 4Life office during regular business hours to receive a Distributor Identification Number (DIN). (See the front of the Distributor Application and Agreement for telephone numbers and appropriate business hours.) An original hard-copy of the Distributor Agreement must be received by the Company within thirty (30) days from the date of the facsimile or emailed enrollment. If no original application is received, the new enrollee’s Distributor Agreement will be cancelled. For purposes of 4Life’s Policies and Procedures, signatures on application submitted through these electronic methods shall be deemed original signatures. Faxed applications must include both the front and back of the application.

2.4. New Distributor Registration via Online Sign-up

An applicant may complete the Distributor Application and Agreement online and sign-up as a Distributor online. An applicant who signs up online as a Distributor must:-

- Send or deliver the original signed hard-copy of the Distributor Agreement to the Company;
- Purchase the Distributor Kit

within thirty (30) days from the date of the online sign-up.

Provided that the original signed hard-copy of the Distributor Agreement is received by the Company, the applicant’s online sign-up will only become effective within 3 working days after he has purchased the Distributor Kit.

If the applicant fails to purchase the Distributor Kit within thirty (30) days from the date of his online sign-up, his sign-up will not become effective and shall lapse.

2.5. Distributor Benefits

Once a Distributor Agreement has been accepted by 4Life, the benefits of the Life Rewards Plan and the Distributor Agreement are available to the new distributor. These benefits include the right to:

- Purchase 4Life products at the wholesale price;
- Retail 4Life products, which are described in the 4Life product catalog, and profit from these sales;
- Participate in the Life Rewards Plan (receive bonuses and commissions, if eligible);
- Sponsor other individuals as retail customers or distributors into the 4Life business and thereby build a Marketing Organization and progress through the Life Rewards Plan;
- Receive periodic 4Life literature and other 4Life communications;
- Participate in 4Life-sponsored support service training, motivational and recognition functions, upon payment of appropriate charges, if applicable; and
- Participate in promotional and incentive contests and programs sponsored by 4Life for its distributors.

3. Operating a 4Life Business

3.1. Marketing and Training Systems

Distributors shall describe the Life Rewards Plan as set forth in Official 4Life Materials. Distributors shall not offer the 4Life opportunity through, or in combination with, any marketing or training system, program, or method of marketing other than that specifically described in Official 4Life Materials, nor shall any distributor promote, sell or offer any other marketing or training system to 4Life distributors that is inconsistent with Official 4Life Materials. Distributors shall not require, recommend or encourage other current or prospective customers or distributors to execute any agreement or contract other than official 4Life agreements and contracts in order to become a 4Life distributor.

Similarly, distributors shall not require or encourage other current or prospective customers or distributors to make any purchase from, or payment to, any individual or entity to participate in the Life Rewards Plan other than those purchases or payments identified as recommended or required in Official 4Life Materials.

3.2. Advertising

All distributors shall safeguard and promote the good reputation of 4Life and its products. The marketing and promotion of 4Life, the 4Life opportunity, the Life Rewards Plan, and 4Life products shall be consistent with the public interest, and must avoid all discourteous, deceptive, misleading, unethical or immoral conduct or practices. 4Life specifically prohibits the use of mass unsolicited telephone autodialing, faxing, e-mail (“spam”), and “boiler-room” telemarketing operations.

To promote both the products and the opportunity 4Life offers, distributors must use only the sales aids and support materials produced by 4Life or those which have been submitted to 4Life and approved by the Company in writing. Any changes to the material after written approval has been issued shall require that the revised material be re-submitted to 4Life and receive separate written approval before it can be used. If a distributor submits material to 4Life for approval, the request shall be deemed denied unless the distributor receives specific written approval. Distributors receiving written approval for sales aids and support materials they produce may provide such materials to other distributors for use. 4Life may revoke its authorization for use of distributor-produced materials at its discretion, and distributors waive any and all claims and causes of action against 4Life for such revocation.

Online Advertising, Marketing and Promotion

It is the distributor’s obligation to ensure his or her online marketing activities comply with these Policies, are truthful, are not deceptive and do not mislead customers or potential distributors in any way. Websites and web promotion activities (which include, but are not limited to, social media sites) and tactics that mislead or are deceptive, regardless of intent, will not be allowed. This includes, but is not limited to, spam linking (or blog spam), unethical or misleading search engine optimization (SEO) tactics, misleading click-through ads (i.e. having the display URL of a pay-per-click (“PPC”) campaign appear to resolve to an official 4Life corporate site when it goes elsewhere), unapproved banner ads, and unauthorized press releases.

My4Life Replicated Websites

The term Replicated Website refers to the My4Life distributor website offered by 4Life to distributors. When a distributor signs up as a 4Life distributor, he or she may subscribe to a My4Life Replicated Website to facilitate the easiest online buying experience for his or her customers. The distributor is solely responsible and liable for the content that he or she adds to the My4Life Replicated Website and should regularly review the content to ensure it is accurate and relevant.

A distributor may not alter the branding of the Replicated Website, and may not use the Replicated Website to promote, market or sell non-4Life products or business opportunities. A distributor must not alter the look (placement, sizing etc.) or functionality of the following:

- The 4Life Independent Distributor Logo
- Distributor Name
- 4Life Corporate Website Redirect Button

Because a distributor’s Replicated Website resides on the 4Life.com domain, 4Life reserves the right to receive analytics and information regarding the usage of that website.

By default, My4Life Replicated Website URL are www.<Distributor ID #>.4Life.com. A distributor is able to change this default ID and choose a uniquely identifiable website name that cannot:

- Be confused with other portions of the 4Life corporate website;
- Confuse a reasonable person into thinking they have landed on a 4Life corporate page;
- Be confused with any 4Life Team name;
- Contain any discourteous, misleading, or off-color language that distracts from 4Life's image.

Distributor External Websites

The term External Website refers to a distributor's own personal website, or other web presence that is used for a distributor's 4Life business, but which is not hosted on 4Life's servers and has no official affiliation with 4Life. In addition to traditional websites, a blog or website developed on a blogging platform, that promotes 4Life products and/or the 4Life opportunity is considered an External Website. A distributor is allowed to have an External Website to personalize his or her 4Life business and promote the 4Life opportunity. If a distributor wishes to develop an External Website it must be done as follows:

- 4Life reserves the right to disapprove of any External Website, and the distributor waive all claims against 4Life should such authorization be rescinded.
- Adhere to the branding and image usage policies described in these Policies;
- Agree to modify the External Website to comply with current and future 4Life policies;
- Agree to redirect or forward the External Website to 4Life's corporate home page in the event of the voluntary or involuntary cancellation of the distributor's Distributor Agreement.

External Website Content

The distributor is solely responsible and liable for his or her own website content, messaging, claims, and information and must ensure the External Website appropriately represents and enhances the 4Life brand and adheres to 4Life's Policies. Additionally, the website must not contain pop up ads or malicious code. Decisions and corrective actions in this area are at 4Life's sole discretion. The distributor is solely responsible to ensure that no content appears on his or her External Website that constitutes the intellectual property of a third party. Should an action be brought against 4Life for any content on a distributor's External Website, the distributor agrees to indemnify 4Life for any loss, damage, settlement, judgment, or payment of any kind that 4Life incurs as a result of such action. The distributor further agrees to pay all of 4Life's legal fees and expenses associated with such action. The distributor agrees that 4Life may deduct any sums from any amounts owed by the distributor as an offset against payments and expenses. If amounts owed to the distributor are not sufficient to cover the payments and expenses, the distributor agrees that he or she will make such payments to 4Life with funds from other sources.

External Sites Must Exclusively Promote 4Life

A distributor's 4Life External Website must contain only content and information that is exclusive to 4Life. A distributor may not advertise other products or opportunities other than the 4Life product line and the 4Life opportunity.

External Website Termination

In the event of the voluntary or involuntary cancellation of a distributor's Distributor Agreement, a distributor is required to remove its registered External Website from public view within three days and redirect (forward) all traffic from that domain to www.4Life.com. A distributor's External Website may be transferred to another 4Life distributor, subject to 4Life's approval, on a case-by-case basis.

Team Websites

A distributor may use team websites for the purposes of connecting, communicating, training, education and sharing best practices among team members.

Domain Names, email Addresses and Online Aliases

A distributor is not allowed to use or register for use 4Life or any of 4Life's trademarks, product names, or any derivatives, misspellings, or marks that are similar to or which can reasonably be confused with the foregoing, for any Internet domain name, email address, social media site, blog site, or online handles or aliases. Additionally, a distributor may not use or register domain names, email addresses, social media addresses, web or social media handles, or names and/or online aliases that could cause confusion, or be misleading or deceptive, or which may cause individuals to believe or assume the website or communication is from, or is the property of, 4Life.

4Life Hotlinks

When directing readers to the distributor's External Website or a distributor's 4Life Replicated Website, it must be evident from a combination of the link, and the surrounding context, to a reasonable reader that the link will be

resolving to the site of an Independent 4Life Distributor. Attempts to mislead web traffic into believing they are going to a 4Life corporate site, when in fact they land at a distributor site (replicated or external) will not be allowed. The determination as to what is misleading or what constitutes a reasonable reader will be at 4Life's sole discretion.

A distributor's External Website may not link to any other site than a My4Life Replicated Website. A distributor may place inbound links to his or her External Website, but sites from which the distributor links must not contain any violent, hateful, pornographic, or illegal content or any other content which may damage 4Life's reputation. Whether content is or may be damaging to 4Life's reputation shall be in the sole discretion of 4Life.

Online Classifieds

A distributor may not use online classifieds (including Craigslist) to list, sell or retail specific 4Life products or product bundles. A distributor may use online classifieds (including Craigslist) for prospecting, recruiting, sponsoring and informing the public about the 4Life business, but only if 4Life-approved templates are used. These templates will identify the distributor as an Independent 4Life Distributor and provide the content for the classified message. If a link or URL is provided, it must link to the distributor's Replicated Website or the distributor's registered External Website.

eBay / Online Auctions

A distributor may not list or sell 4Life products on eBay or other online auctions, nor may a distributor knowingly sell 4Life products to a third party, or otherwise assist a third party, who sells 4Life products on eBay or any other auction site.

Online Retailing

A distributor may not enlist or knowingly allow a third party to sell 4Life products on any online retail store or ecommerce site.

Banner Advertising

A distributor may place banner ads on a third-party website provided the distributor uses 4Life-approved templates and images. All banner advertisements must link to the distributor's Replicated Website or the distributor's External Website. A distributor may not use blind ads or web pages that make product or income claims that are ultimately associated with 4Life products or the 4Life opportunity. Banner advertisements may not be placed on any website that contains any violent, hateful, pornographic, or illegal content or any other content which may damage 4Life's reputation. Whether content is or may be damaging to 4Life's reputation shall be in the sole discretion of 4Life.

Spam Linking

Spam Linking is defined as multiple consecutive submissions of the same or similar content into blogs, wikis, guest books, websites or other publicly accessible online discussion boards or forums. A distributor may not engage in Spam Linking. This includes blog spamming, blog comment spamming and/or spamdexing. Any comments a distributor makes on blogs, forums, guest books etc. must be unique, informative and relevant.

Digital Media Submission (YouTube, iTunes, PhotoBucket etc.)

A distributor may upload or publish any 4Life-related video, audio or photo content that the distributor develops and creates as long as it aligns with 4Life values, contributes to the 4Life community greater good and is in compliance with 4Life Policies. A distributor must clearly identify him or herself as an Independent 4Life Distributor in each submission in the content itself and in the content description tag and the distributor must comply with all copyright and legal requirements. A distributor may not upload or publish any content (video, audio, presentations or any computer files) received from 4Life or captured at official 4Life events or in buildings owned or operated by 4Life without prior written permission.

Sponsored Links / PPC Ads

Sponsored links or PPC ads are acceptable. The destination URL must be to either a distributor's Replicated Website or to an External Website. The display URL must also be to either a distributor's Replicated Website or to a distributor's approved External Website, and must not portray any URL that could lead the user to assume they are being led to a 4Life Corporate site, or be inappropriate or misleading in any way.

Social Media

Social Media may be used by a distributor to share information about 4Life. However, a distributor who elects to use Social Media must adhere to the Policies in all respects.

Social Media sites may not be used to sell or offer to sell specific 4Life products. Profiles a distributor generates in any social community where 4Life is discussed or mentioned must clearly identify the distributor as a 4Life Independent Distributor, and when a distributor participates in those communities, he or she must avoid inappropriate conversations, comments, images, video, audio, applications or any other adult, profane, discriminatory or vulgar

content. The determination of what is inappropriate is at 4Life's sole discretion, and the offending distributor will be subject to disciplinary action. Banner ads and images used on these sites must be current and must come from the 4Life-approved library. If a link is provided, it must link to the posting distributor's Replicated Website or the distributor's Company-approved External Website.

Distributor Is Responsible for Postings

A distributor is personally responsible for his or her postings and all other online activity that relates to 4Life. Therefore, even if a distributor does not own or operate a blog or Social Media site, if a distributor posts to any such site that relates to 4Life or which can be traced to 4Life, the distributor is responsible for the posting. The distributor is also responsible for postings that appear on any blog or Social Media site that the distributor owns, operates, or controls.

Identification as a 4Life Independent Distributor

A distributor must disclose his or her full name on all Social Media postings, and conspicuously identify him or herself as an Independent Distributor for 4Life. Anonymous postings or use of an alias is prohibited.

Social Media as a Sales and Promotion Forum

Some social media sites promote commercial use while others prohibit it. It is each distributor's responsibility to learn and abide by the social media site's terms of use and policies. If the social media site does not allow its site to be used for commercial activity, a distributor must abide by the site's terms of use. Social Media sites are relationship-building sites.

Sales and Enrollments from Social Media Sites Are Prohibited

Online sales and/or enrollments may only be generated from a distributor's 4Life Replicated Website. Likewise, a distributor shall not use any Social Media site to explain the Life Rewards Plan or any component of the Life Rewards Plan.

Deceptive Postings

Postings that are false, misleading, or deceptive are prohibited. This includes, but is not limited to, false or deceptive postings relating to the 4Life income opportunity, 4Life's products, and/or a distributor's biographical information and credentials.

Use of Third Party Intellectual Property

If a distributor uses the trademarks, trade names, service marks, copyrights, or intellectual property of any third party in any posting, it is the distributor's responsibility to ensure that he or she has received the proper license to use such intellectual property and pay the appropriate license fee. All third-party intellectual property must be properly referenced as the property of the third-party, and distributor must adhere to any restrictions and conditions that the owner of the intellectual property places on the use of its property.

Respecting Privacy

A distributor must always respect the privacy of others in postings. A distributor must not engage in gossip or advance rumors about any individual, company, or competitive products. A distributor may not list the names of other individuals or entities on their postings unless they have the written permission of the individual or entity that is the subject of their posting.

Professionalism

A distributor must ensure that his or her postings are truthful and accurate. This requires that the distributor fact-check all material posted online. The distributor should also carefully check postings for spelling, punctuation, and grammatical errors. Use of offensive language is prohibited.

Prohibited Postings

A distributor may not make any postings, or link to any postings or other material that:

- Is sexually explicit, obscene, or pornographic;
- Is offensive, profane, hateful, threatening, harmful, defamatory, libelous, harassing, or discriminatory (whether based on race, ethnicity, creed, religion, gender, sexual orientation, physical disability, or otherwise);
- Is graphically violent, including any violent video game images;
- Is solicitous of any unlawful behavior;
- Engages in personal attacks on any individual, group, or entity;
- Is in violation of any intellectual property rights of the Company or any third party.

Responding to Negative Posts

A distributor is prohibited from conversing with others who place a negative post against them, other independent distributors, or 4Life. The distributor should report negative posts to the Company at compliance@4Life.com. Responding to such negative posts often simply fuels a discussion with someone carrying a grudge that does not hold themselves to the same high standards as 4Life, and therefore damages the reputation and goodwill of 4Life.

Social Media Sites with Website-like Features

Because some social media sites are particularly robust, the distinction between a social media site and a website may not be clear-cut. 4Life therefore reserves the sole and exclusive right to classify certain social media sites as websites and require that a distributor's use, or wish to use, such sites adheres to the Company's policies relating to independent websites.

Promotion of Other Direct Selling Businesses Through Social Media

In addition to meeting all other requirements specified in these Policies, should a distributor utilize any form of social media, including but not limited to Facebook, Instagram, Twitter, LinkedIn, YouTube, or Pinterest, the distributor agrees to each of the following:

- No product sales or enrollments may occur on any social media site. To generate sales, a social media site must link only to the distributor's 4Life Replicated Website.
- Other than Pinterest and similar social media sites, any social media site that is directly or indirectly operated or controlled by a distributor that is used to discuss or promote 4Life's products, or the 4Life opportunity may not link to any website, social media site, or site of any other nature, other than the distributor's 4Life Replicated Website.
- During the term of this Agreement and for a period of 12 calendar months thereafter, a distributor may not use any social media site on which they discuss or promote, or have discussed or promoted, the 4Life business or 4Life's products to directly or indirectly solicit 4Life distributors for another direct selling or network marketing program (collectively, "direct selling"). In furtherance of this provision, a distributor shall not take any action that may reasonably be foreseen to result in drawing an inquiry from other distributors relating to the distributor's other direct selling business activities. The provision in this bullet point does not apply to a distributor's personally sponsored distributors. Violation of this provision shall constitute a violation of the Nonsolicitation Policy in Section 3.17.
- A distributor may post or "pin" photographs of 4Life products on a social media site, but only photos that are provided by 4Life and downloaded from the distributor's Back-Office may be used.
- If a distributor creates a business profile page on any social media site that promotes or relates to 4Life, its products, or opportunity, the business profile page must relate exclusively to the distributor's 4Life business and 4Life products. If the distributor's 4Life business is cancelled for any reason or if the distributor becomes inactive, the distributor must deactivate the business profile page.

3.3. Participation in 4Life's Corporate Marketing Efforts

4Life encourages distributor participation in the Company's marketing efforts, and distributors may submit their marketing ideas to the Company. Likewise, distributors are encouraged to participate in all Company-sponsored telephone calls to interact and share ideas with Company leadership as well as other distributors. All submissions to the Company, including those coming by way of verbal participation in Company-sponsored telephone calls, become the property of 4Life.

All Company-sponsored telephone calls and all other marketing materials are copyrighted material owned by 4Life and are intended for distributors' individual use. Any rebroadcast, reproduction or distribution of this copyrighted material for purposes other than building a 4Life business without the express written consent of 4Life is prohibited.

3.4. Telemarketing Techniques

In the United States, like counterpart agencies in Malaysia, the Federal Trade Commission ("FTC") and the Federal Communications Commission each have laws that restrict telemarketing practices. Both United States federal agencies (as well as a number of states) have "do not call" regulations as part of their telemarketing laws. Although 4Life distributors are not "telemarketers" in the traditional sense of the word, these government regulations broadly define the term "telemarketer" and "telemarketing" so that a distributor's inadvertent action of calling someone whose telephone number is listed on the federal "do not call" registry could cause the distributor to violate the law. Moreover, these regulations must not be taken lightly, as they carry significant penalties.

Therefore, a distributor must not engage in telemarketing in the operation of his or her businesses. The term "telemarketing" means the placing of one or more telephone calls to an individual or entity to induce the purchase of a 4Life product, or to recruit them for the 4Life opportunity. "Cold calls" made to prospective customers or distributors that promote either 4Life's products or the 4Life opportunity constitute telemarketing and are prohibited.

However, a telephone call(s) placed to a prospective customer or distributor (a “prospect”) is permissible under the following situations:

- If the distributor has an established business relationship with the prospect. An “established business relationship” is a relationship between a distributor and a prospect based on the prospect’s purchase, rental, or lease of goods or services from the distributor, or a financial transaction between the prospect and the distributor, within the eighteen (18) months immediately preceding the date of a telephone call to induce the prospect’s purchase of a product.
- If the prospect has made a personal inquiry or application regarding a product offered by the distributor, within the three (3) months immediately preceding the date of such a call.
- If the distributor receives written and signed permission from the prospect authorizing the distributor to call. The authorization must specify the telephone number(s) which the distributor is authorized to call.
- A distributor may call family members, personal friends, and acquaintances. An “acquaintance” is someone with whom a distributor has at least a recent first-hand relationship within the preceding three months. Bear in mind, however, that if the distributor engages in “card collecting” with everyone he or she meets and subsequently calls them, the FTC may consider this a form of telemarketing that is not subject to this exemption. Thus, if a distributor engages in calling “acquaintances,” he or she must make such calls on an occasional basis only and not make this a routine practice.
- A distributor shall not use automatic telephone dialing systems or software relative to the operation of his or her 4Life business.
- A distributor shall not place or initiate any outbound telephone call to any person that delivers any pre-recorded message (a “robocall”) regarding or relating to the 4Life products or opportunity.

3.5. Trademarks and Copyrights

The name of “ForLife”, “ForLife Research”, “4Life” and other names as may be adopted by 4Life are proprietary trade names, trademarks and service marks of 4Life. As such, these marks are of great value to 4Life and are supplied to distributors for their use only in an expressly authorized manner. Use of the 4Life name or any form thereof, including their use as or within Internet domain names, on any item not produced by the Company is prohibited except as follows:

Distributor’s Name
Independent 4Life Research® Distributor

If a distributor uses the name 4Life and/or any of 4Life’s products in his or her advertising, the distributor must identify the mark as the property of 4Life. All distributors may list themselves as an “Independent 4Life Research Distributor” in the white or yellow pages of the telephone directory under their own name. No distributor may place telephone directory display ads using 4Life’s name or logo. Distributors may not answer the telephone by saying “4Life”, “4Life Research”, or in any other manner that would lead the caller to believe that he or she has reached Corporate Offices of 4Life. Without specific approval of 4Life, distributors may not use “4Life”, “4Life Research”, or any other trademark owned by Company in any other manner in URLs that would lead a consumer to believe that the URL is a 4Life website. Distributors may not produce for sale, or any other purpose, any recorded Company events and speeches without written permission from 4Life; nor may distributors reproduce for sale or for personal use any recording of Company-produced audio or video tape presentations.

In accordance with a distributor’s strict adherence to the foregoing instruction on the use of 4Life’s trademarks, 4Life grants to each distributor so adhering, a nonexclusive license to use said marks. Said license may be revoked at any time at the discretion of 4Life.

3.6. Media and Media Inquiries

Distributors must not attempt to respond to media inquiries regarding 4Life, its products, or their independent 4Life business. All inquiries by any type of media must be immediately referred to 4Life’s Corporate Offices.

3.7. Business Entities

A corporation, partnership or trust (collectively referred to in this section as a “Business Entity”) may apply to be a 4Life distributor by submitting a 4Life Business Entity Information Form along with its Certificate of Incorporation, Memorandum and Articles of Association, Partnership Agreement or trust documents (these documents are collectively referred to as the “Entity Documents”) to 4Life. A 4Life business may change its status under the same Sponsor from an individual to a partnership, corporation or trust, or from one type of entity to another. To do so, the distributor(s) must provide the Entity Documents to 4Life. The Distributor Application must be signed by all of the shareholders, partners or trustees. Members of the Business Entity are jointly and severally liable for any indebtedness or other obligation to 4Life.

3.8. Changes to the 4Life Business

Distributors must immediately notify 4Life of all changes to the information contained on his or her Distributor Agreement. Distributors may modify their existing Distributor Agreement by submitting a written request, a properly executed Distributor Agreement, and appropriate supporting documentation.

3.9. Addition of Co-Applicants

When adding a co-applicant (either an individual or a business entity) to an existing 4Life business, the Company requires a written request as well as a properly completed Distributor Agreement containing the applicant's and co-applicant's relevant information and signatures as requested by the Company. To prevent the circumvention of the "Sale, Transfer or Assignment of 4Life Business" section (regarding transfers and assignments of 4Life business), the original applicant must remain as a party to the original Distributor Agreement. If the original distributor wants to terminate his or her relationship with the Company, he or she must transfer or assign his or her business in accordance with the "Sale, Transfer or Assignment of 4Life Business" section of these Policies. If this process is not followed, the business shall be cancelled upon the withdrawal of the original distributor. All bonuses will be wired to the bank account of the original distributor. Please note that the modifications permitted within the scope of this paragraph do not include a change of sponsorship. Changes of sponsorship are addressed in "Change of Sponsor" section of these Policies and Procedures.

There is a RM100.00 fee for each change requested, which must be included with the written request and the completed Distributor Agreement. 4Life may, at its discretion, require notarized documents before implementing any changes to a 4Life business. Please allow thirty (30) days after the receipt of the request by 4Life for processing.

3.10. Change of Sponsor

The transfer of a 4Life business from one Sponsor to another is rarely permitted. Requests for change of sponsorship must be submitted in writing to 4Life's Corporate Offices, and must include the reason for the transfer. Transfers will only be considered in the following two (2) circumstances:

- Within ten (10) days of the enrollment date, the distributor seeking to transfer submits a properly completed Sponsorship and Enroller Transfer Form which includes the signature of the distributor seeking to transfer, the signature of the original Sponsor, and the signature of the original Enroller;
- In cases involving fraudulent inducement or unethical sponsoring, a distributor may request that he or she be transferred to another organization with his or her entire Marketing Organization intact. All requests for transfer alleging fraudulent enrollment practices shall be evaluated on a case by case basis, and must be submitted to the Company in writing within sixty (60) days from the enrollment date. The request must include a detailed description of why the distributor believes his or her enrollment was fraudulently induced;

Waiver of Claims. In cases wherein the appropriate sponsorship change procedures have not been followed, and a downline organization has been developed under a different distributorship for any reason, 4Life reserves the sole and exclusive right to determine the final disposition of the downline organization. Resolving conflicts over the proper placement of a downline that has developed under an organization that has improperly switched sponsors is often extremely difficult. Therefore, THE DISTRIBUTOR WAIVES ANY AND ALL CLAIMS AGAINST 4LIFE, ITS OFFICERS, DIRECTORS, OWNERS, EMPLOYEES, AND AGENTS THAT RELATE TO OR ARISE FROM 4LIFE'S DECISION REGARDING THE DISPOSITION OF ANY DOWNLINE ORGANIZATION THAT DEVELOPS BELOW AN ORGANIZATION THAT HAS IMPROPERLY CHANGED LINES OF SPONSORSHIP.

3.11. Cancellation and Re-Application

A distributor may legitimately change organizations by voluntarily canceling his or her 4Life business and remaining inactive (i.e., no purchases of 4Life products for resale, no sales of 4Life products, no sponsoring, no attendance at any 4Life functions, participation in any other form of distributor activity, or operation of any other 4Life business) for six (6) full calendar months. Following the six-month period of inactivity, the former distributor may reapply under a new Sponsor.

3.12. Indemnification for Unauthorized Claims and Actions

A distributor is fully responsible for all of his or her verbal and/or written statements made regarding 4Life products and the Life Rewards Plan which are not expressly contained in Official 4Life Materials. Distributors agree to indemnify 4Life and hold it harmless from any and all liability including judgments, civil penalties, refunds, attorney fees, court costs or lost business incurred by 4Life as a result of the distributor's unauthorized representations or actions. This provision shall survive the cancellation of a distributor's Distributor Agreement.

3.13. Product Claims

No claims as to any products offered by 4Life may be made except those contained in Official 4Life Materials. In particular, no distributor may make any claim that 4Life products are useful in the cure, treatment, diagnosis, mitigation or prevention of any diseases. Such statements can be perceived as medical or drug claims.

3.14. Income Claims

In their enthusiasm to enroll prospective distributors, some distributors are occasionally tempted to make income claims or earnings representations to demonstrate the inherent power of network marketing. This is counterproductive because new distributors may become disappointed very quickly if their results are not as extensive or as rapid as the results others have achieved. At 4Life, we firmly believe that the 4Life income potential is great enough to be highly attractive, without reporting the earnings of others.

While distributors may believe it beneficial to provide copies of checks, bonus reports, or to disclose the earnings of themselves or others, such approaches have legal consequences that can negatively impact 4Life as well as the distributor making the claim unless appropriate disclosures required by law are also made contemporaneously with the income claim or earnings representation. Because 4Life distributors may not have the data necessary to comply with the legal requirements for making income claims, a distributor, when presenting or discussing the 4Life opportunity or the Life Rewards Plan to a prospective distributor, may not make income projections, income claims or disclose his or her 4Life income (including the showing of checks, bonus reports, copies of checks or bank statements).

In a presentation where hypothetical income examples that are used to explain the operation of the Life Rewards Plan, distributor shall use the 4Life Income Disclosure Statement found at 4Life.com.

3.15. Commercial Outlets

4Life strongly encourages the retailing and selling of its products through person to person contact. However, the Company recognizes that some distributors may find that selling products from small retail outlets may be beneficial. Therefore, distributors may sell 4Life products in small, individually owned retail outlets. 4Life products may not be sold in department stores, chain or franchised retail outlets, mass merchandising outlets, or any retail location with two thousand (2,000) square feet or more of retail space. 4Life retains the discretion to restrict its products from being sold in any retail location which it does not deem acceptable.

3.16. Trade Shows, Expositions and Other Sales Forums

Distributors may display and/or sell 4Life products at trade shows and professional expositions. Distributors may not display and/or sell 4Life products at swap meets, garage sales, flea markets, farmer's markets or Internet auction sites without the prior written consent of the Company.

3.17. Conflicts of Interest / Non-solicitation

4Life distributors are free to participate in other multilevel or network marketing business ventures or marketing opportunities. However, during the term of this Agreement, and for a period of twelve (12) calendar months thereafter, distributors shall not recruit other 4Life distributors or customers for any other multilevel or network marketing business. Because network marketing is often conducted over the telephone and via the Internet through networks of individuals spanning the U.S. and internationally, any narrow geographic limitation on the scope of this non-solicitation policy would render it ineffective. Therefore, this policy shall apply to all countries where 4Life is officially open for business. The term "recruit" means actual or attempted solicitation, enrollment, encouragement or effort to influence in any way, either directly, indirectly, or through a third party, a 4Life distributor or customer to enroll or participate in another multilevel marketing, network marketing or direct sales opportunity.

Distributors may not display 4Life products with any other non-4Life products. If operating from a physical retail location, 4Life products must be displayed separately from non-4Life products. Distributors may not offer the 4Life opportunity or products to prospective or existing customers or distributors in conjunction with any non-4Life program, opportunity or product. Distributors may not offer any non-4Life opportunity or products at any 4Life-related meeting, seminar or convention.

3.18. Trade Secret Information

All Downline Activity Reports and the information contained therein, and genealogy and activity data and other information contained in distributors' My4Life back offices (hard copy Downline Activity Reports and data contained in distributors' My4Life back offices, shall be collectively referred to as "Downline Activity Reports"), are confidential and constitute proprietary business trade secrets information belonging to 4Life. Downline Activity Reports are provided to distributors in strictest confidence and are made available to distributors for the sole purpose of assisting distributors in working with their respective Marketing Organizations in the development of their 4Life business. Distributors should use their Downline Activity Reports to manage, motivate and train their Downline distributors. The distributor and 4Life agree that, but for this agreement of confidentiality and nondisclosure, 4Life would not provide Downline Activity Reports to a distributor. Accordingly, a distributor shall not, on his or her own behalf, or on behalf of any other person, partnership, association, corporation or other entity:

- Directly or indirectly disclose any information contained in any Downline Activity Report to any third party;
- Use the information in any Downline Activity Report to compete with 4Life;
- Use the information in any Downline Activity Report for any purpose other than promoting his or her 4Life business;
- Use the information in any Downline Activity Report to recruit or solicit any distributor or customer of 4Life listed on any Downline Activity Report for another network marketing program, or in any manner attempt to influence or induce any distributor or customer of 4Life, to alter their business relationship with 4Life;
- Use or disclose to any person, partnership, association, corporation or other entity any information contained in any Downline Activity Report; and

Upon demand by the Company, any current or former distributor will:

- Return the original and all copies of Downline Activity Reports to the Company;
- Permanently delete any database or electronic list of information derived from any Downline Activity Report; and
- Permanently delete any database or list of information compiled or developed by the distributor relating to the contact information or sales activity of other 4Life distributors.

The provisions of this policy shall survive the termination or cancellation of a distributor's Distributor Agreement with 4Life.

3.19. Cross-Group Sponsoring

Actual or attempted cross-group sponsoring is strictly prohibited. "Cross-group sponsoring" is defined as the enrollment, indirect or otherwise, of an individual or entity that already has a current Distributor Agreement on file with 4Life, or who has had such an agreement within the preceding six (6) calendar months anywhere in the tree. The use of a spouse's or relative's name, trade names, "Doing Business As", assumed names, corporations, partnerships, trusts, Federal ID Numbers, fictitious ID numbers, or any other artifice to circumvent this policy is prohibited. This policy shall not prohibit the transfer of a 4Life business in accordance with the "Sale, Transfer or Assignment of 4Life Business" section of these Policies.

3.20. Errors or Questions

If a distributor has questions about or believes any errors have been made regarding commissions, bonuses, Downline Activity Reports or charges, the distributor must notify 4Life within sixty (60) days of the date of the purported error or incident in question. 4Life will not be responsible for any errors, omissions or problems not reported within sixty (60) days.

3.21. Excess Inventory Purchases Prohibited

Distributors are not required to carry inventory of products or sales aids. Distributors who do so may find making retail sales and building a Marketing Organization somewhat easier because of the decreased response time in fulfilling customer orders or in meeting a new distributor's needs. Each distributor must make his or her own decision with regard to these matters. To ensure that distributors are not encumbered with excess inventory that they are unable to sell, such inventory may be returned to 4Life upon the distributor's cancellation or termination pursuant to the "Return of Inventory and Sales Aids by Distributors and Customers" section of these Policies.

4Life prohibits the purchase of products in unreasonable amounts solely for the purpose of qualifying for commissions, bonuses or advancement in the Life Rewards Plan. Distributors may not purchase more inventory than they can reasonably resell or consume in a month, nor may they encourage others to do so.

3.22. Right of Publicity

Distributors authorize 4Life to use their name, photograph, video and/or audio recording, personal story, testimonial, likeness, and/or any personal material that the distributor submits to the Company in the Company's advertising and/or promotional materials and waive all claims for remuneration for such use.

3.23. Income Taxes

Each distributor is responsible for paying local, state and federal taxes on any income generated as an independent distributor.

3.24. Independent Distributor Status

Distributors are independent contractors, and are not purchasers of a franchise or a business opportunity. The agreement between 4Life and its distributors does not create an employer/employee relationship, agency, partnership, or joint venture between the Company and the distributor. A distributor shall not be treated as an employee for his or her services or for Federal or State tax purposes. All distributors are responsible for paying local, state, and federal taxes due from all compensation earned as a distributor of the Company. The distributor has no

authority (express or implied), to bind the Company to any obligation. Each distributor shall establish his or her own goals, hours and methods of sale, so long as he or she complies with the terms of the Distributor Agreement, these Policies, and applicable laws.

3.25. International Marketing

Because of critical legal and tax considerations, 4Life must limit the resale of 4Life products, and the presentation of the 4Life business opportunity, to prospective customers and distributors located within authorized countries.

Accordingly, distributors are authorized to sell 4Life products, and enroll customers or distributors only in the countries in which 4Life is authorized to conduct business, as announced in Official Company Materials. No distributor may sell, give, transfer, import, export or distribute 4Life products or sales aids in any unauthorized country. In addition, no distributor may, in any unauthorized country: (A) conduct sales, enrollment or training meetings; (B) enroll or attempt to enroll potential customers or distributors; or (C) conduct any other activity for the purpose of selling 4Life products, establishing a Marketing Organization, or promoting the 4Life opportunity.

3.26. Adherence to Laws and Ordinances

Many countries have laws regulating certain home-based businesses. In most cases these ordinances are not applicable to distributors because of the nature of their business. However, distributors must obey those laws that do apply to them. If a government official tells a distributor that an ordinance applies to him or her, the distributor shall be polite and cooperative, and immediately send a copy of the ordinance to the Compliance Department of 4Life. In many cases there are exceptions to the ordinance that apply to 4Life distributors.

3.27. Compliance with Laws and Ethical Standards

Distributors shall comply with all federal, state and local laws and regulations in the conduct of their businesses. In connection with the operation of a distributor's 4Life business, the violation of any law, or any conduct that is unethical or, in 4Life's sole discretion, may tend to damage its reputation or goodwill, shall be grounds for disciplinary action.

3.28. One 4Life Business per Distributor

A distributor may operate or have an ownership interest, legal or equitable, as a sole proprietorship, partner, shareholder, trustee, or beneficiary, in only one 4Life business. No individual may have, operate or receive compensation from more than one 4Life business. Individuals of the same family unit may each enter into or have an interest in their own separate 4Life business, only if each subsequent family position is placed frontline to the first family member enrolled. A "family unit" is defined as spouses and dependent children living at or doing business at the same address.

3.29. Actions of Household Members or Affiliated Individuals

If any member of a distributor's Immediate Household engages in any activity which, if performed by the distributor named on the application, would violate any provision of the Agreement, such activity will be deemed a violation by the distributor and 4Life may take disciplinary action pursuant to these Policies against the named distributor. Similarly, if any individual associated in any way with a corporation, partnership, trust or other entity (collectively "affiliated individual") violates the Agreement, such action(s) will be deemed a violation by the entity, and 4Life may take disciplinary action jointly and severally, against the entity, and/or each shareholder, partner, member, or owner.

3.30. Re-packaging and Re-labeling Prohibited

Distributors may not re-package, re-label, refill or alter the labels on any 4Life products, information, materials or programs in any way. 4Life products must be sold in their original containers only. Such re-labeling or re-packaging would likely violate federal and state laws, which could result in severe criminal penalties. Distributors should also be aware that civil liability can arise when, as a consequence of the re-packaging or re-labeling of products, the persons using the products suffer any type of injury or their property is damaged.

3.31. Requests for Additional Records

Any request from a distributor for additional or replacement copies of invoices, applications or other records will require a fee of RM1.00 per page per copy. This fee covers the expense of mailing and time required to research files and make copies of the records.

3.32. Roll-up of Marketing Organization

Upon cancellation of a distributor, 4Life may, at its discretion, move all individuals on the first level of the canceling distributor into the vacated position. The account of the terminated distributor may be maintained in the original place until such a time 4Life believes all legal risk is eliminated.

3.33. Sale, Transfer or Assignment of 4Life Business

Although a 4Life business is a privately owned, independently operated business, the sale, transfer or assignment of a 4Life business is subject to certain limitations. Unless otherwise agreed to in writing, if a distributor wishes to sell his or her 4Life business, the following criteria must be met:

- The distributor shall offer the Company the right of first refusal to purchase the business on the same terms as it would be offered to any third party. If the Company purchases the business, it is up to the Company's discretion whether to retain the business or allow a roll-up to occur;
- Protection of the existing line of sponsorship must always be maintained so that the 4Life business continues to be operated in that line of sponsorship;
- A buyer or transferee must become a qualified 4Life distributor. If the buyer is an active 4Life distributor, he or she must first terminate his or her 4Life business and remain inactive for six (6) full calendar months before becoming eligible for a purchase, transfer, assignment or acquisition of any interest in the 4Life business;
- Before the sale, transfer or assignment can be finalized and approved by 4Life, any debt obligations the selling distributor has with 4Life must be satisfied;
- The selling distributor must be in good standing and not in violation of any of the terms of the Agreement in order to be eligible to sell, transfer or assign a 4Life business;
- Prior to offering a 4Life business for sale, the selling distributor must notify 4Life's Corporate Offices of his or her intent to sell the 4Life business and receive the Company's written approval, which shall not be unreasonably withheld;
- The sold, transferred or assigned distributorship position will not retain recognition at the high rank obtained by the distributorship position (for example, if the high rank for the sold, transferred or assigned distributorship is International Diamond, but the selling distributor's last actual paid rank is Diamond, the sold, transferred or assigned distributorship shall be ranked no higher than Diamond), in addition, 4Life reserves the right to rank the purchased, transferred or assigned distributor position at any rank at 4Life's sole discretion; and
- In the event a qualification-based incentive trip has been earned by the selling, transferring or assigning distributor position prior to the sale, transfer or assignment of the distributorship, the purchaser, transferee or assignee of the distributorship is ineligible to earn the qualification-based incentive trip for the same qualification level.

3.34. Separation of a 4Life Business

Distributors sometimes operate their 4Life businesses as husband-wife partnerships, regular partnerships, corporations or trusts. At such time as a marriage may end in divorce, or a corporation, partnership or trust (the latter three entities are collectively referred to herein as "entities") may dissolve, arrangements must be made to assure that any separation or division of the business is accomplished so as not to adversely affect the interests and income of other businesses up or down the line of sponsorship. If the separating parties fail to provide for the best interests of other distributors and the Company, 4Life will involuntarily terminate the Distributor Agreement and roll-up their entire Marketing Organization pursuant to the "Roll-up of Marketing Organization" section of these Policies. During the pendency of a divorce or entity dissolution, the parties must adopt one of the following methods of operation:

- One of the parties may, with written consent of the other(s), operate the 4Life business pursuant to an assignment in writing whereby the relinquishing spouse, shareholders, partners or trustees authorize 4Life to deal directly and solely with the other spouse or non-relinquishing shareholder, partner or trustee; or
- The parties may continue to operate the 4Life business jointly, whereupon all compensation paid by 4Life will be paid in the joint names of the distributors or in the name of the entity to be divided as the parties may independently agree between themselves.
- If the parties elect neither of the foregoing, 4Life will continue to pay commissions to the same individual(s) to whom commissions were paid prior to the filing of the divorce or dissolution proceeding.

Under no circumstances will the Marketing Organization of divorcing spouses or a dissolving business entity be divided. Similarly, under no circumstances will 4Life split commissions and/or bonuses between divorcing spouses or members of dissolving entities. 4Life will recognize only one Marketing Organization and will issue only one commission per 4Life business per commission cycle. Commissions shall always be issued to the same individual or entity. In the event that parties to a divorce or dissolution proceeding are unable to resolve a dispute over the disposition of commissions and ownership of the business within six (6) months following the divorce filing or institution of dissolution proceedings, the Distributor Agreement shall be involuntarily canceled. If a former spouse has completely relinquished all rights in his or her original 4Life business, he or she is thereafter free to enroll under any Sponsor of their choosing, and need not wait six (6) months before reapplying. If a former entity affiliate has completely relinquished all rights in his or her original 4Life business, he or she must remain inactive for six (6) full calendar months before becoming eligible for a purchase, transfer, assignment or acquisition of any interest in the 4Life business or before re-applying.

In divorce and entity dissolution cases, the relinquishing party(s) shall have no rights to any distributors in their former organization or to any former retail customer. They must develop the new business in the same manner as would any other new distributor.

3.35. Sponsoring

All Active Distributors in good standing have the right to sponsor and enroll others into 4Life. Each prospective customer or distributor has the ultimate right to choose his or her own Sponsor. If two distributors claim to be the Sponsor of the same new distributor or customer, the Company shall regard the first application received by the Company as controlling.

3.36. Transfer Upon Death of a Distributor

Upon the death of a distributor, his or her business may be passed to his or her heirs. Appropriate legal documentation must be submitted to the Company to ensure the transfer is proper. Accordingly, a distributor should consult an attorney to assist him or her in the preparation of a will or other testamentary instrument. Whenever a 4Life business is transferred by a will or other testamentary process, the executor of the estate must provide 4Life with letters testamentary or other court-approved documents establishing the executor's authority, and written instructions for the disposition of the business. Before the beneficiary may acquire the right to collect all bonuses and commissions of the deceased distributor's Marketing Organization and operate the business, the beneficiary must:

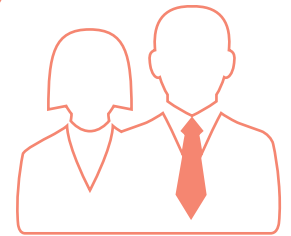
- Execute and submit a Distributor Agreement and other applicable enrollment forms and documents. All commission payments will be issued to the individual or entity listed on the Distributor Agreement;
- Provide an original death certificate and a notarized copy of the will or other instrument establishing the successor's right to the 4Life business;
- Comply with terms and provisions of the Agreement; and
- Meet all of the qualifications for the deceased distributor's status.

3.37. Transfer Upon Incapacitation of a Distributor

To effect a transfer of a 4Life business because of a distributor's incapacity, the trustee must provide the following to 4Life: (1) a copy of the court order appointing the individual as trustee for the incapacitated distributor's business; (2) written instructions from the trustee; and (3) a completed Distributor Agreement executed by the trustee. The trustee must then:

- Operate the business in compliance with terms and provisions of the Agreement; and
- Meet all of the qualifications for the incapacitated distributor's status in order to be paid at that rank. If the trustee fails to achieve the rank maintained by the distributor, the business will be paid at the rank at which it actually qualifies during each bonus period.

4. Responsibilities of Distributors



4.1 Understanding 4Life's Business Model

4Life is a direct-selling company. 4Life's products are sold by independent distributors to customers in one-on-one, interpersonal transactions which provide time for explanation and guidance on 4Life's products. The role of a 4Life independent distributor who chooses to build a 4Life business is to sell 4Life products to customers exclusively using a direct-selling model of distribution.

4.2. Change of Address or Telephone

To ensure timely delivery of products, support materials and commissions, it is critically important that 4Life's files are current. Distributors planning to move should notify 4Life as to their new address and telephone number to 4Life's Corporate Offices to the attention of the Distributor Services Department. To guarantee proper delivery, two (2) weeks advance notice must be provided to 4Life on all changes.

4.3. Continuing Development Obligations and Ongoing Training

Any distributor who is the Sponsor or Enroller of another distributor must perform a bona fide supervisory function to ensure that his or her Downline is properly operating his or her 4Life business. Distributors must have ongoing contact, communication and management supervision with the distributors in their Marketing Organizations. Examples of such contact and supervision may include, but are not limited to: newsletters, written correspondence, personal meetings, telephone contact, voice mail, electronic mail, and the accompaniment of Downline distributors to 4Life meetings, training sessions, and other functions. Upline distributors are also responsible to motivate and train new distributors in 4Life product knowledge, effective sales techniques, the Life Rewards Plan, and compliance with Company Policies.

4.4. Increased Training Responsibilities

As distributors progress through the various levels of leadership, they will become more experienced in sales techniques, product knowledge, and understanding of 4Life's products and Life Rewards Plan. They will be called upon to share this knowledge with lesser experienced distributors within their Marketing Organization.

4.5. Ongoing Sales Responsibilities

Regardless of their level of achievement, distributors have an ongoing obligation to continue to personally promote product sales through the generation of new customers and through servicing their existing customers.

4.6. Non-Disparagement

4Life wants to provide its independent distributors with superior products, compensation plan and service in the industry. Accordingly, 4Life values constructive criticisms and comments from distributors. All such comments should be submitted in writing to 4Life's Distributor Services Department. While 4Life welcomes constructive input, negative comments and remarks made by distributors about the Company, its products or compensation plan serve no purpose other than to sour the enthusiasm of other 4Life distributors. For this reason, and to set the proper example for their Downline Organization, distributors must not disparage, demean or make negative remarks about 4Life, other 4Life distributors, 4Life's products, the Life Rewards Plan, or 4Life's directors, officers or employees.

4.7. Providing Documentation to Applicants

Distributors must provide the most current version of the Policies and the Life Rewards Plan to individuals whom they are sponsoring to become distributors before the applicant signs a Distributor Agreement. Additional copies of the Policies can be acquired from 4Life.

4.8. Reporting Policy Violations

Distributors observing a violation of the Policies by another distributor should submit a written report of the violation directly to the attention of the 4Life Compliance Department by mail or electronic mail at compliance@4Life.com. Details of the incident such as dates, number of occurrences, persons involved, and any supporting documentation should be included in the report.

5. Sales Requirements



5.1. Product Sales

The Life Rewards Plan is based upon the sale of 4Life products to end consumers. Distributors must fulfill Life Point sales requirements as outlined in the Life Rewards Plan (as well as meet other responsibilities set forth in the Agreement) to be eligible for bonuses, commissions and advancement to higher levels of achievement.

5.2. No Price or Territory Restrictions

Distributors shall not advertise nor offer to sell 4Life brand products at a price less than the wholesale price (“wholesale price” being defined as the amount of a single container of product designated in the 4Life Product Price List as published and modified from time to time).

5.3. Sales Receipts

If a distributor sells any 4Life product from his or her inventory, he or she should give the customer a copy of a 4Life retail sales receipt at the time of the sale and explain the customer’s right to cancel the transaction as set forth on the sales receipt. Distributors must maintain all retail sales receipts for a period of two (2) years and furnish them to 4Life at the Company’s request. Records documenting the purchases of distributors’ customers who purchase directly from 4Life will be maintained by 4Life.

6. Bonuses and Commissions

6.1. Bonus and Commission Qualification

A distributor must be active and in compliance with the Agreement to qualify for bonuses and commissions. So long as a distributor complies with the terms of the Agreement, 4Life shall pay commissions to such distributor in accordance with the Life Rewards Plan.

6.2. Adjustment to Bonuses and Commissions for Returned Products

Distributors receive bonuses and commissions based on the actual sales of products to end consumers. When a product is returned to 4Life for a refund or is repurchased by the Company, the bonuses and commissions attributable to the returned or repurchased product(s) will be deducted, in the month in which the refund is given or will be withheld from any bonus, commission or other amount owed by the Company. Deductions will continue every bonus period thereafter until the commission is recovered from the distributors who received bonuses and commissions on the sales of the refunded goods.

6.3. Unclaimed Commissions and Credits

With regard to unclaimed commissions and credits for terminated distributors, the Company adheres to country escheat laws, which may include a transaction fee in favor of 4Life.

7. Return of Inventory and Sales Aids by Distributors and Customers



The distributor shall be given not less than ten (10) working days from the date of recruitment to cancel the distributorship. Upon cancellation, the distributor shall be refunded all payment as specified in the agreement.

Upon cancellation of a distributor's Distributor Agreement, the distributor may return inventory and sales aids purchased within six (6) months prior to the date of cancellation for a refund. A distributor may only return products and sales aids purchased by him or her that are in resalable or marketable condition. Upon receipt of the products and sales aids, the distributor will be reimbursed at a price not less than ninety per centum of the amount paid. If the purchases were made through credit card, the refund will be credited back to the said credit card. The Company shall deduct from the reimbursement paid to the distributor any commissions, bonuses, rebates or other incentives received by the distributor which were associated with the merchandise that is returned.

At the request of the distributor or customer, the Company shall buy back any marketable goods sold to the distributor or customer within the previous six (6) months at a price not less than ninety per centum of the amount paid.

If a customer purchased a product from a 4Life distributor, the customer must return the product to that distributor for a refund, replacement or exchange. If a customer purchased the product directly from the Company, the product should be returned directly to the Company.

If the personal retail customer returns a product to the distributor from whom it was purchased, the distributor may return it to the Company for a refund, replacement or exchange (the distributor returning the product is responsible for all shipping charges).

Products and sales aids are deemed "resalable" or "marketable condition" if each of the following elements are satisfied: (1) they are unopened and unused; (2) the products' packaging and labeling has not been altered or damaged; (3) the products bear a current label; (4) products have not exceeded their expiration date; (5) products have not been discontinued; and (6) products are returned to 4Life within six (6) months from the date of purchase.

8. Dispute Resolution and Disciplinary Proceedings

8.1. Disciplinary Sanctions

Violation of the Agreement, these Policies, or any illegal, fraudulent, deceptive or unethical business conduct by a distributor may result, at 4Life's discretion, in one or more of the following corrective measures:

- Issuance of a written warning or admonition;
- Requiring the distributor to take immediate corrective measures;
- Loss of privileges, included but not limited to loss of My4Life Replicated Website privileges;
- Loss of rights to one or more bonuses and commissions;
- 4Life may withhold from a distributor all or part of the distributor's bonuses and commissions during the period that 4Life is investigating any conduct allegedly violating the Agreement. If a distributor's business is canceled for disciplinary reasons, the distributor will not be entitled to recover any commissions withheld during the investigation period;
- Suspension of the individual's Distributor Agreement for one or more bonus periods;
- Involuntary cancellation of the offender's Distributor Agreement;
- Any other measure expressly allowed within any provision of the Agreement or which 4Life deems practicable to implement and appropriate to equitably resolve injuries caused partially or exclusively by the distributor's Policy violation or contractual breach; and/or
- In situations deemed appropriate by 4Life, the Company may institute legal proceedings for monetary and/or equitable relief.

8.2. Grievances and Complaints

When a distributor has a grievance or complaint with another distributor regarding any practice or conduct in relationship to their respective 4Life businesses, the complaining distributor should report the situation in writing to the Compliance Department.

8.3. Appeals of Sanctions

Following the issuance of a sanction (other than a suspension pending an investigation), the disciplined distributor may appeal the sanction to the Company. The distributor's appeal must be in writing and received by 4Life's Compliance Department within fifteen (15) days from the date of 4Life's sanction notice. If the appeal is not received by 4Life within the fifteen (15) day period, the sanction will be final. The distributor must submit all supporting documentation with his or her appeal correspondence and specify in full detail the reasons why he or she believes the Company's initial determination was erroneous. If the distributor files a timely appeal of the sanction, the Company will review and reconsider the cancellation, consider any other appropriate action and notify the distributor in writing of its decision.

8.4. Dispute Resolution/Arbitration

Any controversy or claim arising out of or relating to the Agreement, or the breach thereof, shall be settled, insofar as it is possible, by mutual consultation and consent. If the parties should be unable to reach mutual consent within thirty (30) days after the notice by any party of dispute the question shall be settled by arbitration in accordance with UNCITRAL Arbitration Rules by an arbitrator to be appointed by the Director of the Kuala Lumpur Regional Centre for Arbitration within thirty (30) days after the expiry of the aforesaid period. The place of the arbitration shall be in Kuala Lumpur or Singapore - if a neutral venue is preferred.

Each party to the arbitration shall be responsible for its own costs and expenses of arbitration, including legal and filing fees. The decision of the arbitrator shall be final and binding on the parties and may be enforced by any court of competent jurisdiction. This agreement to arbitration shall survive any termination or expiration of the Agreement.

Nothing in the Agreement shall prevent 4Life from applying to and obtaining from any court having jurisdiction a writ of summons, an interim injunction, interlocutory injunction, permanent injunction or other relief available to safeguard and protect 4Life's interest prior to, during or following the filing of any arbitration or other proceeding or pending the rendering of a decision or award in connection with any arbitration or other proceeding.

8.5. Governing Law, Jurisdiction and Venue

Jurisdiction and venue of any matter not subject to arbitration shall reside in Malaysia. The laws of Malaysia shall govern all other matters relating to or arising from the Agreement.

9. Ordering

9.1. Purchasing 4Life Products

Each distributor should purchase his or her products directly from 4Life. If a distributor purchases products from another distributor or any other source, the purchasing distributor may not receive the Life Points associated with that purchase.

9.2. General Order Policies

On orders with invalid or incorrect payment or other general issues, 4Life will attempt to contact the distributor. If these attempts are unsuccessful after five (5) business days, the order will eventually be cancelled.

9.3. Shipping and Backorder Policy

4Life will normally ship products within one (1) business day from the date on which it receives an order. 4Life will expeditiously ship any part of an order currently in stock. If, however, an ordered item is out of stock, it will be placed on backorder and sent when 4Life receives additional inventory. Distributors will be charged and given Life Point Volume on backordered items unless notified on the invoice that the product has been discontinued. 4Life will notify distributors and customers if items are backordered and are not expected to ship within thirty (30) days from the date of the order. An estimated shipping date will also be provided. Backordered items may be canceled upon a distributor's request, which will result in a refund for the amount of the cancelled product. If a refund is issued, the distributor's Life Point Volume will be decreased by the amount of Life Points associated with the refunded products, and any bonuses paid that were associated with the refunded products will be recaptured from those distributors who received a commission based on the original sale of the products.

9.4. Confirmation of Order

A distributor and/or recipient of an order must confirm that the product received matches the product listed on the shipping invoice, and is free of damage. Failure to notify 4Life of any shipping discrepancy or damage within thirty (30) days of shipment will cancel a distributor's right to request a correction.

9.5. Payment and Shipping Deposits

No monies should be paid to or accepted by a distributor for a sale to a personal retail customer except at the time of product delivery. Distributors should not accept monies from retail customers to be held for deposit in anticipation of future deliveries.

9.6. Insufficient Funds

It is the responsibility of each distributor to ensure that there are sufficient funds or credit available in his or her account to cover their purchases. 4Life is not required to contact distributors with regard to orders cancelled due to insufficient funds or credit. This may result in a distributor's failure to qualify for bonus.

9.7. Restrictions on Third Party Use of Credit Cards and Bank Account

Distributors shall not permit other distributors or customers to use his or her credit card, or permit debits to their bank accounts, to enroll or to make purchases from the Company.

9.8. Sales Taxes

By virtue of its business operations, 4Life is required to charge sales taxes on all purchases made by distributors and customers, and remit the taxes charged to the local tax authority. Accordingly, 4Life will collect and remit sales taxes on behalf of distributors and customers, based on the fixed retail price of the products, according to applicable tax rates in the jurisdiction to which the shipment is destined.

10. Inactivity and Cancellation - Termination



10.1. Effect of Cancellation and Termination

So long as a distributor remains active and complies with the terms of the Distributor Agreement and these Policies, 4Life shall pay commissions to such distributor in accordance with the Life Rewards Plan.

Distributor's bonuses and commissions constitute the entire consideration for the distributor's efforts in generating product sales and all activities related to generating product sales (including, but not limited to, building a Marketing Organization). Following a distributor's non-continuation of his or her Distributor Agreement, cancellation for inactivity, or voluntary or involuntary cancellation (termination) of his or her Distributor Agreement (all of these methods are collectively referred to as "Cancellation"), the former distributor shall have no right, title, claim or interest to the Downline Marketing Organization which he or she operated, or any commission or bonus from the product sales generated by the Marketing Organization. Distributors waive any and all rights, including, but not limited to, property rights, in the Marketing Organization which they may have had. Following a distributor's cancellation of his or her Distributor Agreement, the former distributor shall not hold him or herself out as a 4Life distributor and shall not have the right to sell 4Life products. A distributor whose Distributor Agreement is cancelled shall receive commissions and bonuses only for the last full bonus period he or she worked prior to cancellation (less any amounts withheld during an investigation preceding an involuntary cancellation).

10.2. Cancellation Due to Inactivity

Distributors who produce less than the required Principal Volume as outlined in the Life Rewards Plan for any bonus period will not receive a commission for the sales generated through their Marketing Organization for that bonus period. If a distributor has not generated any Principal Volume for a period of six (6) consecutive calendar months (and thus becomes "inactive"), his or her Distributor Agreement shall be canceled for inactivity on the day following the last day of the sixth (6th) month of inactivity. Written confirmation of the cancellation will not be provided by 4Life.

10.3. Involuntary Cancellation (Termination)

A distributor's violation of any of the terms of the Agreement, including any amendments that may be made by 4Life in its sole discretion, may result in disciplinary actions being taken against the distributor at 4Life's discretion. Such disciplinary action may include, but are not limited to, the involuntary cancellation of the offending distributor's 4Life Agreement and business. If the distributor's 4Life Agreement and business is cancelled, the cancellation shall be effective on the date on which written notice is mailed, faxed or delivered to an express courier, addressed to the distributor's last known address or that of his or her attorney, emailed to the distributor's email address on file with the Company, or when the distributor receives actual notice of cancellation, whichever occurs first. 4Life reserves the right to withhold and/or permanently retain funds and prevent any roll-up depending on the individual circumstances surrounding each case.

10.4. Voluntary Cancellation

A participant in this multilevel marketing plan has a right to cancel at any time for any reason. Cancellation must be submitted in writing to the Company at its principal business address. The written notice must include the distributor's signature, printed name, address, and distributor identification number. If a canceling distributor wishes to remain a customer, he or she must contact 4Life's Distributor Services Department to establish a customer account.

Definitions



4Life

The term “4Life” as it is used throughout the Agreement means ForLife Research Sdn. Bhd.

Active Distributor

A distributor who makes a product or marketing material purchase from 4Life.

Agreement

The contract between the Company and each distributor includes the Distributor Agreement, the 4Life Policies and Procedures, and the Life Rewards Plan, all in their current form and as amended by 4Life in its sole discretion. These documents are collectively referred to as the “Agreement.”

Company

The term “Company” as it is used throughout the Agreement means ForLife Research Sdn. Bhd.

Downline Activity Report

A monthly report generated by 4Life that provides critical data relating to the identities of distributors, product sales information and enrollment activity of each distributor’s Marketing Organization. This report contains confidential and trade secret information which is proprietary to 4Life.

Enroller

A distributor who personally recruits another distributor and places the new distributor in his or her Downline. The Enroller of a new distributor may also be the new distributor’s Sponsor.

Immediate Household

Heads of household and dependent family members residing in the same house.

Level

The layers of downline customers and distributors in a particular distributor’s Marketing Organization. This term refers to the relationship of a distributor relative to a particular upline distributor, determined by the number of distributors between them who are related by sponsorship. For example, if A sponsors B, who sponsors C, who sponsors D, who sponsors E, then E is on A’s fourth level.

Life Points

Every commissionable 4Life product is assigned a point value. Distributor commissions are based on the total point value of products sold by each distributor in his or her Marketing Organization. Distributor Kits and sales aids have no Life Point Volume.

Line

Also called leg. A part of a distributor’s Downline that starts with someone sponsored by that distributor and continues below that sponsorship.

Marketing Organization

Customers and distributors below a particular distributor.

Official 4Life Materials

Literature, audio or video tapes, and other materials developed, printed, published and/or distributed by 4Life to distributors.

Principal Volume (also known as “PV”)

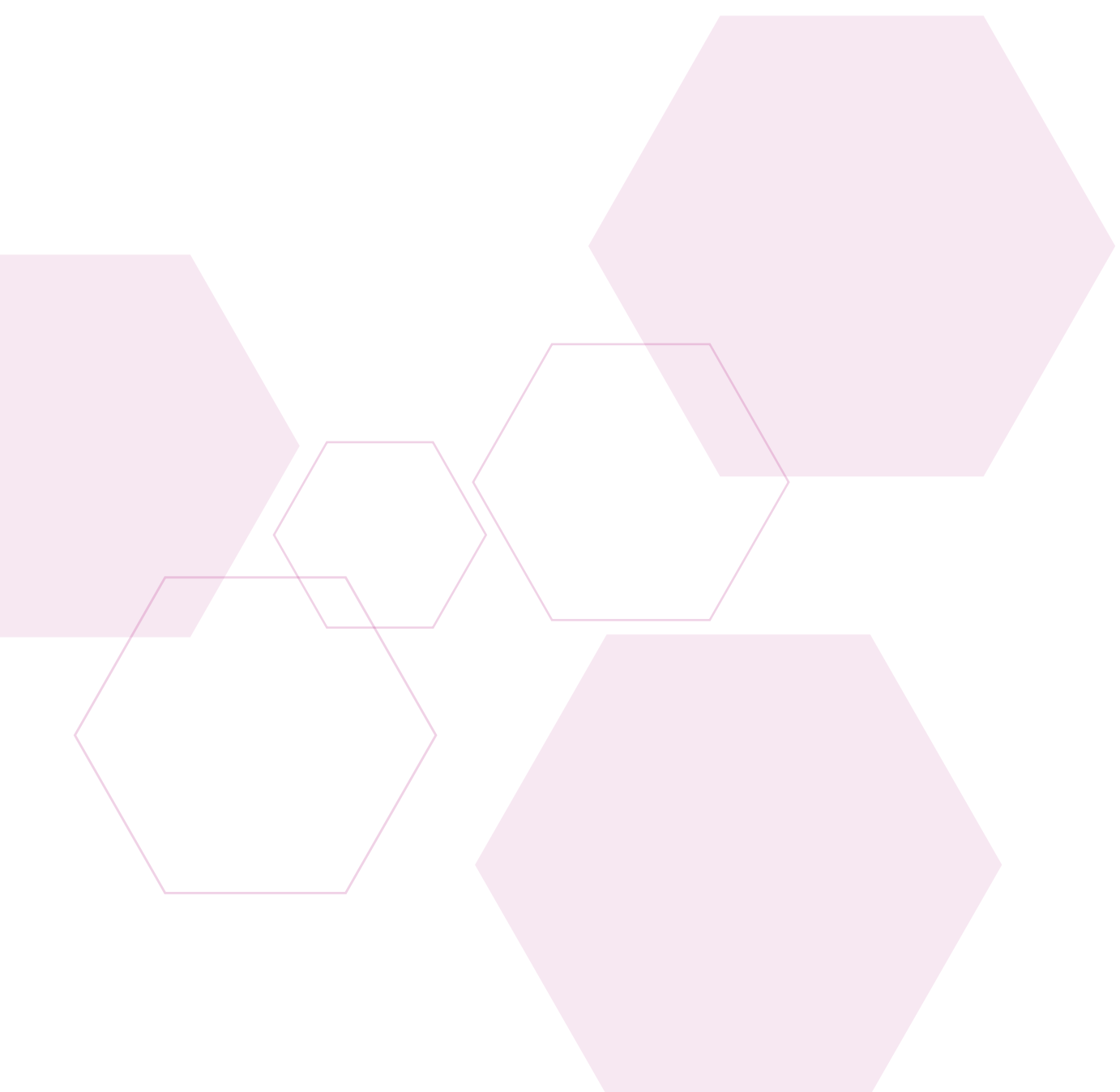
Principal Volume is the total Life Points (LP) for product purchases from: (a) the customers you enroll; (b) the customers on your my4life.com website; (c) the products you purchase to consume or sell for a retail profit; and (d) customer purchases made directly on your distributor account.

Social Media

Any type of online media that invites, expedites or permits conversation, comment, rating, and/or user generated content, as opposed to traditional media, which delivers content but does not allow readers/viewers/listeners to participate in the creation or development of content, to rate or the comment or response to content. Examples of Social Media include, but are not limited to, blogs, FaceBook, Instagram, MySpace, Twitter, LinkedIn, Delicious, Pinterest, and YouTube.

Sponsor

The distributor who is another distributor's direct upline. The Sponsor of a new distributor may also be the new distributor's Enroller.





TOGETHER, BUILDING PEOPLE®

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