

KARATBARS INTERNATIONAL - "DIRECT COMMISSIONS" AND "STEP PAYOUT" PAYMENTS

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DISCLAIMER

This discussion on Karatbars International's "Direct Commissions" and "Step Payout" payments is based on the attached report which is my March 2014 Binary Settlement Report. I am making this report available for only illustration and training purposes. Please note that my earnings cannot be viewed as typical. Your earnings would likely be different due to differences in our desire levels, experiences, efforts, and many other factors. I cannot guarantee that you would make any income although extraordinary income can be earned. You are encouraged to do your own due diligence, and you are ultimately responsible for your own decisions and results.

BINARY SETTLEMENT REPORT

The Binary Settlement Report is organized into three columns. The first column shows the Username of the affiliates who signed up or caused commissions to be generated during the reporting period of March 2014. The middle column shows the Type of commission (Direct Commission or Step Payout) that was paid, and the third column shows the Amount of commission that was generated via the corresponding type of commission (either Direct Commission or Step Payout) as membership packages were purchased by the affiliates.

The commissions earned in the report are based on my membership status as a VIP package owner. The package that you own (Bronze, Silver, Gold, or VIP) does impact how much Direct and Step Payout commissions you would earn. A Bronze package owner would earn 5% direct commissions. A Silver package owner would earn 10% direct commissions. A Gold package owner would earn 15% direct commissions, and a VIP package owner would earn 20% direct commissions.

CALCULATING "DIRECT COMMISSIONS" & "STEP PAYOUT" PAYMENTS

First, regarding Direct Commission, as a VIP package owner, I would make 20% upfront of the amount that my direct downlines paid for their packages. As these packages are purchased, units are generated in my Dual Team Network (see the image below). If the packages were purchased from my Left Team, then the units generated by the

transaction would be added to the existing units on the left side and vice versa. Each time when the threshold of 25 Team Units is reached by the side that has the lesser units balance, Step Payout commissions are calculated and paid.

To calculate Step Payout commissions, Karatbars first compares the Team Units on the left side to the Team Units on the right side of the Dual Team Network system. Second, for the side that has the higher units balance, Karatbars takes that balance and divides it by 50. For the side that has the lower units balance, Karatbars takes that balance and divides it by 25. Finally, the results to these two calculations are compared. Which ever is the lower result is then used to determine the number of Step Payout commissions that would be paid. As a VIP package owner, one Step Payout commission pays 80 euros.

Lets look at a scenario based on the Dual Team Network below:

DUAL TEAM NETWORK					
Your Up-line Sponsor Username is	:	[REDACTED]	Your Status	:	A
Persons personally sponsored	:	23	Your total Group Downline	:	824
Member Since	:	21-07-2013	Your Dual Status	:	VIP
Team	:	-	KYC Status	:	Approved
Unilevel Rank	:	Gold Manager	Autopayment	:	1
Left Team Units	:	20	Right Team Units	:	10,144
Left Team Persons	:	177	Right Team Persons	:	647

We see that the Left Team Units has the lower balance of 20 while the Right Team Units has the higher balance of 10,144. Here, if the units on the right side increase, nothing would happen yet; but if the units of the left side increase and reach 25, it would trigger the system to pay Step Payout commissions.

For illustration, lets assume that the above is your Dual Team Network and that a new affiliate signs up directly with you into your Left Team and purchases a VIP package. VIP packages currently generate 100 units. Because of this, 100 units would be added to the existing 20 units making the total Left Team Units to become 120 while the units on the right side remain at 10,144.

Next, the system would take the 120 units on the left side and divide it by 25, and it would also take the 10,144 units on the right side and divide it by 50. The result for the left side would be 4.4, and the result for the right side would be 202.88. With this information, we know that you will cycle four times because that is the lesser number of the two results. In other words, you would get Step Payout commissions four times from this new affiliate's purchase of a VIP package which would be 80 euros times four for a total of 320 euros; also, don't forget that you also would be paid "Direct Commissions"

which would be 20% of the cost of the VIP package that your new affiliate purchased which would be approximately 300 euros. Taken together, earnings from both the Step Payout and Direct Commissions, your total earnings from your new affiliate's transaction would be right around 620 euros!

As another illustration, if you look at the third username down in my March 2014 Binary Settlement Report, you will see "gde[REDACTED]" being listed twice (see image below). The first time is for a "Direct Commission" payment of 46.90 euros, and the second time is for a "Step Payout" commission payment of 80 euros. The direct commission of 46.90 euros is the 20% that I made from his package purchase. This purchase generated enough units for the system to pay me one cycle or one "Step Payout" commission in the amount of 80 euros.

Binary Settlement Report (2014 March)

Username	Type	Amount
hope[REDACTED]	Direct Commission	€ 45.56
green[REDACTED]	Step Payout	€ 80.00
gde[REDACTED]	Direct Commission	€ 46.90
gde[REDACTED]	Step Payout	€ 80.00
unique[REDACTED]	Step Payout	€ 80.00
unique[REDACTED]	Step Payout	€ 80.00
unique[REDACTED]	Step Payout	€ 80.00

As you look at the rest of the report, you will see many Step Payout commissions. In most cases, an affiliate generated four Step Payout commissions because of how Karatbars calculates payments as described above. In these instances, I was not the direct sponsor of the affiliates. These affiliates were sponsored by my downlines, but their package purchases triggered the system to pay me the Step Payout bonuses. This process goes on down to infinity which makes it a very powerful compensation plan.

You can see that for this month of March 2014, there was only eight Direct Commission payments, while the rest were Step Payout commission payments. This tells us that I sponsored only eight affiliates who paid for packages in March 2014 while the rest of the commissions that you see in this statement with different usernames were sponsored by my downlines, yet I benefited from all of them. Again, this is what makes Karatbars so powerful!

The harder you work with your team, the more you can earn significantly as illustrated by my March 2014 Binary Settlement Report. Let us get going. Don't waste anymore time. Let us help change some people's lives out there and thereby, changing our own lives!

Yang Xiong

 [REDACTED]
 [REDACTED]
 [REDACTED]
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Binary Settlement Report (2014 March)

Username	Type	Amount
hope [REDACTED]	Direct Commission	€ 45.56
green [REDACTED]	Step Payout	€ 80.00
gde [REDACTED]	Direct Commission	€ 46.90
gde [REDACTED]	Step Payout	€ 80.00
unique [REDACTED]	Step Payout	€ 80.00
unique [REDACTED]	Step Payout	€ 80.00
unique [REDACTED]	Step Payout	€ 80.00
unique [REDACTED]	Step Payout	€ 80.00
xcvan [REDACTED]	Step Payout	€ 80.00
xcvan [REDACTED]	Step Payout	€ 80.00
russel [REDACTED]	Step Payout	€ 80.00
russel [REDACTED]	Step Payout	€ 80.00
russel [REDACTED]	Step Payout	€ 80.00
russel [REDACTED]	Step Payout	€ 80.00
keren [REDACTED]	Step Payout	€ 80.00
keren [REDACTED]	Step Payout	€ 80.00
keren [REDACTED]	Step Payout	€ 80.00
keren [REDACTED]	Step Payout	€ 80.00
lily [REDACTED]	Step Payout	€ 80.00
lily [REDACTED]	Step Payout	€ 80.00
lily [REDACTED]	Step Payout	€ 80.00
lily [REDACTED]	Step Payout	€ 80.00
nd [REDACTED]	Step Payout	€ 80.00
nd [REDACTED]	Step Payout	€ 80.00
nd [REDACTED]	Step Payout	€ 80.00
nd [REDACTED]	Step Payout	€ 80.00
kyaw [REDACTED]	Step Payout	€ 80.00
shap [REDACTED]	Step Payout	€ 80.00
shap [REDACTED]	Step Payout	€ 80.00
shap [REDACTED]	Step Payout	€ 80.00
shap [REDACTED]	Step Payout	€ 80.00

Username	Type	Amount
kes█	Step Payout	€ 80.00
kes█	Step Payout	€ 80.00
kes█	Step Payout	€ 80.00
kes█	Step Payout	€ 80.00
xoau█	Step Payout	€ 80.00
xoau█	Step Payout	€ 80.00
xiong█	Direct Commission	€ 116.32
xiong█	Step Payout	€ 80.00
xiong█	Step Payout	€ 80.00
vang█	Step Payout	€ 80.00
vang█	Step Payout	€ 80.00
leng█	Direct Commission	€ 19.80
ma█	Step Payout	€ 80.00
ma█	Step Payout	€ 80.00
ma█	Step Payout	€ 80.00
ma█	Step Payout	€ 80.00
zaa█	Step Payout	€ 80.00
zaa█	Step Payout	€ 80.00
zaa█	Step Payout	€ 80.00
zaa█	Step Payout	€ 80.00
freedom█	Step Payout	€ 80.00
freedom█	Step Payout	€ 80.00
freedom█	Step Payout	€ 80.00
freedom█	Step Payout	€ 80.00
nkau█	Step Payout	€ 80.00
golden█	Direct Commission	€ 311.72
golden█	Step Payout	€ 80.00
golden█	Step Payout	€ 80.00
golden█	Step Payout	€ 80.00
golden█	Step Payout	€ 80.00
hope█	Step Payout	€ 80.00
road2█	Direct Commission	€ 278.20
road2█	Step Payout	€ 80.00
road2█	Step Payout	€ 80.00
road2█	Step Payout	€ 80.00
ka█	Direct Commission	€ 301.81
ka█	Step Payout	€ 80.00
ka█	Step Payout	€ 80.00
ka█	Step Payout	€ 80.00
ka█	Step Payout	€ 80.00

Username	Type	Amount
lth[REDACTED]	Step Payout	€ 80.00
lth[REDACTED]	Step Payout	€ 80.00
ftha[REDACTED]	Step Payout	€ 80.00
ftha[REDACTED]	Step Payout	€ 80.00
amie[REDACTED]	Direct Commission	€ 311.81
amie[REDACTED]	Step Payout	€ 80.00
amie[REDACTED]	Step Payout	€ 80.00
amie[REDACTED]	Step Payout	€ 80.00
amie[REDACTED]	Step Payout	€ 80.00
kayx[REDACTED]	Step Payout	€ 80.00
kayx[REDACTED]	Step Payout	€ 80.00
kayx[REDACTED]	Step Payout	€ 80.00
kayx[REDACTED]	Step Payout	€ 80.00
see[REDACTED]	Step Payout	€ 80.00
see[REDACTED]	Step Payout	€ 80.00
see[REDACTED]	Step Payout	€ 80.00
see[REDACTED]	Step Payout	€ 80.00
nou[REDACTED]	Step Payout	€ 80.00
nou[REDACTED]	Step Payout	€ 80.00
nou[REDACTED]	Step Payout	€ 80.00
yee[REDACTED]	Step Payout	€ 80.00
yee[REDACTED]	Step Payout	€ 80.00

Total Commission Amount: € 8232.12

The purchase and transfer of gold is free of valueadded tax