

From: inCruises™ Founder and CEO, Michael “Hutch” Hutchison

To: inCruises Partners

Re: IMPORTANT DISCLOSURE ABOUT OUR BUSINESS OPPORTUNITY

inCruises™ is proud to be part of the Direct Selling Industry. Direct Selling is about direct contact with your customers, being your own boss, and having your own business. You can work independently, or with a team. You can work from home and create the work/life balance that’s just right for you and your family.

The World Federation of Direct Selling Associations (WFDSA) defines direct selling as “a dynamic, vibrant, rapidly expanding channel of distribution for the marketing of products and services directly to consumers.” Basically, direct sales cuts out the middleman in the sales process. Direct selling also offers people the opportunity to:

- Work full or part time, from anywhere
- Own a business with little (or no) capital investment
- Earn income based on personal effort
- Socialize with others
- Be recognized for accomplishments
- Control their own schedule based on personal or family needs

According to the WFDSA, more than 91 million independent sales Partners are part of the global direct-selling industry, accounting for more than US\$154 billion in annual retail sales. Direct selling is a legitimate and lawful method of marketing that has been tested and proven over time. We adhere to the Code of Ethics of the Direct Selling Association (DSA) and we’re in the application process with the DSA.

We carefully chose to market our services through a direct selling model after exhaustive research into the benefits, costs, flexibility of multiple marketing channels. We strongly believe that our chosen model gives us the greatest opportunity to grow our brand and reach millions worldwide. That being said, we are aware that the direct selling advantages don’t come without some level of controversy as well as additional risks that we need to carefully monitor.

inCruises™ first and foremost cares about consumer protection and have thoughtfully created a product offering that provides great value to our members. We have Seller of Travel (SOT) registration in every state where they are required. We have worked with industry experts and attorneys to make sure our offer meets or exceeds every legal standard.

We will meet the highest standards when it comes to providing great customer service and will deal with customer complaints quickly and consistent with our policies, guarantees and procedures.

inCruises™ is also committed to providing and promoting a transparent, well-managed, fully compliant, legitimate business opportunity to our Independent Business Partners. As part of that commitment we will adhere to every State and Federal regulation in the US and with the laws of any Country or Territory where we operate as it related to direct selling and marketing of our business opportunity.

By law we are supposed to provide an Income Disclosure showing the historical earnings of our Independent Business Partners. We will provide that document on an annual basis and the first one will be published 12 months after our first commission payments have been made, following our launch. Although inCruises™ is a new company in the market, we will transparently state the facts regarding the generated income of our Independent Business Partners without revealing their personal information.

Thank you for the privilege of serving you and your families. I trust the above answers some of your concerns.



Michael Hutch

Michael "Hutch" Hutchison
Founder & CEO, inCruises™

NETWORK MARKETING OPERATING STANDARDS

This guide was prepared using the knowledge, feedback and legal opinions of various industry experts and attorneys. Our intent is to clearly illustrate how inCruises™ complies with any and ALL of the important standards of a lawful direct selling business using a network marketing model.

We do this, because unfortunately, there are times where illegitimate business opportunities (pyramid schemes or scams) can be easily confused with legitimate Direct Selling or Network Marketing Companies. There are clear distinctions between the two and using the chart below we want to showcase how our company has gone to great lengths to make sure we transparently provide a compliant and legitimate business opportunity for all of our Independent Business Partners.

STANDARDS	HOW WE COMPLY
<p>There should be a clear difference between a Customer of the product or service being marketed and the Representative promoting and making sales of the products and services</p>	<p>inCruises™ makes a clear differentiation between our Customers (we call them Members) and our Representatives (we call them Partners). Anyone can become a Member and that does not automatically make them a Partner. The same is true vice-versa. Some of our Members choose not to become Partners and some of our Partners choose not to be Members. There are costs and processes that are clearly different and separated to ensure there's no confusion.</p>
<p>There should be no required purchase of products or services by the Representatives to enter, advance or qualify for higher positions in the company.</p>	<p>inCruises™ does not require any Partner to purchase an inCruises Membership to enter the business or qualify for any commission or bonus. We clearly state this in our presentations and in our compensation disclosure document. We do, of course, want our Partners to buy a membership IF they believe they can benefit from our offer.</p>
<p>There should be no compensation for the recruiting or sponsoring of new representatives. Commissions should only be paid from the sales of products and services to consumers.</p>	<p>inCruises™ does not pay commissions or bonuses for the recruitment of new Partners. Any fees paid by new representatives are non-commissionable. Commissions and bonuses are paid only when a Partner completes a Membership Product sale.</p>
<p>There should be the requirements of enough sales by representatives to ensure that right behavior of true customer acquisition and not just qualification based on auto-consumption.</p>	<p>inCruises™ requires that representatives maintain a minimum of 5 Member sales in order to get residual compensation on all direct and indirect membership sales and other benefits and incentives for doing so. This is done to ensure that our Partners learn to market our Membership Product and can consequently teach others to do the same.</p>

<p>There should be policies and procedures to ensure that representatives are not auto-buying the required personal sales number or volume to qualify for commissions and bonuses.</p>	<p>inCruises™ discourages the auto-buying behavior simply for qualification of additional commissions and bonuses by requiring more than one or two sales to do so. Partners are only allowed to buy one membership for themselves and are required to produce and maintain 5 customer sales to qualify for residual compensation and bonuses.</p>
<p>There should be strict rules to prohibit inventory loading.</p>	<p>inCruises™ does not allow any kind of inventory loading by nature of our simple membership program.</p>
<p>There should be incentives and/or requirements for recruiting or sponsoring representatives to provide assistance and mentoring to new representatives.</p>	<p>inCruises™ provides incentives like our unlimited Kick-Start Coaching Bonus program that pays leaders for helping their representative to achieve certain goals. Additionally we promoting a strong leadership culture of training, helping and mentorship to ensure the success of the newest representatives.</p>
<p>There should be no buying into positions and /or levels by representatives of the company in order to earn higher commission amounts or bonuses of customer sales in their sales structure.</p>	<p>inCruises™ does not allow for anyone to buy into a position. In fact, we have an ATTAINED title AND a PAID AT title. By attaining a certain level it does not mean you can sit back and just earn compensation from your team. You must remain active as a leader and maintain those production levels to be PAID AT the level you have attained.</p>
<p>There should be proper disclosure at all times of the earnings potential of the opportunity.</p>	<p>inCruises™ does proper disclaimers each time we explain our compensation program. We adhere to a zero tolerance policy when it comes to projecting income potential. Annually we will file and post on our website a full disclosure of the income earned by our Partners.</p>
<p>There should be a complete prohibition of hypothetical earning projections and the company should ensure compliance by all representatives to the same.</p>	<p>inCruises™ does not permit any Partner to make income claims. We strictly prohibit:</p> <ul style="list-style-type: none"> · Showing your actual earnings to promote the business opportunity. · Projecting or explaining how much money you could potentially earn if you join. · Manipulation or fabrication of business presentations not authorized by us to illustrate in any capacity our business opportunity and earnings potential.

<p>There should be NO inducement to get potential customers to buy the product or services of the company based on the potential of getting your money back or not paying for the product by referring others.</p>	<p>We do offer a great program that waives your monthly fees if a Partner signs up and maintains five directly referred Members. You have to pay an activation fee to become a Partner so we strictly discourage using this program in relation to the promotion of the Membership Product. Most of our Members will not refer five other Members.</p>
<p>There should be no unreasonably high entrance fees, training fees, franchise fees, fees for promotional materials or other fees related solely to the right to participate in the direct selling business opportunity.</p>	<p>inCruises™ offers an Independent Partner Program like no other in the marketplace. We provide great tools and training. We do charge an activation fee and annual fee to remain as a Partner after year 1. This fee is reasonably priced. In fact, we believe it offers great value for our Partners. One feature alone (our unlimited email marketing system) could easily cost you \$30 to \$50 per month if purchased elsewhere.</p>
<p>There should be policies and procedures to ensure that Independent Business Partners represent the product or service truthfully and that all features, guarantees, refund policies and terms are properly explained to the end consumer.</p>	<p>inCruises™ has created a Policies and Procedures Manual that outlines the proper and improper ways to market our membership and opportunity. We also prominently display our refund policy on our site and require acceptance with our terms to make any purchases. Additionally, we have set up systems to monitor and properly deal with any violators.</p>
<p>There should be complaint handling procedures to ensure prompt resolution of all complaints.</p>	<p>inCruises™ takes customer protection and providing great customer service with the highest level of corporate citizenship and responsibility. We promptly and fairly deal with any and all complaint or disputes. We answer 100% of our customer's requests, questions and complaints within 24 hours during regular business hours and within 48 hours during holidays and weekends. In 90+% of the cases we will resolve issues and technical support tickets within 6 hours.</p>