## Inventory With No Risk Example (\$3600)

Assume you hold your five Perfect Start skin care classes with a conservative show sales average
of $\$ 200$ in sales per show:
5 classes $\mathrm{x} \$ 200$ sales per class $=\$ 1000$
Let's suppose you start with an inventory of $\$ 3600$ wholesale ( $\$ 7200$ retail). This is enough products
to service approximately 36 customers or approx. two classes per week. Let me show you
how the No Risk Guarantee works:
\$ 3600 Beginning wholesale investment - $\$ 7200$ retail

- 500 Less wholesale inventory depleted from sales at the five classes (or after you have sold $\$ 1000$ retail)
$\$ 3100$ Wholesale balance of inventory on hand after your first $\$ 1000$ in retail sales
-3015 Less 90\% Buy-back Guarantee from Mary Kay Cosmetics (explained on Beauty Consultant Agreement)
\$310 Amount not refunded by Mary Kay
Retail sales from your first 5 classes $\$ 1000$
Less the $10 \%$ not refunded by MaryKay - 310
Less the cost of your Starter Kit -100
You are ahead! \$590
You will have invested about 15 hours of work time in doing your first 5 skin care classes. You will
have earned approximately $\$ 50$ per hour just for trying this business - even if you decide to quit
at this point! These figures are minimal - if your sales exceeded $\$ 1000$, then of course your benefit
would increase proportionately!
FOOD FOR THOUGHT.
If you invest $\$ 3600$ in Mary Kay inventory, you can double your $\$ 3600$ within weeks! If you invest $\$ 3600$ in a savings account at 4\% interest it will not double for 19 years!

