



# Compliance Guideline

#### Electronic Platforms & Transactions

Enagic (Malaysia) Sdn Bhd (201101042983) (Direct Sales License No.: AJL 931978)



#### Introduction

### Direct Sales and Anti-Pyramid Scheme Act 1993

Enagic (Malaysia) Sdn Bhd is **a valid holder of the Direct Sales License** and it is required and expected for Enagic to abide by the Direct Sales and Anti-Pyramid Scheme Act 1993 and its regulations.



Distributors are **prohibited** from creating any **(1) independently-designed website** which market, promote and/or advertise the sales of company products, services and/or marketing plan.

Distributors are only allowed to advertise through an approved Company Web System; <a href="https://www.enagicwebsystem.com">www.enagicwebsystem.com</a> (EWS) only.

Why? This is to ensure the information provided are aligned with information provided by the company.



Distributors are **allowed** to market, promote and/or advertise the sales of company products, services and/or marketing plan through **(2) social media platforms**, *with conditions*.

What are these conditions include?

- Syarat-Syarat Lesen Jualan Langsung;
- Enagic's Policies & Procedures; and
- relevant law and regulations of the country.



What is considered as social media platforms?

- Facebook;
- Twitter;
- Instagram; and/or
- Etc.

What are the means included in social media platforms?

- postings;
- live sessions; and/or
- conversations.



What are the **Syarat-Syarat Jualan Langsung** indicates?

- identify yourself distributor must indicate his distributorship status, by showing his *Kad Kuasa* (Authority Card), with clear indication of full name and ID Number.
- business conduct distributor is required safeguard and promote the
  reputation of the product and services of the company and shall refrain from
  all conduct which might be harmful to the reputation of the company or to the
  marketing of such products and services.



Distributors are **not allowed** to market, promote and/or advertise the sales of company products, services and/or marketing plan through (3) unsolicited email (spamming) and through (4) telephone solicitation (telemarketing).



#### Introduction

### Direct Sales and Anti-Pyramid Scheme Act 1993

The act of selling Direct Selling products through electronic transaction is an **OFFENCE** under Section 19A of the Direct Sales and Anti-Pyramid Schemes Act 1993.



What is considered as **electronic transactions**? An electronic transaction is the sale or purchase of goods or services conducted outside of Enagic.

- Independently-designed websites;
- Social media platforms;
- Emails;
- Telemarketing; and/or
- Third-party platforms.



Why is it prohibited for distributor to conduct electronic transactions through these means? This is because, electronic transactions do not comply with

- Syarat-Syarat Jualan Langsung
- Personal Data Protection Act 2010
- Poison Act 1952.

Prospective buyers are not informed on the policies, terms and conditions, code of conducts as well as agreement that they are going into.



Third-Party Platforms - Shopee, Lazada, Carousell and etc.

All Enagic products are **ONLY** exclusively available through our official website and from our authorized distributors. Enagic **DOES NOT** engage in any third-party platforms for retailing.

Enagic is under no obligation to conduct product verification.



What are the risks of purchasing products through electronic transactions?

- The products purchased may not be registered under the purchaser's name. **All warranties are limited and non-transferable. No warranties** shall be provided for any products purchased from third-party platforms.
- The products purchased could be counterfeit and of unknown quality.
- Purchasers are exposed to the high risks such as unfulfilled orders, expired products and defective - not safe to be consumed.
- **No replacement** requests shall be entertained under any circumstances for the products purchased from third-party platforms.
- The products may be sold buy dubious dealers without any reliable contact information or any support.



What has Enagic done to tackle the unauthorized sales of Enagic products through third-party platforms?

- Enagic has taken the initiative to lodge complaints via Intellectual Property Rights (IPR) of these platforms;
- to educate the public on the risks of purchasing Enagic products through third-party platforms; and/or
- conduct investigations and take disciplinary actions accordingly.



Lodge complaints via

Intellectual Property Rights (IPR) - Shopee

https://help.shopee.com.my/por tal/webform/c585cda7a212489f adcb4be586093eda



#### **Intellectual Property Infringement**

Brand Owners/Brand Protection Agencies can submit a complaint to report on listings that are infringing their IP rights via the this form and our team will access the complaint based on the documents provided. We will revert with an update once we have assessed the complaint.

#### **Documents required for each nature of complaint**

Counterfeits / Trademark

- 1. Letter of Authorization (if informant is not IP owner)
- 2. Local Trademark Registration Certificate(s)
- 3. Pictorial Guidance/ Pricelist

#### Copyright

- 1. Letter of Authorization (if informant is not IP owner)
- 2. Local Copyright Registration Certificate(s), if any
- 3. Pictorial Proof

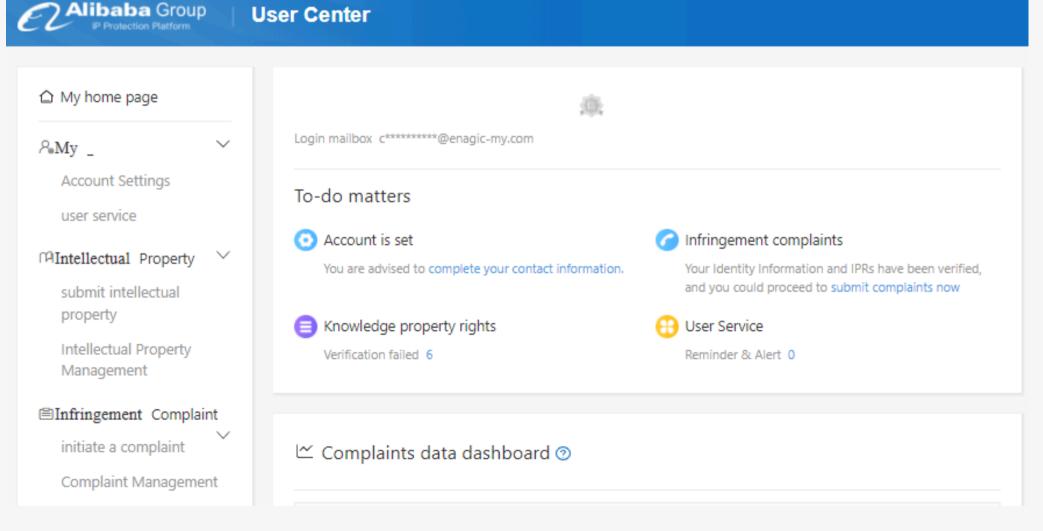
#### Industrial Design

1. Letter of Authorization (if informant is not IP owner)



Lodge complaints via
Intellectual Property Rights
(IPR) - Lazada

<a href="https://ipp.alibabagroup.com/login.htm">https://ipp.alibabagroup.com/login.htm</a>

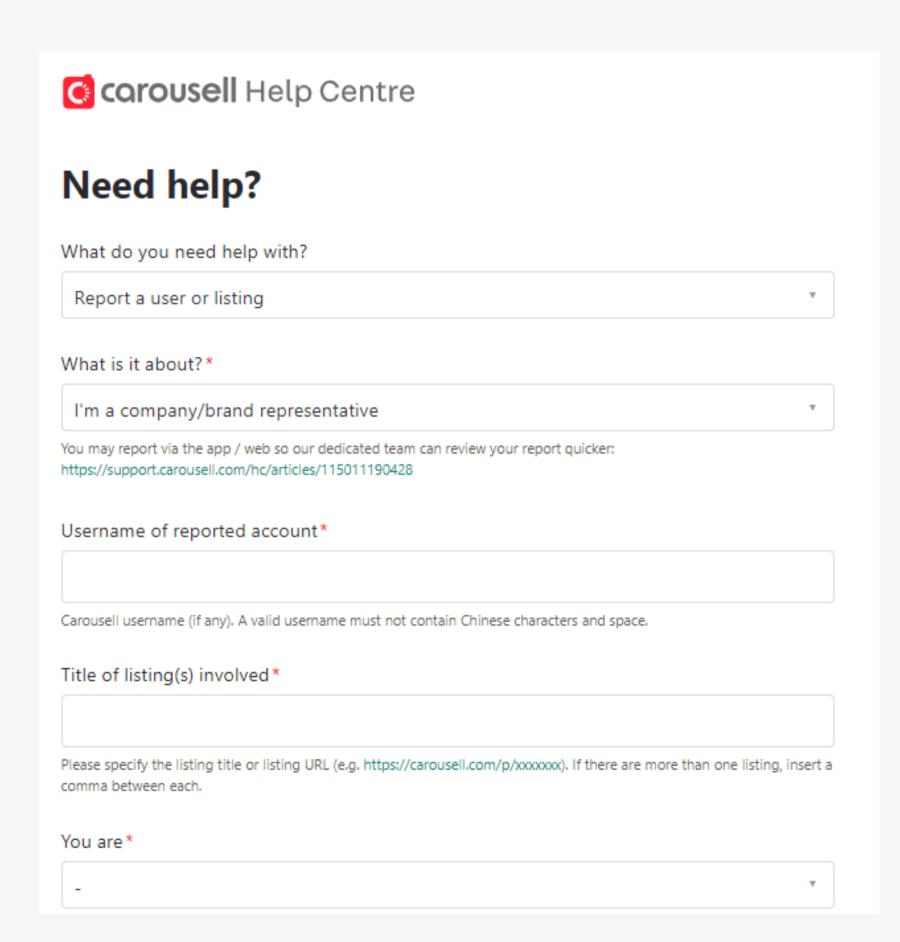




Lodge complaints via

<u>Intellectual Property Rights</u> (IPR) - Carousell

https://support.carousell.com/hc/en-us/requests/new?
ticket form id=1900000091648&
open chat bot=true&origin=we
b&platform=web





What are the **challenges/difficulties** that Enagic face while lodging complaints via Intellectual Property Rights (IPR) of these platforms?

- complicated procedures
- manual process
- time consuming for these platforms to remove the listings
- uncertainty that the listing will be removed



What would happen to the listing after these platforms have removed it?

- complicated procedures
- manual process
- time consuming for these platforms to remove the listings

Will the removal of these listings prevent the seller to continue selling and create new listings?

• **No**. The sellers will continue to create new listings and company will have to continue lodging complaints via Intellectual Property Rights (IPR) of these platforms.



### Contact Us

Should you need further assistance, please contact us at:



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