

Barbara Bailey  
Advisor, lia sophia

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Dear Sir or Madam:

I am writing this letter because I am concerned about the proposed Business Opportunity Rule R511993. I believe that in its present form, it could prevent me from continuing as a lia sophia advisor. I understand that part of the FTC's responsibilities is to protect the public from "unfair and deceptive acts or practices," yet some of the sections in the proposed rule will make it very difficult, if not impossible, for me to sell lia sophia products.

I have been a lia sophia advisor/manager for only a few months. I had been looking for a direct sales opportunity and became a lia sophia advisor because it was a relatively low 'start up'. I could start my business virtually risk free! I also felt the products were exceptional, and the customer plans were excellent. I am a single mother of a young child, and I was in need of additional income, but I needed to do something without giving up the flexibility to be there for my son. The lia sophia opportunity gave me both. The business opportunity was presented to me very clearly and precisely. There were no catches or gimmicks when I signed up, and I have not found ANY surprises to date. Everything lia sophia has said has been true. I have already been paid – TWICE! – to the tune of almost \$800!!! If anything – I have been pleasantly surprised by the entire experience! My hope is to begin to share this opportunity with other women, and the proposed legislation will make it difficult to do so.

One of the most confusing and burdensome sections of the proposed rule is the seven-day waiting period to enroll new lia sophia advisors. Lia sophia's kit only costs \$149.00. People buy TVs, cars, and other items that cost much more and they do not have to wait seven days. This waiting period gives the impression that there might be something wrong with the company or the compensation plan. With lia sophia, the initial investment to start your own company is minimal compared to franchising or opening a small business! Where can you start up your own company for \$149 and expect to make a 6 figure income in THREE years! Also, when I first speak to someone about lia sophia will then need to send in many reports and unnecessary paper work to my company headquarters.

The proposed rule also calls for the release of **any** information regarding lawsuits involving misrepresentation, or unfair or deceptive practices. It does not matter if the company was found innocent. Today, anyone or any company can be sued for almost anything. It does not make sense to me that I would have to disclose these lawsuits unless lia sophia is found guilty. Otherwise, lia sophia and I are put at an unfair advantage even though lia sophia has done **nothing** wrong.

Finally, the proposed rule requires the disclosure of a minimum of 10 prior purchasers nearest to the prospective purchaser. I am glad to provide references, but in this day of identity theft, I am very uncomfortable giving out the personal information of individuals (without their approval) to strangers. Also, giving away this information could damage the business relationship of the references who may be involved in other companies or businesses including those of competitors. In order to get the list of the 10 prior purchasers, I

will need to send the address of the prospective purchaser to lia sophia headquarters and then wait for the list. I also think the following sentence required by the proposed rule will prevent many people from wanting to sign up as a salesperson - "If you buy a business opportunity from the seller, your contact information can be disclosed in the future to other buyers." People are very concerned about their privacy and identity theft. They will be reluctant to share their personal information with individuals they may have never met.

I appreciate the work that the FTC does to protect consumers, yet I believe this proposed new rule has many unintended consequences and there are less burdensome alternatives available to achieving your goals.

Thank you for your time in considering my comments.

Respectfully,

Barbara Bailey  
Advisor