

MLM Income Distribution System

1. Overview

The MLM Income Distribution System supports different types of MLM structures to fit the client's business strategy. Users earn income through referrals, team-building, and performance-based incentives. The system automates the distribution of commissions based on plan logic.

2. Supported Plan Types

- ✓ Unilevel Plan (Default)
- ☐ Binary Plan (Left & Right leg system)
- ☐ Matrix Plan (Fixed-width team structure)

✓ A. Unilevel Plan

☐ Structure:

Each user can refer unlimited users directly under them.

Income is distributed level-wise up to N levels (e.g., 5 levels).

☐ Income Types:

Direct Income

Level Income

Bonus Income

☐ Example Commission:

Level	Commission
1	10%
2	5%
3	3%
4	2%
5	1%

☐ B. Binary Plan

☐ Structure:

Each user can refer 2 people only (Left and Right).

New users spill to the downline if both positions are filled.

Commissions are based on pair matching between left and right legs.

☐ Income Types:

Pair Matching Bonus (e.g., ₹500 per matched pair)

Direct Referral Bonus (fixed or %)

Capping: Daily max income limit to avoid system overflow

☐ Example Logic:

1 Left + 1 Right = 1 Pair

System checks daily or real-time for pair matches

E.g., If a user has 5 pairs in a day and ₹500 per pair → ₹2,500 earned

☐ Business Rules:

Carry Forward: Unmatched IDs are carried forward

Flushing: Points may reset if conditions aren't met by period end

Capping Limit: e.g., ₹5,000/day max income

☐ C. Matrix Plan

☐ Structure:

A fixed team width and depth (e.g., 3x3 = 3 referrals max, 3 levels deep)

Once filled, spillover goes to the next available spot in the tree.

☐ Income Types:

Matrix Completion Bonus: Earned when a level in the matrix is filled

Direct Referral Bonus

Position-Based Bonuses

☐ Example Logic:

Level	Members	Commission
1	3	₹300
2	9	₹900
3	27	₹2,700
Total	39	₹3,900

☐ Business Rules:

Matrix resets or opens new matrix after completion

Spillover benefits uplines and keeps the structure balanced

3. Common Features in All Plans

Feature	Description
User Registration	With referral code
Admin Panel	For managing users, packages, plans
Wallet & Withdrawal	Request, approve, auto-process
Commission Engine	Daily or real-time
Reports & Dashboards	For user and admin

4. Database Structure Overview

Table Name	Description
users	User info, referral/tree IDs
packages	Purchase options

transactions	Financial transactions
income_logs	Income by type, amount
withdrawals	Payout requests
referrals	MLM tree tracking

5. Payout Rules (Applicable to All Plans)

Minimum Withdrawal: ₹500

TDS/Tax Deduction: 5-10% depending on jurisdiction

Processing Time: 24–72 hours

Wallet Management: Transfer to bank or hold in system