AMAZON WHOLESALE

INTRODUCTION TO AMAZON WHOLESALE FBA: BUILDING A PROFITABLE BUSINESS



What is the meaning of Wholesale?

Wholesale is the act of a Business buying Goods from the manufacture or a distributor for the purpose of reselling to other business or consumers.





NOW LET UNDERSTAND WHAT IS AMAZON FBA WHOLESALE?

Amazon FBA Wholesale is a business model in which sellers purchase established brand products in bulk from manufacturers or authorized distributors after getting approval from them then you are allowed to me too list of their products.



REQUIREMENTS FOR AMAZON FBA WHOLESALE IN US

- Phone Number (VYKE/ SKYPE can be used)
- Address Get Unique Address as Registered Business Address for Company Formation
- Company Formation Create LLC
- Website (at least static)
- Bank Account Payoneer Business
- Business Email

Use this link for Payoneer

bit.ly/Payoneercreation

Signup Wise using this link:

bit.ly/wisecreation

REQUIREMENTS FOR AMAZON FBA WHOLESALE IN UK

- Phone Number (VYKE/ SKYPE can be used)
- Address Get Unique Address as Registered
- Company Formation Create LTD
- Bank Account Transfer wise and Payoneer
- Amazon Account Signup upgrade on LTD once individual account is active
- Website (at least static)
- Private Email

Use this link for Payoneer

bit.ly/Payoneercreation

Signup Wise using this link:

bit.ly/wisecreation

WHICH CATEGORIES TO PUT ON YOUR WEBSITE?

- Electronics
- Toys and Games
- Tools & Home Improvements
- Sports & Outdoor
- Pet Supplies
- Patio Lawn & Garden
- Office Supplies
- Baby
- Home & Kitchen
- Health & Household
- Grocery
- Beauty
- Arts Crafts & Sewing

NOW LET'S DISCUSS ABOUT TAXATION

What is Sales Tax?

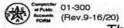
A sales tax is a tax paid to a governing body for the sales of certain goods and services.

Sales Tax and Resale Certificate

- State Permit of Sales Tax (will receive a sales tax certificate at Home)
- You will start collecting Sales Tax from effective date of Certificate
- Different Rules for Sales Tax of Different States
- Resale Certificate or Tax Exemption Certificate
- Every State has its own Template

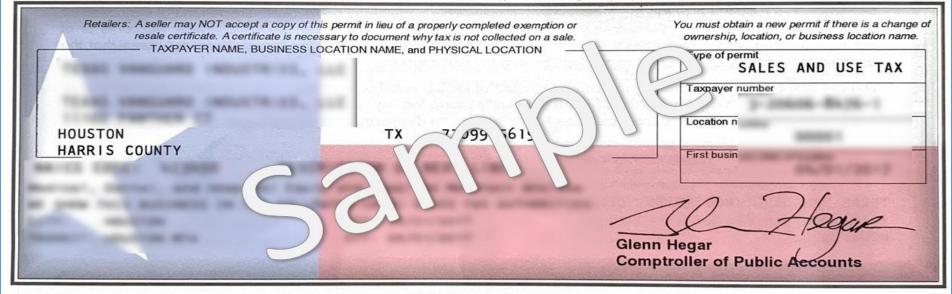
Sales Tax & Resale Certificate & EIN

- Sale tax certificate is your seller permit. It has your state tax number which you
 have to provide to suppliers to claim tax benefits usually.
- Resale certificate is a certificate provided by a supplier to you to fill it with your business information to show as a proof that you are not the final consumer of that goods, and you are a reseller of it.
- EIN full form is Employer Identification number also called as your Federal Tax ID.



TEXAS SALES AND USE TAX PERMIT

This permit is not transferable, and this side must be prominently displayed in your place of business.



You may need to collect sales and/or use tax for other local taxing authorities depending on your type of business.

For additional information, see "Collecting Local Sales and Use Tax" section on the back of this document.

If you have any questions regarding sales tax, visit our website at www.comptroller.texas.gov or call us at 1-800-252-5555.

UK VAT (Value Added Tax)

• UK resident companies are exempted from VAT till GBP 85000 of sales per annum.

- You may not register VAT till above limit. (Recommended to register as you may face lower number of approvals if you don't)
- Flat Rate VAT scheme 7.5 % on sales Recommended for PL as you can't claim VAT on purchased items.
- 20 % VAT Work good for WSFBA model as you can claim your VAT on purchases, and they will be deducted from sales VAT.

AMAZON TERMS – WHOLESALE FBA

- ASIN (Amazon Standard Identification Number)
- What is BSR Sales Velocity
- Reviews
- Ratings
- Seller Feedbacks
- Buy Box

INTRODUCTION TO PRODUCT HUNTING CRITERIA & TOOLS

Two Important Factors to Choose The Category

Make sure you look for the product in categories that:

- Have Enough Sales Volume
- Have a Wholesale FBA or FBM opportunity

HOW TO UNGATE THE GATED CATEGORIES?

A gated category is a category that has required Amazon's approval for sale.

How to find if the category is gated or you're eligible to sell the product:

- Funnel Guru Extension (Need seller central access)
- Create a MeToo listing & see the required documents.

-Need Invoices & Certifications which will be provided by Brand/Owners/Wholesalers.

GATED CATEGORIES

Gated

- Baby
- Health & Household
- Industrial & Scientific/ Beauty /
- Grocery (Partially gated)
- Pet Supplies
- Toys & Games

GATED CATEGORIES

Ungated

- Home & Kitchen
- Industrial & Scientific / Beauty / Grocery (Partially gated)
- Kitchen & Dining
- Arts, Crafts & Sewing
- Office Products
- Patio, Lawn & Garden
- Sports & Outdoors
- Tools & Home Improvements

PRODUCTS YOU SHOULD AVOID SELLING

- Easily Breakable Made of Glass or Fragile Nature
- HAZMAT That can catch fire easily and are dangerous to ship and store
- Multiple Variations Hard to cope up in Start That Differ in size, color and quality. Its hard to guess which variation sells best.
- Plugs into Electrical Sockets (Sell only Known-Established brands)
- Quality issues
- Weapons Related

WHOLESALE PRODUCT CRITERIA FOR US

• **BSR**: 1 to 60,000

• **Reviews:** Above 100

• **Rating:** Between 4.2 to 5

• Amazon: Not Selling or Out of Stock

• New Offers: 4 to 20 Competitive sellers

• Sales Equity: At least 30 sales per seller

• **FBA Sellers:** At least 2

• Package Weight: Under 2 KG

• Revenue: 4000\$ minimum

• **Price:** 20\$ (max depends on your budget)

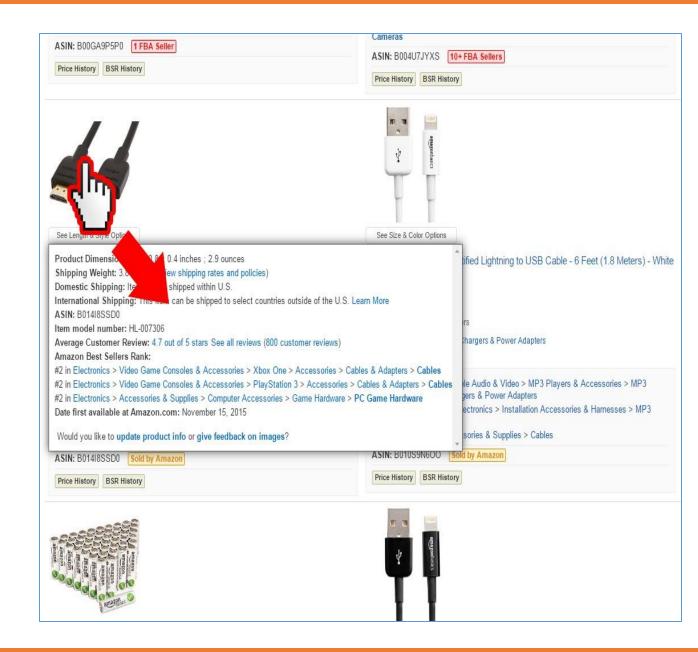
• Variations: Not more than 4

SAME CRITERIA CAN BE USED FOR UK – BSR SHOULD BE UNDER 25000

FREE EXTENSIONS FOR FBA WHOLESALE

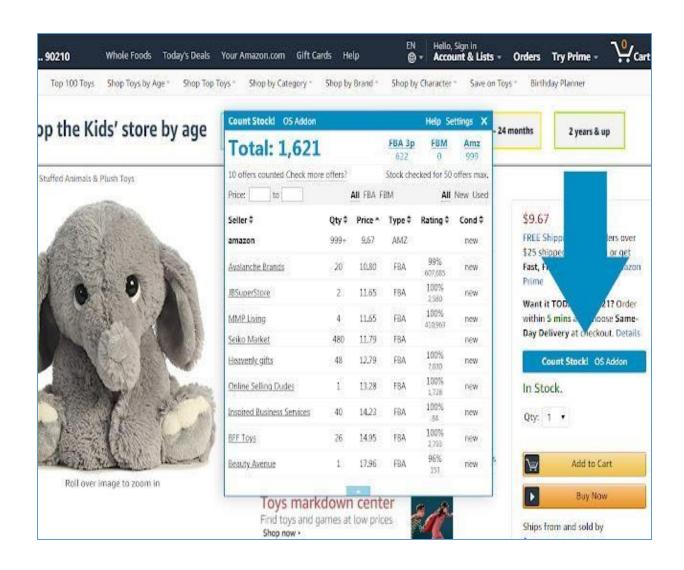
1. DS QUICK VIEW (EXTENSION)

Provides information on a product page about their BSR, ASIN, Main Category. Also shows you about the seller's information, how many sellers are selling the certain product or if Amazon is involved or not?



2. OS ADDON ONLINE SELLER ADDON

Provides information about how much stock different sellers has for a particular product, Information about their feedbacks, delivery time and fulfilment method.



AMAZON FBA PROFITABILITY CALCULATOR

Used to Calculate Profits (Amazon's own tool)

