



DROPSHIPING

101

The Ultimate Business Model That Lets You Sell Huge Inventories Without Lifting a Finger



<http://jadatrade.com/>

RT Richard Tong

<https://richardtong.com.au/>

Richard Tong

[Email](#)

Recommended Resources

- [Web Site Hosting Service](#)
- [Internet Marketing](#)
- [Affiliate Program](#)



How to Create an Online Dropshipping Business

A Five Minute Guide to Setting Up the Ultimate Home [Business](#)

Whether or not you know what dropshipping is, stick with this [guide](#) and we'll explore how you can go about setting up a brilliant business model that has a huge number of considerable advantages and very little in the way of disadvantages!

Dropshipping will allow you to have your [cake](#) and eat it – to take full control of an amazing [online](#) business selling physical [products](#) with *your* branding on them. But unlike business models that involve actually *creating* a product, there's no upfront [investment](#) and no risk.

What's the catch?

There isn't one!

The only challenge is finding the dropshipping providers to work with and discovering the business model in the first place. The only reason more people aren't already actively involved in dropshipping is that they don't know what it is or how to get started.

With this guide to hand, you don't have that problem!



So What is Dropshipping, Exactly?

Dropshipping is really a fulfilment model. Fulfilment in a [business](#) sense of course really means 'delivery' and so dropshipping is a model that ensures your products will be delivered to customers on time, intact and without costing you a huge amount of [money](#).

The way this works is quite novel though and also solves any challenges you might have had regarding manufacturing etc.

That's because dropshipping allows you to simply pass on orders directly to manufacturers and [wholesalers](#).

You list the [products](#) on your [website](#) as though you were any [online store](#) like [Amazon](#) and then when someone places an order, you simply send that order on to the wholesaler or manufacturer that creates the products.

They will then send the product on to the customer and they will handle everything from the delivery to the packaging to the product itself.

You get to keep a proportion of the profit but you don't need to [worry](#) about providing the service, designing or creating the product, or even storing huge amounts of inventory. This means there's no upfront expense – only the [profit](#) that comes from selling lots of copies of your products.

You are in the right place if you're looking for incredible quality, original [blog](#) posts for your website!



We are now offering backlinks embedded into Copyscape-proof spun [blog](#) posts.

These links are high quality and the content is top-notch. But by using an article spinner, we're able to save you big bucks.

These links – complete with unique [content](#) – will cost you just [PRICE]!

And the metrics are amazing...

Read on to find out what makes this such a great bargain and such a great opportunity!

Why Unique Content is So Important

The best way to get Google's attention and to see an increase in traffic to your [website](#), is to fill it with lots of great new content. This is how you increase the [trust](#) and reputation of any site, which in turn make its links more valuable.

Content is what makes the web go around – it's that simple. If you have landed on any website, then chances are that it was content that brought you here. You searched in Google for a specific topic and then you found results that seemed to answer whatever question you had or that seemed to provide entertaining, relevant information.

This is the service that Google provides – and it is predicated on indexing lots of high quality, original [writing](#).



By adding content to a site, it give the people what they want, which in turn gives Google what it wants. This makes links that are embedded into that content much more effective than backlinks found in link directories and the like.

That's what we're offering. At prices lower than the competition.

What is Spun Content?

Normally, buying backlinks with unique guest posts costs a lot of [money](#). That's because you're not only paying for the link but also for the time of a skilled writer who can put the post together for you.

This then means that [bloggers](#) and webmasters just starting out will often only be able to afford a few of those backlinks. No risk, just reward.



Dropshipping vs. Other Online Business Models

This might sound quite familiar to [digital marketers](#) reading this. Sounds a lot like affiliate [marketing](#) right? This is another [business](#) model where you don't actually create the product but instead just pass on orders by doing marketing in order to get a cut of the [profit](#).

So what's the difference?

Actually, there are a few *huge* differences that make a massive difference and definitely give dropshipping the edge by far.

Firstly, when you sell an [affiliate](#) product you have two options:

- ☐ Sell a digital [product](#) and get around 50-75% of the commission
- ☐ Sell a physical product and get around 4-8% of the commission

So that's a pretty high commission for a digital product! But there are big problems with digital products. First and foremost, digital products appeal primarily to young, tech-savvy buyers and largely to people who are already versed in digital marketing in many cases.

You might be willing to buy an ebook on [making money online](#) if it is well marketed and looks good.

But would your grandma? And would your Mum?



Would your Dad?

Would many of your friends?

Most people *still* don't like digital products because they aren't getting anything tangible in return and they don't want to read a [book](#) on a screen. Unless the information is so valuable to them that they're willing to spend lots of [money](#) for this privilege, you're going to struggle selling it. And some people will struggle even to grasp the concept of a digital [product](#).

When you sell a physical product though, you're [making](#) yourself a *much* larger potential audience and thereby opening up the potential for a much larger profit. At the same time, physical products will usually solve very specific problems for very specific people and be easy to describe and explain. This all makes them far easier to market to a wider audience.

And when you sell a physical product through a dropshipping [business](#), you'll be acting as a reseller. Despite the fact that you never actually *receive* the product, you will still be reselling in theory and thus normal pricing conventions apply.

The normal pricing convention in this particular scenario is 'keystone pricing'. In simple English, that means you make a 100% [profit](#) – selling products for twice the value you pay for them and essentially getting 50% commission.

What's even more important though, is the way that dropshipping keeps your customers engaged with your brand.

When you sell an [affiliate](#) product to a customer, you are recommending them a product that you didn't create and that you have no hand in creating. You're admitting that it's not 'your' product



and that someone else created it and you're sending the customer away from your [website](#) in order to buy it.

Now ask yourself with brand they're more likely to remember: yours? Or the brand printed on the product they bought and the website they bought it from?

Furthermore, it now becomes highly unlikely that they'll ever buy multiple products from your website. They've been sent away from your brand and so if they're going to do some shopping, they'll be doing it on the site where they bought the [affiliate product](#)!

With dropshipping though, the manufacturer is a silent partner. This is just the same as [buying](#) from [Amazon](#) – the company has no involvement as far as the buyer is concerned and so they can focus on buying from *you* and from dealing with you. The result is that your [business](#) looks much more professional and the customer stays engaged with your brand much better – potentially even placing multiple orders for multiple products!





Branding Your Products

Better yet, some forms of dropshipping actually allow you to add *your* branding to the [product](#), thereby communicating loud and clear that it was you that created the product and greatly strengthening your brand awareness, visibility and professionalism. You can now sell your very own branded [clothing](#) line, or your very own supplement line – truly cementing yourself as a professional in the industry and an expert.

This is called 'white label dropshipping'. The term white label simply means that the company you're using to drop [ship](#) through will be a *completely* silent [partner](#) – not adding their branding or logo anywhere to the products themselves or to your packaging. The 'white label' is the simple white packaging/sticker that will be placed on your items and that the company will then print your logo onto that white label, in order to allow you to design your own branded item.

And in some cases, you can even [design](#) some aspects of the product.

For example, a white label supplement company will let you sell supplements that come in pots bearing your logo and your company name. But what's more, is you can often even decide what goes into them. For example, if you were to design your own multivitamin or multimineral, you could choose precisely the vitamins and minerals



you wanted to put into it and then give it a name of your choose like 'Multi Core'. Add your logo and some fancy packaging, pick a price point and sell it.

But despite having complete control over the dropshipping in this manner, you don't need to create any design specifications or [blueprints](#), you don't need to work with a manufacturer and you don't need to put in a 'MOQ' (minimum order of quantity) and potential get stuck with thousands of [dollars](#) of supplements that no one will buy.

It really is the perfect [business](#) model, offering truly passive [income](#), zero risk or up-front cost and complete control.





How to Find a Dropshipping Company

Now comes the tricky part – finding a dropshipping company.

Unfortunately, not every business out there is going to be willing to offer dropshipping services because they benefit *you* much more than them!

But more and more companies are starting to offer the service over time to adapt to the changing demands of [online business](#). The only challenging is finding them.

Fortunately, there are a number of directories that store all this information for you to easily find online and these [sites](#) make life a lot easier.

In the full ebook, we discuss a number of dropshipping directories that you can use and compare them based on their price and their convenience. Some good examples include DropshipDesign, Doba, Shopster and WorldWide Brands. We also look at some free alternatives.

But there are other methods you can use too. One is simply to use good-old Google! Try searching on Google for 'clothing dropshipper USA' or 'white label supplements dropshipping UK' and you'll find lots of sites come up.

Another useful method is just to contact companies directly. Find a [product](#) you like, get the contact details of the manufacturer and then drop them an email. You may find that even if the company doesn't offer dropshipping right away, they'll be willing to look into it.



When discussing with dropshipping suppliers, there are a few things to keep in [mind](#). Some might require fees, or might use specific terminology that you'll need to refer to. We've discussed all this in depth in the ebook, so it's definitely worth checking that out to make sure that you find a company that's willing to work with you and so that you come across well!

The main thing you need to do is to convince them that you're a real reseller and not a commercial customer. Wholesalers want to avoid letting consumers buy from them directly as a way to get the resale price. Likewise, they want to avoid [working](#) with resellers who are going to waste their time with lots of questions only to help them sell two items...





How to Find GOOD Partners to Work With

What's also crucially important, is that you find high quality dropshipping partners to work with and avoid companies that aren't going to offer a good service.

Remember, your reputation rests on the quality of their service. If they don't deliver your product on time, or if the product arrives broken, then it's *your* reputation that will take the hit and *your* [site](#) that won't make any more [sales](#)!

What's more, is that some dropshipping companies are 'fake' and actually won't get you a very good deal.

How can a dropshipping company be fake? Simple: they are actually just resellers! Their game is to work with dropshippers, to sell their [products](#) to you at an increased price and then to take the [profit](#). Of course this means you're not getting the very best deal at all...

Again, the full ebook has some tips to help you spot companies that will provide a good service and you should read through these before committing.

But another tip is just to test the service out yourself first. Message the company to let them know you're interested in working with them but ask to see an example of one of their products first. A good dropshipping company should be more than happy to send over a sample, as that way, they can demonstrate their expertise and hopefully secure your [business](#).



Another good [idea](#) is to ask them what they do for quality control. It's common for factories with large outputs to let mistakes creep into their work and this is how people can often end up with [products](#) that don't quite work or that look misshapen. Ensure this doesn't happen by discussing the measures that the company goes to in order to [check](#) everything produced meets a minimum standard.





Setting Up Your Online Business

Now you know what dropshipping is and how to find and work with dropshipping partners, what's left is to actually build your [business](#).

The first step is to identify your niche/industry. In other words, what *type* of product are you interested in [making](#)? Who are you interested in targeting?

Do you want to create a [health](#) and [fitness](#) product aimed at young men?

Or do you want to create a beauty product for older [women](#)?

Either way, it's useful to identify the size of your potential market, the competition that you would be facing in that [market](#) and the trends. You should be able to identify a good price point for your product this way, as well as finding a [niche](#) where there isn't too much competition.

You then need to think about the product you want to sell and how this is going to tie in with your overall brand. This is important too – there should be a synergy between your brand, your message and what it is you sell. Sell something you believe in and that you understand and aim for something that you can describe easily.

Ask yourself: what problem does this product solve? What makes it different/better than the competition?

From here, there are two ways to find your audience.



The most brilliantly simple method is simply to list the product on eBay or on [Amazon](#). That's right: you can sell a product on eBay that's dropshipped. In fact, a huge proportion of items on eBay *are* dropshipped!

This makes your life incredibly easy – there's no [marketing](#), no promotion, no [writing](#) blog posts...

You're just finding a product, listing it on eBay and profiting!

The other method is a little harder and more involved but it also gives you the ability to build a large, loyal customer base and to sell a lot more as a result. This latter option is of course to create your own [website](#) or [blog](#), to create regular content and to that way develop a large, loyal audience by positioning yourself as an authority in the [niche](#). From there, you can then recommend and sell products and find they sell a *lot* faster owing to the relationship you've already created.

This is where your skill as an [internet marketer](#) comes in. Your [job](#) is to create a website, to write regularly content that offers something different while still being highly searchable and to update regularly. The more content, the more there is for Google to search and the more you can start to build a large [audience](#). Grow your mailing list, [answer](#) questions and create a social media presence with strong branding that has a very straightforward mission statement.

The only 'new part' will be to create an online store. An ecommerce store will allow you to sell [products online](#) through a shopfront that looks a little like Amazon or any other online store that you might have used in the past. This lets you display your products along with photos and descriptions and this helps you to make them more desirable.



There are actually some [methods](#) you can then use as well that will help you to encourage more [sales](#). These are the psychological strategies that smart shop owners use in order to make items appear better value, or to tempt people into increasing their order.

This is a perfect way to grow from a small [blog](#) into a massive [business](#), selling multiple products and generating a huge [income](#). And once that's underway, then you *can* start to consider the possibility of designing your own products from scratch.

All this and much more is discussed in the ebook, so if you've never created an ecommerce [store](#) before, this is highly recommended reading.

And of course there's nothing to prevent you from combining your eBay store with a [website](#). This way, you can start off selling [products](#) from eBay and drawing in customers and only then grow that store to branch out with your own website. If you take a look at many of the stores on eBay, you'll see that the bigger ones now have their own websites and ecommerce sites too.

There are countless possibilities with dropshipping and it's crazy that more marketers aren't using this model to create profitable businesses. It's time you got involved! Start looking for dropshippers today, or consider reading the full ebook to get the competitive advantage...

