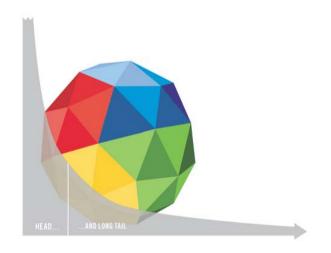


WTO Workshop on Electronic Commerce

Session 2. Expanding SMEs Opportunities via E-Commerce



Brian Bieron eBay Inc. Public Policy Lab Geneva 18 June 2013

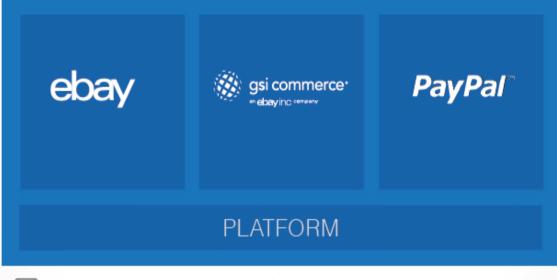
We seek to enable commerce

Individuals
Firms of all sizes
Locally and globally





























Enabling commerce Platform, tools, services



Trade looks different today

Rise of the micro multinational Rethinking trade policy



Trade today Traditional trade <u>and</u> "global commerce"





The rise of the micro multinational





Alex & Anastasia Khaykin, United States:

"eBay has created a rare opportunity for a global presence for Target PC. Our international business has been steadily growing over the past five years as some developing countries have continued their fast economic growth and as the whole world continues to be 'smaller.'"

Khanna Jewellery, serving customers in Asia, North America and Europe from India:

"When we were operating offline, we had problems with attracting potential buyers, maintaining payment credit cycles, order procurements, travelling expenses and debt notes."

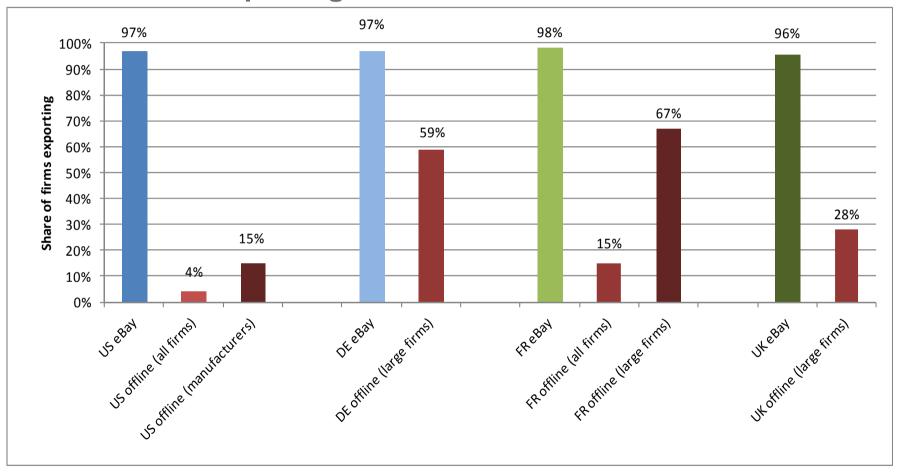


Carol Fung, seller and education specialist in Malaysia: "I have been interviewed numerously by our local media since 2006 to inspire Malaysians that they can too start a home business with zero-cost!"



Global commerce

Share of firms exporting

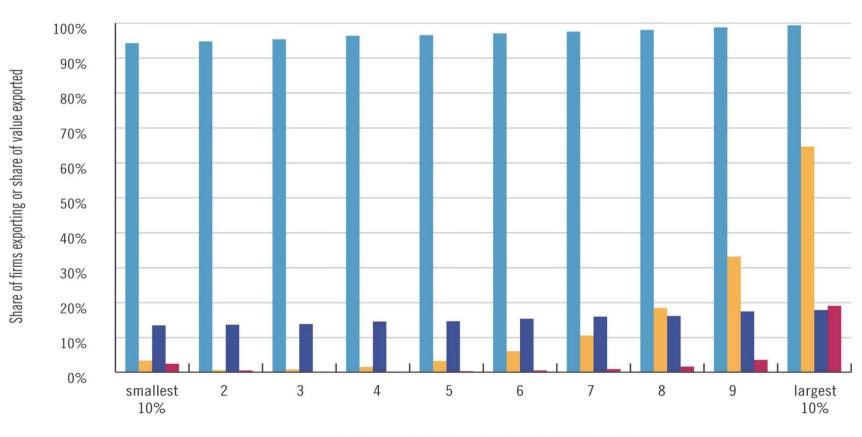


Source: Compilations using eBay data for 2010, sellers with sales of at least USD 10,000; US offline: Bernard et al. (2007); France (all firms): Eaton et al. (2009) (large firms only); Germany and UK: Mayer & Ottaviano (2007).



Micro-small and Small Business are Trading

Exporting online is as easy for small sellers as for large sellers



Deciles by total sales value (smallest to largest)



Share of sellers/firms exporting (eBay)

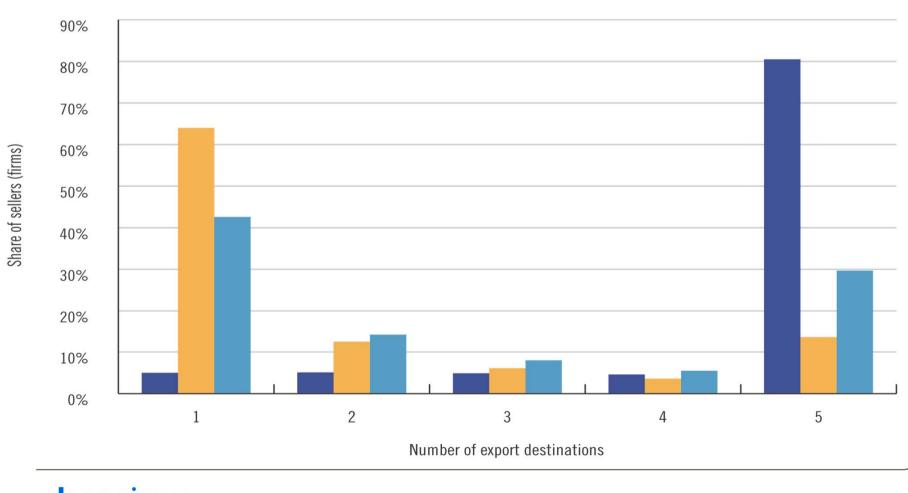
Share of value exported (eBay)

Share of sellers/firms exporting (France)

Share of value exported (France)

Trading Destinations

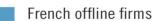
Contrasting online and offline behavior





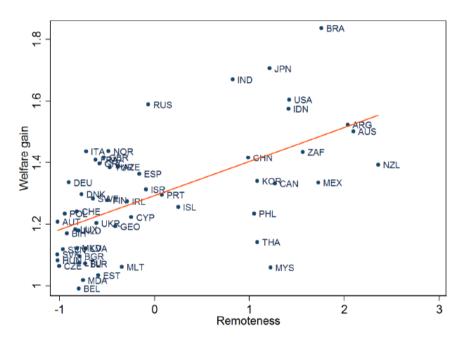






GDP Gains

Gains from moving to online trade costs



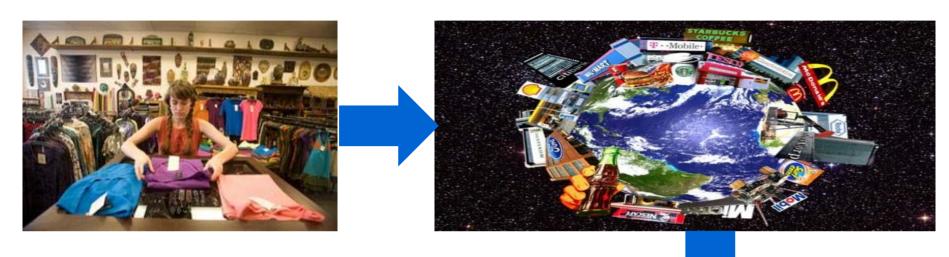


The Global Empowerment Network

An Alternative Agenda for Small Business Global Economic Opportunity



Entering the Global Economy in the Current Model



Plug into a multi-nationals corporations' supply chain





The Global Empowerment Network



INTERNET

LOGISTICS

SERVICES

POLICY



Sustainable Connected

Global

Local

Empowered

Mobile

Pain Points

Industry and Government have a Role



Evidence of Pain Points



Andreas Voswinckel, founder of German trader LIMAL, which employs 80 people, notes that: "A shipment from Cologne to Brussels is three times more than from Hamburg to Munich – yet the distance is three times lower."



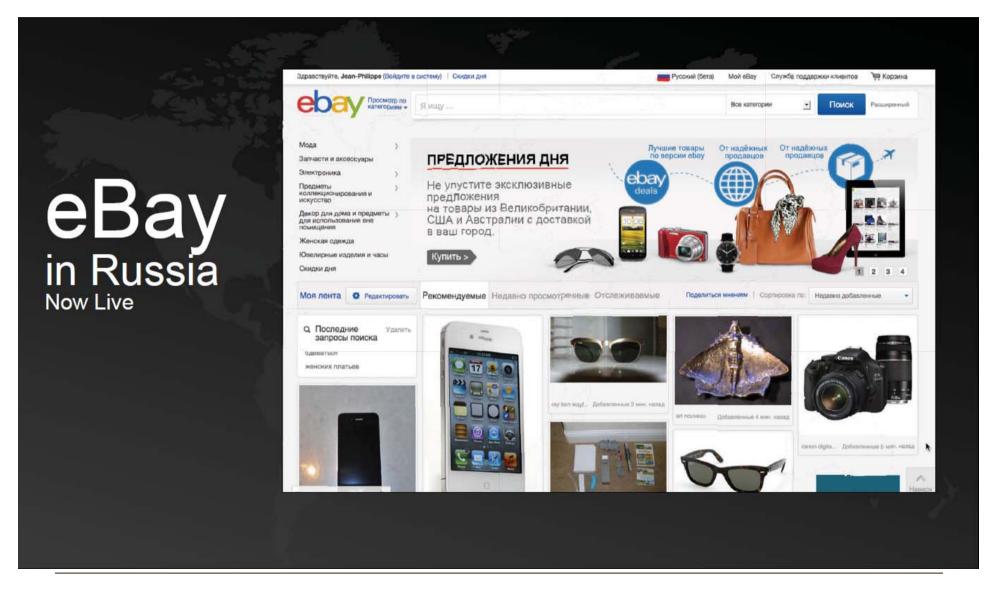
Adam MacKay, Director of Blue Water Sports: "Clear and simple advice on cross border trade needs to be made available to both retailers targeting the EU and EU consumers so that obligations and responsibilities are understood."



A survey by FreshMinds with 869 ebay sellers in Germany and 759 in France revealed that 73% of the German and 52% of the French respondents considered tariffs and customs duties to be a significant barrier to trade outside of the EU.

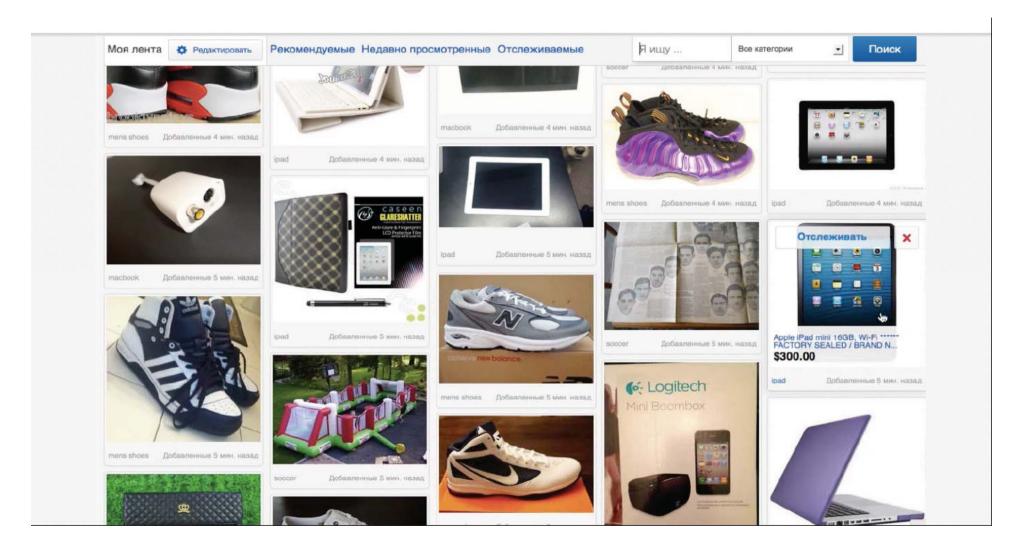


eBay Resolving Pain Points - Language Translation



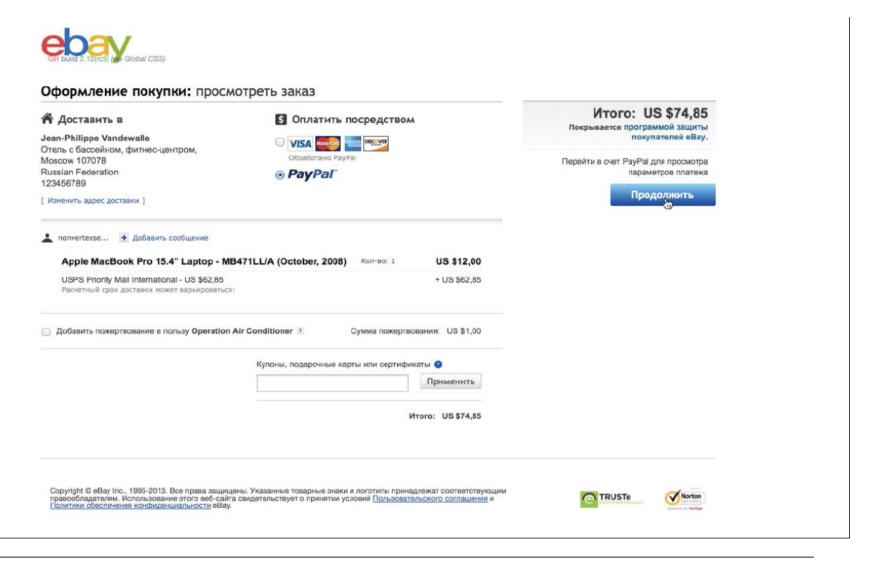


eBay Resolving Pain Points - Marketing



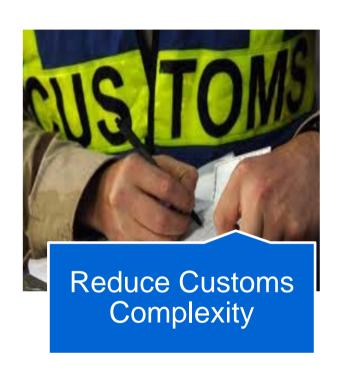


eBay Resolving Pain Points - Payments & Shipping





Governments Can Further Reduce Pain Points







This is a Global Phenomenon



Thank you!

If you want our reports and updates, contact Hanne Melin hmelin@ebay.com

