





Agenda

- eBay Overview
- Case Studies
- Getting Started





A Day in the Life: eBay Toys

Average units sold each day:

- 2,700 Hot Wheels Cars
- 2,500 Yu-Gi-Oh items
- 1,900 Barbie Dolls
- 1,400 Star Wars Figures
- 1,200 Lionel Trains
- 850 Radio Control Airplanes
- 620 Thomas the Tank Engine items
- 30 Outdoor Climbing Structures









eBay Vision

Provide a global online trading platform where practically anyone can trade practically anything



Bringing Toys Buyers and Sellers Together

Buyer Value Proposition

- Price & Value
- Selection & Availability
- Experience & Community



Seller Value Proposition

- Liquid Market
- Better Economics
- New Customers

The World's Online Marketplace for Toys and Dolls with over 45,000 categories!



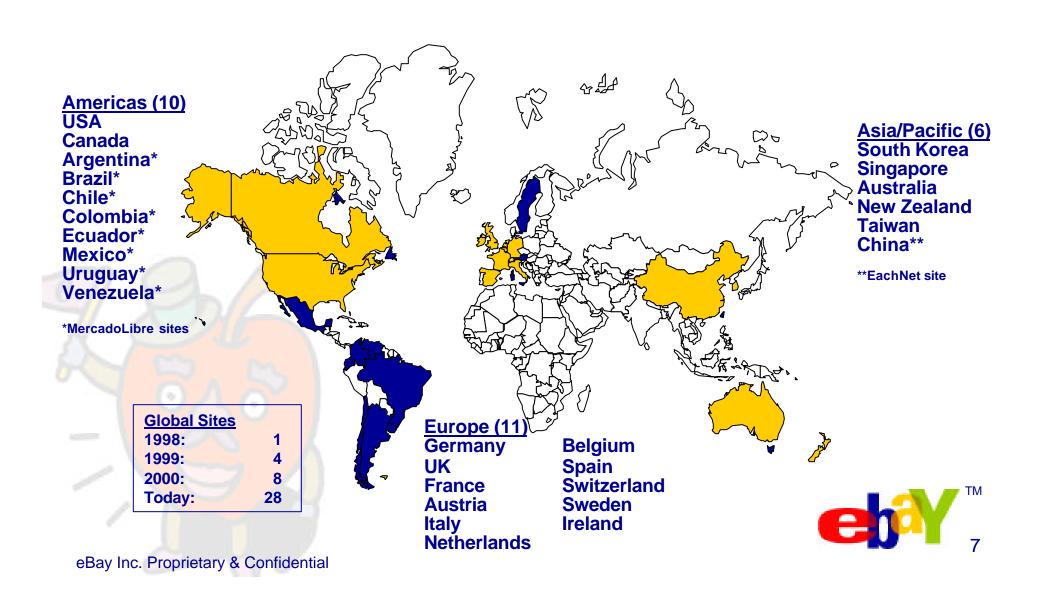
What Is eBay?

- A marketplace for goods and services people meet to buy and sell all types of products
- No inventory or warehouses
- Transaction-based business sellers pay a fee for listing and after a sale
- A community of 95 million people who come to buy

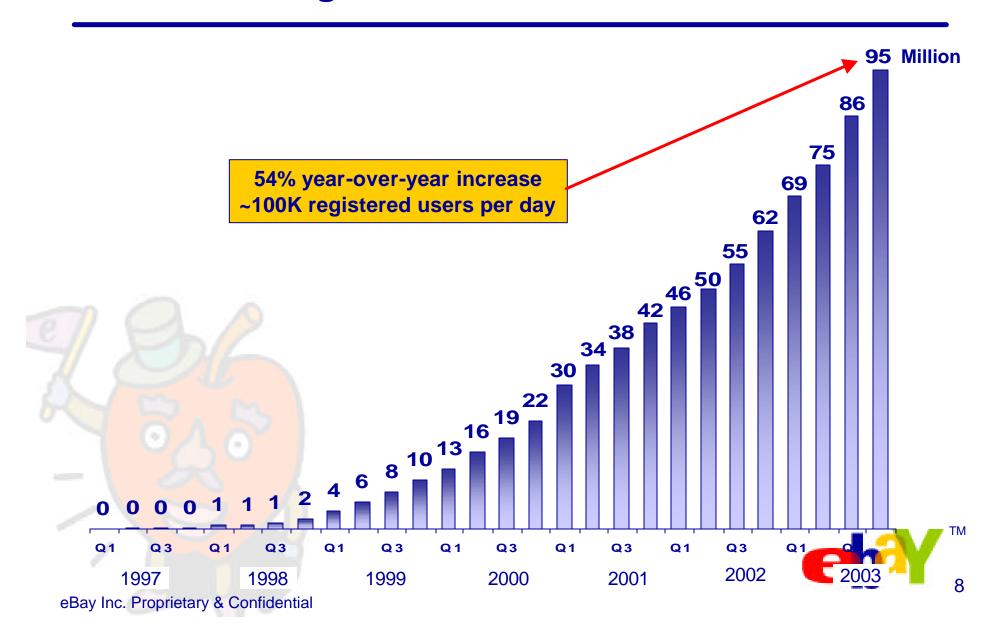


International Presence in 28 Countries

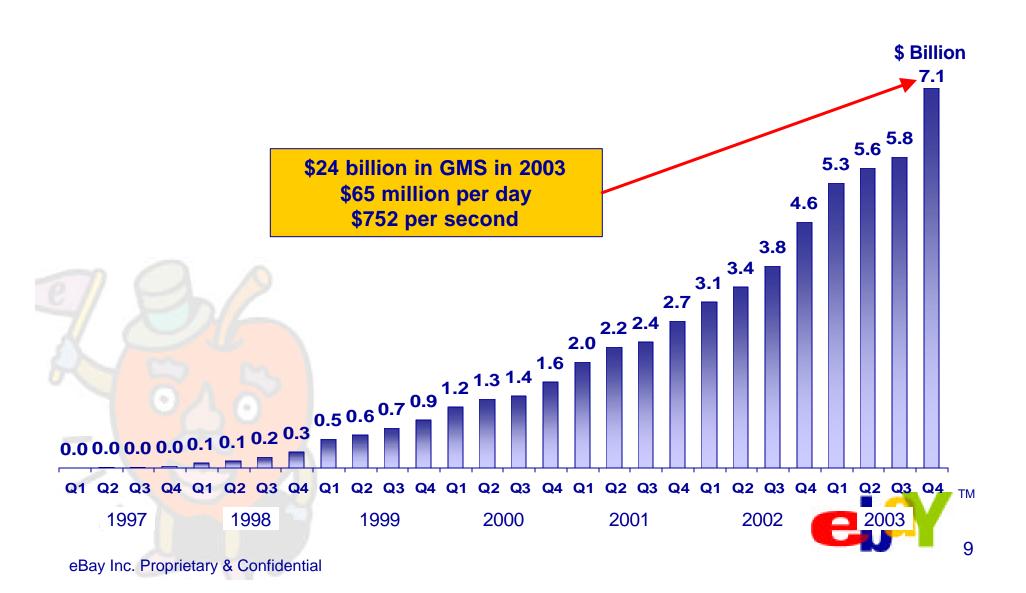
International business accounts for 42% of eBay's GMS



Growth in Registered Users



Growth in Gross Merchandise Sales



Largest US product retailers

		Annual U.S GMS	Age
•	Wal-Mart	\$189B	34 yrs
•	Home Depot	\$54B	25 yrs
•	Target	\$43B	101 yrs
•	Costco	\$32B	27 yrs
•	JC Penney	\$32B	79 yrs
1	Sears	\$32B	97 yrs
*	Kmart	\$31B	87 yrs
-	Lowe's	\$26B	51 yrs
1.	Best Buy	\$19B	37 yrs
•	Federated Dept Store	s \$15B	74 yrs
. /	eBay	\$14B	8 yrs

Based on 2002 ranking from National Retail Federation Stores magazine/Triversity - excludes grocery retailers & drug stores, eBay reflects estimated 2003 GMS

Sources: Company annual reports (most recent), eBay estimates eBay Inc. Proprietary & Confidential

eBay Is The #1 Shopping Destination

Site	Rank	Unique Audience (K)	Web Page Views (K)	Sessions Per Person
еВау	1	49,880	10,568,000	7.77
Amazon	2	37,386	1,813,000	3.17
Yahoo! Shopping	3	21,508	289,482	2.02
Shopping.com	4	17,130	173,925	1.83
Wal-Mart Stores	5	16,718	382,539	2.06
Target	6	13,959	318,003	1.89
BestBuy.com	7	12,918	307,152	1.92
Dell	8	12,677	361,020	2.78
Expedia	9	11,399	233,168	1.82
Orbitz.com	10	9,906	152,699	1.84

Note: eBay traffic excludes PayPal traffic

Source: Monthly traffic data from NetRatings; December 2003 data

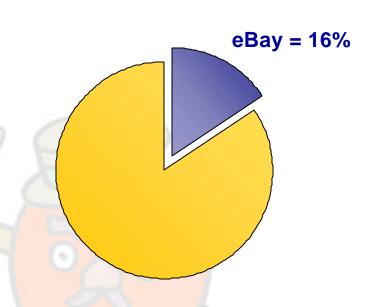
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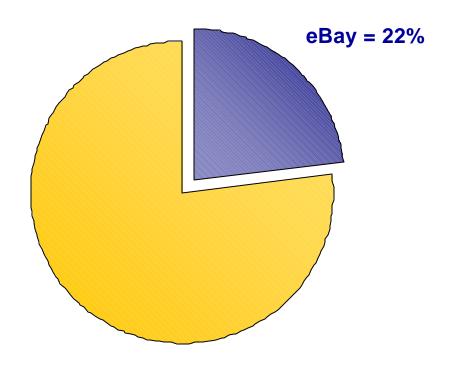
Share of US online e-commerce over time



2000 2003









Many Brand Name Sellers















LEXMARK.































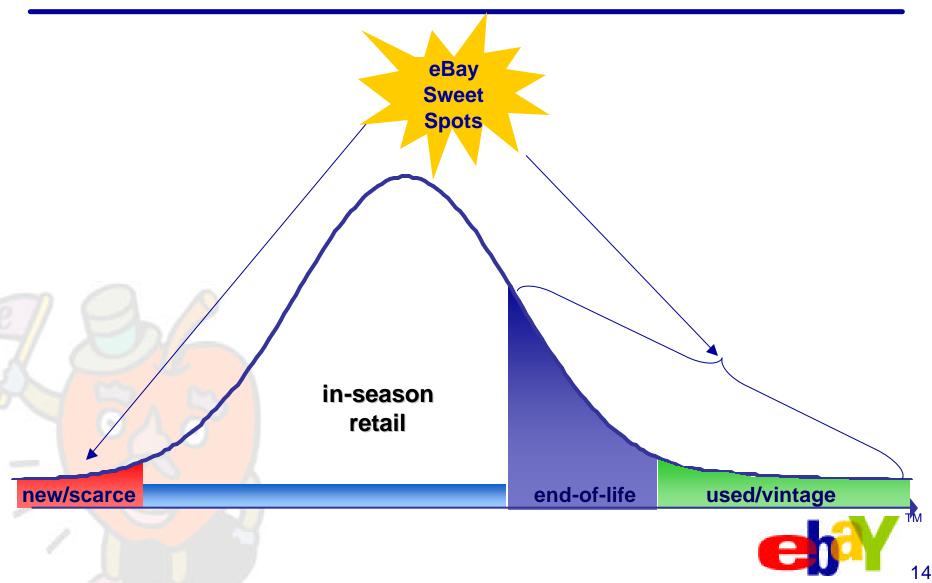
THE SHARPER IMAGE



eBay Inc. Proprietary & Confidential



eBay Provides an Efficient Market For All Stages of the Product Life Cycle



Toys is one of eBay's Largest Global Businesses

	Consumer Electronics	\$2.6
	Computers	\$2.4
	Books, Movies, Music	\$2.0
	Sports	\$1.8
	Clothing & Accessories	\$1.8
, 1	Collectibles	\$1.5
36	Toys	\$1.5
- 19	Home & Garden	\$1.3

* Figures are Global

Case Studies Expanding Your Business on eBay



Using eBay to Build Your Business

- Alternative sales channel
- Liquidation of excess inventory
- Promotions and product launches
- Exclusive only-on-eBay items
- Sales to eBay Power Sellers



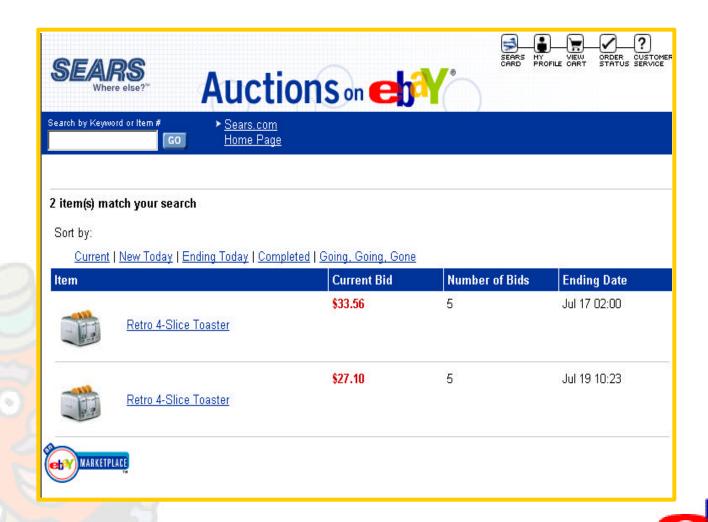
Little Tikes uses eBay as an additional sales channel



KB Toys Online uses eBay to sell in-season and popular toys



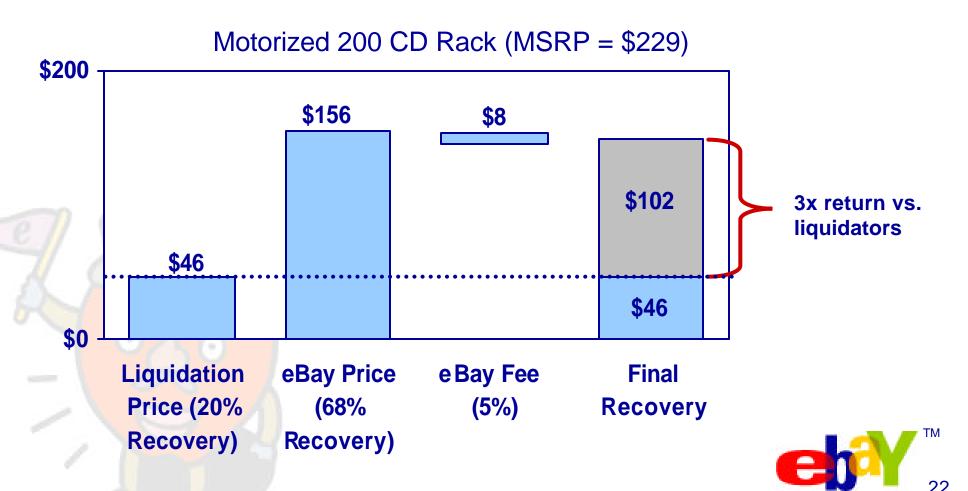
Sears uses eBay to liquidate returns from each local distribution center



The Sharper Image uses an eBay Store for company-wide liquidation



The Sharper Image Liquidation Example



Play Along uses eBay to launch new products

WORLD IN ADVANCE Search	207 items found Sort by items: <u>s</u>	l in Care Bears ending first newly listed lowest priced highest priced	∀iew: All Items	View: All Items Buy It Now only Auction only		
	Picture hide	ltem Title	<u>Price</u> ▼	Bids	Time Left	
✓ in titles & descriptions	是 是 是 是	New Special Edition 2004 Care Bears Set of 4	\$60.00	10	23h 47m	
WORLD IN ADVANCE Categories Store home	亲 兔 贵 贵	New Special Edition 2004 Care Bears Set of 4	\$47.01	12	3d 23h 56m	
Care Bears (207) Lord of the Rings (22) Teletubbies (60) Spider-man (4)	2 2 2 2 2 2	№ New 2004 Care Bear Cousins Set of 6 IN STOCK	\$36.00	3	6d 00h 31m	
Star Trek (36) Other Items (6) Display	2 2 2 2 2 2	New 2004 Care Bear Cousins Set of 6 IN STOCK	\$36.00	11	1d 00h 31m	





Mattel promotes its collector lines with rare and vintage items







Exclusive Only-on-eBay: Disney

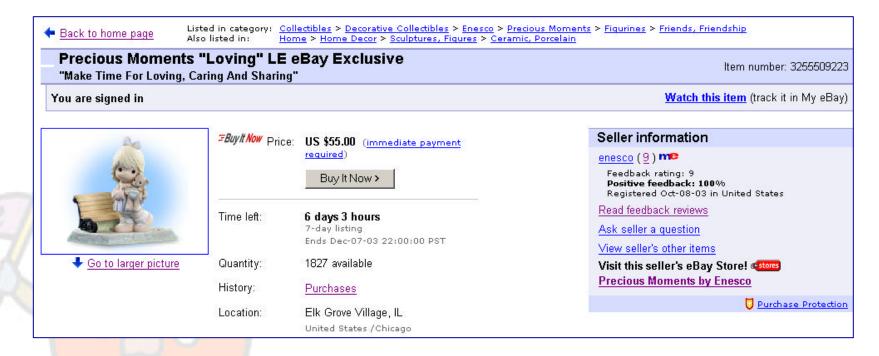


- Disney Auctions' eBay-exclusive PINS store, which launched in late-September sold out of a quarter's worth of inventory in 3 days
- Disney plans to maintain 8-10 new pin introductions per week, each with a quantity of 200-1,000 pieces



Exclusive Only-on-eBay: Precious Moments

 Enesco launched an eBay Exclusive figurine on 12/1 and sold out of 3,500 pieces in 5 days



Other details of the sale:

Piece and packaging included an eBay stamp "Loving" figurine was the first piece of a 3-piece set. To minimize channel conflict, the two additional pieces will only be available through retailers.

Holiday Campaign 2004

eBay will select 5 exclusive products to anchor the Toys holiday campaign

- 5 different categories / age targets
- ~ 2,000 units per item
- Product exclusive to eBay channel
- Contact us by April 1st if you are interested



Sell to PowerSellers on eBay



Sourcing Suggestions & Hot categories

Buying direct from manufacturers

Invest in large volumes at the right price

The following manufacturers are interested in selling to eBay Power Sellers:

ABC Corp. <

Puzzles, Games, and Plush (800) 555-1212

Minimum order: \$2,000

XYZ Doll Corp.

Porcelain Dolls (800) 555-1000

Minimum order: \$1,000

Promote your business to thousands of potential new wholesale customers.

(This listing is <u>free</u>. Just let us know if you want to participate.)

Getting Started





First Steps

- Determine your eBay goals (liquidation, promotion, alternative channel, etc.)
- Appoint an eBay lead on your staff
- 3. Get to know eBay and what's selling
- 4. Select product and pricing (start with 50+ items)
- Select listing software or vendor
- 6. Open your eBay Store



Option 1: eBay Seller Tools

∠ List and manage internally within your organization



	Product	Description
	SYI Form (Free)	∠ Listing directly on the site.∠ Easiest for first 5-10 listings
	Turbo Lister (Free)	Downloadable Windows application for bulk listings.Good starting point for small businesses.
	Selling Manager (\$4.99/mo)	∠ Basic post-sale transaction and email and feedback management.
	Selling Manager Pro (\$15.99/mo)	Bulk listing, inventory management, bulk email, bulk feedback, bulk printing of invoices, simple automation, and P&L reports – all right from My eBay.

Option 2: Preferred Solution Providers (PSP's)

- - Inventory and auction software
 - Image hosting and enhanced merchandising
 - Customer service/account management
 - Logistic services (warehousing, fulfillment, etc...)













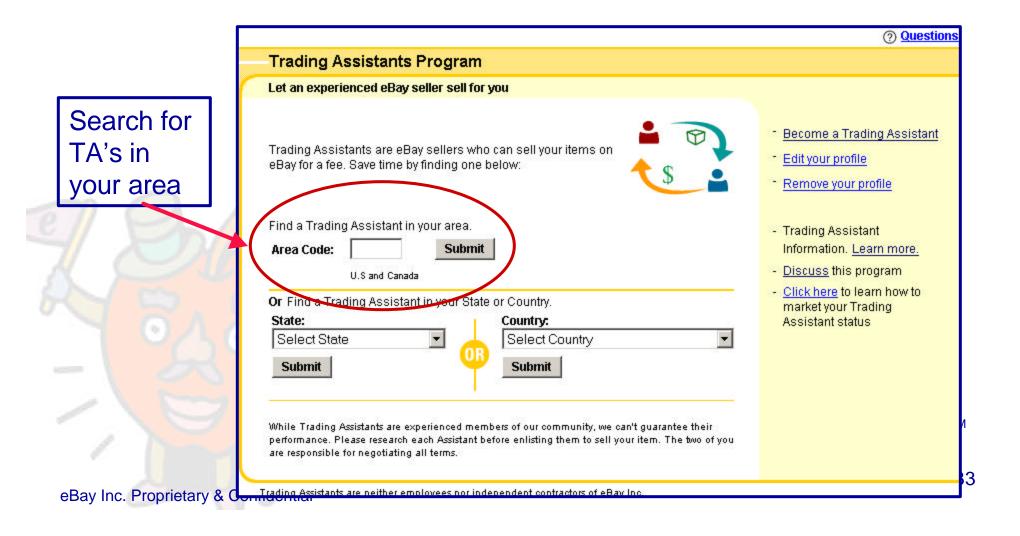




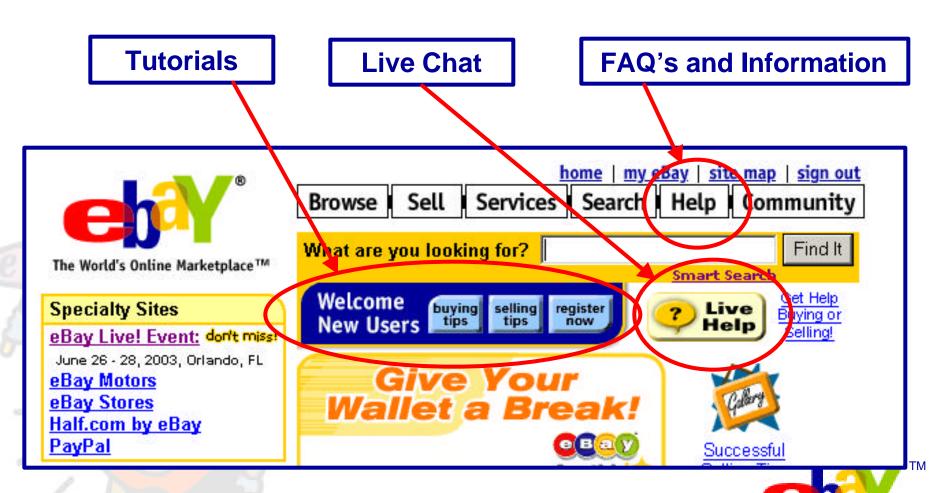


Option 3: Trading Assistants

Have eBay Powersellers sell items on your behalf



eBay Resources



eBay's Homepage

More Information

- Visit us at the Internet Lounge in the Crystal Palace Lobby, Javits
- toysellers@ebay.com
- (408) 376-8662
- www.ebay.com/selltoys



