

Roy, Lauren**Subject:** eBay Draft Notice to Revoke - additional information/submission to revoke**EXCLUDED FROM****From:** <name and email address excluded>**PUBLIC REGISTER****Sent:** Saturday, 14 June 2008 10:19 PM**To:** Roy, Lauren**Subject:** eBay Draft Notice to Revoke - additional information/submission to revoke**THIS SUBMISSION CAN BE PUBLISHED BUT ON AN ANONYMOUS BASIS PLEASE.***Dear Sirs & Mesdames,**Thank you for arriving at the prudent Draf decision that you did for the sake of all Australian and worldwide buyers and sellers on eBay.**I will be unable to attend any pre-decision conference but I should like to submit two (2) very important pieces of information for the ACCC's review.**I would request you to revoke eBay's application fully and, further, to ensure that they do NOT force members to use paypal even as a comulsory option ... using Paypal should be entirely at the discretion of the member, not able to be dictated by the rogues who created this monster.**Firstly, I draw your attention to eBay's OWN internal report to be found here (wherein they admit their security and ability to service clients is more than flawed)....***UNITED STATES SECURITIES AND EXCHANGE COMMISSION****Washington, D.C. 20549****Form 10-K**

ANNUAL REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the fiscal year ended December 31, 2007.

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the Transition Period from to .

Commission file number 000-24821

eBay Inc.

PLEASE REVIEW FULL REPORT HERE: http://msnmoney.brand.edgar-online.com/EFX_dll/EDGARpro.dll?FetchFilingHTML1?ID=5765915&SessionID=_tvrWEqlyEllpm9#F36571E10VK_HTM_103 but see pertinent notes extracted therefrom below:

Risk Factors That May Affect Results of Operations and Financial Condition

The risks and uncertainties described below are not the only ones facing us. Other events that we do not currently anticipate or that we currently deem immaterial also may affect our results of operations and financial condition.

...

PayPal's failure to manage customer funds properly would harm its business.

...

PayPal's ability to manage and account accurately for customer funds requires a high level of internal controls. In some of the markets that PayPal serves and currencies that PayPal offers, PayPal has a limited operating history and limited

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management experience in managing these internal controls.

...

Changes to credit card networks or bank fees, rules, or practices could harm PayPal's business

...
For "high risk" merchants, PayPal must either prevent such merchants from using PayPal or register such merchants with credit card networks and conduct additional monitoring with respect to such merchants. **PayPal has incurred fines from its credit card processor relating to PayPal's failure to detect the use of its service by "high risk" merchants.**

Our business is subject to online security risks, including security breaches and identity theft.

...
Our insurance policies carry low coverage limits, which may not be adequate to reimburse us for losses caused by security breaches.

There are many risks associated with our international operations.

...
• **difficulties in implementing and maintaining adequate internal controls;**

...

Failure to deal effectively with fraudulent transactions and customer disputes would increase our loss rate and harm our business.

...
PayPal's highly automated and liquid payment service makes PayPal an attractive target for fraud.

...
In addition, PayPal's service could be subject to employee fraud or other internal security breaches, ...

Government inquiries may lead to charges or penalties.

...
Government regulators have received a significant number of consumer complaints about both eBay and PayPal,

...
...

System failures could harm our business.

...
We have experienced system failures from time to time, and any interruption in the availability of our websites will reduce our current revenues and profits, could harm our future revenues and profits, and could subject us to regulatory scrutiny. Our eBay.com website has been interrupted for periods of up to 22 hours, and our PayPal website has suffered intermittent unavailability for periods as long as five days.

...
Some of our systems, including our Shopping.com and Skype websites, are not fully redundant, and our disaster recovery planning is not sufficient for all eventualities.

...

Our industry is intensely competitive, and other companies or governmental agencies may allege that our behavior is anti-competitive.

...
PayPal
The market for PayPal's product is emerging, intensely competitive, and characterized by rapid technological change. PayPal competes with existing online and offline payment methods, including, among others...

...
Some of these competitors have longer operating histories, significantly greater financial, technical, marketing, customer service and other resources, greater name recognition, or a larger base of customers in affiliated businesses than PayPal. PayPal's competitors may respond to new or emerging technologies and changes in customer requirements faster and more effectively than PayPal.

In addition to the aforementioned information, the Director of PayPal in Germany recently sold something on ebay and demanded in his auction that the purchaser would have to provide scans of their passport and credit card (yikes) to verify their identity because he is obviously aware of the security problems with paypal and he was the Director!?!?!?!?

EBAY GERMANY'S BOSS' PAYPAL REQUIREMENTS - READ IT!

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Ebay's 2nd largest market ebay.de got a new boss recently:

Frerk-Malte Feller

He was Paypal Germany's boss before that! He is obviously informed about their risks.

No kidding: He sold some football tickets on his private account frerk-malte and has these Paypal conditions:

If you pay with PayPal, I need copies of your passport/ID as well as from your credit card that you are using within PayPal (both sides). Please provide these documents as electronic scans immediately after the end of the auction. The tickets will only be shipped after you have provided these documents.

<http://cgi.ebay.com/ws/eBayISAPI.dll?ViewItem&item=140236701210>

Why doesn't Paypal's ex boss and ebay's boss not trust Paypal?

Would you trust a seller with these requirements?

Would you trust an ebay boss with these requirements?

Germany is looking forwards for Paypal only policy...

<http://forums.ebay.com/db2/thread.jspa?threadID=2000581060&start=0>