







# eBay Central Asia Hub

Connecting Central Asian SMEs with International Customers through E-Commerce

Update Summer 2022

# Agenda

- 1. Scope and Objective
- 2. Selection Criteria
- 3. Process
- 4. The Stores before and after
- 5. Results to Date
- 6. Lessons Learned
- 7. Training

# 1. Scope and Objective

#### **Project Scope & Objective**

- Train 100+ entrepreneurs across 5 Central Asian countries on e-commerce exports
- On-board 30+ entrepreneurs to the <u>eBay Central</u>
   Asia Hub

### Seller Objectives

- Open & manage own shop on eBay
- Understand how to optimize products on eBay
- Understand dynamics of an intentional online marketplace
  - Who is the competition?
  - What are the price levels?
  - What are success factors in online exporting?
- Make first exports through eBay

# 2. Selection criteria



Resident of Central Asia



1 Responsible
Person dedicated
to launching eBay
shop



Highly Engaged: Presence at all Webinars & all Assignments completed

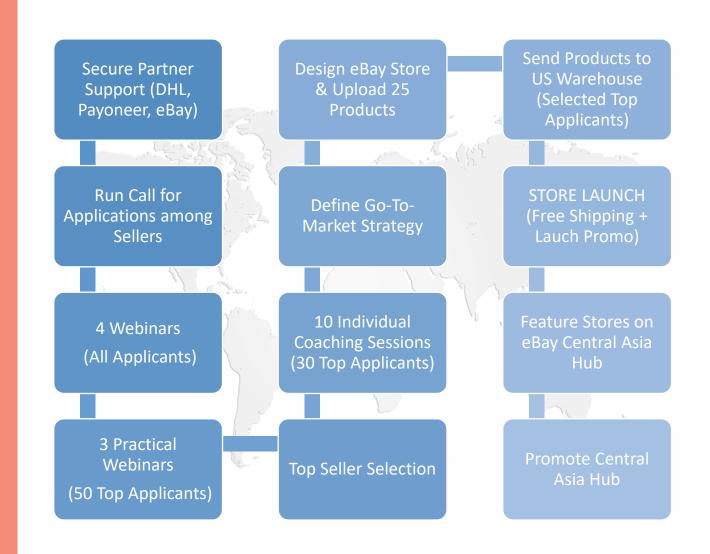


Minimum 20 products.
Products suitable for export (handicraft / <2kg a piece)



Willingness to invest 4h / week over 3 months during store launch

# 3. Process



This section covers examples of sellers across 5 Central Asian countries

- Feruz Temirov, Feruza Art, Uzbekistan
- Sarvinoz JUNAYDOVA, LAAL Textiles, Tajikistan
- Begaim Ymanbekova, TUMAR Art Group, Kyrgyzstan
- Aidana Batykhova, Astau Shop, Kazakhstan
- Nabat Myalikgulyeva, Touched By Karakum, Turkmenistan

## Art Feruz, Uzbekistan

#### Before

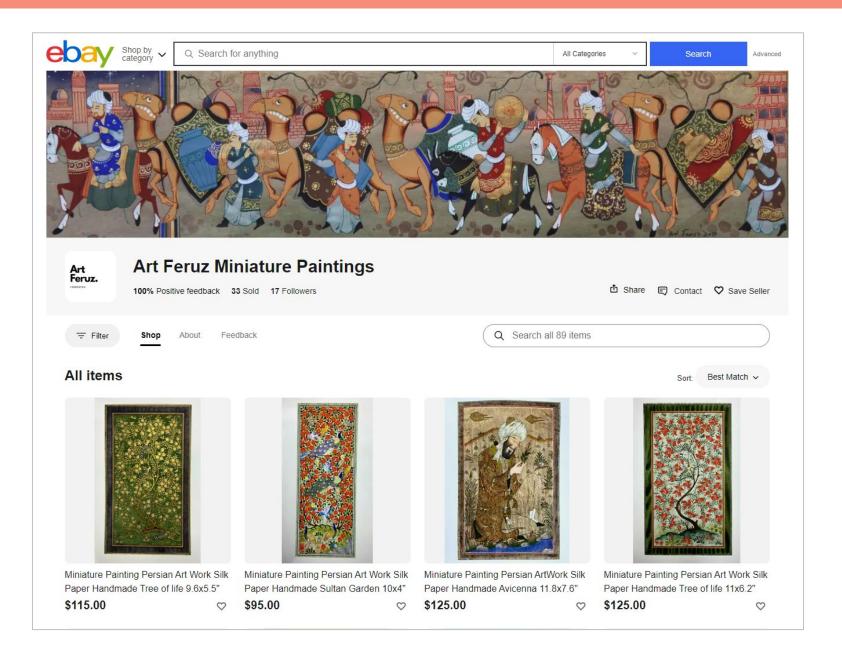
Feruz Temirov has had little experience selling online. Previously, he made a handful of sales via Instagram, but has mostly relied on exhibitions to connect with international customers.

#### After

On eBay, Feruz found a niche despite a relatively high retail prices of between \$95 - \$450.

Feruz has sold 33 paintings to customers in the US, and UK so far, generating \$4,320 in sales on eBay.

In addition, Feruz has been able to turn an eBay repeat buyer into his own customer and has sold further paintings off eBay.



## LAAL Textiles, Tajikistan

#### Before

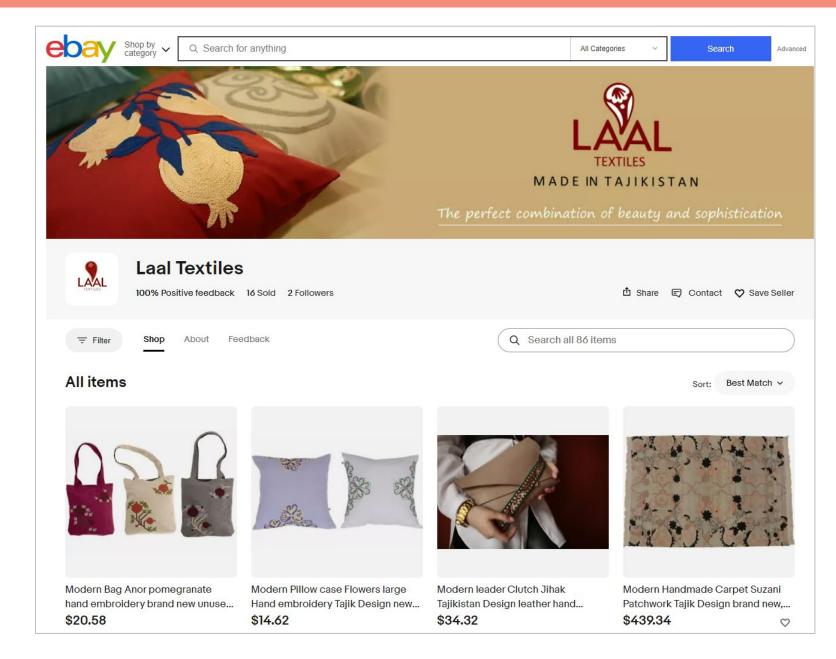
Sarvinoz has has trialled selling domestically in Tajikistan via LAAL's own webpage but had gathered no experience exporting prior to this program

#### After

eBay is LAAL's first venture into international markets and they has found a clientele on eBay.

LAAL sold 16 products so far, to customers in Puerto Rico, Chile, Switzerland and US

LAAL focuses on handmade items an relies on DHL special rates to deliver products worldwide.



## TUMAR Art Group, Kyrgyzstan

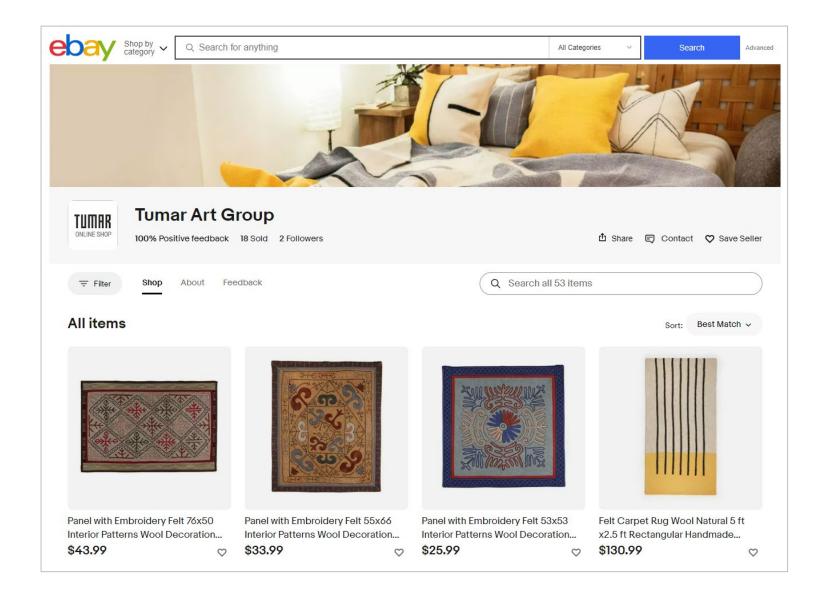
#### **Before**

TUMAR Art Group have their own domestic website and have had occasional sales to tourists in their shop in Kyrgyzstan.

#### **After**

TUMAR were quick to learn how to optimize products on eBay, especially given the high shipping cost – they relied fully on courier service (DHL) for deliveries worrying that Kyrgyz Post was not quick and reliable enough.

So far TUMAR Art Group realized 18 sales on eBay selling to customers in US, Germany and UK.



## Astau Shop, Kazakhstan

#### **Before**

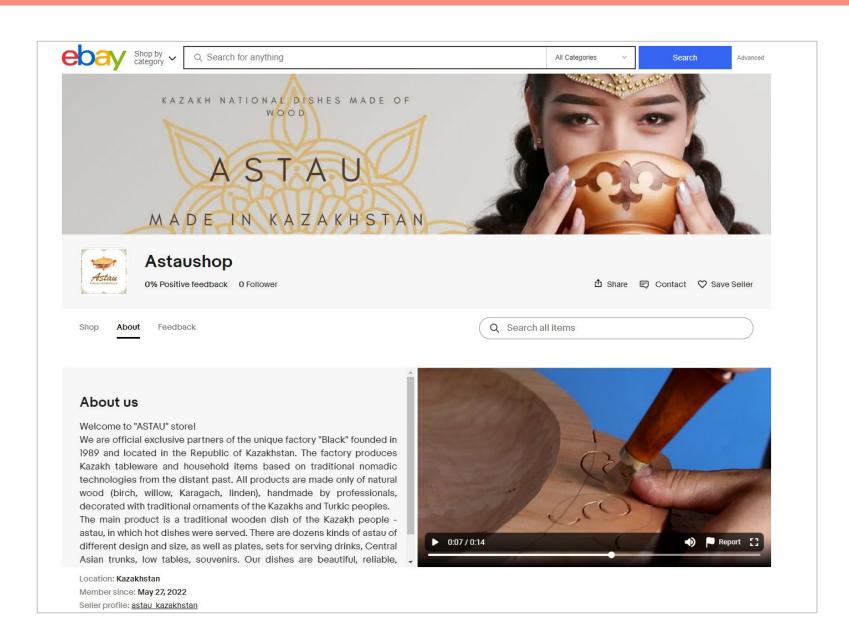
Astau has some experience selling their handmade dishes mainly to Kazakh diaspora via Instagram. They have also successfully been selling domestically via their own website.

#### **After**

Astau is trialling an international marketplace for the first time through eBay. Astau is a niche market with limited demand, especially in the high price segment.

Nonetheless, Astau has been committed in launching their eBay store and working relentlessly on listing and optimizing products.

Astau's products will be launched and visible to the world by early September, in time for the Christmas shopping season.



## Touched By Karakum, Turkmenistan

#### **Before**

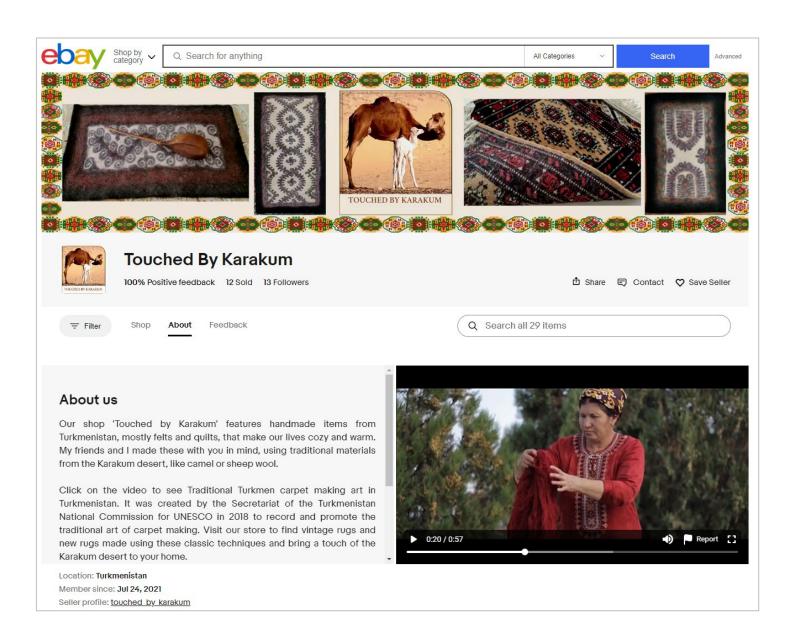
Touched by Karakorum is a family business that has been focusing on selling through their local shop in Turkmenistan

With tourists staying away during the pandemic they started looking for other sales channels.

#### **After**

Touched By Karakum managed to successfully verify Payoneer in Turkmenistan. They have sold 12 products for \$799, mostly to customers in US.

Touched by Karakum attended the advanced module on forward deployment. Part of their products are stored in a warehouse in Edison, NJ (USA) from where shipping time to the end customer is 3-5 days.



# Find more amazing sellers on the eBay Central Asia Hub!

#### FEEDBACK

Hello Dear Laal Team. Thanks for the beautiful bag, the quality is too good, i recommend to all the buyers how are interested in Hand embroidery things.

Modern Cross-stitch Bag hand embroidery Tajik Design new unused size 37x40 cm (#354043972333)

Fantastic seller! Friendliness, exceptional attention to the buyer and a responsible approach to business! The packaging beyond praise! Thank you very much! 5 star on every point! Definitely recommend!

Felt Rug Carpet, 100% Sheep Wool, Handmade Ethnic Turkmen Ornamental Historical (#203779623474)

Reply by touched\_by\_karakum. Left within past 6 months.

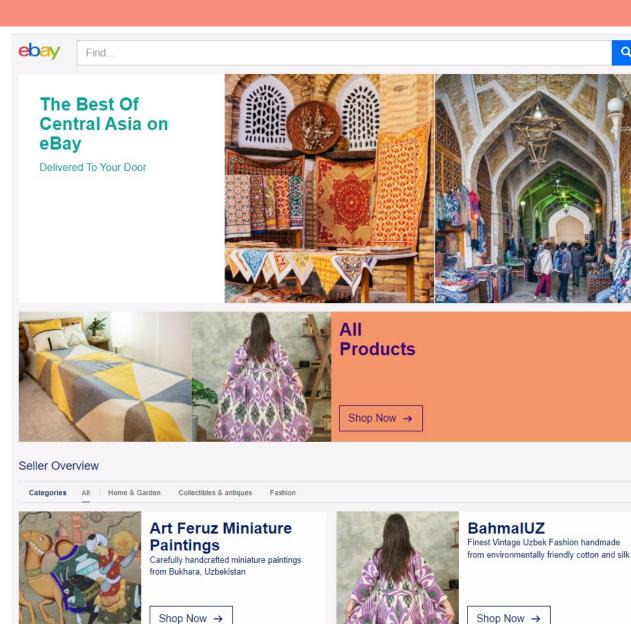
Many thanks for your kind feedback and I'm really glad that you liked it!

wonderful item, smooth transaction, safely packaged, quick shipment--thank you! highly recommended seller!

Scarf-tube 1,8ft x 2,4ft Merino wool Autumn-winter Gift Accessories Handmade (#175027509612)

Reply by shoptumar. Left within past 6 months.

Attiya,thank you so much for shopping at Shop Tumar. Our team collected this order with si beauty and comfort every day. We expected you to love what's inside this package as mucl





#### The Best Of **Central Asia on eBay**

Delivered To Your Door





# **Products**

Shop Now →

#### Seller Overview

Categories All Home & Garden Collectibles & antiques Fashion



# **Art Feruz Miniature**

Paintings Carefully handcrafted miniature paintings from Bukhara, Uzbekistan

Shop Now →



#### **BahmalUZ**

Finest Vintage Uzbek Fashion handmade from environmentally friendly cotton and silk

Shop Now →

## **Highlights**

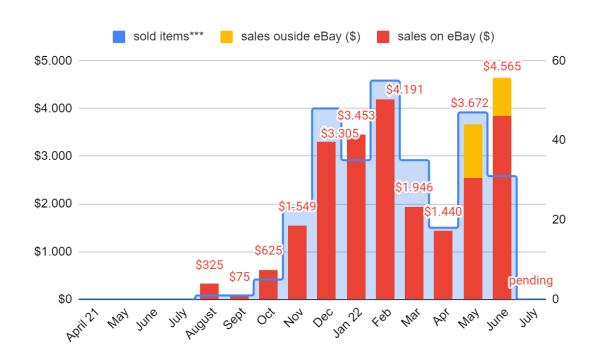
- Launch of the eBay Central Asia Hub (<u>www.ebay-discoveries.com/centralasi</u>) with 18 sellers and 1100 products
- 271 sellers sent in an application, 131 followed the webinars and 94 sellers opened eBay business accounts
- 36 sellers verified to receive international payments via Payoneer
- 18 of sellers from 5 Central Asian Countries realized international sales. (10 women owned)
- 16 export destinations reached
- Sellers benefit from special conditions
  - ✓ eBay: Free 12 months store
  - ✓ DHL: 75 % discount for worldwide fast delivery
  - ✓ Payoneer: 50% discount



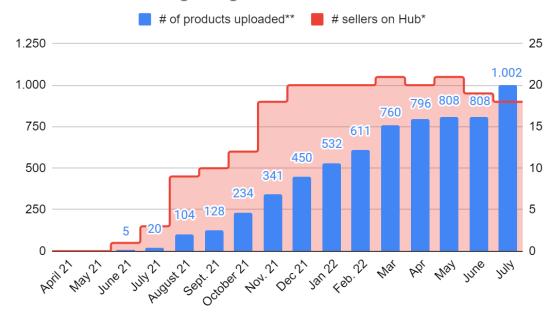
## **Central Asia Hub Performance (July 2022)**

Total Order Value: \$27,050

Sold Items: 316



#### Seller On-Boarding Progress



## **Press Response**

- 24 Jun 2022: Seller Disorelle Kyrgyzstan article on <u>ekonomika Kyrgyzstan</u>
- o 23 Jun 2022 : Article on Ready 4 Trade on Turkmenistan Government
- Jun 18 2022: Seller Hemden Carpets Turkmenistan success story on <u>Business Turkmenistan</u>
- 31 May 2022: Seller Feruz Art Uzbekistan e-commerce success story on e-trade for all
- 31 May 2022: Seller Feruz Art Uzbekistan e-commerce success story on <a href="ITC Newsletter">ITC Newsletter</a>
- 31 May 2022: eBay: International springboard for artisans in Central Asia <a href="ITC Newsletter">ITC Newsletter</a>
- Apr 5 2022: ITC and DHL partnership to support Central Asian SMEs on <a href="ITC Newsletter">ITC Newsletter</a>
- o Mar 11 2022: Seller **BahmalUz Uzbekistan** e-commerce success story on e-trade for all
- March 10 2022: Seller BahmalUz Uzbekistan e-commerce success story on <a href="ITC Newsletter">ITC Newsletter</a>
- Feb 18 2022: Seller BahmalUz Uzbekistan e-commerce success story on <u>USAID Newsletter</u>
- Jan 27 2022: Seller Kyrgyz Handmade e-commerce success story featured on USAID Newsletter

## 6. Lessons Learned

**Project Team** 

#### 1. We can only compete if we meet the retail standards

The buying experience we deliver must match that of our competitors. Excellence is a must when presenting our product online – this means high quality images and a clear description. A fast delivery option is a must

#### 2. We must compete on uniqueness and quality, not price

Avoid categories with strong competition from China and India (Jewelry / Accessories)

#### 3. We cannot succeed without the commitment of our partners

Issues with seller accounts are frequent in the on-boarding phase. This is mostly due to sensitive security algorithms of eBay and Payoneer that frequently blocks seller accounts. A direct support contact within the companies is indispensable for quick case resolutions.

#### 4. We must give our beneficiaries flexibility

SMEs have very limited bandwidth. To succeed, we must work with reasonable lead times to give the companies time to implement learnings while dealing with their core business.

#### 5. We need to be realistic about engagement of our beneficiaries

Most beneficiaries are highly motivated and will deliver on the agreed commitments ("homework"). Our experience shows that a realistic engagement rate is 80%, while 20% of beneficiaries can be expected to become unengaged during the project.

It is of utmost importance to have an explicit agreement with the beneficiaries at project start. This should include clarity about incentives in case of good engagement (ex. Budget for marketing) but also around sanctions in case of non-engagement (ex. exclusion from program).

# 6. Lessons Learned

**Sellers** 

#### 1. eBay is highly competitive, especially for new sellers

- A store launch promotion is a must in order to break through the competition
- This is best done by offering free fast shipping following 1-3 months after store launch, in combination with a discount
- This may mean selling at a loss at the start

#### 2. Reputation is everything

- Sellers that get high visibility on eBay are often not the cheapest, but the most reputable sellers.
- New sellers must build a reputation before they can raise their prices. Building a reputation means mainly 1 thing: delivering on time.
- New sellers cannot afford to disappoint buyers. A negative customer review can have severe impact, particularly for new sellers

#### 3. Warehouse is good for advanced sellers

- As a new seller you must first prove that there is demand for your product. It is wiser to first ship it from Central Asia using a courier like DHL and subsidizing the shipping cost to attract buyers.
- Only ship to the warehouse once you realize sales on a recurring basis and can plan ahead. 3-5 sales per month is enough.
- Once you ship from the warehouse, the lower delivery cost and faster delivery speed will boost your sales level

#### 4. Use eBay to find new repeat customers. Don't pay more fees than needed.

- Some sellers have been successful in turning international buyers on eBay into repeat buyers. If you have found a repeat buyer and you have been able to establish a trusted relationship, do not hesitate to move your business off eBay
- eBay advises against this and argues that transactions off eBay are not covered by "eBay Money Back" guarantee. In reality, the risk is with the buyer, and the buyer does no longer need this guarantee once they establish a trusted relationship with you.
- eBay + Payoneer selling fees add up to 16%, which can be painfully high. Certainly, this fee level is not suitable for (small) B2B transactions, so don't pay more than needed.

# 6. Lessons Learned

What Sells?

#### Sellers who have succeeded were characterized by

- Unique products (not found at Western retail store):
   Chapans, Suzani, Miniature Paintings, Felt Slippers, Camel Wool Products, Carpets
- Little competition
- 50+ products uploaded to eBay store

#### Products that have not been sold

- Western style "mass market" products that have a lot of competition: cushion covers, Western style fashion and jewelry
- Luxury type products: luxury handbags and shoes (\$350+)

# 7. Training

Since Summer 2021, we have trained over 130 sellers in 3 Cohorts:

- ✓ 3 Info Sessions
- ✓ 12 Webinars
- √ 36 Practical Support Webinars
- ✓ 260 Individual Support Sessions (eligible sellers)

## 7. Technical training for participating companies

# 4 Theory Blocks

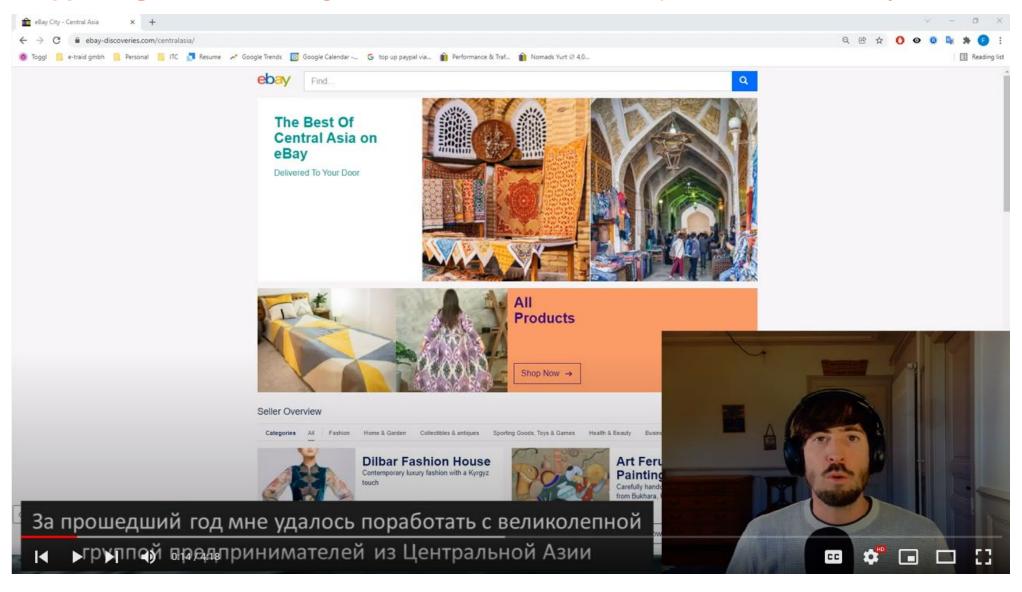
- Market Analysis: How do I know if I can be successful on eBay?
- Selling Fees: How do I set my price on eBay?
- **SEO:** How do I maximize visibility on eBay?
- Digital Marketing: How do I use promotional tools on eBay?

# 4 Assignments

- Are my products competitive?
  - Open Payoneer + eBay Account
  - **Upload Your First Product**
- Create Your eBay
  Storefront

## 7. Technical training for participating companies

## Supporting Videos "Building A Successful E-Commerce Export Business on eBay



## 7. Technical training for participating companies

# Videos "Building A Successful E-Commerce Export Business on eBay"

- Kazakh: <a href="https://youtube.com/playlist?list=PLqTcg0La86zgVmcG5jAMveV">https://youtube.com/playlist?list=PLqTcg0La86zgVmcG5jAMveV</a>
   qygDCJSR8P
- Kyrgyz: <a href="https://youtube.com/playlist?list=PLqTcg0La86zgP3IUuY0wQTsoP">https://youtube.com/playlist?list=PLqTcg0La86zgP3IUuY0wQTsoP</a>
   Acv1JBSO
- Russian: <a href="https://youtube.com/playlist?list=PLqTcg0La86zgrGSqjZ4uWxyV">https://youtube.com/playlist?list=PLqTcg0La86zgrGSqjZ4uWxyV</a>
   MHJAUY45
- Tajik: <a href="https://youtube.com/playlist?list=PLqTcg0La86zhr9WnWoqx 6NO">https://youtube.com/playlist?list=PLqTcg0La86zhr9WnWoqx 6NO</a> w7iurOBb9
- Turkmen: <a href="https://youtube.com/playlist?list=PLqTcg0La86zgObRJpxGYBAx08jzDXtq1z">https://youtube.com/playlist?list=PLqTcg0La86zgObRJpxGYBAx08jzDXtq1z</a>
- Uzbek: eBay Central Asia Hub Uzbek YouTube

# **Central Asia Hub**

All Sellers to Date

```
https://www.ebay.com/str/handmadekyrgyz
https://www.ebay.com/str/bahmaluzclothes
https://www.ebay.com/str/carpetempire
https://www.ebay.com/str/tumarartgroup
https://www.ebay.com/str/artferuzminiaturepaintings
https://www.ebay.com/str/laaltextiles
https://www.ebay.com/str/bukharasuzanicollection
https://www.ebay.com/str/uzbekcraftandart
https://www.ebay.com/str/gulnorart
https://www.ebay.com/str/amidkimonos
https://www.ebay.com/str/disorellefashion
https://www.ebay.com/str/touched
https://www.ebay.com/str/shasenem
https://www.ebay.com/str/artslippers
https://www.ebay.com/str/inessefashion
https://www.ebay.com/str/kyrgyzyurt
https://www.ebay.com/str/milomoorfashion
https://www.ebay.com/usr/leilekcarpets
https://www.ebay.com/str/tanaisukyrgyznomadproducts
https://www.ebay.com/str/uzbekclay
https://www.ebay.com/str/qazaqspirit
https://www.ebay.com/str/zakazakhshop#tab1
```

# **Central Asia Hub**

All Sellers to Date

https://www.ebay.com/usr/narse 6554

https://www.ebay.com/str/feruzaikat

https://www.ebay.com/str/kiizo

https://www.ebay.com/str/osttradekzkazakhhandmade

https://www.ebay.com/str/marchonanarzulloeva

https://www.ebay.com/str/nurbossynscythianjewelry

https://www.ebay.com/str/astaushop

https://www.ebay.com/usr/turkmenart

https://www.ebay.com/str/puzzlepickerstore

https://www.ebay.com/str/ichoosemaru

https://www.ebay.com/str/asmel\_trade

https://www.ebay.com/str/matomarket

https://www.ebay.com/str/nomadlifesaccessories

https://www.ebay.com/usr/bukharaminyatura/

## 9. Annex

## E-Commerce Team in Action ©

