













Monopoly Regulation and Fair Trade

Act(MRFTA)
Article 5 (Prohibition of Abuse of Market-Dominant Position) (1) No market-dominant business entity shall engage in any of the following practices

- 1. Unfairly determining, maintaining, or changing the price of goods or the service fees;
- 2. Unfairly controlling the sale of goods or the provision of services;
- 3. Unfairly interfering with the business activities of any other business entity;
- 4. Unfairly interfering with the market entry of a new competitor;
- 5. Making an unfair transaction to exclude a competitor or substantially undermining consumer interests.
- ✓ a business operator who, alone or jointly with others, has the <u>power to</u> <u>determine</u>, <u>maintain</u>, <u>or change prices</u>, <u>quantities</u>, <u>quality</u>, <u>or other trading</u> conditions in a specific market

✓ a firm is considered dominant if it holds 50% or more of a relevant market, or if the combined share of the top three firms exceeds 75%

Case 1: Online Comparison Shopping



Relevan t

Market

Online comparison shopping & open market

Market Dominance

Naver: over 70% market share in the comparison shopping market

Conduc t Manipulated search algorithms to favor its own open market listings

KFTC Action

Corrective order & fine(\$19.5 million)







Case 2: Real Estate Information Platform

Relevan t

Market

Real estate information platform

Market Dominanc e

Naver: over 70% (visitor, page view) (40% based on listing volume)

Conduc

Imposed exclusive dealing to block competitor entry

KFTC Action

Corrective order & fine(\$750,000)







Thank you!