

UK regulators investigate Facebook's purchase of Giphy

June 12 2020



This March 29, 2018, file photo shows the Facebook logo on screens at the Nasdaq MarketSite in New York's Times Square. Facebook has removed nearly 200 social media accounts linked to white supremacy groups that planned to encourage members to attend protests over police killings of black people—in some cases with weapons, company officials said Friday, June 5, 2020. (AP Photo/Richard Drew, File)

British regulators have opened an investigation into Facebook's recent purchase of Giphy over concerns that it will stifle competition.

The Competition and Markets Authority said Friday it's examining the deal over concern it will result in "substantial lessening of competition in any market or markets in the United Kingdom."

The social network acquired Giphy last month in a deal reportedly worth \$400 million. Giphy is a popular tool for creating the [animated images](#) known as GIFs that pepper conversations around the internet.

Facebook has said it wants to integrate Giphy into Instagram but the authority ordered the companies to keep their businesses separate during the investigation.

At the time of the deal, about half of Giphy's traffic came from Facebook's apps, which also include Messenger and WhatsApp.

© 2020 The Associated Press. All rights reserved. This material may not be published, broadcast, rewritten or redistributed without permission.

Citation: UK regulators investigate Facebook's purchase of Giphy (2020, June 12) retrieved 2 May 2024 from <https://techxplore.com/news/2020-06-uk-facebook-giphy.html>

<p>This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is provided for information purposes only.</p>
--