

531 Small Business Development Corporation

(in Millions of Kina)

PIP No.	Project Title	5 Year Total	2006	2007	2008	2009	2010
1500	SYB/IYB	1.2	.9	.7	.5		
2365	smed	1.2	1.0	.7	.5		
TOTAL CAPACITY BUILDING PROJECTS		2.4	1.9	1.4	1.0		
TOTAL		2.4	1.9	1.4	1.0		

531 Small Business Development Corporation

AGENCY SUMMARY OF ALL PROJECTS

EXPENDITURE PROJECTIONS AND FINANCING REQUIREMENTS (K Millions)

PROJECT COST	2004 Actual	2005	5 Year Total	2006	2007	2008	2009	2010
DIRECT PROJECT COST								
Current Expenditure								
Personal Emoluments								
Goods and Other Services		1.6	2.7	1.2	.9	.7		
Current Transfers		.9	1.6	.8	.5	.3		
Sub-Total		2.5	4.3	2.0	1.4	1.0		
Capital Expenditure								
Acquisition of Existing Assets								
Capital Formation								
Capital Transfers								
Sub-Total								
A TOT DIRECT PROJECT COST		2.5	4.3	2.0	1.4	1.0		
Technical Assistance								
Project Preparation								
Advisory								
Training								
Equipment								
B TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)		2.5	4.3	2.0	1.4	1.0		
FINANCING SOURCES								
IDENTIFIED FINANCING								
Direct Project Financing:								
Government Contributions:								
a) Government Input		.9	1.2		.7	.5		
b) Self Generating Revenue								
Loan								
Grant		1.4	1.2		.7	.5		
C TOTAL DIRECT FINANCING		2.3	2.4		1.4	1.0		
D Technical Assistance								
TOTAL FINANCING (C+D)		2.3	2.4		1.4	1.0		
FINANCING SOUGHT								
Direct Project Cost (A-C)		.2	1.9	2.0				
Technical Assistance (B-D)								
TOTAL FINANCING SOUGHT		.2	1.9	2.0				

PIP NUMBER: 1500

PROJECT NAME: START YOUR BUSINESS/IMPROVE YOUR BUSINESS

EXECUTING AGENCY: Small Business Development Corporation

PROJECT OBJECTIVIES:

To increase productivity, viability and employment capacity of small and medium enterprises in PNG; to strengthen the training and consultancy capacities of public and private sector organisations in PNG; to assist potential entrepreneurs establish new enterprises in PNG and assist present owners and managers to improve the quality and profitability of management and business performances; and to enable the production of a Business Development Program applicable to Papua New Guineans, with appropriate content, language and illustrations.

PROJECT STATUS:

This is an extension phase of the project. The project is ongoing and continues to provide the same level of services to Papua New Guineans in the areas of small business management.

PROJECT COMPONENTS:

The project components are:(1) Development of SYB/IYB Training Materials, (2) Training of Trainers (TOT), (3) Delivery of SYB/IYB Training Materials and Training, (4) Project Management, Monitoring, and Evaluation and (5) and recently included component of extension of training program to forestry and fisheries sectors.

PROJECT LOCATION:

The project is located in Port Moresby within the Small Business Development Corporation (SBDC), HQ. However, implementation of its activities are carried nationwide using regional offices and the small business network of PNG National Business Association (PNGNBA) and Commerce Divisions within provinces.

PROJECT JUSTIFICATION:

This is an important project currently having an objective in training small businessmen and women in imparting relevant skills and knowledge for them to start up businesses. There is no institution that is in the business of providing these services to ordinary Papua New Guineans apart from various educational institutions. This project is also important in that it is a vehicle through which Small and Medium Enterprise Policy is delivered in this country.

PROJECT CAPACITY:

The SBDC has the technical capacity to implement this project with support from ILO through AusAID. This is an ongoing project that has been implemented since 1996. Given the successful implementation of this project, it is assumed that SBDC does has the capacity to implement this project.

PROJECT BENEFICIARIES:

The beneficiaries of the project will be small business operators and potential small business operators, youth and women in business. They will benefit through improvement in management skills enabling them to exploit business opportunities in PNG.

PROJECT SUSTAINABILITY

This will be the final year of project implementation. AusAID will also cease it's funding support at the end of this year. However, this will not affect project implementation as the program is now being absorbed in to the SBDC structure as a recurrent activity.

1500 START YOUR BUSINESS/IMPROVE YOUR BUSINESS

ESTIMATED TOTAL PROJECT COST 3,000.0 ESTIMATED DURATION OF THE PROJECT 3.0 Years

EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST	2004 Actual	2005 Budget	5 Year Total	2006	2007	2008	2009	2010
DIRECT PROJECT COST								
Current Expenditure								
Personal Emoluments								
Goods and Other Services		1,357.1	2,133.8	933.8	700.0	500.0		
Current Transfers		100.0						
Sub-Total		1,457.1	2,133.8	933.8	700.0	500.0		
Capital Expenditure								
Acquisition of Existing Assets								
Capital Formation								
Capital Transfers								
Sub-Total								
A TOT DIRECT PROJECT COST		1,457.1	2,133.8	933.8	700.0	500.0		
Technical Assistance								
Project Preparation								
Advisory								
Training								
Equipment								
B TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)		1,457.1	2,133.8	933.8	700.0	500.0		
FINANCING SOURCES								
IDENTIFIED FINANCING								
Direct Project Financing:								
Government Contributions:								
a) Government Input		100.0						
b) Self Generating Revenue								
Loan								
Grant		1,357.1	1,200.0		700.0	500.0		
C TOTAL DIRECT FINANCING		1,457.1	1,200.0		700.0	500.0		
D Technical Assistance								
TOTAL FINANCING (C+D)		1,457.1	1,200.0		700.0	500.0		
FINANCING SOUGHT								
Direct Project Cost (A-C)			933.8	933.8				
Technical Assistance (B-D)								
TOTAL FINANCING SOUGHT			933.8	933.8				

CURRENT DONOR INVOLVEMENT

AusAID.

POTENTIAL DONOR INVOLVEMENT

Apart from AusAID no donor is currently involved in the project.

2006 Budget Votes for this PIP are :-

53139011202 START YOUR BUSINESS/IMPROVE YOUR BUSINESS

PIP NUMBER: 2365

PROJECT NAME: SME DEVELOPMENT

EXECUTING AGENCY: Small Business Development Corporation

PROJECT OBJECTIVIES:

To support the development of the SME sector in Papua New Guinea.

PROJECT STATUS:

Not much activity has happened in the first year of implementation. This was due to lack of proper scoping to implement this project. However, it is expected for the project to be fully implemented this year.

PROJECT COMPONENTS:

The project has four components: These include: (1) Reactivation of Small Business Guarantee Scheme, (2) Establishment of the SME/SBDC web site, (3) Revitalization of the Small Industry Centre (SIC), (4) Support to the Women in Business.

PROJECT LOCATION:

The project will be implemented in various locations in PNG with high economic activity.

PROJECT JUSTIFICATION:

This is an extremely important project that has lot to offer to this country, particularly building up the SME sector, that may become catalyst to promote economic growth and development in the country.

PROJECT BENEFICIARIES:

The target beneficiaries of this project are people who will be involved in the SME sector, particularly business entrepreneurs.

PROJECT SUSTAINABILITY

The project is able to sustain itself overtime when the Small Industry centers is upgraded and business training is conducted through the incubator process with minimum fees charged to maintained the centre. The small business guaranttee scheme is hoped that will become a revolving facility with some managment fees charged to manage the program.

2365 SME DEVELOPMENT

ESTIMATED TOTAL PROJECT COST 4,000.0 ESTIMATED DURATION OF THE PROJECT 5.0 Years

EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST	2004 Actual	2005 Budget	5 Year Total	2006	2007	2008	2009	2010
DIRECT PROJECT COST								
Current Expenditure								
Personal Emoluments								
Goods and Other Services		200.0	600.0	250.0	200.0	150.0		
Current Transfers		800.0	1,550.0	750.0	500.0	300.0		
Sub-Total		1,000.0	2,150.0	1,000.0	700.0	450.0		
Capital Expenditure								
Acquisition of Existing Assets								
Capital Formation								
Capital Transfers								
Sub-Total								
A TOT DIRECT PROJECT COST		1,000.0	2,150.0	1,000.0	700.0	450.0		
Technical Assistance								
Project Preparation								
Advisory								
Training								
Equipment								
B TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)		1,000.0	2,150.0	1,000.0	700.0	450.0		
FINANCING SOURCES								
IDENTIFIED FINANCING								
Direct Project Financing:								
Government Contributions:								
a) Government Input		800.0	1,150.0		700.0	450.0		
b) Self Generating Revenue								
Loan								
Grant								
C TOTAL DIRECT FINANCING		800.0	1,150.0		700.0	450.0		
D Technical Assistance								
TOTAL FINANCING (C+D)		800.0	1,150.0		700.0	450.0		
FINANCING SOUGHT								
Direct Project Cost (A-C)		200.0	1,000.0	1,000.0				
Technical Assistance (B-D)								
TOTAL FINANCING SOUGHT		200.0	1,000.0	1,000.0				

CURRENT DONOR INVOLVEMENT

None.

POTENTIAL DONOR INVOLVEMENT

Currently there is no donor involved in this project. However, in the future, donors may intervene if it's in their

2006 Budget Votes for this PIP are :-

53139011207 SME DEVELOPMENT