

531 Small Business Development Corporation

(in Millions of Kina)

PIP No.	Project Title	5 Year Total	2009	2010	2011	2012	2013
2365	SME DEVELOPMENT	3.0	1.0	1.0	1.0	1.0	
2939	KAB	5.0	2.0	1.0	1.0	1.0	
TOTAL CAPACITY BUILDING PROJECTS		8.0	3.0	2.0	2.0	2.0	
TOTAL		8.0	3.0	2.0	2.0	2.0	

AGENCY SUMMARY OF ALL PROJECTS

EXPENDITURE PROJECTIONS AND FINANCING REQUIREMENTS (K Millions)

PROJECT COST		2007 Actual	2008	5 Year Total	2009	2010	2011	2012	2013
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments				.8	.2	.2	.2	.2	
Current Transfers			.8	2.4	.6	.6	.6	.6	
Goods and Other Services			.2	5.3	2.1	1.1	1.1	1.1	
Sub-Total			1.0	8.5	2.9	1.9	1.9	1.9	
Capital Expenditure									
Capital Transfers									
Acquisition of Existing Assets									
Capital Formation				.4		.1	.1	.1	
Sub-Total				.4		.1	.1	.1	
A	TOT DIRECT PROJECT COST		1.0	8.9	2.9	2.0	2.0	2.0	
Technical Assistance									
Project Preparation									
Equipment									
Advisory									
Training									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)			1.0	8.9	2.9	2.0	2.0	2.0	
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
Loan									
Grant									
b) Self Generating Revenue									
a) Government Input			1.0	8.0	2.0	2.0	2.0	2.0	
C	TOTAL DIRECT FINANCING		1.0	8.0	2.0	2.0	2.0	2.0	
Technical Assistance									
D	TOTAL FINANCING (C+D)		1.0	8.0	2.0	2.0	2.0	2.0	
FINANCING SOUGHT									
Direct Project Cost (A-C)				.9	.9				
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT				.9	.9				

PIP NUMBER: 2365

PROJECT NAME: SME DEVELOPMENT

EXECUTING AGENCY: Small Business Development Corporation

PROJECT OBJECTIVIES:

The objective of the project is to support the development of the SME sector by providing credit facilities and appropriate advice to Papua New Guineans involved in the SME sector.

PROJECT STATUS:

The set up of the Small Business Credit Guaranty Scheme with NDB and ANZ bank has been established; however, the credit extended by NDB remains low. The MOU between ANZ and SBDC has been executed and as a result loans have been administered through ANZ.

PROJECT COMPONENTS:

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

PROJECT LOCATION:

The project will be implemented in various locations in PNG with high economic activity and SME oriented activities requiring financial support are located.

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 are engaged small to medium scale business ventures that are having difficulties, aquiring financial assistance from the commercial banks. In the long term this program has the potential to enhance economic activities, develop an entrepreneuerial culture and grow the economy.

PROJECT SUSTAINABILITY

The project is able to sustain itself over time when the loan servicing is effective and up to date with both the NDB and ANZ.

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		2007 Actual	2008 Budget	5 Year Total	2009	2010	2011	2012	2013
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments									
Goods and Other Services			200.0	1,080.0	270.0	270.0	270.0	270.0	
Current Transfers			800.0	2,400.0	600.0	600.0	600.0	600.0	
Sub-Total			1,000.0	3,480.0	870.0	870.0	870.0	870.0	
Capital Expenditure									
Acquisition of Existing Assets									
Capital Formation				390.0		130.0	130.0	130.0	
Capital Transfers									
Sub-Total				390.0		130.0	130.0	130.0	
A	TOT DIRECT PROJECT COST		1,000.0	3,870.0	870.0	1,000.0	1,000.0	1,000.0	
Technical Assistance									
Project Preparation									
Advisory									
Training									
Equipment									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)			1,000.0	3,870.0	870.0	1,000.0	1,000.0	1,000.0	
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
a) Government Input			1,000.0	3,000.0		1,000.0	1,000.0	1,000.0	
b) Self Generating Revenue									
Loan									
Grant									
C	TOTAL DIRECT FINANCING		1,000.0	3,000.0		1,000.0	1,000.0	1,000.0	
Technical Assistance									
D	TOTAL FINANCING (C+D)		1,000.0	3,000.0		1,000.0	1,000.0	1,000.0	
FINANCING SOUGHT									
Direct Project Cost (A-C)				870.0	870.0				
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT				870.0	870.0				

CURRENT DONOR INVOLVEMENT

There is currently no donor involved in this project but the National Government.

POTENTIAL DONOR INVOLVEMENT

Currently there is no donor involved in this project.

2009 Budget Votes for this PIP are :-

53139011207 SME DEVELOPMENT

PIP NUMBER: 2939

PROJECT NAME: KNOW ABOUT BUSINESS

EXECUTING AGENCY: Small Business Development Corporation

PROJECT OBJECTIVIES:

To build an enterpreneurial culture within the country by promoting awareness among young people of the opportunities and challenges of entrepreneurship and self employment and of their role in shaping their future and the country's socio-economic development.

PROJECT STATUS:

This is the third part of the Start/Improve Your Business Program.

PROJECT COMPONENTS:

The project components are:(1) KAB Pilot Phase I; which will include workshops, training of teachers/trainers, KAB materials adaption, and assesment for the national curriculum, (2) KAB Pilot Phase II; after completion of (1) will include reviews, target groups selected, level training contents, expansion strategy and policy recommendation to government, and (3) KAB Pilot Phase III; starts with the Government decision to introduce entrepreneurship training as part of the national curricula.

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 in collaboration with NDoE, UOG, Civil Society Organisations and NGOs after the signing of MOU between SBDC and NDoE in 2007.

PROJECT JUSTIFICATION:

This is an important project currently having an objective in training and imparting knowledge within the early stages of children education for them to start up businesses. The SIYB Program was quite relevant to the need of Papua New Guineans business entrepreneurs and also for the potential business starters. KAB is for young school age children. It should be noted that SBDC through the SIYB / KAB is the only Government agency currently providing training in this area through educational institutions. SBDC is now the lead agency in implementing the SME Policy, hence, SIYB is a vehicle through which the SME objectives are delivered in the country.

PROJECT CAPACITY:

The SBDC has the technical capacity to implement this project with support from NDoE. This is Phase 3 of the Start/improve your business which has been implemented since 1996. SBDC will coordinate, while the supporting agencies will facilitate its implementation process.

PROJECT BENEFICIARIES:

The beneficiaries of this project are the young people who through the program will be able to develop an understanding and interest in opportunities and challenges of entrepreneurship and provide the alternative to career options after leaving formal education.

PROJECT SUSTAINABILITY

The KAB once adopted into the education curricula, will then be part of the formal curriculum.

2939 KNOW ABOUT BUSINESS

ESTIMATED TOTAL PROJECT COST 0.0 ESTIMATED DURATION OF THE PROJECT Years

EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST	2007 Actual	2008 Bugdet	5 Year Total	2009	2010	2011	2012	2013
DIRECT PROJECT COST								
Current Expenditure								
Personal Emoluments			800.0	200.0	200.0	200.0	200.0	
Goods and Other Services			4,200.0	1,800.0	800.0	800.0	800.0	
Current Transfers								
Sub-Total			5,000.0	2,000.0	1,000.0	1,000.0	1,000.0	
Capital Expenditure								
Acquisition of Existing Assets								
Capital Formation								
Capital Transfers								
Sub-Total								
A TOT DIRECT PROJECT COST			5,000.0	2,000.0	1,000.0	1,000.0	1,000.0	
Technical Assistance								
Project Preparation								
Advisory								
Training								
Equipment								
B TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)			5,000.0	2,000.0	1,000.0	1,000.0	1,000.0	
FINANCING SOURCES								
IDENTIFIED FINANCING								
Direct Project Financing:								
Government Contributions:								
a) Government Input			5,000.0	2,000.0	1,000.0	1,000.0	1,000.0	
b) Self Generating Revenue								
Loan								
Grant								
C TOTAL DIRECT FINANCING			5,000.0	2,000.0	1,000.0	1,000.0	1,000.0	
D Technical Assistance								
TOTAL FINANCING (C+D)			5,000.0	2,000.0	1,000.0	1,000.0	1,000.0	
FINANCING SOUGHT								
Direct Project Cost (A-C)								
Technical Assistance (B-D)								
TOTAL FINANCING SOUGHT								

CURRENT DONOR INVOLVEMENT

No Donor Involvement

POTENTIAL DONOR INVOLVEMENT

No donor is currently involved in this project.

2009 Budget Votes for this PIP are :-

53139011208 KNOW ABOUT BUSINESS