

## 531 Small Business Development Corporation

(in Millions of Kina)

PIP No.	Project Title	5 Year Total	2010	2011	2012	2013	2014
2939	KAB	3.5	2.0	1.0	.5		
TOTAL CAPACITY BUILDING PROJECTS		3.5	2.0	1.0	.5		
3061	LEATHER MANUFACTURIN	4.1	1.5	1.0	.8	.8	
3062	NATIONWIDE SME DEVEL	18.5	7.5	4.0	3.5	3.5	
TOTAL CAPITAL PROJECTS		22.6	9.0	5.0	4.3	4.3	
TOTAL		26.1	11.0	6.0	4.8	4.3	

## 531 Small Business Development Corporation

## AGENCY SUMMARY OF ALL PROJECTS

## EXPENDITURE PROJECTIONS AND FINANCING REQUIREMENTS (K Millions)

PROJECT COST		2008 Actual	2009	5 Year Total	2010	2011	2012	2013	2014
DIRECT PROJECT COST									
<b>Current Expenditure</b>									
Current Transfers				15.0	6.0	3.0	3.0	3.0	
Personal Emoluments			.2						
Goods and Other Services			1.8	8.2	3.8	2.3	1.3	.8	
Sub-Total			2.0	23.2	9.8	5.3	4.3	3.8	
<b>Capital Expenditure</b>									
Capital Transfers									
Acquisition of Existing Assets									
Capital Formation				2.9	1.2	.7	.5	.5	
Sub-Total				2.9	1.2	.7	.5	.5	
A TOT DIRECT PROJECT COST			2.0	26.1	11.0	6.0	4.8	4.3	
<b>Technical Assistance</b>									
Project Preparation									
Equipment									
Advisory									
Training									
B TOT TECHNICAL ASSISTANCE									
<b>TOTAL PROJECT COST (A+B)</b>			2.0	26.1	11.0	6.0	4.8	4.3	
<b>FINANCING SOURCES</b>									
IDENTIFIED FINANCING									
<b>Direct Project Financing:</b>									
<b>Government Contributions:</b>									
Loan									
Grant									
b) Self Generating Revenue									
a) Government Input			1.0	26.1	11.0	6.0	4.8	4.3	
C TOTAL DIRECT FINANCING			1.0	26.1	11.0	6.0	4.8	4.3	
<b>Technical Assistance</b>									
<b>D TOTAL FINANCING (C+D)</b>			1.0	26.1	11.0	6.0	4.8	4.3	
<b>FINANCING SOUGHT</b>									
Direct Project Cost (A-C)			1.0						
Technical Assistance (B-D)									
<b>TOTAL FINANCING SOUGHT</b>			1.0						

**PIP NUMBER:** 2939

**PROJECT NAME:** KNOW ABOUT BUSINESS

**EXECUTING AGENCY:** Small Business Development Corporation

**PROJECT OBJECTIVIES:**

To build an enterprenueurial 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. In 2008,( 6,630) students completed KAB training. In 2009, (9,557) students completed KAB training,four regional refresher training of TOT teachers have been completed and office equipment procured and delivered.

**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		2008 Actual	2009 Budget	5 Year Total	2010	2011	2012	2013	2014
<b>DIRECT PROJECT COST</b>									
<b>Current Expenditure</b>									
Personal Emoluments			200.0						
Goods and Other Services			1,800.0	3,500.0	2,000.0	1,000.0	500.0		
Current Transfers									
Sub-Total			2,000.0	3,500.0	2,000.0	1,000.0	500.0		
<b>Capital Expenditure</b>									
Acquisition of Existing Assets									
Capital Formation									
Capital Transfers									
Sub-Total									
<b>A TOT DIRECT PROJECT COST</b>			2,000.0	3,500.0	2,000.0	1,000.0	500.0		
<b>Technical Assistance</b>									
Project Preparation									
Advisory									
Training									
Equipment									
<b>B TOT TECHNICAL ASSISTANCE</b>									
<b>TOTAL PROJECT COST (A+B)</b>			2,000.0	3,500.0	2,000.0	1,000.0	500.0		
<b>FINANCING SOURCES</b>									
<b>IDENTIFIED FINANCING</b>									
<b>Direct Project Financing:</b>									
<b>Government Contributions:</b>									
a) Government Input			1,000.0	3,500.0	2,000.0	1,000.0	500.0		
b) Self Generating Revenue									
Loan									
Grant									
<b>C TOTAL DIRECT FINANCING</b>			1,000.0	3,500.0	2,000.0	1,000.0	500.0		
<b>D Technical Assistance</b>									
<b>TOTAL FINANCING (C+D)</b>			1,000.0	3,500.0	2,000.0	1,000.0	500.0		
<b>FINANCING SOUGHT</b>									
Direct Project Cost (A-C)			1,000.0						
Technical Assistance (B-D)									
<b>TOTAL FINANCING SOUGHT</b>			1,000.0						

## CURRENT DONOR INVOLVEMENT

No Donor Involvement

## POTENTIAL DONOR INVOLVEMENT

No donor is currently involved in this project.

## 2010 Budget Votes for this PIP are :-

53139011208 KNOW ABOUT BUSINESS

**PIP NUMBER:** 3061

**PROJECT NAME:** LEATHER MANUFACTURING CAPACITY DEVELOPMENT PROGRAM

**EXECUTING AGENCY:** Small Business Development Corporation

**PROJECT OBJECTIVIES:**

To renovate and rehabilitate the existing leather manufacturing plant and improve the quality and increase the quantity of leather based products to meet domestic and international demand.

**PROJECT STATUS:**

The leather manufacturing plant was established in 1977 and is located in Port Moresby. In 1996 it was amalgamated into the Small Business Development Corporation.

**PROJECT COMPONENTS:**

The major components of the project are;(1) Rehabilitation of the leather manufacturing plant;(2) Procurement and installation of leather processing machinery/equipment;(3) Purchase of quality raw leather materials;(4) Improve training facilities;(5) Recruit additional workforce.

**PROJECT LOCATION:**

Project is located at Gordons, Port Moresby in the National Capital District.

**PROJECT JUSTIFICATION:**

The existing plant will be renovated and appropriate machinery and equipment will be purchased and installed. The project is self-reliant and has met 90% of its operational costs, however it requires additional funding to carry out major renovation and rehabilitation of the plant.

**PROJECT CAPACITY:**

The agency, Small Business Development Corporation has the capacity to implement the project.

**PROJECT BENEFICIARIES:**

Beneficiaries of this project will be those who are employed under this project and those who supply materials and contribute one way or the other towards the project.

**PROJECT SUSTAINABILITY**

With improved improved manufacturing plant and machinery the factory will increase its output and its income. The funds generated through the sale of leather based products will be used to sustain its operations.

**3061 LEATHER MANUFACTURING CAPACITY DEVELOPMENT PROGRAM**

ESTIMATED TOTAL PROJECT COST 3,000.0 ESTIMATED DURATION OF THE PROJECT 1.0 Years

## EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST		2008 Actual	2009 Budget	5 Year Total	2010	2011	2012	2013	2014
<b>DIRECT PROJECT COST</b>									
<b>Current Expenditure</b>									
Personal Emoluments									
Goods and Other Services				1,200.0	300.0	300.0	300.0	300.0	
Current Transfers									
Sub-Total				1,200.0	300.0	300.0	300.0	300.0	
<b>Capital Expenditure</b>									
Acquisition of Existing Assets									
Capital Formation				2,900.0	1,200.0	700.0	500.0	500.0	
Capital Transfers									
Sub-Total				2,900.0	1,200.0	700.0	500.0	500.0	
<b>A TOT DIRECT PROJECT COST</b>				4,100.0	1,500.0	1,000.0	800.0	800.0	
<b>Technical Assistance</b>									
Project Preparation									
Advisory									
Training									
Equipment									
<b>B TOT TECHNICAL ASSISTANCE</b>									
<b>TOTAL PROJECT COST (A+B)</b>				4,100.0	1,500.0	1,000.0	800.0	800.0	
<b>FINANCING SOURCES</b>									
<b>IDENTIFIED FINANCING</b>									
<b>Direct Project Financing:</b>									
<b>Government Contributions:</b>									
a) Government Input				4,100.0	1,500.0	1,000.0	800.0	800.0	
b) Self Generating Revenue									
Loan									
Grant									
<b>C TOTAL DIRECT FINANCING</b>				4,100.0	1,500.0	1,000.0	800.0	800.0	
<b>D Technical Assistance</b>									
<b>TOTAL FINANCING (C+D)</b>				4,100.0	1,500.0	1,000.0	800.0	800.0	
<b>FINANCING SOUGHT</b>									
Direct Project Cost (A-C)									
Technical Assistance (B-D)									
<b>TOTAL FINANCING SOUGHT</b>									

**CURRENT DONOR INVOLVEMENT**

Nil.

**POTENTIAL DONOR INVOLVEMENT**

No potential donor.

**2010 Budget Votes for this PIP are :-**

53139011209 LEATHER MANUFACTURING CAPACITY DEVELOPMEI

**PIP NUMBER:** 3062

**PROJECT NAME:** NATIONWIDE SME DEVELOPMENT PROGRAM

**EXECUTING AGENCY:** Small Business Development Corporation

**PROJECT OBJECTIVIES:**

To support various aspects of the development of the SME activities in the country. The project also aims at the possibilities of providing credit facilities for Papua New Guineans involved in the SME sector.

**PROJECT STATUS:**

This is a new project endorsed by NEC and will be implemented over the next three years.

**PROJECT COMPONENTS:**

The main components of the project are;(1) SME Entrepreneurial Skills Training;(2) Provide credit facilities and credit guarantee for SMEs. (3) Provide advisory and consultancy services;(4) Establish and maintain resource centres.

**PROJECT LOCATION:**

The project is to be located nationwide.

**PROJECT JUSTIFICATION:**

This program is aimed at supporting the informal sector to graduate into the SME sector by providing appropriate training and provision of credit facilities.Once the SME sector is nurtured it will become the backbone of the economy and provide income earning opportunities for the people.

**PROJECT CAPACITY:**

The agency has the capacity to implement the project with the support from other relevant stakeholders.

**PROJECT BENEFICIARIES:**

The project will benefit people by provide them with income earning opportunities.

**PROJECT SUSTAINABILITY**

The project will be maintained through SBDC's recurrent budget in the future.

**3062    NATIONWIDE SME DEVELOPMENT PROGRAM**

ESTIMATED TOTAL PROJECT COST 40,000.0 ESTIMATED DURATION OF THE PROJECT 3.0 Years

## EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST		2008 Actual	2009 Bugdet	5 Year Total	2010	2011	2012	2013	2014
<b>DIRECT PROJECT COST</b>									
<b>Current Expenditure</b>									
Personal Emoluments									
Goods and Other Services				3,500.0	1,500.0	1,000.0	500.0	500.0	
Current Transfers				15,000.0	6,000.0	3,000.0	3,000.0	3,000.0	
Sub-Total				18,500.0	7,500.0	4,000.0	3,500.0	3,500.0	
<b>Capital Expenditure</b>									
Acquisition of Existing Assets									
Capital Formation									
Capital Transfers									
Sub-Total									
A	TOT DIRECT PROJECT COST			18,500.0	7,500.0	4,000.0	3,500.0	3,500.0	
<b>Technical Assistance</b>									
Project Preparation									
Advisory									
Training									
Equipment									
B	TOT TECHNICAL ASSISTANCE								
<b>TOTAL PROJECT COST (A+B)</b>				18,500.0	7,500.0	4,000.0	3,500.0	3,500.0	
<b>FINANCING SOURCES</b>									
<b>IDENTIFIED FINANCING</b>									
<b>Direct Project Financing:</b>									
<b>Government Contributions:</b>									
a) Government Input				18,500.0	7,500.0	4,000.0	3,500.0	3,500.0	
b) Self Generating Revenue									
Loan									
Grant									
C	TOTAL DIRECT FINANCING			18,500.0	7,500.0	4,000.0	3,500.0	3,500.0	
<b>Technical Assistance</b>									
D	<b>TOTAL FINANCING (C+D)</b>			18,500.0	7,500.0	4,000.0	3,500.0	3,500.0	
<b>FINANCING SOUGHT</b>									
Direct Project Cost (A-C)									
Technical Assistance (B-D)									
<b>TOTAL FINANCING SOUGHT</b>									

**CURRENT DONOR INVOLVEMENT**

Nil.

**POTENTIAL DONOR INVOLVEMENT**

Nil.

**2010 Budget Votes for this PIP are :-**

53139011210    NATIONWIDE SME DEVELOPMENT PROGRAM