

### European BIC Network (EBN)

F

#### **Uwe Hoppe**

Director of the Board of EBN CEO Business and Innovation Centre Frankfurt (Oder) GmbH

Sofia, 23 November 2009





# The Business & Innovation Centres (BICs):

- A European Commission Regional Policy initiative to support regional economic development
- Public/private non-profit making partnership based on strong local consensus
- An independent instrument for support to innovative new and existing enterprises







# BIC = response to the perennial challenge

#### how to turn innovative entrepreneurial projects into successful businesses, adding long term value to regional economies?





# A homogeneous, but flexible solution:

- The "Business & Innovation Centres" = a regional focal point for innovators and entrepreneurs:
  - promoting innovation & entrepreneurship
  - detecting innovative business projects, from both new & existing innovative SMEs
  - co-operating with other organisations to ensure an A - Z range of assistance to these innovative business projects



EBN



#### **Development of BIC instrument:**

- 1984: 1st BIC in Liège, Belgium created as EC DG XVI pilot project
- 1984: EBN created
- 1991: first non-EU BICs created in Czech & Slovak Republics
- 1991 98: constant development of BICs throughout Europe

- 1999: positive independent evaluation of the BIC instrument
- 1999: BICs integrated into mainstream Structural Funds
- 2009: over 150 BICs in 23 European countries and beyond





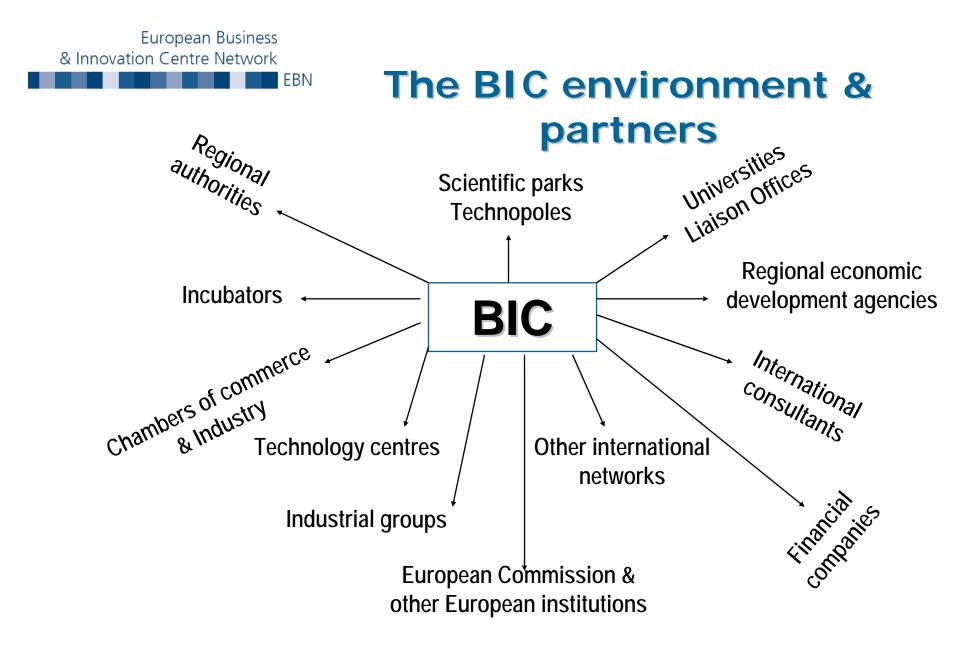
EBN – European BIC Network Avenue de Tervuren, 168. B – 1150 Bruxelles Phone: + 32 2 772 89 00 - Fax: +32 2 772 95 74 E-mail: ebn@ebn.eu – Internet : www.ebn.eu

#### Factors of the BICs' success

- Strong local partnership
- Qualified experts
- High quality services
- Flexibility









**EBN – European BIC Network** Avenue de Tervuren, 168. B – 1150 Bruxelles Phone: + 32 2 772 89 00 - Fax: +32 2 772 95 74 E-mail: ebn@ebn.eu – Internet : **www.ebn.eu** 

#### **BIC** services to entrepreneurs

 Evaluation of innovative projects: strict selection policy

FBN

- Business planning
- Financial management
- Access to financing
- Training/ development of management skills
- Technological assistance and technology transfer

- Marketing advice and assistance
- Internationalisation and trans-national co-operation
- Inter-enterprise co-operation
- Accommodation of enterprises, provision of logistical services (incubator)
- Assistance beyond start up





**EBN – European BIC Network** Avenue de Tervuren, 168. B – 1150 Bruxelles Phone: + 32 2 772 89 00 - Fax: +32 2 772 95 74 E-mail: ebn@ebn.eu – Internet : **www.ebn.eu** 

### BIC services to local authorities

- Promotion of entrepreneurial spirit
- Detection of innovative projects and project initiators
- Analysis of requirements of SMEs inclined to innovation

- Catalyst/ Mediation between the supply and the demand of services for SMEs
- Promotion and implementation of local development projects
- Expertise in wide range of EU programmes aimed at SMEs





**EBN – European BIC Network** Avenue de Tervuren, 168. B – 1150 Bruxelles Phone: + 32 2 772 89 00 - Fax: +32 2 772 95 74 E-mail: ebn@ebn.eu – Internet : **www.ebn.eu** 

- a membership driven, organisation designed to support the BICs in their mission
- a reference point for *innovation*, *entrepreneurship*, *SMEs* & *regional development*







**EBN – European BIC Network** Avenue de Tervuren, 168. B – 1150 Bruxelles Phone: + 32 2 772 89 00 - Fax: +32 2 772 95 74 E-mail: ebn@ebn.eu – Internet : **www.ebn.eu** 

EBN

#### The EBN network

- The <u>European Network of BICs</u>, incubators, innovation and entrepreneurship & start-up Centres >>> « Innovation-based incubators » >>> Business & Innovation Centres (BICs)
- An organised Network of 200+ Business & Innovation Support Centres covering most regions of <u>EU 27 + neighbouring as well as</u> <u>partnering countries</u>
- An initiative taken @ 25 years ago by the EC (DG Regio !), public authorities, industry leaders, and Universities >>> <u>A pioneer in PPP</u>, a connector between knowledge and business
- A dynamic cluster of clusters with 25.000+ entrepreneurs within the active portfolio
- A *community* of <u>qualified & committed intermediaries</u>





#### **European BIC Network**

• An International non-profit-making association

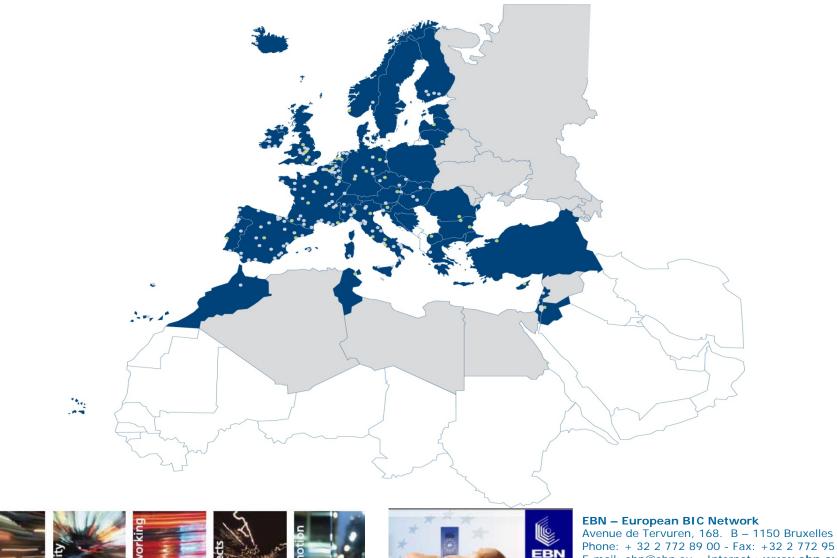
EBN

- Established in 1984 (25th birthday end of 2009)
- Sources of income:
  - Still a contractor for EC but no direct funding via projects with members.
  - Income comes from:
    - » Membership Fees
    - » International Projects
    - » Technical Assistance
    - » Events and Seminars
    - » Strategic Partners and Sponsors
- Objective to support members, our "core-customers"
  - A network of 150+ accredited members (EC-BICs), 70 Associate Members, and 15 ESA-Incubators
  - Manage the EC-BIC & Esinet trademarks
- Permanent 10 staff, based in Brussels
- Board of national network representatives
- An open Network with cooperation agreements with other networks (EEN, Eurada, IASP, Eban, ...), and powerfull connections with private sector.



EBN

#### **Members**



Phone: + 32 2 772 89 00 - Fax: +32 2 772 95 74 E-mail: ebn@ebn.eu – Internet : www.ebn.eu

## EBN = services to the BIC network

- Quality assurance: management of EC-BIC label
- Development: technical assistance to new & existing BICs
- EU project engineering
- International B-2-B cooperation

- N-2-N: fostering links with other SME networks: EEN, EURADA, ILS-LEDA etc.
- Information, communication, events & exchanges of best practice
- Representation at EU, national and regional level

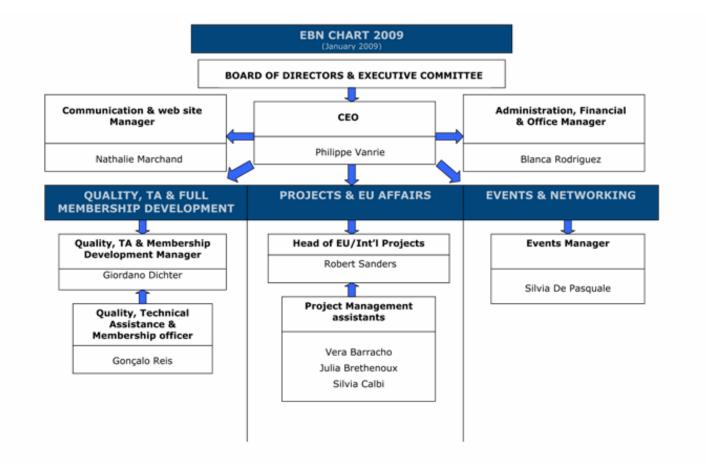




**EBN – European BIC Network** Avenue de Tervuren, 168. B – 1150 Bruxelles Phone: + 32 2 772 89 00 - Fax: +32 2 772 95 74 E-mail: ebn@ebn.eu – Internet : **www.ebn.eu** 

EBN

#### Managing the Network





#### The "EC-BIC" logo

a sign of quality and a range of services designed to support innovation, entrepreneurship and regional development







**EBN – European BIC Network** Avenue de Tervuren, 168. B – 1150 Bruxelles Phone: + 32 2 772 89 00 - Fax: +32 2 772 95 74 E-mail: ebn@ebn.eu – Internet : **www.ebn.eu** 

### The BIC Quality Mark Criteria

- An EC-BIC must:
- Operate in a defined region: (a province, city etc.) with more or less than 0,5 Mill inhabitants
- Be recognised by the public authorities in its region
- Be either public, private or a mix of the two
- Co-ordinate its activities with other business support organisations in the region
- Have a defined and adequate budget (definite cost center)
- Have a business plan which aims to create and develop innovative enterprises
- Have a dedicated team of at least three full time staff and must be managed professionally and autonomously.





# Evaluating the Performance of the BIC Network

#### Annual assessment

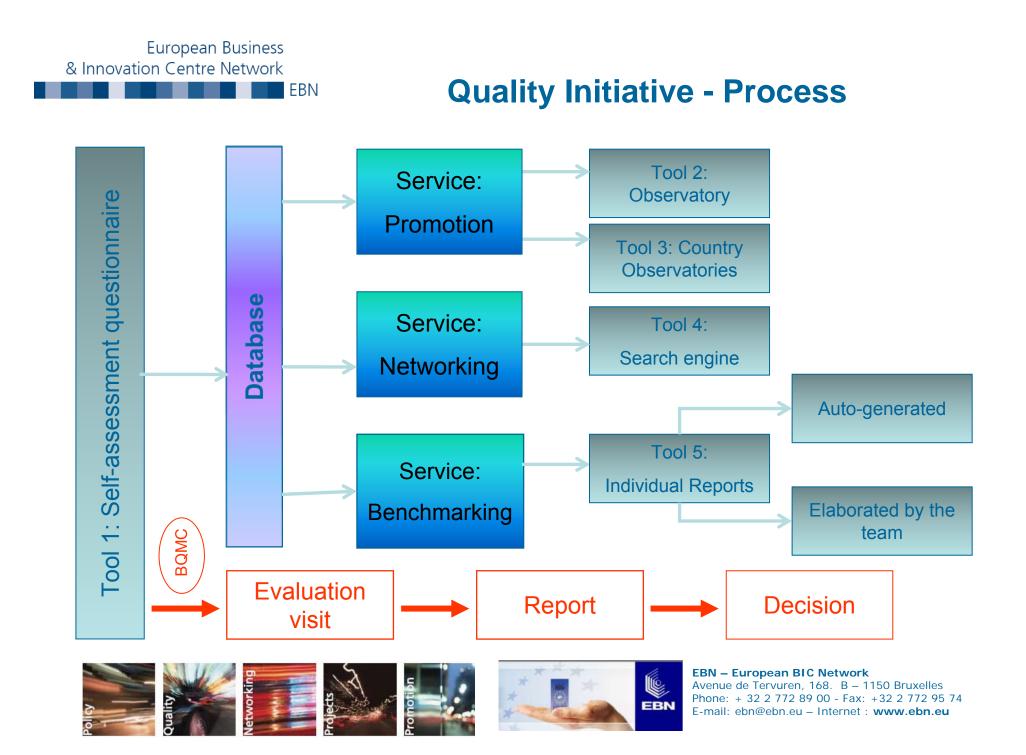
- Annual Observatory
- Evaluation of individual BICs

#### • BIC Quality Mark Committee (BQMC)

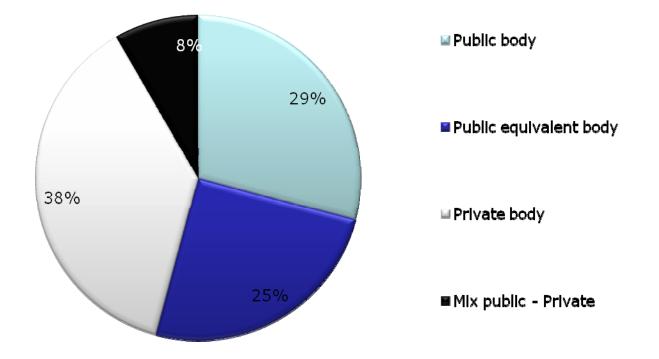
- Guardian of the BIC Quality System
- 7 voting members
  - » European Commission DGE Mr. Gunnar Matthiesen
  - » 3 x BIC Directors (also Board Members)
  - » 3 x External Experts





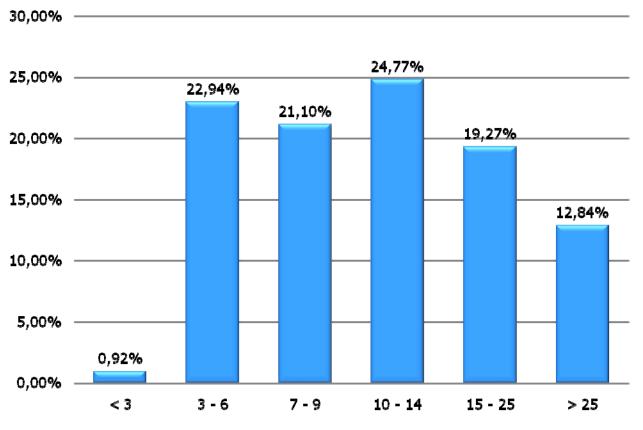


European Business & Innovation Centre Network EBN BICS Legal status





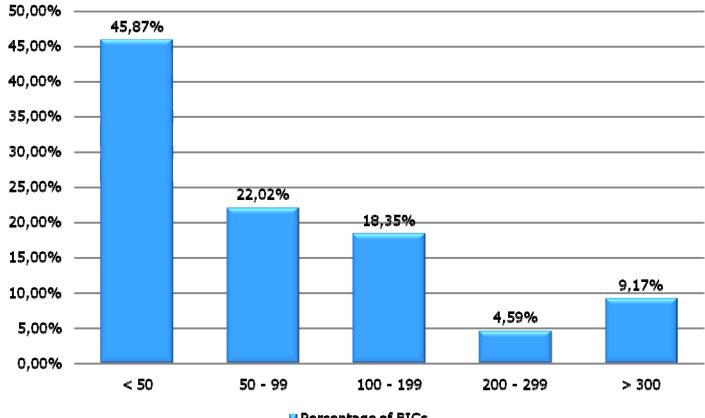




percentage of BICs



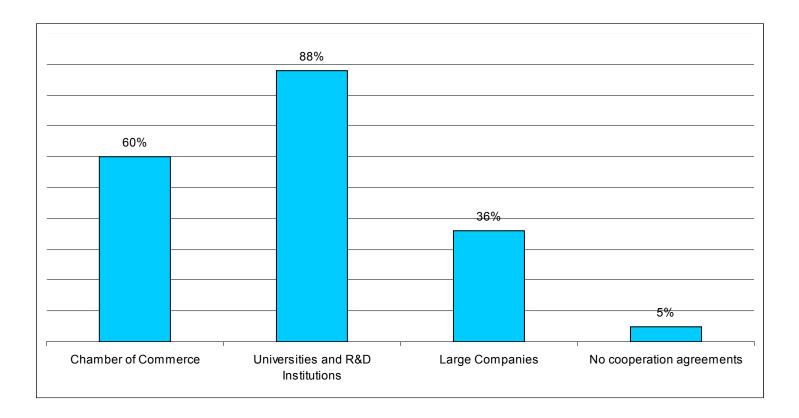
#### **External Experts Used** EBN



Percentage of BICs

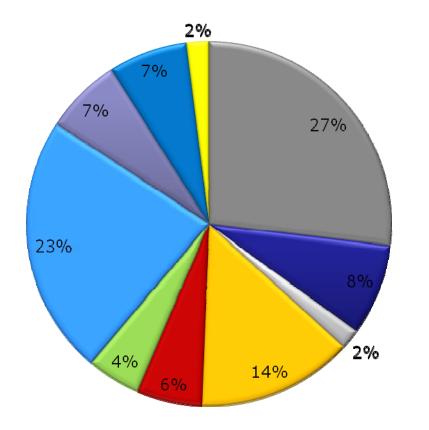


## BICs' strategic alliances





## EBN Income breakdown



National, regional, local bodies

EU structural Funds

■ Other public subsidies

Public Sector Income - Programme or project management

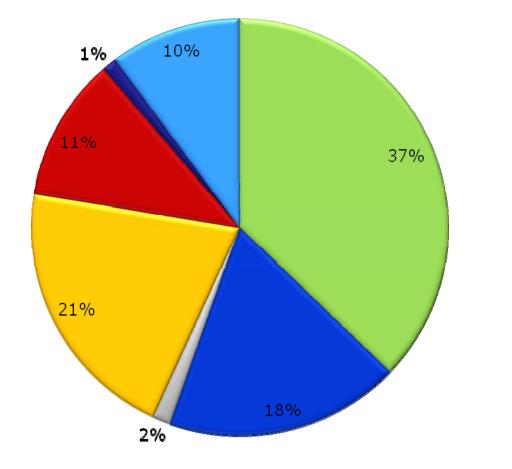
Other public Income

Income from EU Programmes

- Income from housing + incubator services
- Income from client-SMEs/Entrepreneurs
- Other private income
- Private sponsorship



### **Breakdown of Expenditures**

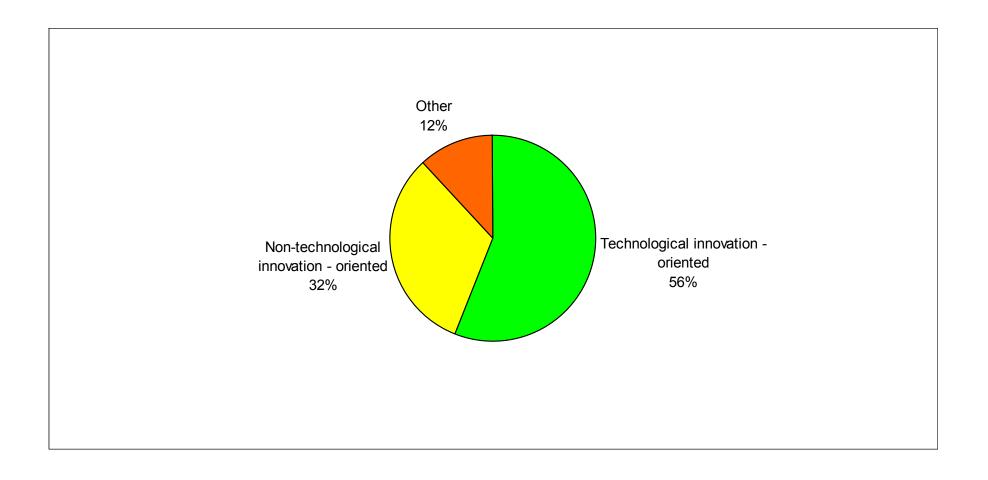


#### 🖬 Payroll

- Consultants and external experts
- Subsidies to Entrepreneurs
- 🖬 Overheads
- Cost of incubator building(s)
- Financial costs
- Other costs



## **Innovative Projects**

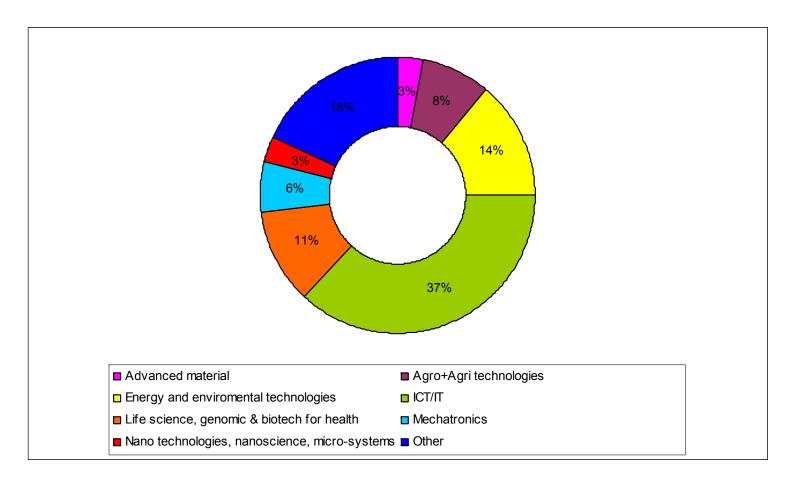




European Business

& Innovation Centre Network

#### **EBN** Focus Technological Innovation - Oriented projects





## Value For Money

	Network	
Value for Money	2007	2008
Cost per job created with support of a BIC	8.789,00	10.839,59
Public financial contribution per job created	5.410,00	6.150,08
Average number of start-ups per 100K€ of BIC income	2,15	1,93
Average number of jobs created per 100K€ of BIC income	11,10	9,19
Average number of business plans created per 100K€ of BIC income	5,80	3,53
Average number of companies assisted per 100K€ of BIC income	8,00	9,81
Average number of start-ups per FTE member of BIC staff	2,12	1,71
Average number of jobs created per FTE member of BIC staff	11,00	8,16
Average number of business plans created per FTE member of BIC staff	5,75	3,14
Average number of companies assisted per FTE member of BIC staff	8,00	8,72





**EBN – European BIC Network** Avenue de Tervuren, 168. B – 1150 Bruxelles Phone: + 32 2 772 89 00 - Fax: +32 2 772 95 74 E-mail: ebn@ebn.eu – Internet : **www.ebn.eu** 

#### **Impact of EBN services**

#### Sharing of best practice across network

- Case studies
  - Products and services that have a tangible result for SMEs in one region can be introduced in another
- EBN training for BICs facilitates improvement in services for enterprises
- Technical Assistance customised support from EBN experts
   → improvement in services for enterprises

#### Benchmarking

- Annual Observatory helps BICs to promote results to key agencies  $\rightarrow$  improved support and co-operation
- BICs can monitor their performance against rest of network  $\rightarrow$  mentoring from the best BICs





#### Impact of EBN services (2)

- Projects:
  - International partners generate cross border activities  $\rightarrow$  opportunities for enterprises to "internationalise"
  - Funding for BICs to undertake project work  $\rightarrow$  ultimate benefit for enterprises
  - Tender Watch
- Creation of new tools:
  - Diagnostic tools for use with enterprises
  - Databases and search engines for BICs
    - To find partners/opportunities for enterprises





What does the project team do and why?

- Management of European projects (for and with EBN members)
- Proposals' development (including supporting BICs biding)
- Tender Watch (selected opportunities for BICs and their client SMEs)
- Helpdesk (any EC related queries from our members are taken care of)
- Advice (in depth assistance for BICs in preparing, implementing and reporting EU projects)
- Consortium building (Partner searches, connecting stakeholders)
- Promotion of opportunities for BICs' client SMEs
- Thematic working groups: ESINET, Maritime BICs, FOOD-BICs, Cleantech BICs





**EBN – European BIC Network** Avenue de Tervuren, 168. B – 1150 Bruxelles Phone: + 32 2 772 89 00 - Fax: +32 2 772 95 74 E-mail: ebn@ebn.eu – Internet : **www.ebn.eu** 

EBN

**esinet** 

#### www.esinet.eu

Network of incubators supporting exploitation of space and satellite navigation technologies "Bringing space down to earth"
Applications across all sectors – ICT, telecoms, food, textiles etc
Launched in July 2002
4 founding members: EBN, ESA, WSL and D'Appolonia
ESINET is financially supported by ESA and represented in space/sat projects: Navobs +, INVESaT, KIS4SAT
<ul> <li>European projects provide a dynamic platform for ESI-NET activities</li> </ul>
<ul> <li>A specialised sector attracting more and more incubators</li> </ul>





Maritime **BICs** 

What?	A group of EBN members based in coastal regions sharing experiences on maritime projects
Which sectors?	Potentially all maritime issues with a focus on maritime safety and security
When?	Launched in June 2008
Who?	Innovabic, BIC Friesland, BIC Liguria, BIC Burgas, Westbic, BIC Do Minho, BIC Area Science Park Trieste, Synergia, BIC Chile, ITC Canarias, TVT, Corkbic, Noribic, SE BIC, BIC Kent, BIC Beira Atlantico, BIC Cartagena, BIC Murcia
Support	Maritime BICs contributed to the European project GASD
Activities planned	To submit proposals to the Atlantic Transnational Area Programme Call 2009. Deadline: 5th June 2009





**Cleantech BICs** 

What?	Network of 'eco-leaders' in the BIC network
Which sectors?	Renewable energies. Dit2 clusters in biomass, previous projects covering wind and solar energy. Well-established 'cleantech' cluster in Finland.
When?	Launched Summer 2008
Who?	21 participants at initial meeting, 45 Directory entries
Funding?	Opportunities identified in CIP IEE call,
	The European Institute of Innovation and Technology     (EIT)
Activities planned	<ul> <li>Preparation of proposals for the IEE and Eco-innovation calls</li> </ul>
	Transatlantic Green Platform, La Baule, June 2009
	Cleantech Venture Day, Lahti, November 2009





#### **FOOD-BICs**

What?	Network of 'agro-food leaders' in the BIC network
Which sectors?	All agro-food related sub-sectors
When?	Launched Autumn 2008
Who?	20 participants at initial meeting, 20 Directory entries
Funding?	Financial support to be explored with Auchan FP7 proposal submitted on 15th January 2009 to KBBE- 2009-2-5-02: Barriers to network learning in SMEs including 8 BICs
Activities planned	<ul> <li>Hopefully starting the work on FOOD-IES</li> <li>Murcia Food Fair, November 2009</li> </ul>







### GOALS



#### **Development of innovative and technology-orientated SME**

- to contribute to the economic development in the region
- to promote the region internationally









- Consultation and support of entrepreneurs and established companies
- Evaluation/selection of innovative projects
- Assistance for innovative companies and institutions which are interested in setting up
- Promotion of co-operation between companies and institutions in the region
- Marketing advice and assistance for companies of the region
- Presentation and promotion of the region's innovative potential nationally and internationally



### FIRST ADDRESS FOR COMPANIES



# situated in a technology park with parking lots and vast green spaces





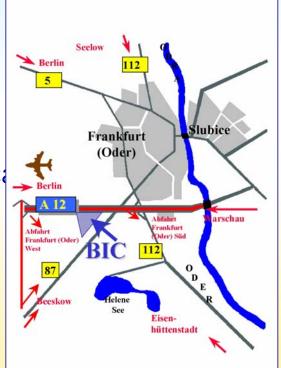


### LOCATION



The BIC Frankfurt (Oder) and the technology park "East Brandenburg" is provided with excellent traffic connection

- Autobahn A12/E30 Berlin Hannover Den Haag with connection to the German Autobahn-network
- Major roads to Posen and Warszawa
- Rail road connection Paris-Brussels- Warszawa -Mosca
- Airports in Berlin are 45 to 90 minutes away
- Waterway Oder Stettin; Oder-Spree-Canal Berlin with connection to the European inland navigation network



### **INFRASTRUCTURE OF THE BIC**



Modern building with 5500 sqm on four floors

- office space and workshops
  - \* single offices
  - \* self contained business areas with 2 and 4 offices
  - \* workshops
- meeting and conference rooms

fully equipped with technical facilities for 180 participants







# **INFRASTRUCTURE OF THE BIC**



- Central reception service
- Restaurant and catering service
- Entrance hall and gallery for presentations of companies



- Modern high-quality communication techniques
  - \* ISDN telephone system
  - \* Broadband internet connection
  - \* Studio and a portable system for videoconferences



# OFFERS TO ENTREPRENEURS AND COMPANIES



Consulting – individually and straight to point

- Assistance beyond start up
- Business planning
- Marketing advice and assistance
- Financial management
- Access to financing
- Technological assistance and technology transfer
- Internationalisation and trans-national co-operation



BUSINESS AND INNOVATION CENTRE

#### OFFERS TO ENTREPRENEURS AND COMPANIES



#### Service

- Central reception and telephone service
- Office services
- Modern copying machines
- Organisation and implementation of conferences, workshops, seminars
- Restaurant and catering-service
- Cleaning and security service



### SUPPORT OF THE FOUNDERS



During the start up of a technology-orientated company the founders receive following support

- Providing "Start up office" app. 18 sq. m free of rent up to six month furnished telephone PC
- Free consult during the start up
- Usage of the infrastructure and services



BUSINESS AND INNOVATION CENTRE

FRANKFURT (ODER)

# The perfect entrepreneur of a technology-orientated SME Degree: Diploma in technical field + MBA + marketing experience

25-30 years old

fit as a fiddle

no family obligations

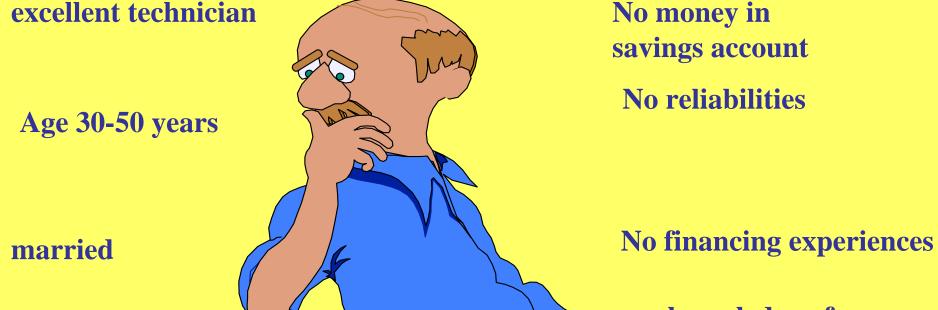


well-filled savings account

1-2 bigger estates

Gap in the market (20 takers a' 5 %)

The typical entrepreneur of a technology-orientated SME



no knowledge of marketing

finds it difficult to introduce his "very good" product to the market

### TENANTRY



- Entrepreneurs with innovative products and services
- Spin-offs of companies
- Innovative departments of large companies
- Technology-orientated service companies
- R&D facilities
- Producers of innovative customized products
- Public technology and business promotion institutions
- Service providers



#### **SHAREHOLDER**



- City of Frankfurt (Oder)
- Savings Bank Oder-Spree
- ExperConsult Ltd. Dortmund
- Chamber of Industry and Commerce Frankfurt (Oder)
- KDT Fortbildungs- und Umschulungs- Ltd.
- Uwe Hoppe



#### **FIGURES**





- 1991 founded
- 1993 new building

2009

- 37 tenant with app.
- 270 employees
  - 10 associated companies

since 1991 223 companies, of it 164 Founders 1083 employees in the building 753 new jobs through start ups



# FINANCING CONCEPT OF BIC



- Cost-covering business operation
- Non-profit company
- Start up subsidies (EC, DG XVI, 70% limited to 2 1/2 year)
- Subsidies for a new building (75%)
- Supported by local administration through project financing
- Profit making through renting of office space and providing of services
- Revenues through co-operation of projects of the Federal Government, of the state of Brandenburg and the European Community





# Business and Innovation Centre Central Northern Bulgaria

Satellite of BIC Frankfurt (Oder)





### BIC Central Northern Bulgaria Members

- BICs 2 (Germany)
- Universities 3
- Research Institutes and Laboratories 3
- Representatives of government and local authorities 3
- NGOs and Agencies 3
- Chambers of Commerce and Industrial Associations 3
- Private companies 8
- Banks 1
- Other members 15





### BIC Central Northern Bulgaria Address

Bulgaria

Veliko Turnovo - 5000

PO-Box 288

- Tel: +359 884 462 633
- Fax: +359 62 650 482

E-mail: MGospodinov@bic-ffo.de







### BUSINESS AND INNOVATION CENTRE



FRANKFURT (ODER)

#### THANK YOU FOR YOUR ATTENTION... And for more info contact

- Phillipe Vanrie
  - EBN C.E.O.
    - +32 (0) 772 8900
    - <u>pva@ebn.be</u>
- Uwe Hoppe
  - BIC Frankfurt (Oder) GmbH
    - +49 (0) 335 557 1100
    - <u>UHoppe@bic-ffo.de</u>



