

Republic of the Philippines

DEPARTMENT OF SCIENCE AND TECHNOLOGY

Bicutan Taguig, Metro Manila

SMALL ENTERPRISE TECHNOLOGY UPGRADING PROGRAM (SETUP):

A responsive program to address needs of industry

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Assistant Secretary and Program Manager for Countryside Development

Administrative Framework on S&T

OFFICE OF THE SECRETARY Sectoral Planning Councils (3) Philippine Council for Agriculture, Aquatic and Natural Rescurces Research and Development (PCAARRD) National Research Council of the Philippines (NRCP) National Academy of Science and Technology (NAST) Philippine Council for Health Research and Development (PCHRD) Philippine Council for Industry, Energy and Emerging Technology Research and Development (PCIEERD) Research and Development Institutes (7) Scientific and Technological Service Institutes (8) Advanced Science and Technology Institute (ASTI) Philippine Atmospheric, Geophysical and Astronomical Services Administration (PAGASA) Food and Nutrition Research Institute (FNRI) Philippine Institute of Volcanology and Seismology (PHIVOLGS) Forest Products Research and Development Institute (FPRDI) Philippine Science High School System (PSHSS) Science and Technology Information Institute (STII) Industrial Technology Development Institute (ITDI) Science Education Institute (SEI) Metals Industry Research and Development Center (MIRDC) Technology Application and Promotion Institute (TAPI) Philippine Nuclear Research Institute (PNRI) Technology Resource Center (TRC) Philippine Textile Research Institute (PTRI) Information and Communications Technology Office (ICTO) Provincial Science and Technology Centers (79) Regional Offices (16)

Organizational Structure of DOST





HARMONIZED NATIONAL R&D AGENDA 2013-2017

NATIONAL R&D AGENDA OUTCOMES:

- A better life for the Filipino through science, technology and innovation
- Globally competitive capacity for science, technology and innovation

I. POVERTY ALLEVIATION AND INCLUSIVE GROWTH

Expanded and strengthened socio-economic development programs for all, particularly the poor, vulnerable and marginalized through science, technology and innovation.

- A. FOOD & NUTRITION SECURITY
- B. COUNTRYSIDE DEVELOPMENT
- C.COMPETITIVE INDUSTRIES

- D. DELIVERY OF SOCIAL SERVICES
- E. BIODIVERSITY
 CONSERVATION AND
 SUSTAINABLE
 DEVELOPMENT

II. CLIMATE CHANGE MITIGATION AND ADAPTATION AND DISASTER RISK REDUCTION

Safe and disaster-and-climate change-resilient infrastructures and communities empowered by science-based meteorological, hydrological and geological information, climate change scenarios with associated impact assessments and decision support systems

- A. INNOVATIONS ON WEATHER AND FLOOD FORECASTING AND CLIMATE CHANGE MODELLING
- **B. WATER SECURITY**
- C. CLIMATE CHANGE-RESILIENT AGRICULTURE

- D. CLIMATE CHANGE MITIGATION
- E. URBAN PLANNING & HYDROLOGICAL DATA SET
- F. DISASTER RISK REDUCTION
- G. ECOLOGICAL SYSTEMS

trategy to nhance productivity and competitiveness of MSMEs through echnological innovations and pgrading of products and processes towards rogress and growth in the countryside





SETUP Interventions

- Technology Needs Assessment
- Access to and Acquisition of Appropriate Technology
- ISS Fund Assistance for Acquiring Appropriate Equipment
- **Capacity Building and Technical Trainings**
- **Consultancy and Technical Advisory Services**
- Product Standards and Testing
- Packaging and Labeling
- **☑** Information System





SETUP Program Framework

add value to local products and processes through S&T interventions

enhance the competitiveness of MSMEs through better products and processes





create employment, generate revenues, help alleviate poverty and social unrest.









Food Processing



Gifts, Decors and Handicraft (GDH)



Rice Coffee Agriculture/ Horticulture



Engineering









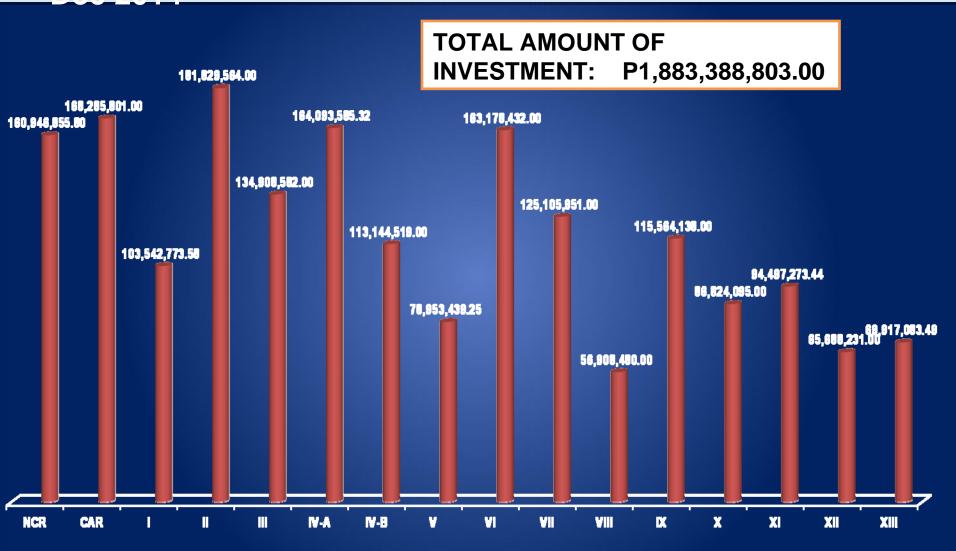
Products



ICT

AMOUNT OF INVESTMENT PER REGION as Of

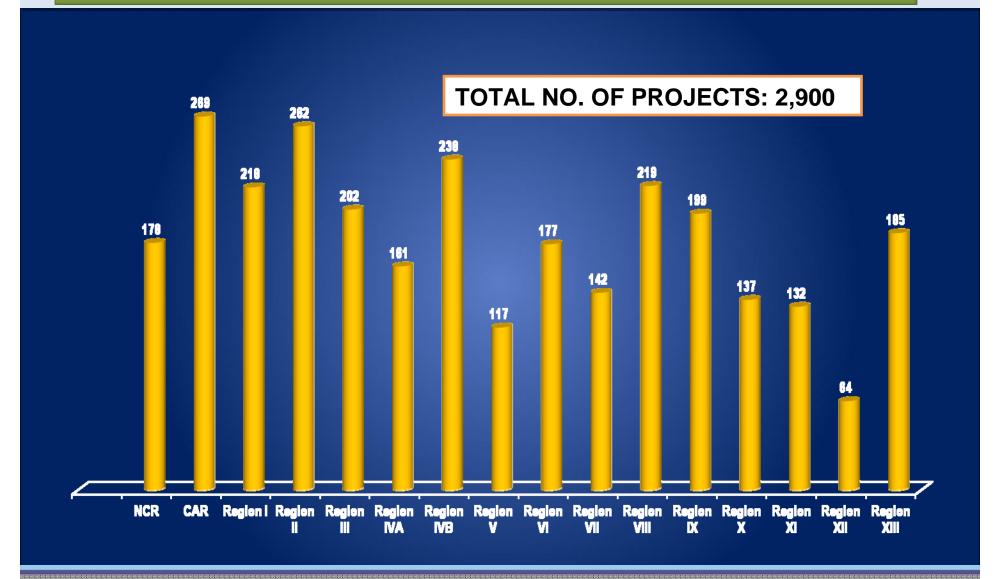
Dec 2014







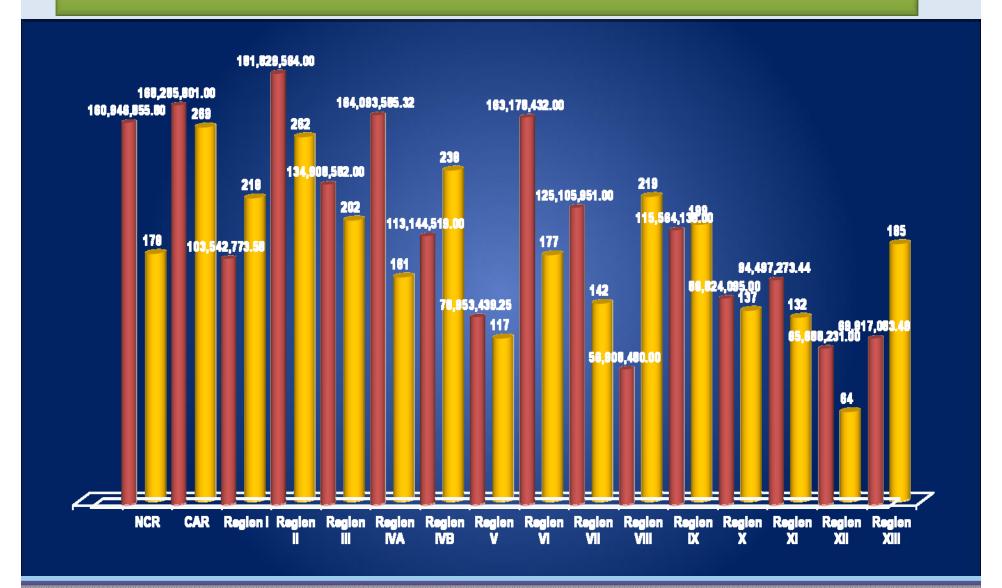
NO. OF PROJECTS PER REGION







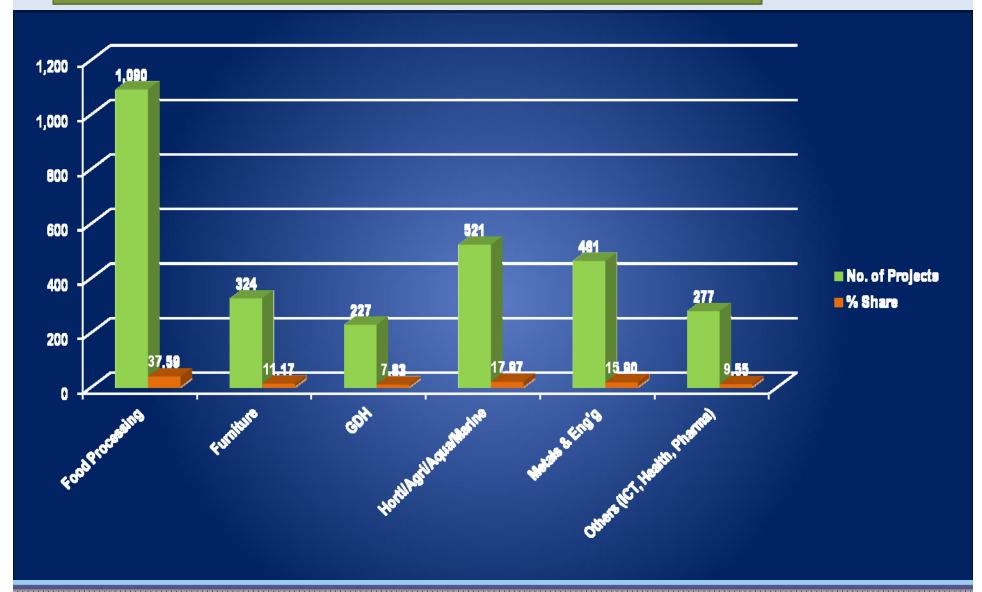
Amount of Investment and Number of Projects per Region







Total number of projects per sector







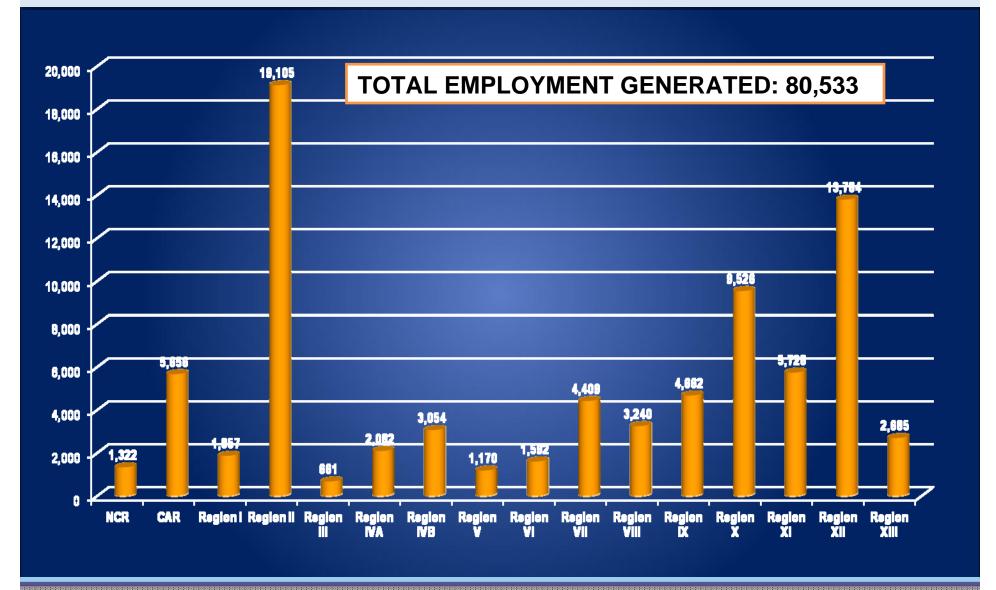
Project Cost per Priority Sector







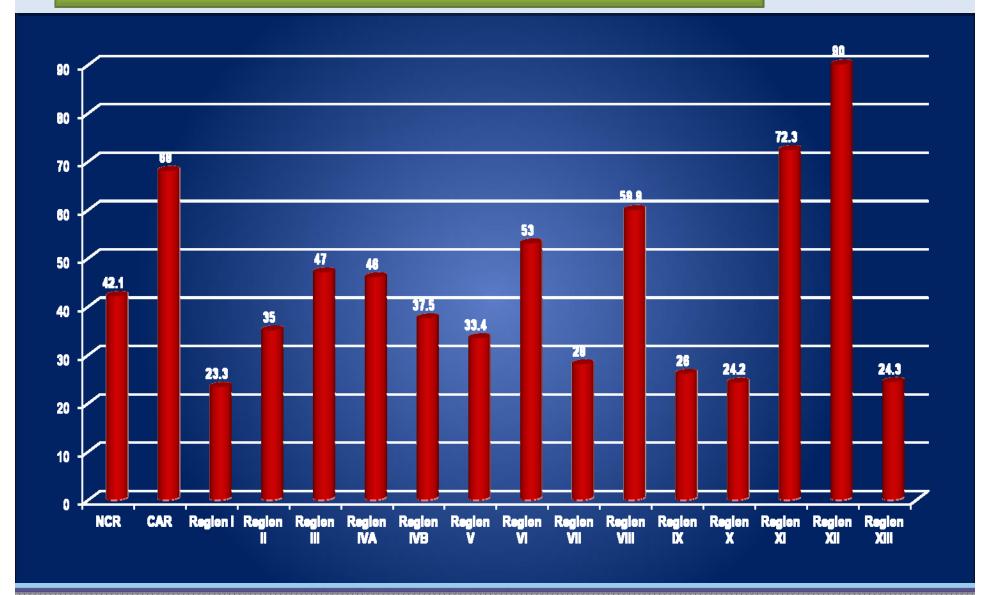
EMPLOYMENT GENERATED PER REGION (2002-2014)







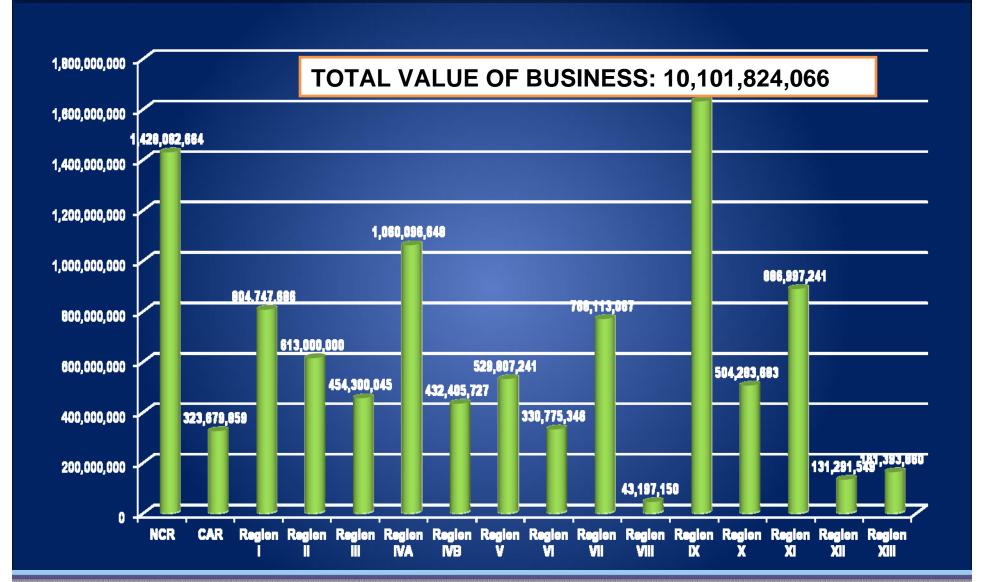
(%) AVERAGE PRODUCTIVITY IMPROVEMENT PER REGION







VALUE OF BUSINESS PER REGION







How do technology innovations enhance competitiveness of assisted firms?

OUTCOMES

- ✓Increased in Productivity
- ✓ Improved product quality and marketability
- ✓Increased capability to serve wider market
- ✓ Access to bigger market (domestic and international market)
- ✓ Diversification of product lines and expansion
- √ Job creations
- ✓ Waste minimization





Inspiring stories of Innovative MSMEs in support to the **Food Processing Sector**

THE FIRM

MONTANO **FOODS CORPORATION**

✓ Application of new technologies to improve production efficiency and product quality (facilities, enclosed solar dryer)

- ✓ Compliance to existing standards such as cGMP/HACCP
- ✓ Continuous R&D on product and process resulting to product expansion/ diversification
- ✓ Personnel development

- √ Generated 81 employment after intervention
- ✓ HACCP- and HALALcertified
- ✓ Penetrated export market
- ✓ Multi-Million Enterprise



Product: Bottled Sardines



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Inspiring stories of Innovative MSMEs in the Gift-Decors-Houseware (GDH) Sector

THE FIRM

ARDEN CLASSIC INCORPORATION

✓ Introduction of electroplating technology

✓ Application of white metal casting technology



Inferior quality of outsourced plated component parts resulting to rejects & reworks

- ➤ Reduced rejects and reworks from 10% to less than 3% of the production output
- ➤ Increased production volume by 100%
- ➤ Improved product quality through controlled production of electroplated metal components
- ➤ Increase in sales by 30% after intervention
- ➤ High flexibility on the design and quality enabling access to new markets



Product: Home Furnishing





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Inspiring stories of Innovative MSMEs in Furniture Sector

THE FIRM

TOTAL WOODKRAFT

✓ Lumber Drying Technology: 3000 bd ft Furnace Type Lumber Dryer

- ✓ Productivity enhancement consultancy through MPEX
- √ Woodworking Technology
- ✓ Training on Lumber Drying Techniques; Wood Finishing; Wood Bending

Wooden Furniture and home furnishings catering to limited market

- ✓ Reduced product reworks due to warping and shrinking from 20% to 5% of production volume
- ✓ Increased production volume from 2,000 board feet monthly lumber utilization to 4,000 board feet
- ✓ Increased annual gross sales by 122%
- ✓ Expanded market from local retail buyers to high-end institutional markets (furnishings for hotels, restaurants and resorts)
- ✓ Established the first & only kiln-dryer facility in Bohol



Product: China cabinet, sideboard, nite stand, arm chair,





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Inspiring stories of Innovative MSMEs in Metals and Engineering Sector

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THE FIRM

FAG MACHINE
SHOP AND
SERVICES
CORPORATION

✓ Introduction of Precision
Engine Lathe Machine with
Digital Readout and
Precision Bench Lathe
Machine with Digital
Readout

- ✓ Productivity enhancement consultancy (MPEX)
- ✓ Energy Audit
- ✓ Introduction of CNC Vertical Machining

Light Engineering and Metalworking Company

- Expanded production capability and capacity supporting shipbuilding industry
- ✓ Established a Computer
 Numerically Controlled (CNCs)
 Machining Center.
- ✓ Upgraded capability from intermediate precision to high precision machining
- Reduced cycle time by 50% in high precision machining requirements.
- ✓ Increased gross Income by 279%
- ✓ Generated 60 additional employment (from 20 to 80)





Product: Jigs and fixtures, Plastic injection puller, metal







Inspiring stories of Innovative MSMEs in the Agriculture/Marine/Aquaculture Sector

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THE FIRM

PALAISDAAN NATIN

✓ Farm Layout design & construction

- ✓ Construction of treatment tank
- ✓ Installation of eggcollection/ Hatchery laboratory
- ✓ Training on:
- Grow-out pond
 Management
- Hatchery management
- Treatment (SRT Management)
- Feed Formulation & Feeding Management

✓ From 5 workers, this project generated additional 30 direct workers.

✓ Currently, the hatchery produces from 700,000-800,000 fingerlings/month.

Before Intervention - Grow-out Pond

Conventional pond management

Product: Tilapia Fingerlings





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THANK YOU!



