## SOCIAL ENTREPRENEURSHIP

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## Today's Outline

- Why there is a need for social entrepreneurship?
  - Key Concepts
  - Examples
  - SE in the World/Netherlands
- Who are social entrepreneurs?
  - Key traits
  - Motivations
  - Types
- Is the act of entrepreneurship a social good?
  - Negative externalities
  - Greenwashing
- How to measure social impact?



- Why there is a need for social entrepreneurship?
- What is social entrepreneurship?
- · How is it different from charity. PR. and marketing?
- What makes people social entrepreneurs?
- WHAT IS THE IMPACT OF SOCIAL ENTREPRENEURSHIP ON SOCIETY?
- Is it the new norm or just another trend?



Your Carbon Footprin

Despite recent reports of several leading indicators showing a slightly positive trend, experts generally agree that the current

reach the healthy levels we enjoyed a decade ago, and experts and economists fear that some sectors. Such as health ers gathe

# SUSTAINABILITY OF OUF

The Effects of Global W

Few environmental issues are as

quarter.

he first au

Alternative Energy



#### 17 GOALS TO TRANSFORM OUR WORLD





































## What is Social Entrepreneurship?

- Not charities
- Not welfare agencies
- Not marketing tricks
- Not PR or CSR activities

'Social enterpreneurship can be defined as a company with the primary goal to deliver social value in a financially sustainable and independent way.'

## Three key features!!!

- Must create a social benefit
- Must make it in a financially sustainable way
- Must be a profit oriented commercial business



Creative step	Commercial entrepreneurs	Social entrepreneurs
Preparation	Raised by commercial	Volunteer experience
	entrepreneurs	Exposed to poor
	Business education	
Evaluation	Test if need exists in the market	No need to test if need exists (social need
	Test profitability of new	with sufficient market size)
	product/services	Assess if there are adequate resources to
	Assess characteristics and limits	meet need that already exists
	of investor relations	Assess possibility of obtaining viable
	Assess possibility of obtaining financial resources	resources for funding from interested parties/donations, as consumers likely
		unable to pay for goods/services offered
	Acquire feedback from	Assess social impact of organisation on
	social network	meeting social need
Elaboration	Hire employees	Gather volunteers
	Obtain financial capital	Obtain funding from philanthropists
		and donors

## **YOU BUY**

















## **TOMS GIVES**











1 Week of Clean Water



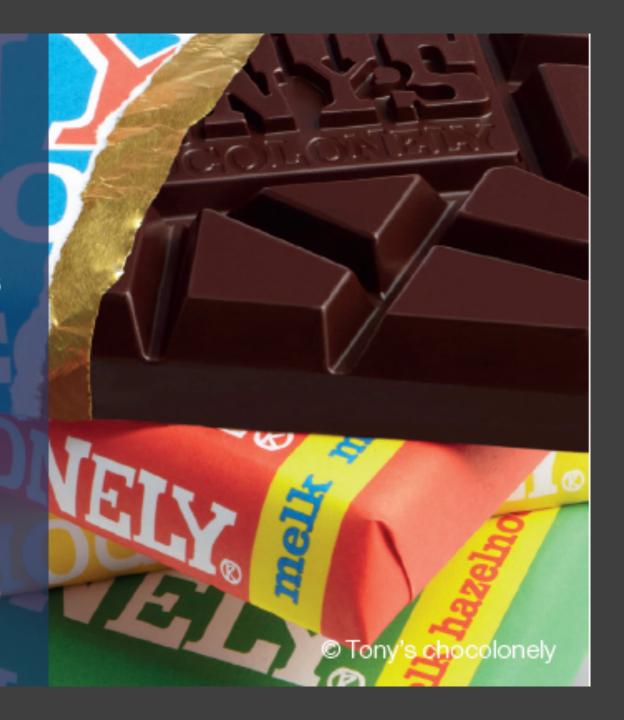
Training for Birth Attendants, Other Materials

**Toms' Business Model** 

http://www.toms.com/what-we-give

#### Tony's Chocolonely

Working towards a 100% slave-free chocolate industry, the company introduced in 2013 the first 'bean to bar' chocolate bar aiming to lift farmers toward the poverty line or above. The bar is made from cocoa beans fully traceable back to the farmers in Ghana and Ivory Coast. The company now reaches 1,800 farmers and has sold more than 25 million bars of chocolate. Tony's current focus is on creating awareness, leading by example through bean-to-bar and inspiring others to act against abuses in the chocolate supply chain.





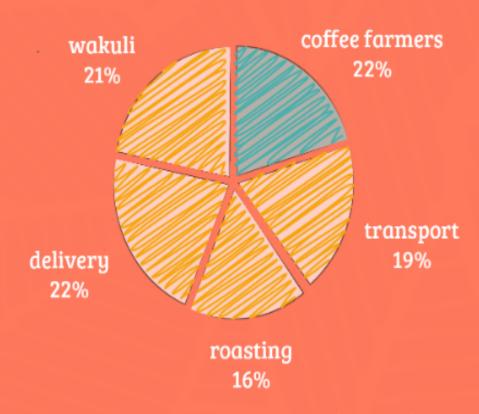
#### Difference in price breakdown between Wakuli and supermarket coffees

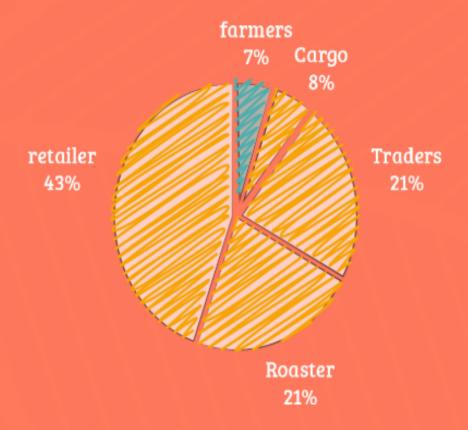
#### <u>Wakuli</u>

The average price Wakuli pays the farmer is 4,20€ / kg

#### **Supermarket coffees**

The world coffee price is at about 1,60€ / kg





A card showing the price breakdown is included with every shipment

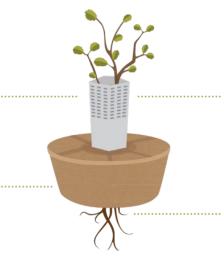


#### HOW THE COCOON WORKS



The Cocoon is filled with 25 liters of water and buried subsurface with the seedling

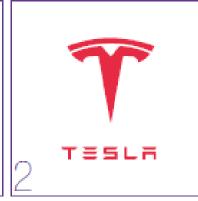
The Cocoon prevents water evaporation and weed growth



Seedlings are protected from harsh rays, desicating winds and small animals

Wicks drip feed water straight to the roots, encouraging a deep, wide root system



















































**%** 

























daler



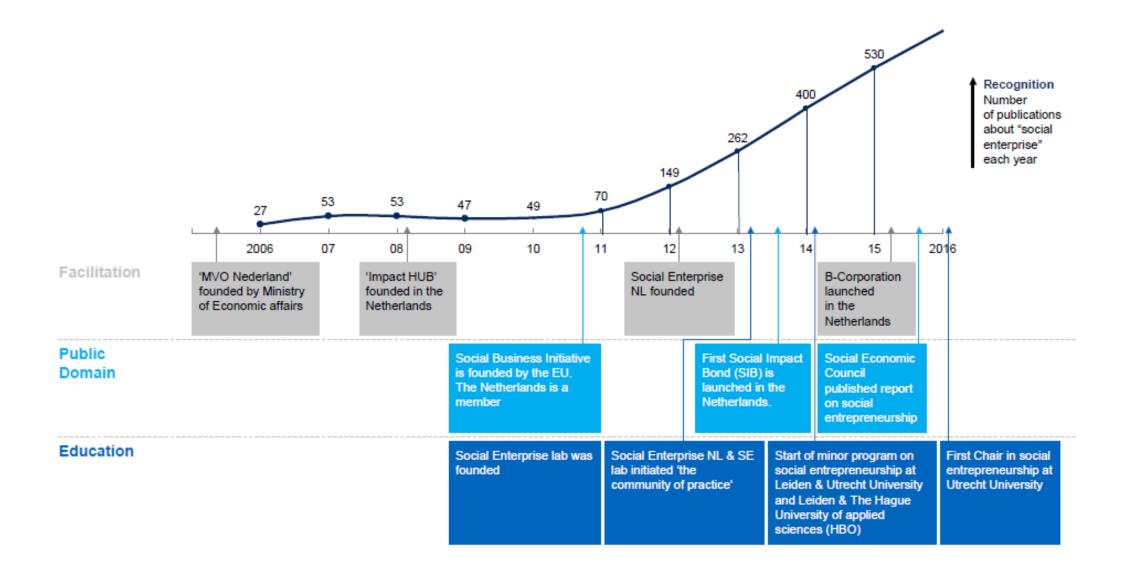






## Facts and Figures in the Netherlands

- About 3,000 new enterprises started since 2011, generating a year-on-year growth of **20%**.
- Since 2010, jobs in the social enterprise sector have increased by more than **60%** to 65,000-80,000 in 2016.
- These **25,000** new jobs came at a time when the Netherlands lost nearly 75,000 jobs in other sectors.
- Total revenues in the social enterprise sector rose from about 2 billion in 2010 to 3.5 billion euros in 2015, an increase of 75%.



Time for abreak!

## Who is a Social Entrepreneurs?



#### Bill Drayton

Social entrepreneur



William "Bill" Drayton, is a social entrepreneur. Drayton was named by U.S. News & World Report as one of America's 25 Best Leaders in 2005. He is responsible for the rise of the phrase "social entrepreneur", a concept first found in print in 1972. Wikipedia

Born: 1943 (age 75 years), New York City, New York, United States

Title: Chairman

Education: Harvard University, University of Oxford, Balliol College,

Phillips Academy, Yale University, Yale Law School

Awards: MacArthur Fellowship

Organization founded: Ashoka: Innovators for the Public

#### People also search for



Muhammad Yunus

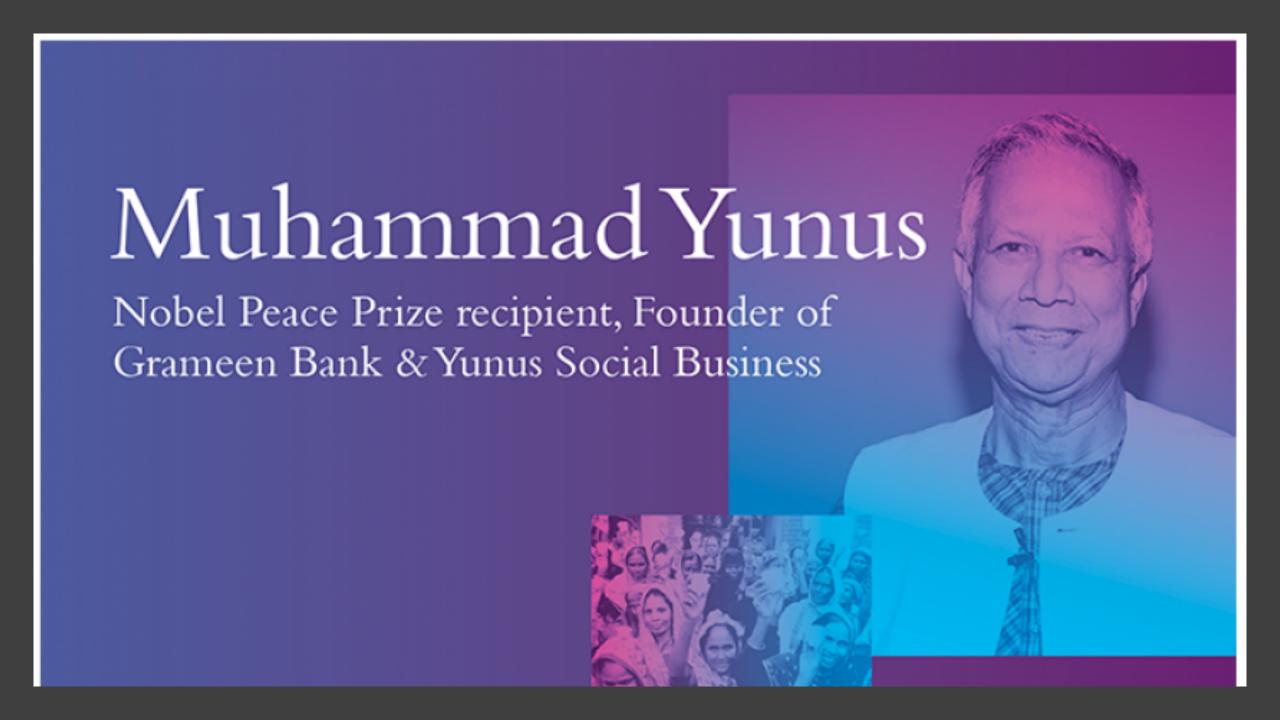


Jacqueline Novogratz



Blake Mycoskie

"Social entrepreneurs are not content just to give a fish or teach how to fish. They will not rest until they have revolutionized the fishing industry."

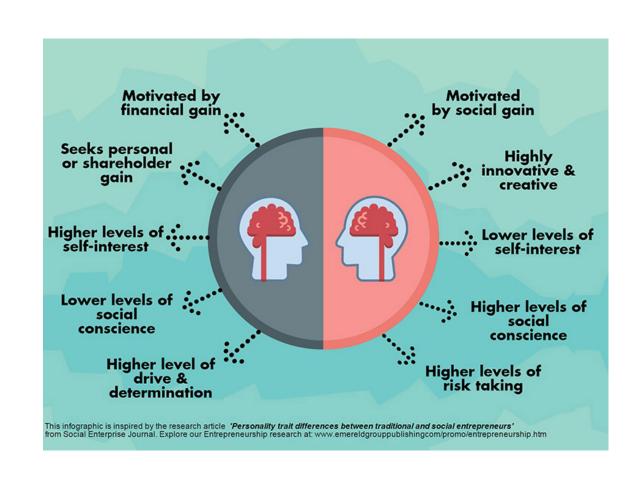




"WE INVEST IN EARLY-STAGE COMPANIES TACKLING THE PROBLEMS OF POVERTY"

## What makes them social entrepreneurs?

- Personality
  - Leadership
  - Compassion
  - Ethical fiber
- Creativity
  - Social Innovators
- Embeddedness with the community
  - Long term impact
- Alter existing structures
  - New markets
  - New industries
  - New rules in productivity



## Types of Social Entrepreneur







Social Bricoleur

**Social Constructionists** 

Hayek Small Scale/Local Social Equilibrium



Kirzner
Large Scale
International Scope
Social Equilibrium



Schumpeter
Very large Scale
Global Scope
Creative Disruption



## Is the act of entrepreneurship itself a social good?

- Creating employment
- Innovation
- Social good?

What about negative externalities?

Does the social aspect of entrepreneurship need to be part of the business at every turn?

Is green washing a legit marketing tool?



## How can we measure social impact?



Changes in welfare recipients, alcohol and drug abuse, arrests, etc.



Jobs created/\$ loan



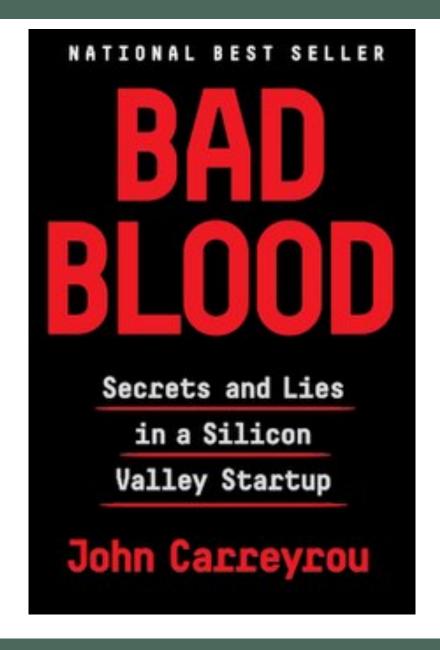
Water consumption per item



Carbon emission rates/Cholera rates



Defining 'good' is not easy
Identifying cause and effect is hard
Data collection often not sustainable
Long term orientation thus not financially preferred
Lack of precise and transparent indicator



## How to stimulate Social Enterprises?

- Promotion: awareness and visibility of the sector in the Netherlands
- Education: more talent needs to be geared towards the sector
- Support: management support in developing triple bottom line business models, coaching and access to relevant networks
- Capital: access to seed and especially growth capital and matchmaking intermediaries
- Guidelines: (inter)national standards for measuring both financial and social impact
- Government recognition and support: for example in creating right conditions and opportunities for Social Enterprises to grow (e.g., supportive legislation)

#### **Tech Venture Capital Ecosystem The Netherlands 2017**











starters ST RTUP

Early stage VC

**Incubators** 











Kennispark Twente

**UTRECHT** 

YES!Delft







**Block Party.** 



**Later stage VC** 

**POINT-ONE** innovation \ fund

**VC**and**C** 

**BOM IIN** 















LIOF







**Seed VC** 













**Strategic VC** 

























#### "A film for those who believe that anyone can change the world"



The same Director of the film "Doctors of Joy"

## who, cares?

" MUHAMMAD YUNUS, BILL DRAYTON, AL ETMARSKI, BART WEETJENS, DENER GIOVANINI, EUGENIO SCANNAVINO NETTO, ISAAC DUROJAYIE, JEHANE NOUJAIM,
JOAQUIM MELO, JOAQUIN LEGUIA, JOHN MIGHTON, KAREN TSE, MARY GORDON, OSCAR RIYAS, PREMAL SHAH, RODRIGO BAGGIO, VERA CORDEIRO "WELLINGTON NOGUEIRA
JOAQUIM MELO, JOAQUIN LEGUIA, JOHN MIGHTON, KAREN TSE, MARY GORDON, OSCAR RIYAS, PREMAL SHAH, RODRIGO BAGGIO, VERA CORDEIRO "WELLINGTON NOGUEIRA
JOAQUIM MELO, JOAQUIN LEGUIA, JOAQUIN BARRÉ "PRIMAD BATTAGLIA" MICHAEL MICHAEL MARIA MIRONA MINISTONIA PRIMADA MONDA MINISTONIA PRIMADA MONDA MINISTONIA PRIMADA MONDA MINISTONIA PRIMADA MONDA MONDA MINISTONIA PRIMADA MONDA MONDA MINISTONIA PRIMADA MONDA MONDA MONDA MINISTONIA PRIMADA MONDA MON



Thank you for your attention

Questions?

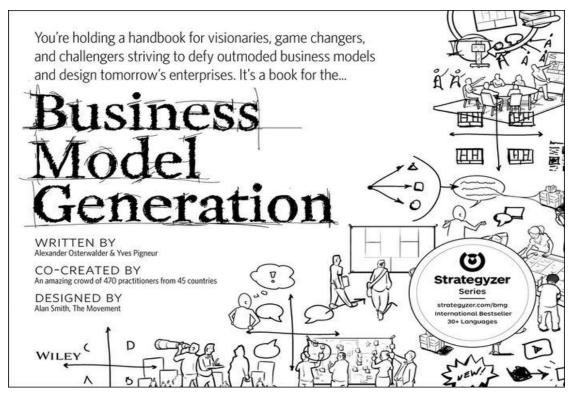
## References

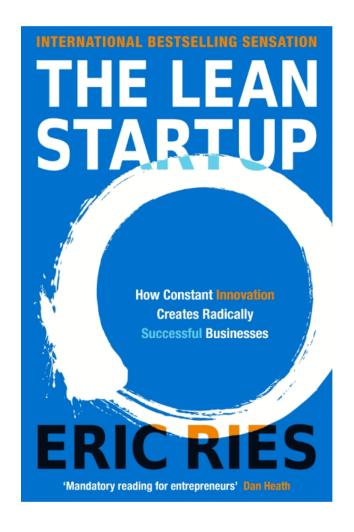
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Time for abreak!

#### **DESIGN THINKING**



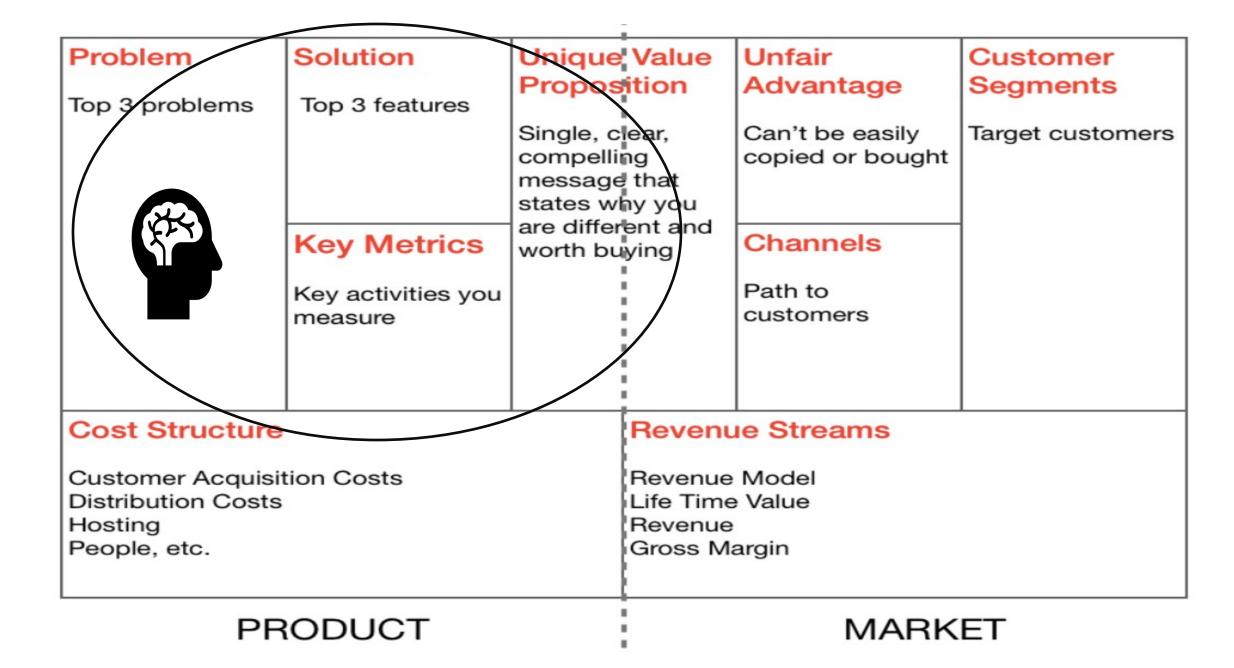






### Ideation Workshop: Overcoming Corona

- Step 1: Get a pen and start writing out your ideas. Write as many as possible, use quick keywords to sum up.
- **Step 2**: Pick your most innovative (out-of-the-box) idea and the most conventional idea
- Step 3 : Share your ideas with the rest of the team. Only a short description.
- **Step 4**: Develop and elaborate the best idea by filling out the canvas. And prepare your 2 mins pitch.



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