Coventry Coventry Enterprises Limited

TWG Clusters and Business Networks

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Porter's Diamond Model Competitive Advantage of Nations...Regions.....Firms?



Clusters comprise co-located and/or interconnected, functionally related firms/actors in a particular field

Innovation systems serve as a framework for the development of firms in a variety of sectors

Innovation systems can appear almost everywhere and may contain several clusters

Innovation systems do not depend on clusters for existence

Clusters and innovation systems



Networks

or

clusters?

- Access to specialised services
- Restricted membership
- Contractual agreements
- Easier to engage in complexity
- Based on cooperation
- Common business goals
- Are these mature Clusters?

- Attract specialised services
- Open membership
- Trust and reciprocity
- Demand similar or related capabilities
- Cooperation <u>and</u> competition
- Collective visions
- Are these young Networks?

Rosenfeld 1997 – 'Business Clusters in Economic Development' Volume 5 European Planning Studies



Cluster characteristics driving policy

- Multiple actors
- Dynamic, interactive and functional relationships
- Social infrastructure and information flow
- Physical or virtual proximity
- Life Cycle
- Specialisation
- Competition and cooperation
- Critical mass
- Innovation

Literature review from LeVeen (1998) and Cluster Policies Whitebook Vinnova and The Competitiveness Institute (2004)



Policy Points

- Platforms for dialogue
- Activating Collaboration
- Applied Research
- Cluster Management Systems
- Sharing Knowledge

- Human Capital
- Clustering Cultures
- Mapping Activity
- Impact Measurement
- Scenario based planning

Source: Cluster Management experience of Erik partners 2007



Policy Points

- Platforms for dialogue
- Activating Collaboration
- Applied Research
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Action Points

- Create virtual and physical platforms for communication – a portal, an entity
- Facilitate cooperation with triple helix model Business, Universities and Public Sector
 - Enable demand led research processes
- Provide leadership and inspiration
- Disseminate old and new knowledge for new applications

Source: Cluster Management experience of Erik partners 2007



Policy Points

- Human Capital
- Innovation Cultures
- Mapping Activity
- Impact Measurement
- Scenario based planning

Action Points

- Upgrade and share skills and competences in support of innovation
- Implement uniform and systematic innovation culture development processes
- Improve knowledge of own environment in relation cluster development
- What impact can be attributed directly to clustering?
- Encourage long term planning perspectives using Foresight principles

Source: Cluster Management experience of Erik partners 2007



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The phoenix, the symbol for Coventry University, is a mythological bird that represents continuous self-creation, opportunity and abundance.