# Culture, business and innovations in Europe



What Chinese need to know?

## What is Inno Praxis International:

- Inno Innovation an exploited competence-based competitive advantage. Besides new technology or product it can also be new service, new business or management model, or even new brand.
- Praxis Practicing an active process of learning from the experience and shared practice, conceptualizing the knowledge and brining into practice to achieve better results.
- International Consulted and trained over 600 experts from 30 countries. Consulted public sector in Poland, Ireland, Russian, Kazakhstan, New Zealand, etc.





## **International Clients:**

- National or regional authorities, responsible for innovation policies and strategies in Russia, Poland and Kazakhstan.
- Over 40 innovation infrastructure organizations from 20 countries, such as science and technology parks and business incubators.
- Over 20 universities from 11 countries.
- Private developers and investors, who see future in innovations and high-tech from Ireland and Russia.
- International development organizations, as UNDP, USAID and European Union, supporting country authorities in promotion of entrepreneurship and innovations.







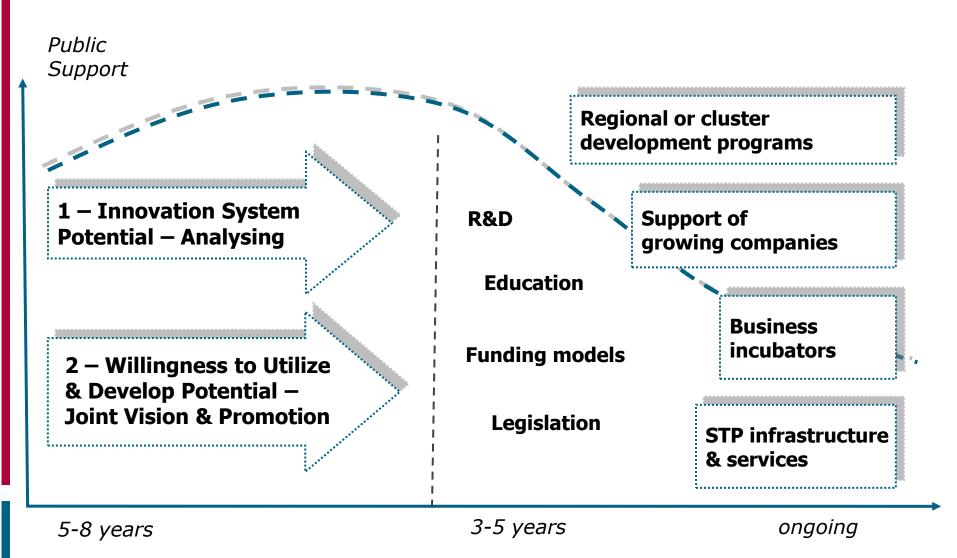
## **Speaker**

#### Julia Roelofsen

- From 2009 partner and advisor in InnoPraxis
- 4 years in largest in Europe, business driven and profitable technology park network – Technopolis Plc.
- Born in St. Petersburg, Russia. Lived/worked in Georgia, Finland, Germany and Netherlands.
- Worked/trained/consulted clients from 30 countries, including almost all European countries & with focus on countries with transitional economies.

Contact: www.innopraxis.fi, julia@innopraxis.fi

## **Innovation System Development**



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**INNO** Environment

Interaction
Atmosphere
Attitudes
Relationships
Business Culture

+

**INNO** Infrastructure

Technology parks
Business incubators
Funding bodies
Tech transfer centers
Regional agencies
Institutions

#### **INNO SYSTEM**

### Factors explaining good Inno Performance

- 1. Historical background
- 2. Natural sciences and engineering well represented in secondary and tertiary education
- 3. Strong industrial traditions
- 4. People have been quick to adopt new technologies
- **5.** Strong tradition of public-private partnership
- 6. Education, science and technology highly valued in society
- 7. Common trust in universities and research centres
- 8. Openness to reforms and innovations
- 9. Sensitivity to societal changes/ crisis
- 10. Consensus-building tradition

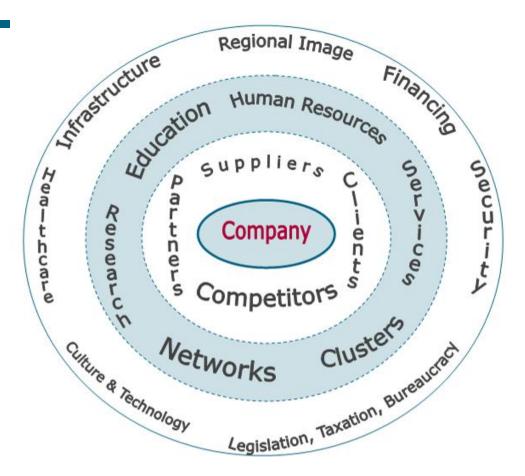


Savomill and foundry at Varkaus, eastern Finland



Fishing for Baltic herring off the south coast

### **Innovation and Business Environment**



Our Mission is to help the creation of the environment favorable for the development of innovations, attraction of high-tech companies and talented people.

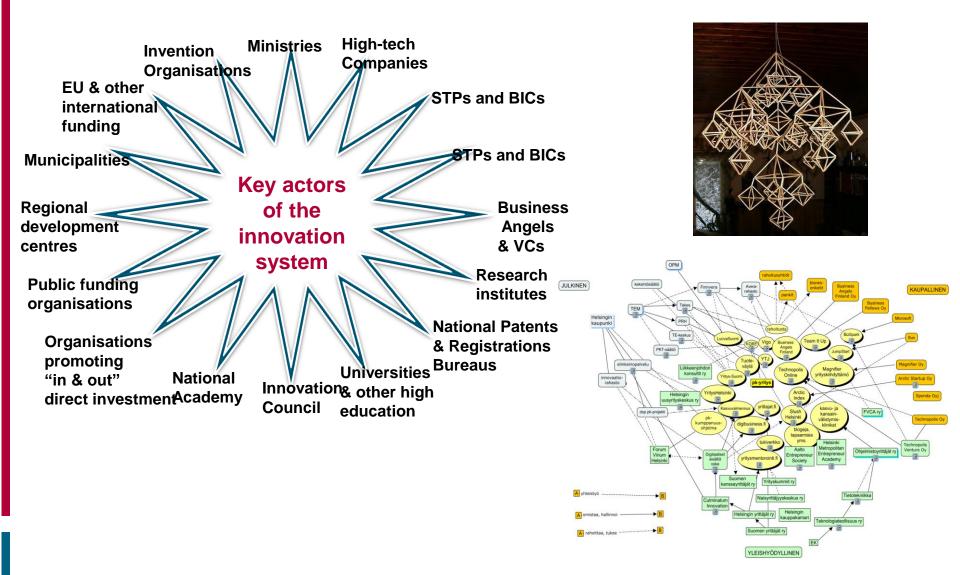
# **Successful business communication** with Europeans

Particularly in the innovation and technology transfer field

- Is it the right organisation/company?
- Is it the right person in the organisation?
- What are the culture differences?



## **Key Stakeholders in the Inno System**



Discovery of Ideas

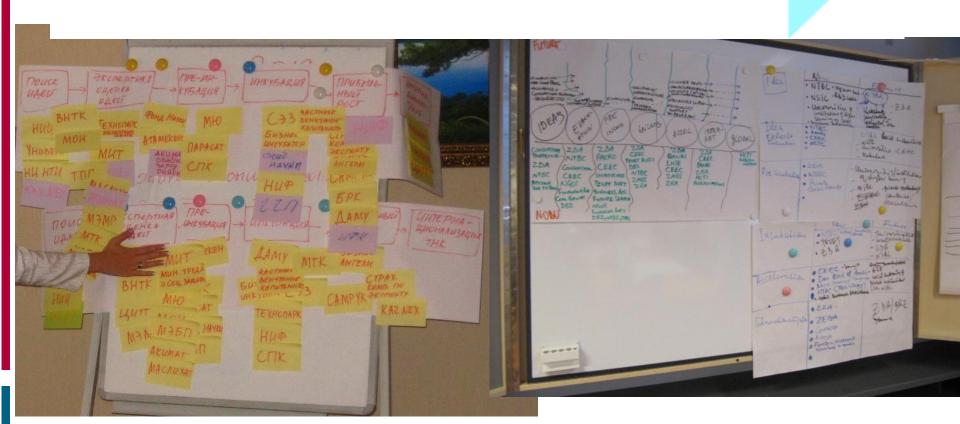
Expert Evaluations of Ideas' Potential

Preincubation

Incubation

Profitable Growth Internationalization

Global



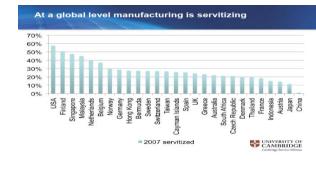
# Do we mean same things?

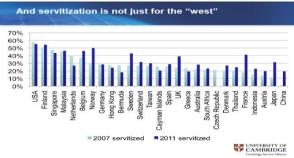
- Commercially
- In society
- In well-being

### Innovation =

## **Exploited Competence-Based Competitive Advantage**

- New knowledge, know-how, technology
- New product, technical solution, production process
- New (expert) service
- New design or brand
- New business model, value-chain, value-network
- New organizational, management or working life model
- New way of providing a public service





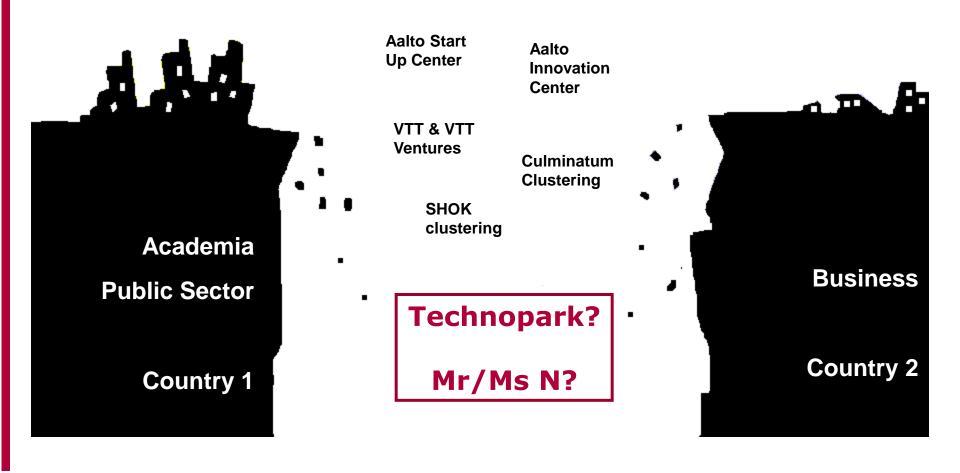
## **Used terms**

- Science and Technology Park (IASP)
- Technology Centre (Technopolis, Finland)
- University Research Park (USA)
- Teknologie Park (Germany)
- Technopark (Russia)
- Business incubators
- Industrial parks
- Special economic zones
- Technology hub
- Technology transfer centers
- Engineering company
- Innovation centers

- 30% Technology Park (most used)
- 24% Science Park
- 13% STP
- 18% Others (e.g. Innovation Hub)

Source: IASP

## Do we have time for cooperation? Who is responsible for cooperation?





## **Culture studies, Geert Hofstede**

#### NATIONAL CULTURES DIMENSIONS

- Power distance
- Individualism vs Collectivism
- Masculinity vs Femininity
- Uncertainty avoidance
- Long-term orientation
- Indulgence vs Restrain



#### **ORGANISATIONAL CULTURE**

- Focus on means (process) or goals (result)?
- Who cares for employee? (employee vs job oriented)
- Identify with company or profession?
- Access & information for outsiders (open vs closed)
- Loose vs tight control (for insiders)
- Normative vs pragmatic (for outsiders)

# What kind of organisation you are dealing with?

## PUBLIC vs PRIVATE

Decision making process: Director, Board of Directors or external (political organization)

Business strategy (time-span, planned geography) or project orientation (national or EU projects, 3-5 years or less)

Does your partner has previous working experience with China?

What does your partner know about China?

How culture sensitive, international and open-minded person your partner is?









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## Many faces of same culture



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# Building trust and personal relationships not so important?

#### **TRUST**

is very important for long-term partnership

NEEDS TIME INVESTMENT





Family obligations?



Several projects?



Differences between countries



Where is limit? Possible to see



### Advance planning?

- How long in advance to book meeting?
  - Which country?
  - What is level of contact?
  - Double-check?
- How tight is timetable?
- Will there be changes in last moment?
- What are typical working hours?
- Situation with traffic?
- How long is decision making process?
  - Differences between countries?
  - HQ or regional officer?
  - What is decision making?
  - Is China in strategy?



Differences between countries



### Language and style of communication

Hei!

Hei Julia!

Sehr geerhte Frau Roelofsen!

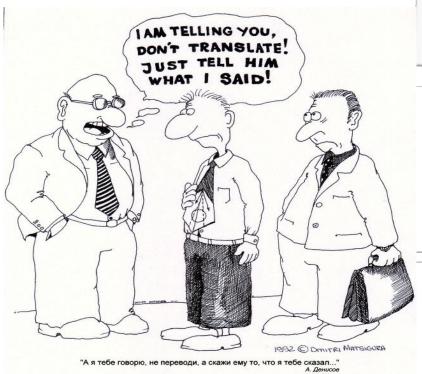
Уважаемая Юлия Викторовна!

Dear Mrs Roelofsen!

Szanowni Państwo!

Beste Julia Roelofsen!







#### Inno | Praxis

#### Frau Roelofsen

Training: Promotion of Innovation and Entrepreneurship effectively through Business Innovation, 26-30<sup>th</sup> of July 2010, Finland

#### Inno | Praxis

#### Mervi Käki

Training: Promotion of Innovation and Entrepreneurship effectively through Business Innovation, 26-30th of July 2010, Finland

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### **Countries with transitional economies**

- Behavioral differences between generations
- Fast changes in organizations, positions & timetables
- From science and public sector driven to market & business driven
- Business & politics are strongly interconnected
- Relatively low level of outsourcing
- Different view to applied research
- Innovations Technology
- Fast development straight to business discussion (small talks later)





## People in high tech business

- Relative young
- Technical background
- Mainly men, single (?)
- Very international
- Multinational teams
- Using & interested in newest technologies
- Not often business skilled
- Not very communicative
- Informal
- Individuals
- Set their own working hours
- Want to be among same kind of people







## Thank You for Attention! Let's Collaborate!



**InnoPraxis International Ltd.** 

www.innopraxis.fi

Julia Roelofsen, julia@innopraxis.fi

Tel. +358 40 559 4070