The Socio-Economic Impact of the UK-based African Caribbean Entrepreneurial Diaspora on the Caribbean

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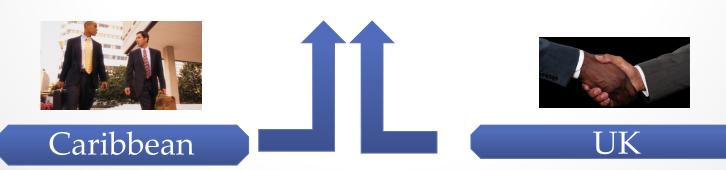
Agenda

- 1. Introduction
- 2. Aims
- 3. Methodology
- 4. Research findings
- 5. Conclusions
- 6. Recommendation

1. Introduction

- Diasporas important to economic growth
- India: Intel, Sun Microsystems, IBM
- Bal Joshi (Nepal) web portal
- Diaspora entrepreneur dearth (Newland and Tanaka (2010); Ramkissoon-Babwah 2013)

The African Caribbean diaspora?
Two Valid Viewpoints



2. Aims

- 1. Goals and Motivations
- 2. Experiences and Lessons/Areas for Improvement
- 3. Benefits:
 - 1. Non-financial
 - 2. Financial
- 4. Job Creation

3. Methodology

- 2008-2011
- African Caribbean entrepreneurs
 - UK(25) food and bev (31%), retail (24%), business services (14%)
 - Caribbean: Grenada, Saint Vincent and the Grenadines, Barbados, Jamaica
 - Caribbean (37) agro (45%), leisure (17%), manufacturing (17%)
- High Commission (Barbados) + business support agencies (Caribbean)
- Anonymity of responses guaranteed £
- Qualitative data semi-structured Interviews
- Quantitative data questionnaires
- Interpretive uncover and understand phenomenon and the perspectives of my informants (Merriman 2002)
- Nvivo

4. Research Findings

- 1. Goals and Motivations
- 2. Experiences and Lessons/Areas for Improvement
- 3. Benefits:
 - 1. Non-financial
 - 2. Financial
- 4. Job Creation

4.1 Goals

Goals:

Generate revenue Business dev Product dev Goals:
Sales
Independence
Promote products

P

Goals:

Business dev
Sales
Supply business need

Goals:
Nostalgia
Supply need
Financial



Caribbean



4.1 Motivations

Motivation:

Continue family tradition Service/product

N

"The first thing you learn is you must have your own business and don't go work for anyone.."



Caribbean

Motivation:
Independence
Products/ family

"I'm open to any offer if it makes sense.... I'd be selling shoe laces."



4.2 Experiences and Lessons

Financial

- Management/ operational issues
- Variety in the product range
- Realistic expectations



Caribbean

- Finance and pricing
- Operations: supply chain and customer services
 - Unmet income expectations
- Perspectives of offer
 - Cultural issues/customer



4.3 Non-financial Benefits

Sales!
Business development
Product development

Sales, advice, business development.
Innovators.

"We finally got into Sainsbury and Tesco.... It comes with a lot of problems."

"taking sample products to labs in the UK for the complete food analysis"



Caribbean



4.3 Non-financial Benefits

Gen: Sales, skills, product Ind: Agro, leisure Occupation: Sales, admin, manual + tech, managerial <u>Sectors</u>: Market dev, tech <u>Ind</u>: Agro, leisure, manuf <u>Countries</u>: Jamaica, TnT, Barbados, Grenada, St. L

"improve marketing...given" us a shop window."

"perhaps 5% less sugar to appeal to a wider range"



Caribbean



UK

4.3 Estimated Financial Benefits





Caribbean

UK

Participants

25

37

Timeframe

1973 - 2011 (38)

1971-2011 (40)

Value of Trade

£11.4 M

£169 M

Annual Trade (ave) £299 K

£4.2 M

Impact

Leisure, agriculture,

Agriculture, leisure,

business services

manufacturing

4.3 Estimated Financial Benefits

Jamaica	£86,111,745
Exact countries not disclosed	£64,000,000
Exceed range of questionnaire	£10,000,000
Trinidad and Tobago	£2,588,000
Barbados	£1,444,502
Saint Lucia	£1,218,000
Guyana	£670,001
Antigua and Barbuda	£661,001
Saint Kitts and Nevis	£601,001
Grenada	£516,000
Saint Vincent and the Grenadines	£340,000
Dominica	£121,000
Saint Maarten	£55,000
Montserrat	£20,000
Bahamas	£5,000
Total	£168,351,250

+ Diaspora Return Visits



UK

£68,000

4.4 Estimated Jobs Created





Caribbean

UK

Timeframe 1973 – 2011 (38)

1971-2011 (40)

Jobs Created

279

1,005

exc. 300 farmers

Salaries Paid est.

£777,000

£4.2 million

Education Caribbean Entrepreneurs

1. Sales: Jamaica

2. Production: Jamaica, Grenada

3. Customer Services: Jamaica; Trinidad, Antigua

Grenada, Guyana, St Lucia.

4.4 Jobs Created

"...once we started to supply larger quantities of things, naturally our income grew, we were able to help a lot more people with work."

"Approximately responsible for 50 jobs over the 20-year period."



Caribbean



5. Conclusion

- Descendants of Africans from entrepreneurial family traditions.
- Highly motivated and proven entrepreneurs.
- Support Caribbean economies through sales, business development, ideas, wages (albeit small).
- Demonstrate self-actualization, self-direction and agency as valuable contributors to Caribbean socio-economic development.
- A relationship to be fine-tuned and nurtured.

6. Recommendation

A dedicated diaspora sales force to exploit the global marketplace could foster future Caribbean-diaspora relations and support Caribbean growth through trade and entrepreneurship.

Education Education



Bibliography

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