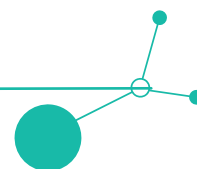


The contribution of TASK4ISI to the pillars of the Hungarian economy

Author(s): MGFÜ



02 2025



In most of the EU countries the main source of employment are SMEs. The government sector as well as large companies are important contributors, however the brunt of the employment burden is taken by small companies.

This is particularly so in areas where there are hardly any large companies and these are the areas that are particularly rural, sparsely populated and poor. In these areas SMEs are overrepresented and their share in employment and value added is well over the national average.

These areas are also those where the density of enterprises per population or geographical territory are lowest. This means that the conditions for setting up enterprises and generating income and employment through them are very unfriendly and unfitting for growth. This happens as when the population and companies servicing the region is low it raises the unit cost of many locally available inputs making the SME's of the region uncompetitive. There should be means to make up for this drawback.

TASK4ISI can be a main contributor in generating ideas and assisting the know-how of setting up an ecosystem that can constitute to offsetting the disadvantages through introducing the concept disadvantaged entrepreneurial groups and their needs and discuss their potential and their main elements with the involvement of local players as well.

The marginal impact of these groups on entrepreneurship is far larger here compared to places where the supply of entrepreneurs is ample. So, we badly need to uncover the talent among disadvantaged groups more than ever before.

SME experts for various disadvantaged groups, stakeholders and the experts of LEADER groups may get involve in the is journey under TASK4ISI. The main target groups are the group of female, young and talent with physical or nonphysical disability. This latter group needs a nontraditional approach in enterprise development as their needs are much more diverse than larger disadvantaged groups like women.

Nonetheless, the lack of enterprises in these regions should press us to assist the setting up of the development of a training programme to identify and train people with disability in cooperation with the international and national stakeholders of

TASK4ISI. People with disabilities should be a prime target for two reasons: 1. they are still an untapped pool from an enterprise development point of view and 2. a lot of practically useful potential is still locked in among those people who have not been trained or worked on with to uncover their talents and incorporate their potential into economy and society.