### Issues faced by SME due to the COVID-19 pandemic

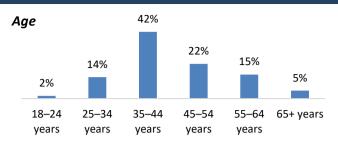
#### **Ampara**







# Production Trade 68% 27% Service



#### **Business Performance**

In what way has their business been affected by the COVID-19 pandemic?

Strongly negatively affected: **66%** 

Slightly negatively affected: 31%

Not affected: 2%

Not responded: 1%

•

What was the biggest factor that negatively affected your business?

Less raw materials : 34%

Less customers : 54%



Do you still face the same challenges two months since the

end of the curfew?

What was your sales turnover during the COVID-19 curfew in comparison to pre-curfew situation?

Increased slightly – by 5-25%

No change

Reduced slightly – 5-25%

Reduced – 25%-75% less

Very much reduced – 75-99% less

Stopped – 100% less

2%

2%

2%

2%

2%

2%

41%

How is your sales turnover now when compared to the time there was a curfew?

Less than before the pandemic started : **54%** 

Same as before the pandemic started : **42%**  More than before the pandemic started : **2%**  Yes: 41%

- Customers are not coming as they were before the Corona period.
- Less row materials and increased the price.
- ✓ Imported apparel has been banned, and prices are high.

No: 59%

- ✓ Income is turning into same as before.
- ✓ Business is going well.
- ✓ Raw materials are readily available.

#### **Business Operations**

During the curfew, how easy was is for you to purchase raw materials for your business?

Could not access raw materials at all: **80%** 

Access was less than before: 15%

It didn't make a difference and was able to access raw materials as usual

: 5%

Are you able to purchase raw materials for your business now?

Access is still less than before: 51%

Can access raw materials the same as before: 42%

Still cannot access raw materials at all.: 7%

Have you been able to identify any new products or services to expand your business during the pandemic?

Yes: 12%

No: 88%

- √ Home/Online delivery arrangements
- ✓ Focus on local tourists
- ✓ Started to sell essentials like masks

?

Have you had to alter your way of marketing/distributi on during this pandemic?

Yes : 42%

No: 58%

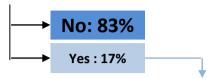
How did you have to alter your way of marketing/distribution?

- ✓ Moved to a home delivery service.
- ✓ Operated as an essential service provider

How did you adjust the pricing of your product/service during this pandemic?

- I had to reduce the prices of my product/service: 20%
- I made no change to prices of my product/service: 68%
- I had to increase the prices of my product/service: 12%

Did you have any staff working for your business prior to the curfew?



What actions did you have to take regarding the staff during the curfew?

- ✓ I laid off all staff and managed on my own
- ✓ No change, I continued with the staff I had

#### **External Business Support**

During this pandemic, were the government institutions in your area able to provide services to support the business community?



Don't know: 22%





Are there any government or private institutions currently providing services to support the business community in your area?



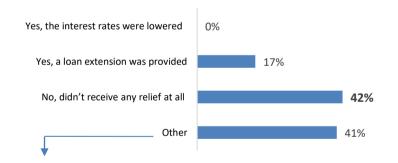
Don't know: 34%



No : 39%

Yes

If you have a business loan, did you receive any relief from the respective financial institutions?



Among participants who have selected "other", most of them have stated that they have not taken out a business loan.

**93%** of have mentioned that they did not belong to any business or trade association in their area.

**86%** of have mentioned that the business relationships between different ethnic and religious communities since the pandemic began has not changed.

**92%** of have reported that during this pandemic, the relationships they built with other businesses through the INSPIRED project have been useful in continuing your business

#### Special adherences to Covid-19 guidelines.

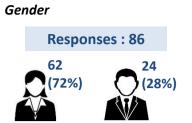
What actions did your business have to adopt to adhere to the safety guidelines imposed?

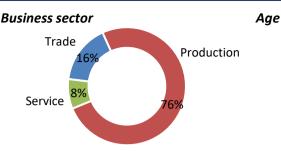
- ✓ Disinfectant equipment was used.
- ✓ Wearing face shield/ facial armor and gloves were maintained.
- ✓ Maintained the distance with everyone.
- ✓ Arranged a washing basin to wash hand and sanitize.
- ✓ Worn masks always.
- ✓ Awareness banners displayed .

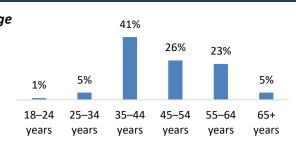
If there is a similar situation in the future, what actions would you take to ensure smooth operations of the business?

- ✓ Store additional material in accordance with government instructions.
- ✓ Home delivery arrangements.
- ✓ Focus on tourism, targeting local tourists.
- ✓ Move offline business system into online.
- ✓ Taking appropriate precautions to prevents the spread of viruses and other infections.

## Issues faced by SME due to the COVID-19 pandemic Batticaloa







#### **Business Performance**

In what way has their business been affected by the COVID-19 pandemic?

Strongly negatively affected: 43%

Not affected: 3%

Slightly negatively affected: 51%

Slightly positively affected: 2%

What was the biggest factor that negatively affected your business?

No cashflow : **49**% Less customers : 29%

Less raw materials:



Do you still face the same challenges two months since the

What was your sales turnover during the COVID-19 curfew in comparison to pre-curfew situation?

No change

Reduced slightly – 5-25%

Reduced – 25%-75% less

Very much reduced – 75-99% less

Stopped – 100% less

10%

How is your sales turnover now when compared to the time there was a curfew?

Less than before the pandemic started: 36%

Same as before the pandemic started: **57%** 

More than before the pandemic started : 6% end of the curfew?

✓ Tourism sector has been collapsed.

Yes: 43%

- ✓ Customers are not coming as they were before
- ✓ Less row materials.
- ✓ Income is low.
- ✓ Production cost is increased.

No: 57%

- ✓ Customers are coming as normal.
- ✓ Everything is available as before.
- ✓ Business are coming back to normal situation gradually.

#### **Business Operations**

During the curfew, how easy was is for you to purchase raw materials for your business?

Could not access raw materials at all :43%

Access was less than before: **53%** 

It didn't make a difference and was able to access raw materials as usual

: 3%

Are you able to purchase raw materials for your business now?

Access is still less than before: 20%

Can access raw materials the same as before: 76%

Still cannot access raw materials at all.: 3%

Have you been able to identify any new products or services to expand your business during the pandemic?

Yes: 51%

No: 49%

- ✓ Selling sewn masks/ face shields.
- √ Home gardening
- √ food productions (short eats)

?

Have you had to alter your way of marketing/distributi on during this pandemic?

Yes : 47%

No: 53%

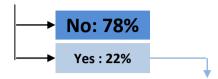
How did you have to alter your way of marketing/distribution?

- ✓ Completely stopped marketing/distribution
- ✓ Operated as an essential service provider
- ✓ Started home delivery

How did you adjust the pricing of your product/service during this pandemic?

- I had to reduce the prices of my product/service: 13%
- I made no change to prices of my product/service: 43%
- I had to increase the prices of my product/service: 44%

Did you have any staff working for your business prior to the curfew?



What actions did you have to take regarding the staff during the curfew?

- ✓ No change, I continued with the staff I had
- ✓ I reduced the number of staff

#### **External Business Support**

During this pandemic, were the government institutions in your area able to provide services to support the business community?



D

Don't know: 15%





Yes: 57%

How satisfied were you with the support provided by government institutions?

Very dissatisfied	Dissatisfied	Neither satisfied or dissatisfied	Satisfied	Very satisfied
2%	8%	25%	55%	10%

Are there any government or private institutions currently providing services to support the business community in your area?



Don't know: 12%

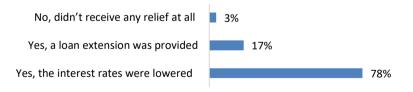




Most of them have mention that government or private institutions such as Samudhri, Banks, NGOs.... currently providing services to support the business community in their area.

**44%** of have mentioned that they did belong to any business or trade association in their area. Among those who belong to any trade association **82%** have positively satisfied with the support provided by these associations.

If you have a business loan, did you receive any relief from the respective financial institutions?



**74%** of have reported that during this pandemic, the relationships they built with other businesses through the INSPIRED project have been useful in continuing your business

**55%** of have mentioned that the business relationships between different ethnic and religious communities since the pandemic began has increased. **31%** of have mentioned that it has not changed.

#### Special adherences to Covid-19 guidelines.

What actions did your business have to adopt to adhere to the safety guidelines imposed?

- ✓ Cleaned and sanitized the areas using for work
- ✓ Maintained the distance with everyone
- ✓ Hand washing facilities, mask, head cover were maintained.
- ✓ Health measures were taken.

If there is a similar situation in the future, what actions would you take to ensure smooth operations of the business?

- ✓ Store additional materials
- ✓ Switch the business into another which suit for that time period.
- ✓ Home delivery arrangements.
- ✓ Move offline business system into online.
- ✓ Allocate saving to overcome difficulties.
- ✓ Start home gardening.

## Issues faced by SME due to the COVID-19 pandemic Trincomalee

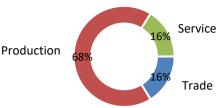


Responses: 68

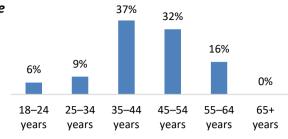




#### Business sector



#### Age



#### **Business Performance**

In what way has their business been affected by the COVID-19 pandemic?

Strongly negatively affected: 12%

Slightly negatively affected: 66%

Slightly positively affected: 19%

Not affected: 3%

What was the biggest factor that negatively affected your business?

No cashflow : 12% Less customers : 56%

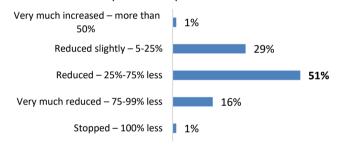
Less raw materials: 29%



Do you still face the same challenges two months since the

end of the curfew?

What was your sales turnover during the COVID-19 curfew in comparison to pre-curfew situation?



How is your sales turnover now when compared to the time there was a curfew?

Less than before the pandemic started: 35% Same as before the pandemic started : **54%** 

More than before the pandemic started: 10%

Yes : 41%

- ✓ Less row materials.
- ✓ Less income and customers.
- ✓ Poultry feed raw material prices is increased.
- ✓ Hotels sector has been collapsed.
- ✓ Less demand from the market.

No: 59%

- ✓ Customers are coming as normal.
- ✓ Everything is available as before.
- Businesses are back to normal situation.

#### **Business Operations**

During the curfew, how easy was is for you to purchase raw materials for your business?

Could not access raw materials at all :26%

Access was less than before: **62%** 

It didn't make a difference and was able to access raw materials as usual

: 10%

Are you able to purchase raw materials for your business now?

Access is still less than before: 22%

Can access raw materials the same as before: 59%

Still cannot access raw materials at all.: 13%

Have you been able to identify any new products or services to expand your business during the pandemic?

Yes: 25%

No: 75%

- ✓ Create Palmyra based handcrafts.
- √ Home gardening
- ✓ Tailoring

?

Have you had to alter your way of marketing/distributi on during this pandemic?

Yes : 50%

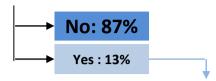
How did you have to alter your way of marketing/distribution?

- ✓ Completely stopped marketing/distribution
- ✓ Operated as an essential service provider
- ✓ Moved to a different geographic location

How did you adjust the pricing of your product/service during this pandemic?

- I had to reduce the prices of my product/service: 31%
- I made no change to prices of my product/service: 66%
- I had to increase the prices of my product/service: 3%

Did you have any staff working for your business prior to the curfew?



What actions did you have to take regarding the staff during the curfew?

✓ I reduced the number of staff

#### **External Business Support**

During this pandemic, were the government institutions in your area able to provide services to support the business community?



Do

Don't know: 47%





Yes : 12%

How satisfied were you with the support provided by government institutions?

Very dissatisfied	Dissatisfied	Neither satisfied or dissatisfied	Satisfied	Very satisfied
0%	37%	32%	32%	0%

Are there any government or private institutions currently providing services to support the business community in your area?



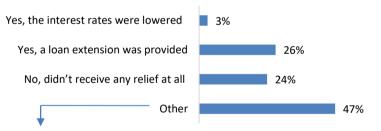
Don't know: 56%





Most of them have mention that government or private institutions such as trade associations, farmer's associations.... currently providing services to support the business community in their area.

If you have a business loan, did you receive any relief from the respective financial institutions?



Among participants who have selected "other", many of have stated that no business loans have been obtained.

**88%** of have mentioned that they did belong to any business or trade association in their area.

**96%** of have reported that during this pandemic, the relationships they built with other businesses through the INSPIRED project have been useful in continuing your business

**38%** of have mentioned that the business relationships between different ethnic and religious communities since the pandemic began has increased. **53%** of have mentioned that it has not changed.

#### Special adherences to Covid-19 guidelines.

What actions did your business have to adopt to adhere to the safety guidelines imposed?

- ✓ Practice personal hygiene after using the facilities.
- ✓ Maintained the distance with everyone
- Manufacturing and distributing the products following hygienic methods.
- ✓ Followed coronavirus Guidelines for Business

If there is a similar situation in the future, what actions would you take to ensure smooth operations of the business?

- ✓ Buy and store additional materials
- ✓ Try different products which suit for the situation.
- ✓ Home delivery arrangements.
- ✓ Move offline business system into online.
- ✓ Focusing on home gardening in addition to business.