Creating Shared Value in BoP Communities with Micro-Manufacturing Factories: A Systematized Literature Review

Zviemurwi J. Chihambakwe¹ *, Sara S. Grobbelaar¹,², Stephen Matope¹

¹Department of Industrial Engineering, Stellenbosch University, P Bag X1 Matieland, Stellenbosch 7602, South Africa
²DSI-NRF CoE in Scientometrics and Science, Technology and Innovation Policy, Stellenbosch University, South Africa
*zviemurwi.chihambakwe@gmail.com

Abstract

Background: Shared value creation in Base of the Pyramid (BoP) communities is a crucial process towards building sustainable societies. BoP communities in developing countries represent more than four billion people who live on low incomes with limited access to basic products and services. Current or emerging technologies offer promising solutions for organisations pursuing manufacturing opportunities in BoP communities.

This study seeks to explore the literature on how BoP communities may become active participants in sustainably manufacturing products using micro-manufacturing factories. The research question posed is: What are the core concepts that need to be taken into consideration for creating shared value through micro-manufacturing factories in BoP communities?

Method: A Systematised Literature review (SLR) was completed following the Preferred Reporting Items for Systematic reviews and Meta-Analysis (PRISMA) method for data selection criteria and analysis. The SLR is used to explore the state of literature with regards to creating manufacturing shared value in BoP communities with the objective to identify study gaps and to explore shared value creation concepts.

Results: Literature indicates BoP initiatives that have pursued to engage BoP communities through various innovation strategies. The findings of the review is organised under three strategic pillars: Capability building strategy, Implementation process, and Growth strategy. The capability building strategy defines the users’ intention to create shared value in BoP communities with Micro-manufacturing factories (MMF). It is followed by the implementation process which guides the users to create manufacturing shared value in BoP communities. This is followed by a growth strategy to scale for impact.

Keywords. Systematised Literature Review, Base of the Pyramid, Shared Value creation, Micro-manufacturing factories, Business model
1 Introduction

BoP communities constitute a group of people who are generally marginalized and have limited access to technologies that can enhance their lives. The concept of the BoP was first introduced by Prahalad and Hart at the turn of the 21st century. Prahalad (2009) defined the BoP as the world’s 4 billion poor people who live on less than USD$2 per day (Prahalad, 2009). A more recent definition is that the BoP represents a socio-economic segment that has a potentially enormous and relatively untapped market (London, 2020).

Strategies to include the BoP have moved from BoP 1.0 which proposed selling products and providing services to the poor towards a bottom-up approach of co-creation (BoP 2.0) (Arora and Romijn, 2012: Simanis and Hart, 2008). The co-creation process moves beyond just mere inclusion to cross sector partnerships that work together to provide the best innovation products in BoP communities termed BoP 3.0 (Cañéque and Hart, 2015; Van Der Merwe et al., 2018).

Creating shared value (CSV) was popularised by Porter and Kramer in the context of a company (Porter and Kramer, 2011). They defined CSV as the policies and operating practices that can enhance the competitiveness of a company whilst advancing the economic and social conditions in the communities they operate in. Through shared value the needs and challenges faced by a society are met in the process of creating economic value (Porter et al., 2011). The idea as approached in this article is for an organization to identify opportunities usually presented as problems in BoP communities and then solve them through innovation, often through the use of technology. Through this process current or emerging technologies are used to provide products and services in a way that creates value for the BoP community.

This article explores the extant literature dealing with manufacturing in BoP communities with a focus on micro-manufacturing factories which can be defined as not capital intensive and employing less than twenty people. The choice for exploring manufacturing services in BoP communities is based on a proposition that most economies rely on the manufacturing industry to drive economic development (Ueda et al., 2009). Manufacturing is a driving force of economic growth, job creation and poverty reduction in developing countries as well as a means to accelerate rapid industrialization (Okpara and Wynn, 2007).

Micro-manufacturing is a process where manufacturing of small quantities of a product is done in small manufacturing facilities (Slepow, 2016). Micro-manufacturing factories can be implemented using modular factories that comprise of several prefabricated volumetric elements to be assembled to make one factory or container based factories (Fox, 2015; Madyira, 2016; Chihambakwe et al., 2019). Implementation of

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1 Micromanufacturing the future https://techcrunch.com/2016/04/03/micromanufacturing-the-future/
micro-manufacturing factories can be seen as instrumental in overcoming the lack of infrastructure often encountered in BoP communities. These factories utilize locally sourced raw materials and human labor and utilize sustainable manufacturing processes (Fox, 2015). The products and processes are designed and operated considering the entire supply chain to ensure sustainability.

This study seeks to understand the process of creating shared value in BoP communities with micro-manufacturing factories. The aim of this study is to explore current literature regarding how shared value can be created in BoP communities with micro-manufacturing factories. The research question for this study which will be explored using a systematized literature review is as follows:

“What are the core concepts that need to be taken into consideration for creating shared value with micro-manufacturing factories in communities at the BoP?”

The methodology for conducting the systematized literature review (SLR) is discussed in section 2 of this article. Section 3 present the descriptive and content analysis of the SLR with the conclusions in section 4 and future work and study limitations in section 5.

2 Methods

This study follows a structured Systematized Literature Review (SLR) approach. The approach helps to ensure a systematic and replicable study that draws conclusions in literature (Grant and Booth, 2009). The Preferred Reporting Items for Systematic reviews and Meta-Analysis (PRISMA) approach was adopted for data selection criteria and analysis (Moher et al., 2009; Rethlefsen et al., 2021). The research process can be mapped out through the following steps: Step 1: Identifying relevant articles for the study; Step 2: Study selection criteria; Step 3: Categorizing the data and Step 4: Analyzing, summarizing, and reporting – these are described in the sections to follow.

2.1 Step 1: Identifying relevant articles for the study.

The databases selected for review were Google Scholar, Web of Science core collection, Scopus and Science Direct (Rethlefsen et al., 2021). Various combinations of the following search terms were used for each database, “Shared value creation”, “Base of the pyramid”, “Base of the pyramid communities”, “micro container factories”, “micro-manufacturing factories” “small manufacturing factories” and “innovation” to form search strings. The search strings were combined as shown in Error! Reference source not found.
Table 1. Search Strings and Search Results

| Keywords | Search Strings | Science Direct Results | Scopus Results | Web of science Results | Google scholar Results |
|----------|----------------|------------------------|----------------|------------------------|-----------------------|
| Shared value creation, base of the pyramid | “Shared value creation” AND “base of the pyramid” | 7 | 3 | 7 | 251 |
| Shared value creation, factories | “Shared value creation” AND “factories” | 12 | 9 | 11 | 314 |
| Base of the pyramid, manufacturing factories | “Base of the pyramid” AND “manufacturing factories” | 1 | 1 | 7 | 10 |
| Base of the pyramid, factories | “Base of the pyramid” AND “factories” | 168 | 6 | 12 | 2250 |
| Base of the pyramid, container factories | “Base of the pyramid” AND “container factories” | 0 | 0 | 0 | 1 |
| Shared value creation, base of the pyramid, factories | “Shared value creation” AND “base of the pyramid” AND “factories” | 3 | 1 | 1 | 50 |
| Innovation, base of the pyramid, factories | “Innovation” AND “base of the pyramid” AND “factories” | 85 | 0 | 0 | 1490 |
| TOTAL | | 276 | 20 | 38 | 4366 |

2.2 Step 2: Study selection criteria

The initial search process was conducted in December 2019 and then updated on 26 February 2021. Records were documented on excel sheets for selected articles as well as those eliminated after the first screening process until only screened articles remained. The screening process resulted in 62 articles that were analysed to extract relevant concepts that answer the study research question, see Error! Reference source not found..
2.3 Step 3: Categorizing the data.

The review was used to extract different kinds of information in the following three categories: i) conceptual aspects, ii) empirical aspects and iii) significance and conclusions. The conceptual aspects category gives information that establishes the type of document analyzed, where the research was conducted and author analysis. The empirical aspects category analyzed the documents to extract information which includes the gap in literature addressed, how it was addressed, and the validation approaches used. The review process identified the significance of the document and the conclusions that were drawn from the document as well as recommendations for future studies.

2.4 Step 4: Analyzing, summarizing, and reporting.

The findings from the SLR are discussed in section 4. The analysis gives the descriptive statistics of the review as well as the content analysis from the findings. In section 3.3 a synthesis is presented from the key concepts as identified in the review – this then forms the basis of the conceptual review presented in the conclusion in section 4.
3 Findings

The following section presents the descriptive statistics of the literature review and the content analysis. It also summarizes the key concepts for creating manufacturing shared value in BoP communities.

3.1 Descriptive statistics

3.1.1 Type of publication and citation

The publishers of selected articles were from various disciplines showing that this study is multidisciplinary. A total of 59 reviews were published in the last decade which is not surprising as the BoP concept became more prominent in the last decade. Also, the literature database for this study is mostly made up of journal articles as can be seen in Error! Reference source not found. & Error! Reference source not found.. The highest citations on articles were from Porter and Kramer (2011) who popularised the CSV concept and Prahalad (2002) who introduced the BoP concept.

![Type of publication](image)

Fig. 2. Type of publication
3.1.2 Geographical location of authors

There has been an interest in the past decade by authors mostly from developed countries to study how livelihoods can be improved in BoP communities of developing countries.

The articles selected in our sample show that the USA had the most significant number of authors publishing the articles (see Fig. 4). It is important to note that the studies in our sample have been written mostly by authors from developed countries except for India where the BoP concept originated. This may be indicative of a gap in this regard where research in the study area seems to be poorly developed, especially in Africa. More insights can be gained from researchers as they explore the various initiatives that have been done or are being done on manufacturing shared value creation in BoP communities. Studies have been done on how sustainable business models can be used to create shared value in BoP communities. These business models emphasize the need to co-create products and services in the BoP communities. The process involves employing frugal innovations\(^2\) that use emerging or current technologies to solve problems in these communities.

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\(^2\) Frugal innovation is defined as methods and designs applied for low-cost new products, that have been created for or come out of the BoP (https://www.oxford-review.com/oxford-review-encyclopaedia-terms/frugal-innovation/)
3.1.3 Geographic focus areas of the studies

Most of the articles reviewed were not specifically conducted for any BoP geographical location (see Fig. 5). Our study sample shows that case studies were done of companies which pursued opportunities in BoP communities in Asia. For those who conducted case studies, they were mostly done in line with the author trends. It is noted that the studies have little coverage of the African context. This indicates an opportunity for future work to focus on case studies in Southern Africa with an intent of adding to the body of knowledge on how manufacturing shared value can be created in BoP communities.
3.2 Content analysis

Content analysis helps collate and synthesise information to derive valid insights (Krippendorff, 2004). In this section the articles in our sample are analysed considering issues related to creating manufacturing shared value in BoP communities.

3.2.1 Value creation in BoP communities

BoP communities present various opportunities for value creation. They can be grouped into segments based on their level of income (Kasturi Rangan et al., 2011). It is hence insightful to map out which value creation strategies work best for each specific segment of the BoP. Literature suggests that value creation in BoP communities must offer affordable, user-friendly and environmentally sustainable products (Panapanaan et al., 2016; Desa and Koch, 2014). Local empowerment through the use of local resources and capability building is acknowledge as important (Albert et al., 2014). This can assist in eliminating issues of poverty and violent conflict that impede growth (Tashman and Marano, 2010).

In order to contextualise our analysis of value creation approaches, it is necessary to revisit the evolution of the field from BoP 1.0 to BoP 3.0. The BoP 1.0 strategy was about selling basic products and services to the BoP i.e., treating the BoP as a market (Prahalad and Hammond, 2002). This strategy mostly benefited BoP ventures but is widely seen to have lacked the empowerment and inclusion of BoP communities. Critics argue that this can lead to the poor being exploited and seen as purely a market (Karnani, 2007).

This led to a shift towards the BoP 2.0 strategy which incorporated community members in value chains through co-creation (Simanis et al., 2008). However, this has been seen not to be enough with the current move towards BoP 3.0 strategies that create win-win relationships through long term investments and focus on innovation ecosystems embedded in the BoP communities (Filard et al., 2018; Cañeque and Hart, 2015; Dembek et al., 2019).

Results from the review in Error! Reference source not found. echo the transition of BoP 1.0 to BoP 3.0 and shows that value creation in BoP communities has gained more interest in the last decade. Studies focussed increasingly on co-creation of products or services between 2012 and 2015 (in line with the BoP 2.0 approach by Simanis and Hart (2008). Studies on business model approaches for BoP value creation have shown growth in the last two decades. The shift in the last five years mainly focuses on the sustainable business model approach and shared value creation which is indicative of the move towards the BoP 3.0 strategy.
3.2.2 Pillars for creating shared value in BoP communities and how they are executed in literature

The concept of Creating Shared Value (CSV) as conceptualized by Porter and Kramer focuses on three key pillars i.e. Key pillar 1: Reimagining products and markets, Key pillar 2: Redefining productivity in the value chain and Key pillar 3: Enabling local cluster development (Porter et al., 2011). These key pillars address fundamental concepts that are required to create manufacturing shared value in BoP communities.

The first pillar shows how companies can come up with innovative and sustainable business models that identify and address opportunities for manufacturing shared value in BoP communities (Hossain, 2021; Varadarajan and Kaul, 2018). The second pillar puts emphasis on defining the processes required to address these opportunities in BoP communities taking into consideration efficiency in entire value chains (Panapanaan et al., 2016; Spitzec and Chapman, 2012). The third pillar then addresses scaling strategies that address sustainability issues necessary for social and economic impact (Desa et al., 2014).

Most of the articles reviewed did not address all three the key pillars for CSV especially the pillar on enabling local cluster development (see Error! Reference source not found.). It was noted that most ventures studied only focused on reimagining products and services for the BoP communities. This shows the need for further research to demonstrate how all the three key pillars of CSV can be applied in BoP communities.
3.2.3 Innovation in BoP communities

The articles reviewed in our sample were analyzed to explore innovation pursued in BoP communities. Most articles reviewed included BoP innovation with a focus on products as well as technology transfer. Technology transfer to the BoP is seemingly more attractive and has better payoffs compared to product innovation.

The literature explores how that BoP communities can benefit from innovations that offer affordable products and technology transfer which adds value and improve livelihoods (Prahalad, 2005; Panapanaan et al., 2016). Technology is here acknowledged to often drive innovation in BoP communities (Leke et al., 2018). Breakthrough product innovations also develop ecosystems that enable an environment where businesses thrive (Prahalad, 2012).

Product designs are mostly focused on employing frugal innovations which use modular and scalable designs with flexible production systems (Arnold, 2018; Chopra and Narayana, 2012). It is also widely acknowledged that it is necessary to get embedded and more acquainted with the BoP way of life for inspiration to design innovative products or services for BoP communities (Lashitew et al., 2018). Becoming embedded in the BoP community will also build trust and demand in the BoP communities for the products and technologies to be adopted.

Innovations that address local waste streams and environmental issues are key to succeed in creating manufacturing shared value in BoP communities (Brix-asala et al., 2016; Plambeck and Ramdas, 2020).

Lack of start-up capital to ensure the successful implementation of product innovations can be overcome by having initial capital costs of some innovations covered by
grants or subsidies and then developing effective means to grow profitably (Knuckles, 2016). This approach allows the realization of the product innovation as most BoP community developments are impeded by lack of start-up capital.

3.2.4 BoP supply chains

The sample reviewed highlighted the need for inclusive and effective supply chain networks in BoP communities. To achieve shared value creation in BoP communities, the supply chains must involve community members. It should be noted that the route to market for BoP suppliers who are in the informal market is considered as a risk and requires trust to thrive (Holt and Littlewood, 2014). This impediment can be improved if the BoP suppliers acquire unique skills and resources that allow them to operate with profitable business models which are more acceptable in formal markets (Holt et al., 2014).

In many cases BoP suppliers find themselves earning very little from their products because they do not have access to markets. This has been addressed by creating supply chain networks that protect them from middlemen. This is achieved by formation of cooperatives, working alongside political unionization for strong influence in supply chains and creating social networks that expand beyond local communities (Prasad et al., 2017).

Strategies for sales effectiveness, product distribution and awareness campaigns should be considered to counter the negative impacts on sales whenever there is a price change (Reiner et al., 2015). This is done because BoP customers are sensitive to price changes. Designing BoP supply chains with long-term relationships and capacity building is a key to success (Gold et al., 2013).

3.2.5 Creating manufacturing value in BoP communities

In our sample of literature, it has come to light that there is a need to create manufacturing shared value in BoP communities. The literature analysis revealed that only 54 articles could be found which focus on manufacturing factories in BoP communities.

The process of micro-manufacturing factories at the BOP requires frugal innovations (Arnold, 2018) in order for manufacturing systems to meet the requirements of price-sensitive customers, yet still be of good quality (Schleinkofer et al., 2019; Varadarajan et al., 2018). Various design considerations are thus to be considered for micro-manufacturing factories in BoP communities (Rodrigues and Baker, 2012); (Biswa et al., 2014).

As micro-manufacturing is a process where small quantities of a product are produced at a time in a small factory (Slepov, 2016), proposals have been made for micro-containerised factories which provide portable, scalable technologies to produce valuable products from sustainable locally sourced resources or waste streams (Chihambakwe et al., 2019). They can also be designed as moveable factories that cover
various places in BoP communities and have capacity to carry their own power generation (Fox, 2015).

Implementing CSV principles allows BoP communities to learn organizational and business management skills as they participate in supply chains. The result being a community with members who are self-dependent. The goal for CSV is to serve customers profitably and, look after the BoP communities (Nittapaipapon and Atchattabhan, 2016). Micro-manufacturing factories toned to manage productivity constraints that affect their operations (London et al., 2010). Manufacturing in BoP communities thus requires the ability to adapt production techniques and to co-create products with locals (Jacob and Pin, 2011). The final factory location decision also depends on the individual company, its strategy, its preferences, and its circumstances (Moellmann and Thomas, 2019).

3.2.6 Various stakeholders and partnerships involved in BoP initiatives

Our study sample gave insight into the various stakeholders and partnerships that are required when operating in BoP communities. Involving strategic partners and stakeholders from the beginning is seen as important. Every partner is crucial and hence their inclusion has to be carefully considered (Hahn and Gold, 2014).

These partnerships allow companies to gain credibility or legitimacy as they operate in BoP communities (Schuster and Holtbrügge, 2014). Various role players contribute to make partnerships stronger. Cross-sectoral partnerships (government, business and civil society) are required to create employment opportunities, increase employability as well as make the labour market more efficient (Karnani, 2011). In these partnerships roles may exist for companies to identify opportunities and provide financial capability, NGOs can integrate and connect the companies with the local people (Arnold, 2018). NGOs and other intermediary organizations can provide access to knowledge and strengthen skills building through training and coaching, facilitate access to information and finance, and build networks (Varga and Rosca, 2019). The role of civil society is often to advocate on behalf of the BoP to ensure that they have jobs and all capabilities they require to become employable.

Cross-sector partnerships assist to become more responsiveness to market conditions and customer needs as well as the environmental requirements in the BoP communities (Schuster et al., 2014). These partnerships need to be leveraged to ensure local communities are included in the manufacture, supply chains and distribution of products (Panapanaan et al., 2016).

Finding common ground for all parties is necessary to the success of partnerships. BoP incubators and BoP knowledge centers have in the past proven to provide a pool of valuable information that can assist BoP ventures with minimal critical specifications for capability building (Desa et al., 2014). These knowledge centers can be used to train students from local universities to design innovative products and services for the BoP.
They can also be used for training youths in the local community vocational skills so that they can be employable in the micro-manufacturing factories.

Synergies between the various actors in BoP ventures require careful identification of the most appropriate partners and then further developing personal relationships, communication routines, common goals and vision, long-term commitment, and partner-specific capacity building (Hahn et al., 2014). Inclusive innovation through human capital development and capability building is fundamental to growth and value creation in BoP communities (Peerally et al., 2019). It is also necessary to create partnerships between companies operating in BoP communities and consultancy firms that assist in measurement of metrics to evaluate their impact in BoP communities (Spitzeck et al., 2012a). Performance measurement is always important so that you can pause and reflect on progress made and then rectify where it is necessary to adjust. Partnerships involving all these stakeholders if possible are key to successful BoP ventures.

3.2.7 BoP frameworks and business models for creating shared value

The literature reviewed emphasised the need for companies to develop business models that are specific for the BoP (Hossain, 2021). This enable actionable approaches for knowledge sharing, learning, creating mutual value, and building ecosystems (London et al., 2014). Focus is to be on approaches that take into consideration the widely acknowledged 4 A’s framework: acceptability, affordability, awareness and availability of products (Angeli and Jaiswal, 2015). Ensuring sustainability as a factor in the business model is important and can be built through support from the government which provide legitimacy, attractive regulations and partnerships that help to reduce costs (Marconatto et al., 2016; Dembek and York, 2020; Hossain, 2021).

A manufacturing factory should use business models and frameworks that overcome socio-cultural, religious, infrastructural, and structural challenges (Biswas et al., 2014). It was noted that having a manufacturing factory near raw materials and supply chain networks will help to reduce costs and is more practical (Rodrigues et al., 2012).

Adopting inclusive business models to expand economic opportunities is necessary to build local enterprises that can be scaled for impact (Jenkins, 2007; Gaertner and Ishikawa, 2014). There is a need for business models with innovations that are easily replicable, and have easy market penetration for scaling to other geographical locations (Desa et al., 2014). Market based business oriented models provide win-win scenarios for the poor by covering part of their costs (Goldsmith, 2011; Prahalad, 2005). This business model approach tends to be more effective because an entrepreneur or individual contributes towards initial investments which instils a sense of ownership in them.

The business models should be evaluated to ensure that they are sustainable and replicable in the long term for scaling (Knuckles, 2016). Evaluation requires frameworks that offer variables for measuring affordability, profitability, and sustainability (Panapanaan et al., 2016; Spitzeck et al., 2012).
3.2.8 Validation approaches for BoP models and frameworks

Literature reviewed revealed that there are various means of validating business model approaches and proposed frameworks. It was interesting to note that most approaches were validated using case studies where expert opinion is sought and then triangulating data with other sources to ensure validity.

If research will have practical impact, it is necessary for one to show that the approach you are proposing has been tested and validated. Frameworks and business models can be validated by conducting case studies of previous BoP ventures to evaluate where their strategies succeeded or failed. Here it is important to develop sound metrics for evaluating measurable impact (Varga et al., 2019). Metrics that measure the economic, social and environmental impact of creating manufacturing shared value in BoP communities are used to highlight key performance indicators. The evaluation process reveals whether there is shared value creation and if there is a need to change the business model approach.

3.2.9 Implementing micro-manufacturing factories in BoP communities as social enterprises

The study has shown an inclination in the literature towards the implementation of micro-manufacturing factories as social enterprises. Social enterprises can be defined as for-profit, social-purpose investments and organizations whose goal is economic betterment of deprived groups (Goldsmith, 2011). Through social purpose business ventures stable economic opportunities for the BoP community may be achieved (Rahdari et al., 2016; Jäger et al., 2020).

Social enterprises can create opportunities for BoP community members and ensure their well-being which may not be addressed by the government and private sector (Carlson and Koch, 2017; Armstrong and Grobbelaar, 2018). They attain social bricolage by ensuring continuous innovation, improvising constrained resources and empowering the disadantaged for inclusive growth (Azmat et al., 2015). A social enterprise can leverage on its impact to source funding to scale (Jäger et al., 2020).

Social enterprises are usually managed by social entrepreneurs using a bottom up approach with support of resources from companies (Carlson et al., 2017). Selection of social entrepreneurs are to be based on certain attributes including a strong emotional attachment to the BoP communities (Siebold et al., 2019).

3.2.10 Balancing social, economic, and environmental value creation in BoP communities

Creating shared value connects the economic success of an organization with the BoP community’s improvement. The improvement in the BoP community is based on the social and environmental impact of the organization’s activities. From this study, it can be concluded that the ability to balance social, economic, and environmental value
creation is of importance when pursuing manufacturing shared value in BoP communities.

Social product innovations are capable of solving social problems in BoP communities resulting in a win-win situation (Varadarajan et al., 2018). Social value creation entails building human capabilities, socio-economic equity, and self-respect. It ensures a good source of sustenance and builds self-confidence as well as freedom of choice (Sinkovics et al., 2014). This brings about well-being which can be interpreted as pleasure, desire-fulfilment, or freedom of choice (Ansari et al., 2012). There is favorable bias from BoP community members to support those investing in their community if they are seen to be consciously preserving their environment (Spitzeck and Chapman, 2012b).

3.3 Key concepts for BoP manufacturing shared value creation towards a conceptual framework

Keys concepts for creating manufacturing shared value in BoP communities from the previous sections were identified from the reviewed literature. The identified concepts are used to develop a conceptual framework for future work.

The conceptual framework is based on the three key pillars of CSV adopted from Porter and Kramer (2011). These key pillars will be classified into Manufacturing Shared Value (MSV) strategies namely; Capability building strategy, Implementation process, and Growth strategy. The capability building strategy defines the users’ intention to create shared value in BoP communities with Micro-manufacturing factories (MMF). It is followed by the implementation process which guides the users to create manufacturing shared value in BoP communities. This will be followed by a growth strategy to scale for impact.

Each of the key aspects involved in executing all the MSV strategies is described and followed up with questions to be addressed by the users (see Table 2.)
Table 2. Key concepts for creating manufacturing shared value in BoP communities

| CSV Key pillars | MSV strategies | Key Aspects | Activity description | Key questions to be addressed |
|-----------------|----------------|-------------|----------------------|-------------------------------|
| Key Pillar 1: Reconceiving products and markets | Capability building strategy | Opportunity identification strategy | Identifying opportunities that solve problems in BoP communities. | Which opportunities are available in BoP communities? Can our organisation offer solutions that solve these problems? |
| | | Preliminary implementation strategy | Crafting a sustainable business model Mobilising resources required | Who are the key partners to work with? What are the organisation’s key activities? Which key resources are required? What value does the organisation propose to offer? Who are the customers? Which supply chain channels will be used? What is the cost structure for profitability with low prices? What are the revenue streams? |
| | | Building partnerships | Identifying key partnerships Building trust Defining roles and responsibilities for all actors Defining effective communication channels | Which partners best suit our organisational vision? What are the roles and responsibilities for all actors? Which channels of communication are effective amongst all actors? |
| | | Product development | Co-creating innovative products to be manufactured in BoP markets | Which products are more relevant? Does the product meet the needs of the BoP community? How can the co-creation of products be achieved? Which manufacturing processes are required for the products? What is the product shelf life? Are there any storage requirements? What are the packaging needs for the product? Are they easily available? What is the product life cycle? Does it need technical support or any service requirements? |
| Key pillar 2: Redefine productivity in the value chain | Implementation process | Questions |
|---|---|---|
| Supply chain networks | Planning the most effective supply chain networks | Who are our suppliers for raw materials? |
| | Training raw material suppliers | Are the raw materials we require available locally? |
| | | How can the company improve quality from raw material suppliers to ensure a constant supply? |
| | | What type of contracts are to be made with all suppliers and distributors? |
| | | Are there existing sales and distribution networks the company can leverage on? |
| | | Does the supply chain include a channel for returning products for recycling or remanufacturing? |
| Building human capability | Training and coaching factory personnel | What skills requirements are required? |
| | | What is the hiring policy? What proportion of the employees will be women? |
| | | Are these skills available locally? |
| | | What are the training needs? |
| | | How will training be conducted? |
| | | Who will conduct training? |
| Factory development | Setting up and running the micro-manufacturing factories | Which is the most appropriate site location for the MMF? |
| | | What type of factory offers the best solution? |
| | | What type of factory set up is required? How can this be maximised for productivity? |
| | | What are the infrastructure requirements? Is there any existing infrastructure to leverage from? |
| | | How much capital is required? How can the capital costs be reduced? |
| | | Where can the best quality equipment be sourced? |
| | | Does the equipment have low maintenance requirements? |
| | | Which innovation technologies can be used in the MMF? |
| | | Which sources of energy is most efficient and cheap? |
| | | How will a reliable source of water for production processes come from? |
| Process development | Efficient production process planning | Which manufacturing processes are required? |
| | | What floor plan arrangement is most efficient? |
| | | What is the production capacity? Can the capacity meet demand? |
| | | Which technologies are required for the manufacturing process? |
| Key pillar 3: Local cluster development | Growth strategy |  |
|----------------------------------------|----------------|---|
| • Monitoring and evaluation            | • Environmental conservation | • Are the production processes simple? |
|                                       | • Waste management and mitigation processes | • What are the energy and water requirements for the production processes? How can these be minimised? |
|                                       | • Measurement of key performance indicators | • Is there any waste from the production processes? |
|                                       | • Implementing more MMF to meet increasing product demand in current or new BoP markets | • Does the product packaging cause any environmental damage? |
|                                       | • Empowering surrounding supporting business | • Which environmental mitigation process can be implemented? |
|                                       | • Improving BoP community livelihoods | • Monitoring and evaluation | • Measurement of key performance indicators |
|                                       | • Ensuring that all company activities have economic and social impact and are environmentally friendly | • Which metrics of evaluation are to be used? |
|                                       | • Is the MMF profitable? | • How will the metrics of evaluation be measured? |
| • Sustainability                       | • Is the MMF creating shared value in the community? | • How often does M&E need to be done? |
| • Scaling                              | • Are the operations environmentally safe? | • Who will perform the M&E process? |
| • Cluster Capability building          | • Implementing more MMF to meet increasing product demand in current or new BoP markets | • Is the current MMF fully operational and profitable? |
|                                       | • Empowering surrounding supporting business | • Are there resources for implementing other MMF factories? |
|                                       | • Improving BoP community livelihoods | • How will the scaling process be done? Should the same products be produced in the same community or a different product using the same model? |
|                                       | • Ensuring that all company activities have economic and social impact and are environmentally friendly | • Are there other similar BoP communities where the same business model can be implemented? |
| • Sustainability                       | • Are the operations environmentally safe? | • Monitoring and evaluation | • Measurement of key performance indicators |
4 Conclusion

The study recognized the potential for pursuing manufacturing shared value in BoP communities. The road towards this achievement has various challenges and limitations. However, the fulfillment surpasses the challenges faced. The beauty of it all being that it is a mutual fulfilment where shared value is created.

The study identified concepts that are key to creating shared value in BoP communities through micro-manufacturing factories. These concepts were used to develop a conceptual framework illustrated in Fig. 8.

In conclusion creating manufacturing shared value in BoP communities with micro-manufacturing factories is an important study. It provides a means for those seeking to do well by doing good to grow whilst communities they operate in grow with them. It was noted that many solutions have been offered to BoP communities but there is still a gap in literature on how manufacturing shared value can be created with micro-manufacturing factories in Southern Africa. There has been interest by researchers in the past decade to explore growth strategies in BoP communities using innovative solutions for social problems. Literature reveals great strides and milestones towards this. However, pursuing these underprivileged communities has many hurdles. It requires determination and a desire to see livelihoods improved at the expense of short-term profitability. From this review, providing technologically innovative solutions in BoP communities works for those who do so with a long-term focus.
5 **Future work and limitations**

A systematized literature review can be used to meet various goals. This study sought to answer the research question on the key concepts that are to be considered for creating shared value in BoP communities with micro-manufacturing factories. These concepts were used to come up with a conceptual framework which will be evaluated and developed further in further studies. The evaluation process will be used to refine the conceptual framework to provide a roadmap for creating manufacturing shared value in BoP communities through micro-manufacturing factories. The review also assisted in identifying research gaps.
The study is limited through its focus on BoP communities and manufacturing also a limited range of databases were searched for these articles. Future work may include expanding this study to grey literature. Future studies may expand the search terms to also explore other kinds of shared value beyond manufacturing and the Base of the Pyramid.

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