

Summary of the Regional Action Plan

Today costs of insolvency are almost 50% higher in Hungary than in the EU and infrastructure ready to facilitate a re-start for 'Second chance' entrepreneurs and bring them back into the productive economy is not prepared. Based on the SWOT-analysis conducted by IFKA such **growth points for Hungary** were identified:

- 1)** Awareness raising activities can improve the sector dramatically;
- 2)** Entrepreneurial education for school children can increase the national innovation and entrepreneurship indicators;
- 3)** Early warning mechanism can be a framework policy for different mechanism addressing entrepreneurs in crisis and making entrepreneurs in general more resilient;
- 4)** Banks can be more involved into signaling the problems of entrepreneurs;
- 5)** Mental health support can be very helpful for entrepreneurs in crisis especially it will be provided in the frame of national social security.

IFKA has managed to include activities targeting second-chance entrepreneurs into one of the national programs with allocated 365 829 EUR for 2020-2022. Activities of Early Warning Hungary program will include: call center for providing immediate support to entrepreneurs in crisis, consultants who will spend up to 8 hours with each entrepreneur to figure out the cause of problems and possible solutions and to connect entrepreneurs with a mentor. Volunteer mentors are the core of Early Warning program and will be working 1-on-1 with entrepreneurs over the time of 2-6 month to support them in taking correct decisions in critical situations.

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