

## The High North Center for Business and Governance

"The establishment of the High North Centre at Bodø Graduate School of Business is a concrete expression of the capacity for renewal — and a highly valued initiative."

Jonas Gahr Støre, Norwegian Minister of Foreign Affairs,

March 15, 2007.

In Education and Research stimulate
International Business Cooperation
- for sustainable value creation in the High North
Building competence —
For applying competence

- ☐ Utilize existing competence at Bodø Graduate School of Business and partners
- ☐ Make this competence available for Norwegian, Russian and International enterprises
- ☐ Network center for challenges connected to do business in the High North







#### **Brief History:**

#### Norwegian- Russian Projects in Business and Management

**Period 1: (1991 – 1993)** 

**West meets East and East meets West** 

Period 2: (1993 – 1997)

Courses, student exchange and research cooperation

**Period 3: (1997 ->** 

**Combining Business Administration and Technical Education** 

Period 4: (2001 ->

**Building the Norwegian-Russian University Alliance** 

Period 5: (2004 ->

Common International PhD program and Joint Master Programs in Energy

Period 6: (2007 ->

Research and Education Group in Sustainability and Business

Period 7: (2008 ->

Participation in Centre for High North Logistics (CHNL)

Period 8: (2009 ->

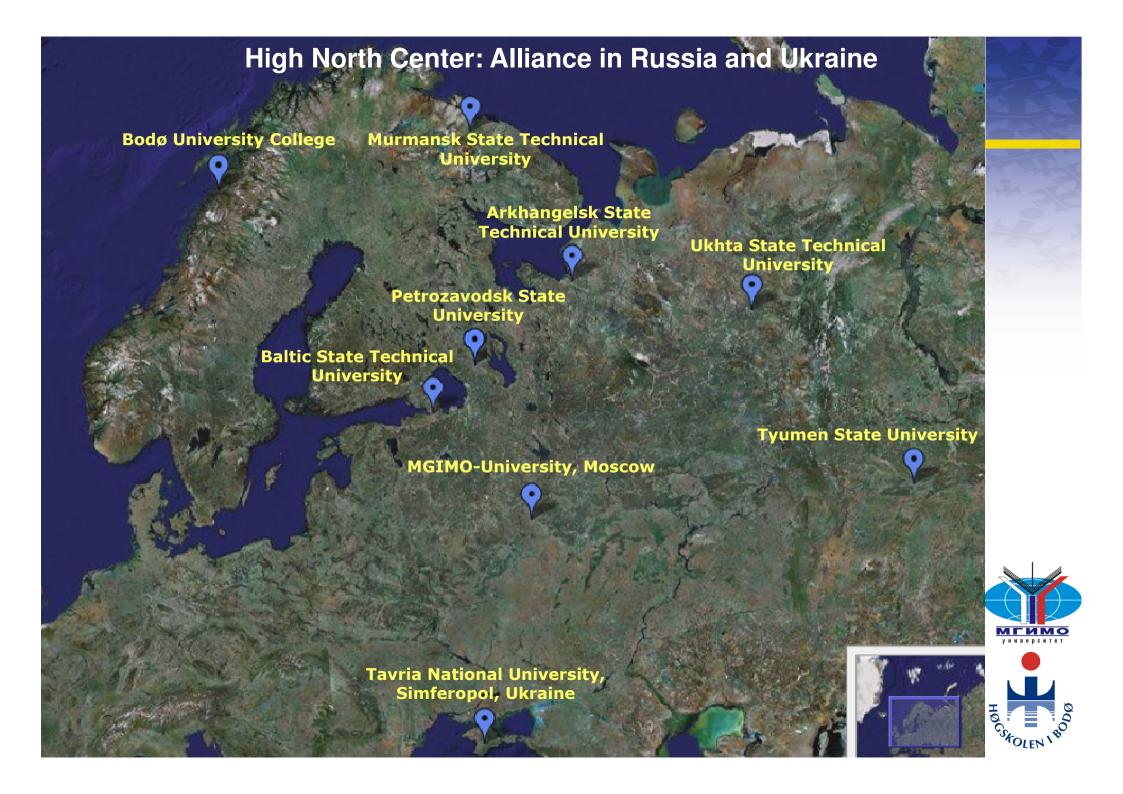
NAREC: Norwegian-Russian Education and Research Consortium for International Business Development in the Energy Sector











## **Cooperating partners**







#### Nordland fylkeskommune













OLJEDIREKTORATET







































**Heat**Work®



























# The Risks threatening Value Creation in the High North







## **Education**

- PhD programme (15-20 PhD students)
- 5 Master programmes with Russian Universities
  - MBA (St. Petersburg)
  - Executive MBA (St. Petersburg)
  - Executive MBA for Rosneft (Russia and Norway)
  - MSc Energy Management (Bodø and Moscow)
  - MSc Sustainable Management (Bodø, St. Petersburg, Murmansk, Arkhangelsk, Ukhta, Tyumen)





## **Master of Science in Energy Management**

#### Joint-degree:

- ✓ A diploma from home institution
- ✓ A supplementary diploma from the other institution

1st semester 30 ECTS Bodø/Moscow	2nd semester 30 ECTS Bodø	3rd semester 30 ECTS MOSCOW	4th semester 30 ECTS World wide
Business Analysis 10 ECTS	Energy Management – a Norwegian Pespectives 10 ECTS	Energy Diplomacy and Economy Of Fuel and Energy Complex 30 ECTS	Master Thesis 30 ECTS
Economics 10 ECTS	The Geopolitics of Petroleum and Natural Gas 10 ECTS		
Philosophy, Ethics and the Environment 10 ECTS	Research Methods 10 ECTS		

#### Results:

- 95 students graduated since 2007
- 62 in education process today
- in average 150 applicants for 15 study places in Norway

#### **Central Topics**

- Energy Policy and Diplomacy
- International Political Agreements and negotiations
- Corporate Social Responsibility
- Cross Cultural Communication
- Government Relations
- Worlds Energy Markets
- Business Research: Management, Marketing, Investment, Strategy in Energy Sector etc.





## **Master of Science in Sustainable Management**

YEAR 1		YEAR 2	
FALL BODØ/RUSSIA	SPRING BODØ	FALL RUSSIA	SPRING WORLD WIDE
Business Analysis 10 ECTS	Research Method 10 ECTS		
Economics 10 ECTS	Sustainable Management 5 ECTS  Ecological Economics 5 ECTS	Specialization at Russian Universities 30 ECTS	MASTER THESIS
Philosophy, Environment and Ethics 10 ECTS	Accountability and Responsibility 5 ECTS  Norwegian/Russia n Language and Culture 5 ECTS		

#### **Partners:**

- ✓ Arkhangelsk State Technical University
- ✓ Baltic State Technical University (St. Petersburg)
- ✓ Murmansk State
  Technical University
- ✓ Tumen State University
- ✓ Ukhta State Technical University
- ✓ Bodø Graduate School of Business



## **Education**

 Executive MBA:
 Business in the High North Russia (together with NUPI and MGIMO)

New 2010, start October 2010



- Other joint programmes:
  - Retraining Russian Officers
  - Retraining Ukrainian Officers
  - Business Practice in Norway
- More than 3.000 graduates in REAL JOINT Norwegian-Russian programmes

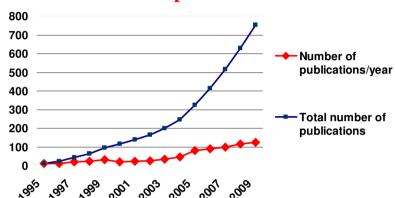


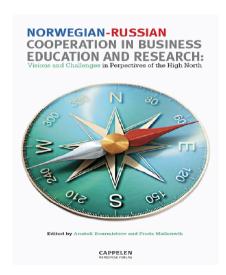


## Research

- Cooperation with:
  - Universities/Research Institutions in Russia, Western Europe, Canada, US, Asia, University of the Arctic, Barents Institute, NUPI, FNI, Econ Pöyry, +++
- Regarding:
  - Many industries (Energy, Logistics/Transportation, Banking, Fishery, Tourism)
  - Opportunities in High North
  - Local/Regional value creation
    - Statoli
    - BP
    - Total
    - · Norwegian Ministry of Defense
- PhD projects (15-20 projects); ex
  - Development of supply industry
  - Development of energy resources
  - · Social responsibility of enterprises
  - Indigenous people and industry
  - · Criteria for success in large projects

#### More than 700 publications







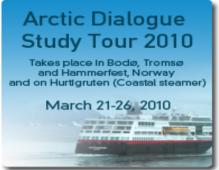
## Communication

#### Conferences

- Arctic Dialogue and Sea Study Tour, March 22-26, 2010
- Supply Industry
   Conference, September, 2010
- Inside Russia 2011

#### Seminars

- Investment in Russia
- Development in Russia consequences for business
- Alternative energy resources
- Security in High North, Opened by: The Norwegian Minister of Defense February 8<sup>th</sup> 2010









## **Focus: Cooperation Network**

#### NORWEGIAN-RUSSIAN RELATIONS

## BUSINESS STRATEGY

Core Business subjects



#### **NETWORK**

Development of relationships, contacts

#### LOCAL KNOWLEDGE

#### **ENVIRONMENT**

Sustainability

#### **TECHNOLOGY**

Knowledge about technology management



# Input to our work: The Modernizing of Russia

#### **President Medvedev:**

"In the twenty-first century, our country once again needs to undergo comprehensive modernisation. This will be our first ever experience of modernisation based on democratic values and institutions. Instead of a primitive raw materials economy we will create a smart economy producing unique knowledge, new goods and technology of use to people."

- ✓ Further reform of the financial sector.
- ✓ A long-term reduction in the size of the state sector
- √ Transformation of state corporations operating in competitive environments into joint stock companies
- ✓ Introduction of tax benefits for innovation-related activities
- √ Technological modernization of the entire manufacturing base
- ✓ Creation of a modern technological centre a Russian Silicon Valley
- ✓ Introduction of energy-saving equipment
- √ Wider application of space technology in the telecommunication industry
- ✓ Introduction of supercomputers
- ✓ Development of strategic information technologies
- ✓ A three- to four-month limit on granting approvals for new investment projects

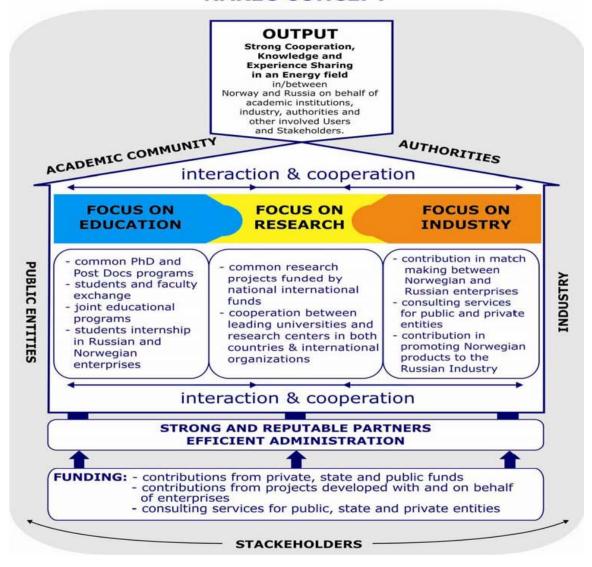


## NAREC: Norwegian-Russian Education and Research Consortium for International Business Development in the Energy Sector: October 2009

- Aims at uniting leading academic institutions in Norway and Russia to develop new knowledge through education and research for industry cooperation between and in both countries in the field of energy.
- Two main knowledge hubs:
  - The High North Centre of Business at Bodø University, Norway
    - Recruiting Norwegian Members
  - The MIEP at MGIMO-University, Moscow, Russia
    - Recruiting Russian members
- Organization
  - Cooperation between enterprises and academic institutions
  - Strategic board
  - User forum
- Tasks:
  - Trough hubs: activating relevant national and international networks
  - Coordination of new research and education projects
  - Secure relevance of projects for authorities and industries
  - Establishing an Academic Chair



#### NAREC CONCEPT



## An Example: Energy related project



Statoil supports the joint efforts of Arkhangelsk State Technical University (ASTU), Baltic State Technical University (BSTU), and Murmansk State Technical University (MSTU) in creating of the common competence arena in the sphere of logistics and transport in the North. The activities are coordinated with the Center for High North Logistics.

The project activities at ASTU, BSTU, MSTU include development and teaching of courses in logistics and transportation according to international standards, training of teachers, a part-time professorship, research by post-graduate students, as well as organizations of workshops and seminars. Content of the courses and the research projects is closely related to problem statements from business companies operating in the High North.





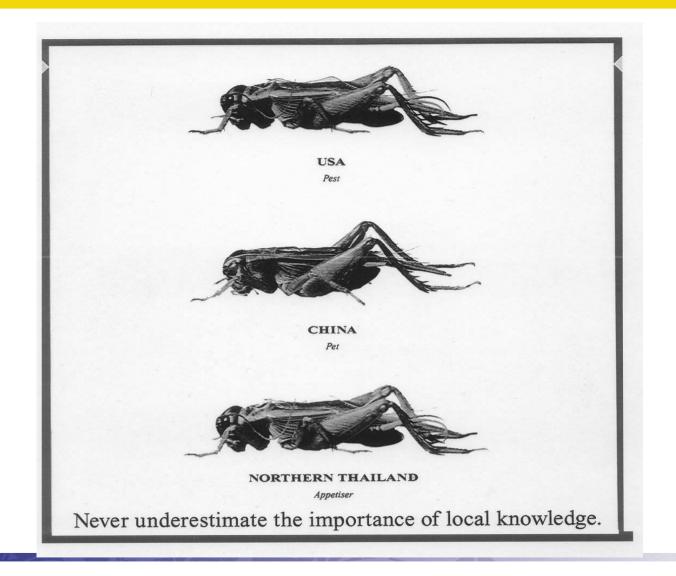








## CHALLENGES IN INTERNATIONAL HIGHER EDUCATION AND RESEARCH COOPERTAION IN BUSINESS





## CHALLENGES IN INTERNATIONAL HIGHER EDUCATION AND RESEARCH COOPERTAION IN BUSINESS

TWO FORCES (Business and Education & Research society), TWO CONTEXTS (Russia & Norway)





## **Challenges for Cooperation**

- The Agreement component:
  - ✓ How to secure that partner institutions, researchers and students are **COMMITTED** to the cooperative programs? How to secure real cooperation?
  - ✓ How to secure that the cooperative program development will be a managerial PRIORITY at partner institutions?
- > The Designing component:
  - ✓ How to handle REQUIREMENTS from different sectors (enterprises/research institutions) and national cultures? What is valuable research?
- The Quality component:
  - ✓ How to develop effective COMMUNICATION between partners and achieve common acceptable solutions?
  - ✓ How to guarantee LONG-TERM commitment?
  - ✓ How to INTEGRATE RESEARCH AND EDUCATION in the program?
  - ✓ How to be both NORMATIVE AND CRITICAL?
  - ✓ How to achieve RELEVANCE for students, enterprises/authorities, researchers?
- The Quantitative component:
  - ✓ How to HARMONIZE the workload between the partners, how to include all in the relevant networks, how to share resources?

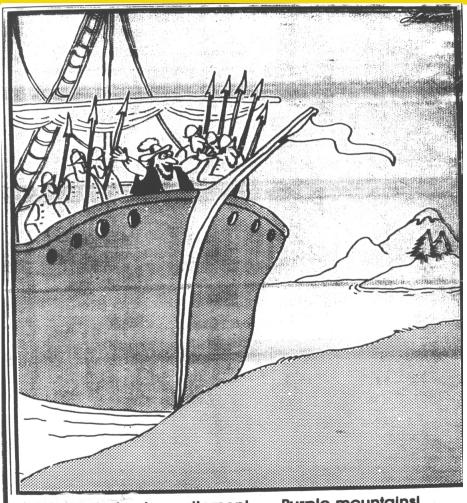


# **Conclusions from our Models of Cooperation**

- o In Establishing Projects:
  - n Generate and formalize ideas
  - n Focus on combining strength
- o Be Real Partners:
  - n Meet often and be committed
  - n Establishing trust
- o Focus on Fundraising:
  - n Securing financial resources
  - n Focus on self-sustainability
- o In Running Projects:
  - n *Search for synergies*
  - n Anchor cooperation at the institution and in relevant authorities
  - n Search for friends and supporters



### **New Models of Cooperation for Discoveries of New Opportunities**



"Look! Look, gentlemen! . . . Purple mountains!
Spacious skies! Fruited plains! . . . Is someone writing
this down?"

