# Invitation to Apply to ESA BIC Baden-Württemberg

Thank you for your interest in ESA BIC Baden-Württemberg,

The European Space Agency (ESA) together with its Member States supports entrepreneurs with the ambition to exploit space technology or utilise space systems in non-space markets, or become suppliers to the space sector, e.g. by exploiting non-space technology in the space market.

Together with its local partners, ESA manages a network of Business Incubation Centres (ESA BICs) across Europe. In Baden-Württemberg, the Chamber of Commerce and Industry (IHK) Reutlingen is responsible for managing ESA BIC Baden-Württemberg. The locations where start-ups can be incubated are Friedrichshafen and in Reutlingen. The incubator is supported by its local partners (Airbus, Bosch GmbH, cesah GmbH, DLR, Ministry of Economics, Labour and Tourism, Startup BW Accelerators, Sparkasse Reutlingen and Tübingen).

ESA BIC Baden-Württemberg offers a comprehensive package of support to start-ups selected for incubation, including office accommodation, incentive funding, technical support, business coaching, and legal/IPR advice to the start-ups selected for incubation.

ESA BIC Baden-Württemberg hereby invites you to submit your application for business incubation. This document provides an introduction to the application and evaluation process and contains references to the templates that should be used when applying.

Please contact ESA BIC Baden-Württemberg for any further questions.

Yours sincerely,

Your ESA BIC Team from Reutlingen

#### Introduction

The purpose of this Open Call for ESA BIC Baden-Württemberg is to inform about the opportunity for space-related start-ups to become incubated in ESA BIC Baden-Württemberg and to provide the material and guidance needed to apply for incubation.

Selection and evaluation of applications are scheduled periodically, see <a href="www.esa-bic-bw.de">www.esa-bic-bw.de</a> for details.

The Call is permanently open, has no closing date for the submission of applications unless the ESA BIC Baden-Württemberg has indicated otherwise.

At ESA BIC Baden-Württemberg, we are currently focusing on Green Space with the topics Agriculture and Forestry, Environmental Observations, Ecological and Social Responsibilities, Healthcare and New Mobility and Transportation. We therefore encourage submissions on these topics, but are also open to all other business ideas & models that have a space approach.

# Who can apply?

In general, any space-related start-ups in Baden-Württemberg **not older than five years**, or natural persons with the intention to set up a space-related start-up, are welcome to apply for incubation.

However, some further criteria apply. These can be found in the Cover Letter Template of the application documents. In particular, note the following:

- The application needs to have a valid space connection. In general terms this means that it must be evident that "space" (space technology or a space based service such as satellite communication, navigation or earth observation) is actually needed. Alternatively, it must be evident that the proposed technology or service fulfils a need in a space context. It is strongly recommended that ideas related to performing activities or using technology in space are verified by a third party before applying. In case of doubt, please contact the ESA BIC for further guidance.
- Applicants need to run their start-up at their own risk. In practice this means that more than half of the shares must be owned by the entrepreneur(s) that apply to the ESA BIC.
- In case the application is done by natural persons, these need a permanent working permit
  in Germany. Also, the process of setting up a company must have been started. The
  application shall include details about the status, the intended legal structure, and the
  shares distribution. An incubation contract can only be signed with a legal entity.

### How to apply

Please make sure you have received the following documents, which are part of the Open Call documentation:

- Cover Letter including Requirement Checklists
- Business Plan
- Incubation Proposal
- Draft Incubation Contract

Make sure to fill in all required sections in the application templates and pay particular attention to the following:

- Instructions inside the documents (highlighted in blue in each template) shall be followed in order to fulfil all pre-conditions of the Open Call and for the application to be accepted.
- Please read the Draft Incubation Contract carefully. The Cover Letter must include a clear, explicit and unambiguous statement declaring that the applicant has read, understood and accepted the terms and conditions contained in the contractual documentation (this is part of the Cover Letter template). Modifications or amendments to the Incubation Contract may only be done in exceptional cases. Please contact the local ESA BIC Manager for guidance.
- Make sure the Cover Letter and the Requirement Checklists are signed by either the majority shareholder or by shareholders with a combined ownership in excess of 50%.
- The incubation proposal should include details on how the incentive funding is meant to be spent. Note that, as a general rule, the incentive funding has a ceiling of 50.000,- EUR and shall be used for purposes linked to the objectives of the incubation. The incentive is provided in two equal parts, one from ESA and one from a local co-funding partner. The ESA part of the incentive can only be spent in Germany. The local funding (i.e innovation voucher) from the ministry of Baden-Württemberg can be spent worldwide. In order to ensure the correct planning of the funding, it is recommended to communicate with the ESA BIC management at an early stage and to explore the possibilities. It shall be noted that the a portion of the total funding may not be used for direct labour costs, but can only be used for product development and IPR. Please consult the Draft Incubation Contract and the ESA BIC management for further details.
- Incubation in ESA BIC Baden-Württemberg may be requested for a maximum of 24 months.

Please submit the application documents in electronic form (pdf, maximum three files, one for each required document) to the following e-mail address: <a href="well-amount-we

ESA BIC Baden-Württemberg will verify the identity of applicants. You are requested to send digital copies of a passport etc. in a separate file together with your application.

Any questions related to submission of proposals should be sent to the same e-mail address:  $\underline{welz@reutlingen.ihk.de} \ or \ \underline{bielecki@reutlingen.ihk.de} \ .$ 

## The evaluation procedure

The evaluation of all received applications is managed locally by ESA BIC Baden-Württemberg and follows common ESA BIC procedures.

Once a published submission deadline has passed, ESA BIC Baden-Württemberg first assess the formal aspects of applications received before the submission deadline. If a non-compliance of a minor nature is found, the applicant may be asked to address this in an updated proposal within 48 hours. If the proposal is found non-admissible, the applicant will be informed and the reason will be explained. In such a case an applicant is eligible to submit a revised proposal at a later date.

If the application is compliant with the formal requirements, applicants will be invited to hold a presentation to the ESA BIC Baden-Württemberg evaluation board. The evaluation will typically take place a few weeks after the submission deadline. The evaluation board consists of representatives of ESA BIC Baden-Württemberg, ESA, key partners and other experts. There will also be an opportunity for the evaluation board to ask questions to the applicant.

The application and the presentation will be marked against the criteria in Table 1, taking weighting factors into account.

Criteria	Weighting
	factor
Background and Experience	25%
Experience and team composition	
Support entities	
• Vision	
Technology/Service	20%
Space Connection	
<ul> <li>Technical feasibility of the product/service to be developed</li> </ul>	
Production development strategy	
Intellectual Property strategy	
Value proposition & Market	20%
Value proposition	
Market	
Competition	
Business Modelling and Risk	15%
Revenue model	
Finance	
• Risk	
Activity proposal	20%
Quality of the application	
Milestones/Cost-planning	
Work break-down	
Management	
ESA BIC investment opportunity	

Table 1: ESA BIC evaluation criteria and weighting factors.

All applicants will be notified in writing about the outcome of the evaluation. The applicant may require, within 10 calendar days from the receipt of the notification, an oral debriefing explaining the reason why the application was successful or not.

ESA BIC Baden-Württemberg will enter into contract negotiations with successful applicants, taking the comments of the evaluation board into account. ESA BIC Baden-Württemberg has the right *not* to place a contract if, after three months after the notification to a successful applicant, no contract still has been signed, and this is because of a reason for which the applicant can be held accountable.

Additionally, ESA BIC Baden-Württemberg has the right not to place a contract in case the (intended) legal entity presented in the application is different from the actual established and registered legal entity.

Furthermore, we kindly ask you to pay attention to the following:

Please note that applications will be treated as confidential. However, the applicant's idea
may through this application fall into the public domain (e.g. if local laws require so).
Therefore, we strongly recommend that the applicant discusses the protection of his/her idea

#### ESA BIC Baden-Württemberg Open Call – Issue 1.5, 12/01/2024

- with a dedicated expert in this field prior to application, and if relevant takes appropriate steps to protect the idea (e.g. by applying for a patent).
- As far as allowed by law, any title held by the applicant to his/her idea shall remain vested in him/her. An application to ESA BIC Baden-Württemberg will not result in the acquisition of any title whatsoever to the idea. However, ESA retains a right to use the Intellectual Property in specific cases, generally related to publicity and promotion. Please read the detailed conditions described under the section "Use of Intellectual Property Rights" in the Draft Incubation Contract.
- At the end of incubation the ESA BIC will request one or several deliverables. The purpose of these are both to verify the correct use of the incentive and for promotional purposes. The application should specify suitable deliverables.
- Please don't apply to several ESA BICs at the same time. Please wait for one application to be
  evaluated and only if this is not successful, you may apply again to the same or another ESA
  BIC, taking any feedback into account.
- No expenses incurred in either stage of the application procedure will be reimbursed to the applicant by ESA BIC Baden-Württemberg, ESA and/or any third party.
- This Open Call does not impose any obligation upon ESA BIC Baden-Württemberg to enter into negotiations with any applicant.