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Forget trade shows, try email

Some small companies have successfully taken up technological arms to defy the tyranny of distance,

writes Mark Lawson.
Large companies can usually afford to send their top sales people overseas to secure and complete an export order. But at many small companies, such as Tradition Stained Glass and Callidan Instruments, it is nearly all done through technology and simple

procedures.

Perth-based Tradition Stained
Glass and Queensland-based
Callidan are typical of small
exporters in that they rely heavily on
the internet in dealing with overseas
clients. This means they avoid
having to pay huge costs on
marketing themselves overseas, for
example by attending international
trade shows.

Both companies have received assistance from the government agency Austrade in finding distributors, and this has also helped them keep costs down.

The latest DHL and Austradesponsored export report released in late June says that 85 per cent of exporters use the internet for marketing and selling their goods, including 48 per cent that have an e-commerce portal.

About 90 per cent of the exporters surveyed are small and mediumsized businesses as defined by the

Australian Bureau of Statistics.

Kim Fitzpatrick, the owner of Perth-based Tradition Stained Glass, knew he had to embrace email and video conferencing technology if the business was ever to go international. Fitzpatrick's first export job commissioned in Macau, an order worth about \$15,000 and involving the restoration of a window in an historic church, was organised by email.

Fitzpatrick built the window according to the specifications given to him on an email. When the window was ready, he simply shipped it over. His financing arrangements for the deal were not complicated. As with all his export orders, Fitzpatrick asked for half of the fee for the work initially and the balance to be paid just before shipment.

The company has also produced a comprehensive business DVD and brochures for overseas clients, and it is set up for video conferencing, but emails remain the main point of contact.

"To our knowledge, in Australia we're the first in the industry to utilise a website and it generates an unbelievable amount of traffic," says Fitzpatrick.

He took over the business and its traditions from his Dutch grandfather, who worked on cathedrals before emigrating to Australia in the 1950s. Tradition Stained Glass now turns over \$300,000 to \$350,000 a year and employs four people.

Callidan Instruments in Mackay, Queensland, also relies on websites and Google searches in place of the more traditional trade shows and turns over about \$10 million a year selling moisture content analysers for a range of applications in different countries.

Callidan's MoistScan measures moisture content in real time by passing a low-power microwave beam through material passing along a conveyor belt, and measuring changes in the signal power and phase shift. The scanner has been used by Tata Steel in India to measure moisture in coking coal, and it has plenty of other industrial applications. For example, Callidan managing director Gary France says that MoistScan units can also be used to measure the moisture content of cheese slices.

Callidan raised its seed capital from Mackay residents and still relies on them for investment. It ploughs 10 to 15 per cent of its turnover back into research and development, and exports around the globe, including to the US, Serbia and Brazil.

France says the distribution model for each country is different, and that general distributors are used in some countries and dedicated sales agents in others. But whatever the model used, France says that the internet is now the main way to make contacts overseas.



Email is Kim Fitzpatrick's window to the world.

Photo: ERIN JONASSON