

## Swot Analysis and ANP for Organic Tempeh SME Business Development Strategy

Manik Ayu Titisari<sup>1</sup>, Denis Fidita Karya<sup>2</sup>, Surjo Hadi<sup>3</sup>

PGRI Adibuana University, Surabaya, East Java, Indonesia<sup>1</sup>

Nahdlatul Ulama University, Surabaya, East Java, Indonesia<sup>2</sup>

Kartini University, Surabaya, East Java, Indonesia<sup>3</sup>

[manikayut20@gmail.com](mailto:manikayut20@gmail.com)

### ABSTRACT

**Purpose:** Therefore, in this study, SWOT analysis is used to formulate problems from internal and external factors, from developing alternative strategies, selecting and making strategic decisions that align with company goals.

**Design/methodology/approach:** At the same time, the Analytical Network Process (ANP) is used to weigh each alternative strategy so that the strategy with the highest priority weight can be identified.

By using Super Decision software, the best alternative strategy for Soya Agung is to promote promotion and education with a weight of 0.214760.

**Findings:** An industry that can compete in the modern market has the right marketing strategy. As a Small and Medium Enterprise producing tempeh, whose raw material is non-genetic modified local soybeans, Soya Agung still has limitations in marketing its products.

**Research limitations/implications:** The integration of SWOT and ANP is expected to produce strategic plans that can provide various alternative marketing strategies that can help solve company problems.

**Paper type:** Research paper

**Keyword:** ANP, Strategy, SWOT, UKM, Weight.

Received : November 8<sup>th</sup>

Revised : November 13<sup>th</sup>

Published : November 30<sup>th</sup>

### I. INTRODUCTION

Tempeh is one of the most popular and prospective sources of vegetable protein on the market. Tempeh is an alternative to meat rich in fibre, calcium, high in protein, vitamin B12, and iron (Biogen.litbang.pertanian.go.id 2017). The content in tempeh is like an antibiotic to recover from the infection and as an antioxidant to overcome various degenerative diseases. Antibacterial compounds are also found in tempeh made during the fermentation process (Wisnu Cahyadi 2007).

Although making tempeh is very simple, it turns out that tempeh's quality depends on the type of soybean and other raw materials used (Tanuwidjaja et al. 2017).

In general, there are two types of soybeans used as raw materials for tempeh, namely local and imported soybeans. Local soybeans have many advantages over imported soybeans: taste, aroma, and freshness (Kompas 2011). Tempeh, whose raw material comes from local soybeans, tastes better than imported soybeans. The freshness of local soybeans is also better maintained because they are processed directly after harvest, while imported soybeans are usually stored for years (Adisarwanto 2009). Another advantage is that

local soybean seeds are naturally cultivated organically without pesticides than imported soybeans, primarily genetically engineered seeds (Biogen.litbang.pertanian.go.id 2017). The better quality of local soybeans than imported soybeans is a plus point that can help the government realize national nutrition improvements.

*Table 1. Nutritional Content of Tempeh*

<i>Nutritions</i>	<i>Unit</i>	<i>Nutritional composition of 100 grams BDD</i>
<i>Energy</i>	<i>(Kal)</i>	<i>201</i>
<i>Protein</i>	<i>(gram)</i>	<i>20.8</i>
<i>Fat</i>	<i>(gram)</i>	<i>8.8</i>
<i>Carbohydrate</i>	<i>(gram)</i>	<i>13.5</i>
<i>Fibre</i>	<i>(gram)</i>	<i>1.4</i>
<i>Ash</i>	<i>(gram)</i>	<i>1.6</i>
<i>Calcium</i>	<i>(mg)</i>	<i>155</i>
<i>Phosphor</i>	<i>(mg)</i>	<i>326</i>
<i>Iron</i>	<i>(mg)</i>	<i>4</i>
<i>Carotene</i>	<i>(mkg)</i>	<i>34</i>
<i>Vitamin B1</i>	<i>(mg)</i>	<i>0.19</i>
<i>Water</i>	<i>(gram)</i>	<i>55.3</i>
<i>BDD*</i>	<i>(%)</i>	<i>100</i>

*Source: Ministry of Health RI, Community Nutrition and Center for Nutrition Research, 2004*

*\*BDD = Edible weight*

*Table 2. Average Consumption of Tempeh per Capita in a Week*

<i>Year</i>	<i>Tempeh Consumption in kg</i>
<i>2007</i>	<i>0.153</i>
<i>2008</i>	<i>0.139</i>
<i>2009</i>	<i>0.135</i>

2010	0.133
2011	0.140
2012	0.136
2013	0.136
2014	0.133
2015	0.134
2016	0.141
2017	0.147
2018	0.146
2019	0.139

*Source: processed from the Indonesian Statistical Publication*

Data from the Central Statistics Agency (BPS) in the 2018 National Economic Survey (SUSENAS) report states that tempeh consumption in Indonesia reaches 625 grams/month per capita (Bkp.pertanian.go.id. 2018).

The tempeh industry also can become a big industry because tempeh has been legalized as a new work item at the CAC (Codex Alimentarius Commission) since 2011. With the recognition of the proposed Indonesian tempeh standard, the opportunity for tempeh to go international should be wide open (Nasional 2012). Tempeh products have a significant market share. Apart from entering traditional markets, supermarkets and other modern markets are also starting to accept them. Even some SMEs have succeeded in selling tempeh abroad, making production and marketing there (Suparjo, & Hariastuti 2017). With these data, it should be a vast opportunity for tempeh industry SMEs to market their products, but it turns out to be different from the facts on the ground. The number of tempeh-making industries makes this business competition very tight. As one of the SMEs engaged in the tempeh industry, Soya Agung still has many limitations in terms of marketing. The business is stagnant, no progress, and the burden grows because there are teams and employees. It is also because the tempeh produced is made from local natural soybeans, non-genetically engineered (Non-GMO).

It should be noted that the price of local soybeans is higher than imported soybeans, thus affecting the selling price. Even though this local soybean raw material is highly nutritious, healthier, and tastes better quality, organic tempeh produced by Soya Agung is still having trouble penetrating the market. It is because the selling price is higher than tempeh made from imported soybeans. The community also needs education to find out which tempeh products are safe and healthy for consumption.

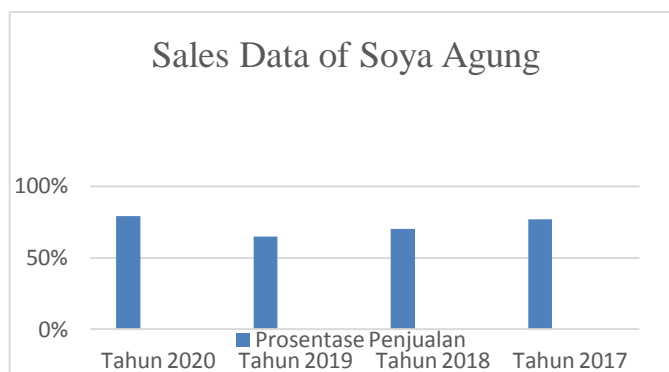


Figure 1. Sales Data of Soya Agung

Translation:

1. The year 2020
2. The year 2019
3. Year 2018
4. The year 2017
5. Percentage of Sales

These problems can be solved by conducting marketing research beforehand to determine what consumers want and develop better marketing strategies. According to Hamel (1995), strategy is an effort carried out continuously and constantly increasing. Business includes how to find information about consumer desires. The occurrence of a very dynamic global market development and changes in buyer behaviour requires core competencies. Companies must look for core competencies in the business they do. It means that the company must be able to use all the power of its resources as much as possible. These resources include equipment, an extensive marketing distribution network, the use of superior quality raw materials, and a good product image.

A company must have an excellent strategy to overcome external threats and take advantage of opportunities. It requires careful strategic planning through the strategy's analysis, formulation, and evaluation to see internal and external conditions objectively. With good strategic planning, companies can cope with changes in the external environment. Strategic planning is critical for companies to find competitive advantages and products that meet consumer expectations.

This study uses the SWOT method to formulate problems ranging from internal and external factors, develop alternative strategies, determine the best approach following company goals. This method will bring up various criteria that become the company's strengths that will be maximized and take advantage of opportunities while simultaneously suppressing weaknesses and the impact of threats that must be faced (Akdon 2007).

Meanwhile, the relative importance of each SWOT factor and sub-factor is calculated using the Analytical Network Process (ANP) by considering the dependence between the SWOT factor and sub-factor and the relationship between the criteria. So to make essential decisions among various alternatives, you can use the results of the ANP calculation (Ismail. 2011).

The integration of SWOT and ANP is expected to produce strategic plans that can provide the best alternative for business development to achieve company goals optimally.

There have been several previous studies in Tempeh SMEs using the SWOT method, such as the SWOT analysis on the Malang Amel Tempeh Chips SMEs (Anggraeni and Kholid Mawardi 2017), the Tempeh Marketing Strategy Analysis in Medan (Donny Ivan Samuel Simatupang 2019), the Tempeh Chips Marketing Strategy in Klaten (Hasnah, Kusnandar, and Setyowati 2020). Unfortunately, no one is accompanied by other methods, such as ANP, to determine the strategy's priority with the highest weight. The primary difference found in this study and various previous studies is that the alternative marketing strategies of Soya Agung, and other producers who produce tempeh from local soybeans, are unique compare to those who use import soybeans.

## II. METHODOLOGY

### A. SWOT Analysis As a Strategy Formulation Tool

SWOT analysis is a strategic planning tool that identifies various internal and external factors to obtain different alternative corporate strategies. The analysis is based on the thoughts and conditions of using Strengths and Opportunities to the fullest and reduce Weaknesses and Threats. The determination of various alternative strategies must align with the company's vision, mission, goals, strategies, and policies (Rangkuti 1999).

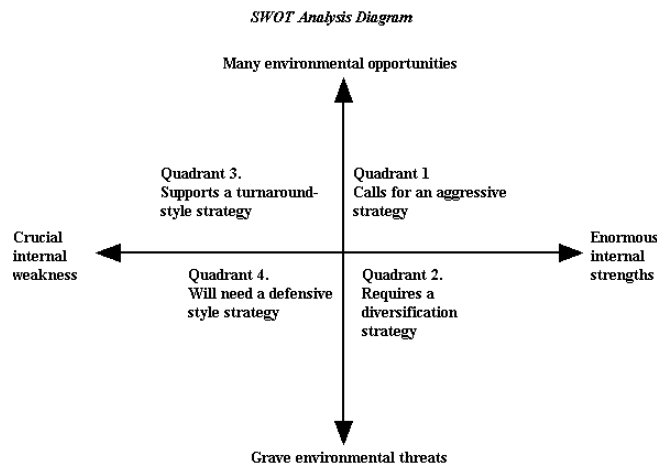


Figure 1. SWOT Analysis Chart (Rangkuti 1999)

Determining various alternative strategies is carried out in three stages of analysis, namely the stage of data collection, data analysis, and decision-making (Rangkuti 1999).

Table 3. Strategic Formulation Diagram (Rangkuti 1999)

<i>Data Collection Stage</i>				
<i>External Factor Evaluation</i>		<i>Internal Factor Evaluation</i>		<i>Competitive</i>
		<i>Profile Matrix</i>		
<i>Data Analysis Stage</i>				
<i>Tows Matrix</i>	<i>Bcg Matrix</i>	<i>Internal-External Matrix</i>	<i>Space Matrix</i>	<i>Grand Strategy Matrix</i>
<i>Decision-Making Stage</i>				
<i>Quantitative Strategic Planning Matrix</i>				

### B. Analytical Network Planning (ANP)

The ANP method is one of the methods included in the Multi-Criteria Decision Making (MCDM), which develops the AHP method. Both of these methods use a pairwise comparison system to assign weights. The difference is, in AHP, the elements do not have a dependency and are considered independent. Whereas in ANP, the opposite is true. Each aspect is interdependent with other components (Saaty 2003). In this study, primary data used interviews with decision-makers in the company, the production department, and the marketing department. Secondary data is taken from the results of questionnaires distributed to

respondents in the field. Data involving respondents will be processed using the ANP method to produce absolute numbers (Aziz and Chok 2013).

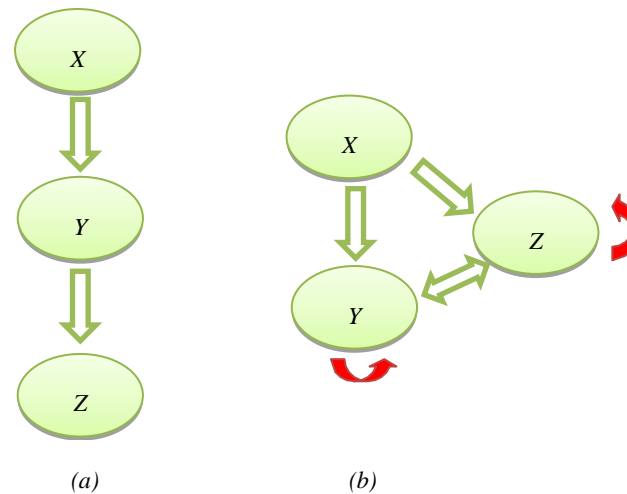


Figure 3. (a) AHP Structure (b) ANP Structure

### C. Combination of SWOT dan ANP

The combination of SWOT and ANP methods in the decision-making process is expected to provide various alternative marketing strategies that can help solve company problems. The steps taken in the application of the SWOT and ANP methods are as follows:

- Soya Agung makes a SWOT Analysis using the IFE and EFE Matrix, which will bring up various criteria.
- The criteria that emerge from the SWOT variable are derived from questionnaire data and processed again to obtain alternative strategic decisions.
- These strategic decisions are then weighted using the ANP method to identify the strategy with the highest priority weight.

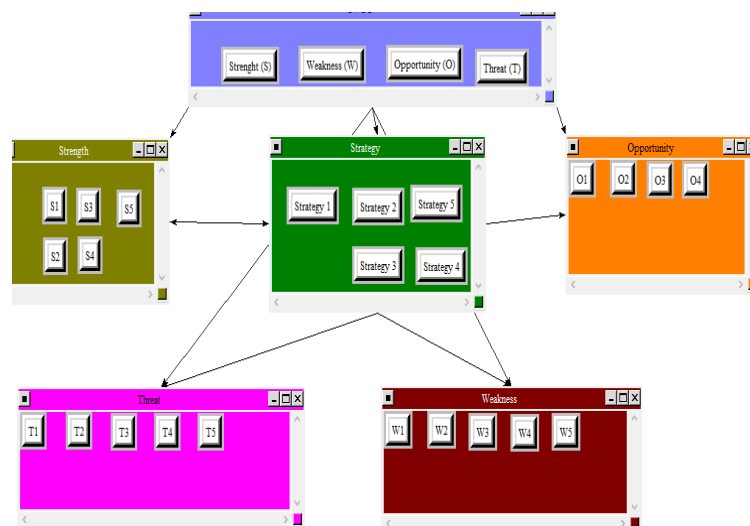


Figure 4. ANP Matrix Model

### III. RESULTS AND DISCUSSION

#### A. SWOT Matrix

The following is a SWOT analysis matrix for internal indicators (strengths and weaknesses) in Soya Agung's business development strategy.

Table 3. Internal Factor Evaluation (IFE) Matrix

Symbol	Internal Indicator	Weight	Rating	Total
S1	Tempeh consumption is quite high in Indonesia	0.11	4.00	0.44
S2	Pesticide-free local soybean raw material (non-GMO)	0.11	3.00	0.33
S3	Taste better and healthier	0.11	4.00	0.44
S4	Already have loyal customers	0.11	2.00	0.22
S5	Carrying the concept of healthy & sustainable (sustainable consumption)	0.11	3.00	0.33
W1	Lack of public promotion & education	0.11	3.00	0.33
W2	Unattractive packaging	0.11	2.00	0.22
W3	Lack of product innovation	0.11	3.00	0.33
W4	Lack of building partnerships with suppliers	0.11	2.00	0.22
Total		1.00		2.86

Table 3 shows a weight of 0.11, which is calculated from the total divided by nine internal indicators. At the same time, the rating is obtained from the results of the questionnaire. The total value is calculated from the weight x rating, and a total of 2.86 is received in the IFE matrix.

Table 4. External Factor Evaluation (EFE) Matrix

Symbol	External Indicator	Weight	Rating	Total
O1	The largest soybean market in Asia (BSN, 2012)	0.13	4.00	0.50
O2	Not many local soybean tempeh industry players	0.13	4.00	0.50
O3	People are becoming aware of the health	0.13	2.00	0.26
O4	High nutritious, cheap food	0.13	4.00	0.50
O5	Domestic traditional and modern markets are wide open	0.13	2.00	0.26
T1	Limited local soybean suppliers/supply	0.13	2.00	0.26
T2	Local soybean prices are more expensive	0.13	4.00	0.50

<i>T3</i>	<i>Decreased quality due to the influence of the fermentation phase on the marketing distribution time</i>	<i>0.13</i>	<i>3.00</i>	<i>0.39</i>
<i>Total</i>		<i>1.00</i>	<i>3.17</i>	

The IE matrix in Figure 5 below is obtained from total IFE matrices 2.86 and the EFE matrices 3.17.

*Table 5. IE Matrix of Soya Agung*

		<i>Total average IFE</i>		
		<i>Strong (3.0-4.0)</i>	<i>Medium (2.0-2.99)</i>	<i>Weak (1.0-1.99)</i>
<i>Average total EFE</i>	<i>Strong (3.0-4.0)</i>	<i>I</i>	<i>II</i>	<i>III</i>
	<i>Medium (2.0-2.99)</i>	<i>IV</i>	<i>V</i>	<i>VI</i>
	<i>Weak (1.0-1.99)</i>	<i>VII</i>	<i>VIII</i>	<i>IX</i>

*Table 6. Soya Agung SWOT Matrix*

Swot	Strength					Weakness			
Matrix	S1	S2	S3	S4	S5	W1	W2	W3	W4
Opportunity									
O1						Wo Strategy			
O2	So Strategy					Promote Promotion & Education (W1, O1, O3, O5)			
O3	Tempeh Standard Development (S2, S5, O1, O5)					Attractive & Hygienic Packaging (W2, O2)			
O4						National Standard Labelling (W3, O4)			
O5									
Threats									
	St Strategy					Wt Strategy			
T1	Customer Maintenance (S4, T3)					Increase Innovation (W3, T3)			
T2	Empowerment Of Local Soybean Farmers (S2, T1, T2)					Partnering With Suppliers (W4, T1, T2)			
T3									



The following are the results of data processing with the ANP method using Super Decision software.

Table 6. Pairwise ANP results

<i>Name</i>	<i>Normalized by Cluster</i>	<i>Limiting</i>	<i>Name</i>
<i>O1</i>	<i>0.46833</i>	<i>0.358905</i>	<i>O1</i>
<i>O2</i>	<i>0.09339</i>	<i>0.071558</i>	<i>O2</i>
<i>O3</i>	<i>0.04045</i>	<i>0.030993</i>	<i>O3</i>
<i>O4</i>	<i>0.24784</i>	<i>0.189933</i>	<i>O4</i>
<i>O5</i>	<i>0.14999</i>	<i>0.114936</i>	<i>O5</i>
<i>Strategy 1</i>	<i>0.14691</i>	<i>0.113537</i>	<i>Strategi 1</i>
<i>Strategy 2</i>	<i>0.32433</i>	<i>0.214760</i>	<i>Strategi 2</i>
<i>Strategy 3</i>	<i>0.10796</i>	<i>0.002873</i>	<i>Strategi 3</i>
<i>Strategy 4</i>	<i>0.10550</i>	<i>0.002513</i>	<i>Strategi 4</i>
<i>Strategy 5</i>	<i>0.04169</i>	<i>0.000724</i>	<i>Strategi 5</i>
<i>Strategy 6</i>	<i>0.03613</i>	<i>0.000691</i>	<i>Strategi 6</i>
<i>Strategy 7</i>	<i>0.21313</i>	<i>0.182411</i>	<i>Strategi 7</i>
<i>Strategy 8</i>	<i>0.02435</i>	<i>0.000436</i>	<i>Strategi 8</i>
<i>S1</i>	<i>0.46979</i>	<i>0.009505</i>	<i>S1</i>
<i>S2</i>	<i>0.10770</i>	<i>0.002177</i>	<i>S2</i>
<i>S3</i>	<i>0.22413</i>	<i>0.004537</i>	<i>S3</i>
<i>S4</i>	<i>0.03854</i>	<i>0.000781</i>	<i>S4</i>
<i>S5</i>	<i>0.15985</i>	<i>0.003238</i>	<i>S5</i>

Table 7. The weighting of ANP on Soya Agung

	Alternatives	Weight
Strategy 1	Tempeh standard development	0.113537
Strategy 2	Promote promotion & education	0.214760
Strategy 3	Attractive & hygienic packaging	0.002873
Strategy 4	National standard labelling	0.002513
Strategy 5	Customer maintenance	0.000724
Strategy 6	Empowerment of local soybean farmers	0.000691
Strategy 7	Increase product innovation	0.182411
Strategy 8	Partnering with suppliers	0.000436

#### IV. CONCLUSION

The weighting results using the ANP method indicate that the best alternative strategy for Soya Agung UKM is to promote promotion and education to make people more familiar with local soybean tempeh with a weight of 0.214760.

#### REFERENCES

- Adisarwanto, T. 2009. Kedelai. Jakarta: Penebar Swadaya.
- Akdon. 2007. Strategic Management (For Education Management). Bandung: Alfabeta.
- Anggraeni, Pratiwi, And Sunarti M. Kholid Mawardi. 2017. "Analisis Swot Pada Umkm Keripik Tempe Amel Malang Dalam Rangka Meningkatkan Daya Saing Perusahaan." Jurnal Administrasi Bisnis (Jab)|Vol 43(1).
- Aziz, Yuhani Abdul, And Nyen Vui Chok. 2013. "The Role Of Halal Awareness, Halal Certification, And Marketing Components In Determining Halal Purchase Intention Among Non-Muslims In Malaysia: A Structural Equation Modeling Approach." Journal Of International Food And Agribusiness Marketing 25(1):1–23. Doi: 10.1080/08974438.2013.723997.
- Biogen.Litbang.Pertanian.Go.Id. 2017. "Amankah Kedelai Transgenik (Gmo) Sebagai Bahan Baku Tempe." Retrieved (Biogen.Litbang.Pertanian.Go.Id. Litbang.Pertanian.Go.Id/?P=59580).
- Bkp.Pertanian.Go.Id. 2018. "Direktori Perkembangan Konsumsi Pangan." Retrieved (Bkp.Pertanian.Go.Id. Bkp.Pertanian.Go.Id/Storage/App/Uploads/Public/5bf/Ca9/06b/5bfca906bc654274163456.Pdf).
- Donny Ivan Samuel Simatupang. 2019. "Analisis Strategi Pemasaran Usaha Tempe Di Kota Medan." 243–57. Retrieved November 18, 2021 (Https://Webcache.Googleusercontent.Com/Search?Q=Cache:D3-3cuxs3xqj:Https://Www.Politeknikmbp.Ac.Id/Karya-Ilmiah/Category/52-Februari-2019.Html%3fdownload%3d376:Analisis-Strategi-Pemasaran-Usaha-Tempe-Di-Kota-Medan+&Cd=1&Hl=Id&Ct=Clnk&Gl=Id).
- Hamel, Gary. 1995. "Lokasi: Kompetisi Masa Depan." Retrieved November 18, 2021 (Https://Onesearch.Id/Record/Ios3358.Obatm-07150000000006).
- Hasnah, Hanan Nur, Kusnandar Kusnandar, And Setyowati Setyowati. 2020. "Strategi Pemasaran Keripik Tempe Di Kecamatan Pedan Kabupaten Klaten." Jurnal Agriseip: Kajian Masalah Sosial Ekonomi Pertanian Dan Agribisnis 19(1):27–42. Doi: 10.31186/Jagrisep.19.1.27-42.

- Ismail. 2011. Perbankan Syariah. Kencana Prenada Media Group.
- Kompas. 2011. "Kedelai Lokal Lebih Baik Daripada Kedelai Impor." Retrieved November 18, 2021 (<https://Nasional.Kompas.Com/Read/2008/01/17/21250034/Kedelai.Lokal.Lebih.Baik.Daripada.Kedelai.Impor>).
- Nasional, Badan Standardisasi. 2012. "Tata Cara Perencanaan Ketahanan Gempa Untuk Struktur Bangunan Gedung Dan Non Gedung." Sni 1726:2012.
- Rangkuti, Freddy, Author. 1999. "Analisis Swot Teknik Membedah Kasus Bisnis: Reorientasi Konsep Perencanaan Strategis Untuk Menghadapi Abad 21."
- Saaty, Thomas L. 2003. "Decision Aiding Decision-Making With The Ahp: Why Is The Principal Eigenvector Necessary." *European Journal Of Operational Research* 85–91.
- Suparjo, & Hariastuti, N. L. P. 2017. "Pendampingan Pengabdian Kepada Masyarakat Untuk Ukm Produk Tempe Di Kapasjaya." *Jurnal Pengabdian Lppm Untag Surabaya* 2(3):1–9.
- Tanuwidjaja, Lindajati, Hari Rom Hariyadi, Yetty Mulyati, Pusat Penelitian, Dan Pengembangan, And Jkimia Terapan -Llpi. 2017. "Faktor-Faktor Yang Mempengaruhi Kualitas Tempe Di Indonesia." *Jurnal Kimia Terapan Indonesia* 1(1). Doi: 10.14203/Jkti.V1i1.198.
- Wisnu Cahyadi. 2007. "Teknologi Dan Khasiat Kedelai." Bumi Aksara. Retrieved November 18, 2021 ([https://Scholar.Google.Co.Id/Citations?View\\_Op=View\\_Citation&HI=En&User=Lalu3noaaaaj&Citati on\\_For\\_View=Lalu3noaaaaj:Ufrvopgsrksc](https://Scholar.Google.Co.Id/Citations?View_Op=View_Citation&HI=En&User=Lalu3noaaaaj&Citati on_For_View=Lalu3noaaaaj:Ufrvopgsrksc)).