The Improvement in the Competitiveness of Traditional Lurik Cloth through the Utilization of Intellectual Property Rights

Triyanto

Sebelas Maret University
Surakarta, Indonesia

ABSTRACT—Lurik is one of the Indonesian indigenous traditional woven types of cloth. This objective of this article is to describe the utilization of Intellectual Property Rights (IPR) to improve the competitiveness of traditional lurik woven cloth through the use of industrial trademark and design. The use of industrial trademark and design is able to improve the selling point of traditional lurik woven cloth.

Keywords—improvement, competitiveness, traditional lurik woven cloth, and Intellectual Property Rights (IPR)

1. INTRODUCTION

Lurik is one of the Indonesian indigenous traditional woven types of cloth. The main motif of lurik cloth takes the shape of stripes which suggests the modesty of Javanese people in accordance with the origin of the word ‘lurik’ which comes from lorek (in Javanese language). The existence of lurik cloth is getting marginalized by the presence of modern textile industry day by day. If this is not taken into serious account, then it is not impossible that the industry of lurik cloth will extinct within the next five years. The extinction of this industry will not only deprive the source of living for the people of the villages, but also eliminate one of the heritages of indigenous traditional work of Indonesian people. The industrial centers for traditional lurik woven cloth currently exist in some areas, such as Klaten, Yogyakarta, and Sukoharjo.

Lurik woven cloth has a very long history in Indonesia, particularly in Java, in accordance with the data from Sonobudoyo Museum of Yogyakarta as quoted by the Javanology Institute of Research and Community Service Institution of Sebelas Maret University [6]. The data from the inscriptions, literary works, statutes, and temple reliefs state explicitly that the tradition of woven cloth has been existing in Indonesia since the mid ninth century AD. It is stated in the inscription of King Erlangga (1033 AD) that there was lurik woven cloth with the tuluh watu motif. This is confirmed by the finding of terracotta statues adorned in lurik woven cloth in the temples in Trowulan, East Java.

The researcher has gone through difficulties in finding the output of any previous research on lurik woven cloth through cyberspace tracking. It is nearly able to say that there is not any scientific research on lurik yet. The discussions on lurik have just been limited to those in the news of printed and electronic media. So, it can be said that this research is a pioneer in the field of the development of traditional lurik woven cloth.

The industry of traditional lurik is a small-scale business which has become one of the pillars of national economic security. The research conducted by Sulistyastuti [17] indicates that the Small and Medium Enterprises (SMEs) hold an important role in the national economic sector of the developing countries. The existence of SMEs in a developing country is related to the efforts made by its government to overcome various problems, either economic or social, namely: reduction of unemployment, eradication against poverty, and equity of income.

The research conducted by Triyanto [20] in Klaten and Yogyakarta points out that some efforts have been made in order to develop the industry of traditional lurik. Such development is conducted in terms of improvement in the quality of fabric and product diversification. However, such development has only been conducted in Klaten and Yogyakarta. Meanwhile, the industry of traditional lurik in Sukoharjo which is dominated by ‘crude’ lurik has not received development assistance. Sukoharjo has escaped the attention since most people think Klaten and Yogyakarta are the only centers for lurik.

This paper focuses itself on the development of lurik in Sukoharjo regency by utilizing the system of Intellectual Property Rights (IPR). Such a utilization is made by changing the industry of traditional woven cloth into creative

1It means glittering or shining stone in Javanese language. It has rectangular shape and the motif of clustered stripes arranged intermittently in black and white colors. This motif is believed to protect those who wear the lurik cloth from evil power or bad luck.
industry. The approach of IPR is made in the form of creating the works of industrial design with the fabric of traditional lurik. Industrial design is one of the forms of IPR which is very important to the industrial world.

The expediency of IPR on the economic development has been undoubted. Surat kabar The Washington Post edisi 28 April 2001 reports that “...if there is one lesson in the past half century of economic development, it is that natural resources do not power economies, human resources do” [19]. This statement reminds us that human resources hold more important role than natural resources in the economic growth. An expert on modern economy, Tapscott [18] puts forward that “…the new economy is a knowledge economy and the key assets of every firm become intellectual assets …”

The objective of this research is to put forward a new perspective to the craftsmen of traditional lurik woven cloth so that the are willing to keep up with the advancement through time by making improvement and innovation on their industry. These revitalization and innovation are expected to make the selling point of lurik products able to increase in such a way that it can enhance the welfare of the village people. The increase in the selling point can also attract the interest of people of young generation to occupy themselves diligently with the industry of lurik. More than that, the preservation (pelestarian) of the industry of lurik implies the preservation of national asset as well.

2. METHOD OF RESEARCH

2.1. Type of Research

This paper is the output of research and development (R&D). Research and development is the method of research used to generate a certain product and to test the effectiveness of the product. The research with research and development type includes the steps elaborated as follows [16]:

![Figure 1: Steps in Research & Development (R &D)](image)

2.2. Subject of Research

This research involved some parties, such as government officials, craftsmen, lurik artists, and observers of lurik. They are: (1) Poppy Darsono, a senator representing Central Java province; (2) Mrs. Suyatmi, a lurik craftswoman from Weru, Sukoharjo; (3) Mrs. Erni, a lurik craftswoman from Weru, Sukoharjo; (4) Mr. Sandiyo, S.E., M.M., a lurik craftsman from Klaten; (5) Mr. Agus Sunaryo (Agus Dukun), a lurik artist from Solo; (5) Lurik Kurnia, a company producing lurik craft from Yogyakarta; and (6) House of Lawe, a company producing lurik craft from Yogyakarta.
2.3. Data Collection

The data of this research were gathered through library research, observation, and interview. Library research is the search for literature information which describes both of the previous and current views on the topics of the researches contained in the journals, books, and other like documents. Library research is also useful to gather the literature relevant to the topic of the research [3, 4]. The instruments used in the documentation study took the form of the documents containing the outlines or the category with the data searched.

Field observation was conducted by the researcher in order to pay particular attention, see, and listen carefully. The researcher used all senses to record what was seen, listened to, smelled, felt, and touched. The researcher became the instrument to obtain information on field [12]. This research was conducted by making direct observation. The direct observation was conducted in this research in order to see the process of making, selling, and distributing lurik woven cloth in the market. The locations of the observation consisted of Sukoharjo, Klaten, and Yogyakarta.

This research used two interview models. Those models were structured and unstructured interviews. The instrument of written guide for interview was used prior to interviewing and the informant was previously informed by the researcher of the agreement on the place and time of interview as well as the hints of content of the interview in this research. Meanwhile, there was not any standard guideline used in the unstructured interview. The researcher was going to ask, listen, feel, and record all that was informed by the informant naturally/informally [12].

2.4. Data Analysis Technique

This research used qualitative data analysis technique. Such a data analysis consisted of three stages conducted simultaneously, namely: data reduction, data display, and conclusion drawing/verification. The data reduction was the process of selecting, focusing, simplifying, abstracting, and transforming the 'crude' data gathered from the field notes. Data reduction is a type of data analysis which aims at sharpening, classifying, focusing, omitting the unnecessary data, and organizing the data to have the final conclusion. Data display was made by presenting a group of information arranged in a simplified unity of form with selective configuration which is easy to use in order to be possible to make a decision. After the data are presented well in an organized way, conclusion drawing or verification is conducted [10]. The interactive analysis model of Miles and Huberman can be seen in Figure 2.

![Figure 2. Components of Data Analysis: Interactive Model](image-url)
3. DISCUSSION

3.1 Constraints in Development of Traditional Lurik Woven Cloth

The results of the research conducted by Triyanto [20] in Tawang village, Weru subdistrict, Sukoharjo regency point out that the development of the industry of traditional lurik woven cloth goes through some constraints viewed from the aspects of production process, quality, product diversification, selling point, marketing, and regeneration.

**Technological Constraint**

Traditional lurik woven cloth is created through a very complicated and long process which involves handwork with a lot of exertion. The process starts from buying cloth, and then washing, dying, starching upon the cloth, vaporizing the starch, and then drying, spinning, first rolling, second rolling, and weaving the starched cloth. All of the process is done manually by relying on the handwork with a lot of exertion.

The lack of technological support becomes the general problem faced by SMEs [15, 11]. Such a problem faced is related to the utilization of science and technology which is still for minimum in the world of such an industry. This is caused by some factors. The still limited access to the sources of information and technology as well as the service of science and technology are to mention but a few. The other problem which become the constraints for SMEs in increasing their business scale is among others the low quality of the resources (physical, mechanical/equipment, human, and fund) as well as the management [5].

The use of technology in the industry of traditional lurik woven cloth is not intended to replace Non-Machine Weaving Equipment (NMWE) since we may not eliminate the particular characteristics of the traditional woven cloth produced by using NMWE. Modern technology is needed in the preparation process toward the weaving process with the use of NMWE. Thus, the production line can be cut in such a way efficiency in the production process can be made.

**Quality Constraint**

The product quality still becomes the major problem in the development of SMEs in accordance with the research conducted by Sriyana [14]. This also happens in the industry of lurik woven cloth in Sukoharjo. The lurik woven cloth produced in Sukoharjo is different from that produced in Klaten and Yogyakarta. Such lurik cloth is the type of lurik cloth which tends to be coarse due to the use of coarse thread from tetron/TC fabric. In addition, the weavers in Tawang village in majority are elderly people and less skilled. Even though they have been given fine (cotton) thread, their lurik product is not maximal in quality. The weavers in Sukoharjo has escaped the attention of various parties all this time in such a way that they still cannot grow for maximum. The attention to the industry of lurik woven cloth has been focused more on those in Klaten and Yogyakarta all this time.

**Product Diversification Constraint**

The lurik weavers in Sukoharjo sell their product in the form of sheets of greige. They bring their product directly to the nearest traditional markets. There are also some market merchants who come directly to the weavers to buy their lurik cloth. This kind of sale causes the expediency of woven cloth to be limited to the daily needs of the villagers, such as to carry basket, to be made the clothes of elderly people, and other purposes related to the daily activities of the villagers.

The significance of product diversification is in line with the result of the research conducted by Laksono [9] which states that the ability of a company to generate profit increases significantly following the launching of its new product. It is concluded out of such an analysis that the policy of product diversification made by the industry has a positive effect on the business development.

**Selling Point Constraint**

The sale of lurik woven cloth in the form of sheets of greige has caused the its selling point to be very low. One sheet of cloth sized 60 x 300 cm, for instance, is only priced Rp 20,000.00 for maximum. Some certain types of cloth of the same size are even priced only Rp 8,000.00. The laborious effort and hard work of the weavers do not get proper appreciation. This is contrary to the fact that it is such a complicated process to make woven cloth which requires special skill and a lot of physical exertion.

**Marketing Constraint**
The utilization of traditional lurik woven cloth is dominated by the people from low social and economic class. They utilize lurik cloth for their daily needs, such as to carry goods when they go to the market or rice field and to wrap the goods bought in the market. The market segment of people from low social and economic class causes the selling price of lurik to become very low. As well, the weavers can only sell their product in local market. They have not had known where they should sell their product to obtain higher price. The problem in marketing is the problem which SMEs in general face. The research conducted by Sriyana [14] on the SMEs in Bantul, Yogyakarta points out that marketing still becomes the major constraint in the development of SMEs.

Regeneration Constraint

The low wage and gloomy prospect causes the people of young generation to be uninterested in becoming weaver. The lurik craftsmen cannot afford to pay the weavers with proper amount of wage since the selling price of lurik is low indeed. The weavers in majority are elderly people at the present. The weaving activity is only intended to spend the leisure time while waiting for the harvest season when they reap their crop in the rice field. On the other hand, they prefer working in the rice field with the higher amount of wage when the harvest season comes. The industry of traditional lurik woven cloth in majority is currently getting into the last generation. If the industry is not sustained by the young generation, then it can be assured that this industry will immediately be left in the memory.

3.2 Utilization of IPR in Developing Traditional Lurik Woven Cloth

The role of IPR in the economic development is already undoubtedly significant since the countries in possession of the non-physical asset (intellectual asset) or the type of asset on the basis of science and technology contributes wealth much more than those physically-based asset or natural resources in accordance with a lot of data. The developed countries, such as the United States of America, were in possession of the sources of revenue from the intellectual asset on the basis of science as much as 36.5% of their Gross National Product (GNP) in 1980. So were Japan, Korea, and Singapore. They have been more developed than Indonesia which is rich in natural resources [7].

There are several advantages which can be obtained from the system of IPR in the economic development [7, 13]:

1. To create conducive climate for investors
2. To accelerate industrial growth, create new employment, boost economic growth, improve the quality of life of human beings by fulfilling the needs of human beings in widely
3. To provide legal protection as well as to drive the creativity of the people
4. To promote the dignity of human beings and Indonesian people
5. To improve the productivity, quality, and competitiveness of the product of the economy of Indonesia
6. To raise the position in trade and investment
7. To develop technology
8. To drive companies to compete internationally
9. To help the commercialization of an invention
10. To maintain international reputation for the importance of export

The utilization of IPR for SMEs holds an important role in business development. This is in line with the opinion of the Head of IPR Division of Bandung Technology Institute Nyoman Pugeg Aryatha who states that there are actually many advantages for the doers of SME to register their product for IPR, such as protection to prevent any other party from taking advantage without permission from the proprietor of the right. In addition, product patent right will affect the increase in the selling price of the product. The registration for IPR also holds the role to prevent piracy which can inhibit the development of SMEs [1].

As released in http://bisnisukm.com the utilization of IPR for SMEs is highly important in their business development [2]. There are more than 60 million technologies which can be accessed for free by making use of IPR regime. So, businessmen can learn, make use of, and develop them. The potency of business activities of SMEs for IPR globally includes such rights as copyright, trademark/service mark, industrial design and even patent and simple patent. An SME which operates in the field of shoe-making industry, for instance, has such existing potencies for IPR as the copyright for the pictures of its designs of shoe, the protection of industrial design for its designs of the shoes, the protection of trademark for the trademark labelled onto its shoe product.

The utilization of this system of IPR for the industry of traditional lurik woven cloth can be started by registering trademark. The word ‘lurik’ has been registered as a trademark to the General Directorate of IPR of the Ministry of Justice and and Human Rights. The trademark ‘LURIK Suyatmi’ has also been registered in order to help its craftsman to promote the business. Such an administration of trademark is important in order to have the branding of a product. In addition to trademark, IPR is utilized in the creation of industrial design as one of the IPR regimes [20]. The definition of Industrial Design in accordance with Law Number 31 Year 2000 is as follows::
“a creation on the shape, configuration, or composition of either line or color, or both line and color, or their combination which comes in three-dimensional or two-dimensional shape, gives aesthetic impression and can be manifested in three-dimensional or two-dimensional pattern and used to produce a product, stuff, industrial commodity, or handicraft.”

A research on the types of lurik woven cloth which exist in Java has been conducted prior to creating their industrial design. Indonesia has many types of traditional woven cloth, such as songket, ikat, and many more. Lurik is one of the types of Indonesian traditional woven cloth which come from Java. The development of lurik woven cloth has been made in the areas of Klaten and Yogyakarta. However, Sukoharjo has escaped the attention since only Klaten and Yogyakarta have been regarded as the centers for lurik in Indonesia.

The lurik from Sukoharjo tends to be more coarse with ancient motif and domination of dark colors. A national designer who is also an Indonesian senator in the House of Representatives, Poppy Darsono, gives an input that if the lurik of Sukoharjo is intended to be developed further to become a fashion item, then the quality of lurik of Sukoharjo itself has to be improved first by making the cloth finer (from the interview on September 6th, 2012). This input is actually good but it is not easy to do. Special skill is required to make fine lurik woven cloth in such a way that the weavers have to be trained first. Training the weavers to make fine lurik woven cloth becomes more difficult since most of the weavers are elderly people. In addition, finance become the major constraint in holding training. Actually there has been an offer for financial assistance from Poppy Darsono and the Ministry of Cooperative and Small and Medium Enterprise. However, the offer from the two parties requires that the weavers have to establish a cooperative first.

As soon as the input was given by Poppy Darsono and the Ministry of Cooperative and Small and Medium Enterprise, the researcher came to the Cooperative Service of Sukoharjo Regency right away to consult on the establishment of a lurik cooperative on September 17th, 2012. Such establishment itself is evidently not an easy thing. The complicated process and requirements causes the craftsmen to be reluctant to establish it. In short, the establishment of a lurik cooperative was still unable to be brought into reality at that time.

Having abandoned the intent to help establish a cooperative, the researcher eventually conducted a further study by conducting market research on lurik. The results of the market research points out that the market share for lurik fashion (in the form of clothes) has been filled by the craftsmen from Klaten and Yogyakarta. In addition, the lurik of Sukoharjo which tends to be coarse is very difficult to be developed into the product of clothes. Therefore, the main focus to develop the lurik of Sukoharjo into a handicraft product has been decided despite the still possible opportunity to make fashion product in limited number and for segmented market target.

The researcher consulted Nanang Yulianto, M. Ds., a craft designer from the Fine Art Education Study Program of the Faculty of Teacher Training and Education of Sebelas Maret University, prior to making the handicraft. The consultation results in the decision to create a sample of industrial design of handicraft with lurik basic material which takes the form of tissue holder. The design of this tissue holder is made as simple as possible but still attractive in such a way that its mass production will be easy. The industrial design of this tissue holder handicraft is also in the registration process to obtain IPR through the Service and Development Unit for Intellectual Property Rights of Research and Community Service Institution of Sebelas Maret University.

The tissue holder created can economically raise the selling price of lurik cloth. One piece of tissue holder only takes lurik fabric and paper which cost Rp 5,000.00 in addition to the cost of making tissue of Rp 10,000.00 per piece. So, the production cost of one piece of tissue holder is Rp 15,000.00. The tissue holder can be sold in the market for Rp 30,000.00. If 20 pieces of tissue holder takes two sheets of cloth worth Rp 17,000.00 and paper material worth Rp 18,000.00, then the production of 20 pieces of tissue holder takes the cost of material as much as Rp 35,000.00 in addition the production cost of 20 pieces of tissue holder as much as Rp 200,000.00. So, the production of 20 pieces of tissue holder costs Rp 235,000.00. If one piece is sold for Rp 30,000.00, then 20 pieces will bring the total revenue of Rp 600,000.00 in such a way that there is the profit margin of Rp 365,000.00. We can buy the raw material from the craftsmen in double the usual price by having such a scheme in such a way that it can raise the welfare of the lurik craftsmen.

The income of the craftsmen is expected to raise from the previous average income ranging from Rp 300,000.00 to Rp 400,000.00 per month up to the range from Rp 600,000.00 to Rp 800,000.00 per month by increasing the selling price of lurik cloth by 100%. The people of young generation in the villages are expected to get interested in becoming weavers by having the wage level which is more or less equal to the Regional Minimum Wage (RMW). The young people in the villages prefer working in the factories with the equal income to the RMW due to the extremely improper wage level as weaver. It is still possible to have the wage level still lower than the RMW following the rise in the selling price of lurik cloth. However, it can be assured that the difference in the amount of wage will not be too much. Therefore, it is believed that the young people will still prefer becoming lurik weavers since there are even higher costs, such as for transportation, living cost, and accomodation lease, when they work in the cities. The researcher does many activities which support the promotion and marketing of traditional lurik woven cloth in order to support the revitalization of the industry of traditional lurik. The researcher has involved musicians/artists like Agus Sunaryo (Agus Dukun) in holding lurik shows in public places and events, such as in Car Free Day in Slamet Riyadi Street of Surakarta on Sundays and in
Ngarsopuro Market of Surakarta every Saturday night. The service of an Event Organizer (EO) named Republik Aeng-aeng which operates particularly in the social and cultural field is hired by the researcher to organize such events. Agus Sunaryo has also composed a jingle with the title of Kain Tenun Lurik Indonesia (Indonesian lurik woven cloth) which is always sung in every lurik road show.

The researcher has also sponsored a young designer interested in designing lurik woven cloth called Beta Nurmayanti to take part in many design contests in both regional and national levels. Beta has succeeded in becoming the first runner-up in a contest held in the provincial level and the champion in that in the national level so that she achieved the award from Mrs. Ani Yudhoyono, the current Indonesian first lady.Beta also has many roles in preparing the costumes for the lurik road shows in many places.

It was agreed in the discussion with the designer Beta Nurmayanti and the artist Agus Sunaryo on October 13th, 2012 that a particular research was going to be conducted in order to make special and exclusive lurik clothes for exclusive and segmented circle, which is the people of middle and higher social and economic class. This decision was made since it is almost impossible to design Sukoharjo lurik to become mass product. Mass production bears risk in the competition with modern industry which affords to produce lurik cloth instantly and quickly in mass in addition to the fabric produced which tends to be coarse. This importance of segmentation is in line with the viewpoint of a marketing expert, Hermawan Kartajaya [8] who puts forward that segmentation is necessary to make in order to have clear view on the market since it is impossible to market lurik to all society circles like batik.

The researcher has also bought the internet domain and hosting named **http://www.lurikdesign.com/** in order to keep up with the advancement in information technology. This website has been set to be an online store (e-commerce facility) in such a way that it can serve those interested in lurik from all over the world. This website does not merely sell traditional lurik product, but it also shows the process of making lurik which is complicated through a long long process with handwork. The prospective buyers are expected not only to buy the product but also to realize that they have participated in preserving the Indonesian national culture and helping raise the economy of the people by buying lurik product.

### 3.3 The Link Between Improving Competitiveness and IPR

The linkage between IPR and improving the competitiveness of the industry can be seen from the use of IPR in management. IPR consists of copyright, trademark, patents, industrial designs, trade secrets, the design and layout of integrated circuits, and the protection of plant varieties. In the case of lurik traditional woven cloth, we can exploit the brand approach, industrial design and patent.

**First,** the weavers need to have a registered trademark. Trademark registration is aimed to improve ‘the image’ of traditional weaving. Mark registration can also avoid trademark disputes with other parties. So far, the weavers have not realized the importance of trademark registration. They are usually realized when the brand is well known and used by others without permission. Therefore, trademark registration is a must.

**Second,** traditional weaving products need to be designed to be a unique product that has a high selling value. So far, the results are only sold in the form of woven fabric with a low sale price. In addition, the target buyer is only the poor. In fact, the poor cannot afford the high prices. Therefore, weaving products also need to be sold to the middle-ups that have a high selling price.

**Third,** before the weaving process uses a lot of human energy. This led to the production process becomes inefficient. We need a technological approach (patent) to overcome this inefficiency. Efficiency of the production process can reduce the cost of production. In the end, the efficiency can increase profits and competitiveness.

### 4. CONCLUSION

The improvement in the competitiveness of traditional lurik can be made by making use of the system of IPR. The trademark and industrial design are two regimes of IPR which can be utilized to have creation and innovation the industry of traditional lurik. The Sukoharjo lurik is more suitable to be developed into handicraft product on the basis of its tendency to have corse characteristic. If this lurik is intended to be produced as fashion product, then it would better focus itself on the production of clothes for segmented market target, which is middle and higher social and economic class in order to have proper selling price.

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