

BREAKING THE ENTREPRENEURIAL GROWTH BARRIER: STARTUP STRATEGIES THAT SCALE SMARTER



A Suryanarayana^{1*}, Aluvala Ravi²

Original Article

¹Osmania University, Hyderabad, 500007 Telangana, India

²Mahatma Gandhi University, Kottayam, 686560 Kerala, India

*Corresponding Author's Email: professorsuryanarayana@gmail.com

Abstract

This paper examines the complex and ambivalent challenges and opportunities associated with the scale of entrepreneurial ventures, providing a strategic framework around the theme of breaking the entrepreneurial growth barrier: startup strategies that scale smarter. The goal is to critically review the theoretical foundations of startups' scale-ups in ecosystems, as well as to present strategic levers for accelerating responsible and sustainable growth. Utilizing cross-disciplinary theoretical frames in strategic management, innovation, and entrepreneurial leadership, this paper is designed as a narrative-based analytical treatment to converge insights from established models and emergent thought leadership. The main contribution of this research is a categorization of "smart scaling strategies," including agility-focused models, resource leveraging means, ecosystem takeover, and adaptable market position. These tactics are introduced as an extendable and context-responsive approach, which is particularly useful for early-stage founders, incubators, and policymakers. This paper offers value by synthesizing this literature to propose an organizing lens that connects entrepreneurial ambition to operational scalability—a heuristic guide as opposed to a prescriptive manual. As a non-empirical paper, the generalizations and empirical evidence of this paper are restricted, but it gains high-level conceptual clarity and practical predictability. Among its implications, this study is relevant for entrepreneurs attempting to move from survival to scale, ecosystem enablers adopting growth-supportive policies, and educators developing entrepreneurs' mindsets. What is new is to reposition "scaling" not only as a growth target but as a strategic posture based on systemic alignment, resource wisdom, and timing accuracy. In the end, this paper contends that to scale smarter, ambition is not enough: it requires strategic consistency, contextual intelligence, and ongoing learning.

Keywords: Business Scalability; Entrepreneurial Growth; Smart Scaling Strategies; Startup Ecosystems; Strategic Orientation

Introduction

Ideation or innovation is not the sole face of the modern entrepreneurial landscape; it is now the challenge of scaling one in a sustainable manner. To be sure, the process of starting a new business is easier now than ever before because of digitalization, but from the point of inception to the point of achieving real meaningful scale, the journey continues to be full of unpredictability, volatility, and structural barriers. The challenging part is not starting but scaling. "Scaling is about moving to the next market, and then the next, and about doing similar things, if not the same things, in each

market" [1]. Indeed, early-stage startups experiencing difficulty moving from initial traction to large-scale growth face what erudition scholars refer to as the "growth barrier," the point at which business models, resources, and leadership need to fundamentally change [2]. "Most startups die, their scaling stunted by a fatal degree of prematurity" [3]. It has never been more critical for startups to adopt more intelligent, context-aware approaches to scaling—particularly for the possibility of long-term survival in a market that is "hyper-competitive."

In addition, the tension between innovation and execution remains a core paradox. As one commentator noted, "Start-ups are the innovation engines of the business world, but to scale, they need to install structure, systems, and a knack for strategic foresight without stamping out their entrepreneurial verve." [4]. The paradox of innovation scaling highlights the tension between agility and institutionalization. Startups typically struggle to maintain their original dynamic nature when confronted with demands for efficiency, control, and stakeholder responsibility. What is therefore necessary is a redefinition of scaling, not only as a result but also as a strategic approach. Modern research also highlights the importance of ecosystem fit in enabling or blocking the scaling process. Furthermore, "How firms scale in an entrepreneurial ecosystem is not reliant only on their internal capabilities; rather, the ability to scale depends on how well a firm fits within an emerging innovation ecosystem—access to funding, mentorship, policy support, and market access are all critical levers." [5]. This perspective introduces a systems perspective of growth, which views entrepreneurial achievement as a co-evolution with institutional supports, collaborative platforms, and regulatory scaffolding. Equally important is the mindset of the founder. Studies confirm that "to scale, founders must let go of their product-centered 'visionary' hat and focus on the role of a growth-oriented 'architect' and an organizational builder" [6]. A startup's ability to adopt formality, expansion, and discipline—all necessary but in direct conflict with most early-stage entrepreneurial cultures—often hinges on the psychological and leadership flexibility of its founders.

The purpose of this paper is to discuss the development of a Smart Scaling Strategy Typology focusing on agility, resource leveraging, and strategic timing.

These are not simple, one-size-fits-all recipes; rather, the solutions can be tailored to accommodate industry context, development, and network dynamics. First, our purpose is to recapture scaling from the grips of empiricist performance metrics by elevating it as a theoretically ripe, practically integral, and strategically multi-faceted phenomenon. Through an emphasis on smart scaling as deliberate and emergent, the paper offers a more comprehensive view on how startups come to terms with the complex process of growth and change.

Theoretical Foundations

- The focus of scalable entrepreneurial ventures is, in an underpinning manner, presented as a confluence of some theoretical paradigms of entrepreneurship, strategic management, innovation theory, and systems thinking. It starts with the Resource Based View (RBV) that focuses on the notion that "firms grow by doing more with less, rather than by doing more with what is rare, valuable, and not easily imitable" [7]. In the startup environment, it means the use of resources and capabilities—intellectual capital and unique abilities of the entrepreneur and proprietary knowledge—as growth resources.
- Just as persuasive is the Dynamic Capabilities Framework, which maintains that "the organization's capacity to integrate, build, and reconfigure internal and external competences is central to strategic flexibility and scalability" [8]. There's no better fit for this view than the demands on startups to adapt as they move through the hypostatic order (or value-added model, or customer's-mile-high-club).
- Yet another important block is Effectuation Theory, which changes the story from prediction to control. Sarasvathy's work highlights that "expert entrepreneurs do not wait for the perfect opportunity; they create scalable solutions by taking advantage of the resources at their disposal, forming partnerships, and remaining flexible" [9].



- This theory of change is particularly germane to early-stage companies operating in environments of uncertainty and scarce resources, which most startup ecosystems are composed of.
- From a systems level, the Triple Helix Model (university-industry-government interplay) scales with a macro lens, arguing that "entrepreneurial outcomes are co-produced in innovation systems where knowledge, capital, and governance intersect" [10]. This model places scaling not as a unique organizational act but as a co-evolutionary process of all participants in an interdependent ecosystem.
- The strategic entrepreneurship view also supports the complementarities of opportunity-seeking and advantage-seeking actions. As Hitt et al. said, "Strategic entrepreneurship is about how to set the conduct of the firm so that the mix of activities maximizes profit." The three authors, Hitt, Ireland, Camp, & Sexton [11], suggest "the core of strategic entrepreneurship concerns the simultaneous and interrelated need to explore and exploit." This dual focus is a key to scaling smarter, where startups need to continue innovating while also building execution excellence.
- Finally, Organizational Life Cycle Theory provides a view of scaling over time and addresses how "entrepreneurial firms live through identifiable stages—start-up, expansion, and maturity—each of which requires a different management style, structure, and strategy" [12]. Identifying the points of inflection at each stage allows founders to anticipate crises, institutionalize mechanisms, and allocate resources more efficiently.

These theoretical streams offer a solid theoretical foundation to understand, interpret, and drive the scaling process of startups. The synthesis of these perspectives further supports the paper's main argument: scaling smarter is not an intuitive leap but rather a theoretically grounded, intentionally designed process embedded in an adaptive strategy and contextually sensitive intelligence.

Conceptual Framework

The theoretical basis of smart scaling strategies in entrepreneurial firms is grounded on the interplay of 'internal capabilities', 'external alignment,' and 'strategic intent.'

• At its heart is the realization that "scaling is not a linear extrapolation of startup growth but a qualitative transformation of systems, leadership, and organizational purpose" [13].

Such a transition demands that startups embrace an integrated and staged scaling strategy that embeds agility, governance, and contextual sensitivity. The framework starts with strategic agility: a company's ability to sense opportunities and act on them with lightning speed in an increasingly uncertain environment.

• As stated in the literature, "startup agility allows them to do so by quickly reconfiguring their strategies and resources and exploiting emergent market gaps, pivoting their ventures towards scalable models" [14].

Strategic agility serves as the driving force, ensuring organizational responsiveness during the early scaling period without compromising coherence. The second takes the form of resource orchestration, which they can define as the way in which tangible and intangible resources are structured, bundled together, and made to work.

• "Start-ups must progress from resource scrappiness to resource orchestration that involves reorganizing capabilities and reassembling partnerships to create value" [15].

This evolution marks a move away from opportunism towards strategic planning and matching resources with growth horizons. Market timing and sequencing are the third layer. Poor timing is another means by which premature scaling typically occurs.

• As underlined in the literature, "a key driver of successful scaling is the founder's ability to match the right growth initiative with the right phase of market readiness" [16].



Strategic sequencing makes sure that expansion corresponds to the maturity of the market's ability and readiness. Another important concept is the idea of scalability by design—when scalability is built into the business model.

• "Scalable startups are businesses specifically designed to grow fast; that is, they are built to be scaled up and run sustainably without increasing costs too much. The technology platforms, modular offerings, and repeatable processes that allow for growth are inherently a part of the fabric of such a startup." [17].

This conception of scale makes it possible for startups to scale without taking on the cost or structure of scale. That last item is Founder's Strategic Mindset. Shapers' cognitive and behavioral characteristics affect readiness to scale.

• The founders that have a learning orientation, a growth mindset, and the ability to delegate are the kinds that are likely to be able to build a scalable organization successfully [18].

Founder adaptability is a key factor in the transition from entrepreneurial hustling to institutional leadership. Drawing on these five dimensions, the framework argues that smart scaling is a hologram capability—emergent, contingent, and recursive—rather than a static map. It has implications for deterministic models by attributing greater emphasis to design thinking, system dynamics, and strategic fit in entrepreneurial scale-up pursuits.

Smart Scaling Strategies in Entrepreneurial Contexts: A Typology

The typology of smart scaling strategies in entrepreneurial contexts extends beyond simple size increases and instead focuses on purposive, situational, and capability-fit expansion.

Strategy Classification

This part presents a structured classification of these five overarching but nevertheless distinct strategies that seem to be typical intelligent scaling pathways pursued by survivor start-ups. This section is a typology as shown below in Figure 1 because each of these models can represent a different logic of value creation, organizational design, and growth sources.

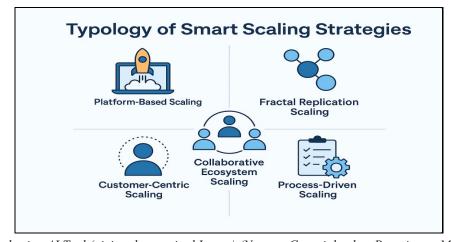


Figure 1: Smart Scaling Strategies: A Typology

Source: Generated using AI Tool (giving the required Inputs) (Not any Copyrighted or Proprietary Material)

Platform-Based Scaling

Scaling on Platform Even if your person/party is far ahead of other parties, you can still run with them, and the runner dungeons are scalable to match your level. This means to create digital platforms that generate network effects and user-created value. "Platform startups grow in value not simply by estimating how the output of the producers can best serve the existing need in a value chain, but by finding two-sidedness in these things." [19]. De-coupling value delivery from linear input-output models allows for platform scale, which provides exponential reach at a margin cost advantage.



Multifractal Replication Scaling or Fractal Replication Scaling

Here, the business model is modular and can be repeated across geographies or verticals.

"Fractal scaling is concerned with reusing fundamental operations that are situationally adapted but constant" rather strategically constant" [20]. This adheres primarily to case studies in startups with a standardized service delivery model (such as an EdTech or HealthTech firm), where scale is outstripped by the ability to predictably deploy and train operational playbooks.

Customer-Centric Scaling—the Scale That's Right for Your Customers

In this framework, growth comes from increased customer engagement and personalization. "Customer-centric scale represents scale where the goal is not just volume growth, but volume growth allied to greater customization, retention, and co-creation of value (rather than mere volume growth) [21]. This typology is important for start-ups in experience-and niche-driven markets where differentiation is a source of scalability.

Process-Driven Scaling

This model values internal productivity, automation, and quality control. "Smart scale involves incorporating lean systems and data-supported processes that can absorb higher production volumes without equivalent resource consumption" [22]. Process-oriented scaling leads to operational strength, especially in domains with compliance and consistency and iterative delivery needs (such as SaaS and FinTech).

Collaborative Ecosystem Scaling or Ecosystem Scaling as a Collaborative Venture

Such typology makes use of external networks, alliances, and shared infrastructures. "By symbiotically scaling, partners become multipliers—expanding reach, innovation, and execution via joint value creation platforms" [23]. It can be noticed more and more in accelerators, innovation hubs, startup accelerators, accelerators, and projects set in open innovation ecosystems.

All five typologies are not mutually exclusive; instead, they may represent a continuum of projects developed over time or synthesized and tailored to specific markets, resources, and visions, as shown in Table 1 below. This typological clarity provides founders (not to mention everyone else constructing, analysing, or assessing ventures) and ecosystem architects with a heuristic for identifying, mixing, and calibrating scaling strategies appropriate to one's stage, structure, and strategic farsightedness.

Table 1: Features and Strengths of Smart Scaling Typologies for Startups

Typology	Core Logic	Key Features	Strategic	Potential Risks
			Strengths	
Platform- Based Scaling	Leveraging digital platforms to scale without proportional resource expansion	API integrations, network effects, third-party participation	Rapid reach, minimal marginal costs, exponential user growth	Ecosystem dependence, platform lock-in
Fractal Replication Scaling	Repeating a micro- model across geographies or segments	Modular architecture, local autonomy, brand uniformity	Scalability with flexibility, contextual adaptation	Quality drift, coordination complexity



Typology	Core Logic	Key Features	Strategic	Potential Risks
			Strengths	
Customer- Centric Scaling	Scaling driven by user engagement, loyalty, and co-creation	Feedback loops, personalization, value co-creation	High retention, strong brand equity, organic referrals	High cost of customization, delayed ROI
Process-Driven Scaling	Operational efficiency and replicable internal systems enable scaling	SOPs, lean operations, automation, analytics	Predictable growth, resource optimization	Innovation inertia, rigidity in dynamic environments
Collaborative Ecosystem Scaling	Growth via partnerships, shared infrastructure, and resource pooling	Strategic alliances, shared IP, multi- stakeholder platforms	Cost-sharing, rapid market entry, innovation acceleration	IP conflicts, misaligned incentives

Source: Designed and Developed by the Authors (Not any Copyrighted or Proprietary Material)

Empirical Review and Analysis of Evidenced-Based Articles in Ivy League Publications on Scalable Start-Up Strategies

- The work of Lee and Kim [24] poses the vital question of when startups should pursue a scaling trajectory. Based on a comprehensive dataset of job postings, we found that firms that initially scale within the first year after founding are 20–40% more likely to fail outright or be acquired. The research cautions that "scaling early may help startups mitigate imitation risk and capture more of their business ideas; however, it may prematurely halt their experiential learning of new ideas." This study exemplifies the trade-off between early benefits of scaling and dangers of lack of market validation.
- Concentrating mainly on high-tech start-ups, this study by Shan [25] analyses the factors that lead firms to cooperate with others. The results show that "the tendency of cooperation is positively correlated with the distance of the competitive position of firms from their rivals," meaning that more vulnerable followers are more in favour of collaboration than are stronger leaders. Furthermore, firm size harms the propensity to establish a cooperative relationship, which implies that smaller firms may be so desperate for resources that they depend more on alliances to overcome resource constraints.

This study by Camuffo, Cordova, Gambardella, and Spina [26] contribute to the large-scale replication literature by investigating the effect of rational approach on the process of new decisions are rational.

The researchers "aimed for a space of approximately four weeks between interviews, albeit one dictated in part by entrepreneurs' availability." The study emphasizes the significance of structured decision-making in enabling startups for performance and adaptability.

Exploring the mechanics of fast scaling, Belitski, Stettler, Wales, & Martin [27] look into the velocity aspect of
a firm's growth trajectories. Despite not having access to the full text, the title suggests that the study focuses
on the delicate balance between rapid expansion and sustainable development, a crucial aspect that startups
must consider for long-term success.

This empirical analysis condenses important insights from extant research on startup scaling, including the dynamics of timing, the role of strategic partnerships, decision-making styles, and growth velocity. These results point out the value of thoughtful and context-dependent policies and illustrate the importance of scaling policies for improving startups' success and survival.



Literature Review

- Runach, et al. [28] explored the financing choices of Indian startups, considering the determinants mediating their financial structure.
 - The authors stress that "the cooperativeness of the partners is positively correlated with the distance of firms' competitive position from their rivals," and Narwal hence states that startups farther from rivals are more likely to seek partners. Furthermore, the results indicate that the size of the firm is negatively related to the probability of creating cooperative arrangements, and so smaller firms may therefore use alliances to help overcome resource constraints.
- An overview by Klarin and Suseno [28] consolidates the body of literature on Social Entrepreneurship (SE), applying a scientometric analysis with a total of 5,874 publications. The authors of the review indicate that "our understanding of SE remains limited, for there has been little work done to integrate the various research streams in SE," which indicates the necessity for an integrated framework.
 - The review also highlights research gaps and suggests future research to tackle questions of practice through the incorporation of prior research.
- Lee [30], however, focused on which scale in startups occurs; this study analyses the impact on firm performance in job posting data. Findings suggest that "startups that start scaling in the first year of their founding are 20–40% more likely to fail" and show that over-scaling can reduce the learning that true experimentation can provide. The study discusses the importance of getting product-market fit before starting to scale.
- A bibliometric analysis of van Burg and Romme [31] published 13777 articles from the past thirty years to reveal the intellectual structure of entrepreneurship research.
 - The contribution argues that "entrepreneurship research has developed considerably in the past thirty years, growing from an embryonic and fragmented body of work into a maturing field of inquiry." the impact Their article underscores its interdisciplinary character and offers glimpses into the thematic development of the field.
- The findings as above can be observed in a recent review by Schillo and Robinson [32], where the authors explored the factors facilitating or impeding the scaling of innovations, with a focus on an intersectional perspective. The authors suggest that "the field may be in its early stages, as innovation scaling research published in business and public administration journals is relatively under-represented." The article identifies eleven contextual factors for scaling innovations and inquiry and recommends interdisciplinary research.
- The study of Coad and Srhoj [33] is a literature review on high-growth innovations and firms and scale-up growth, suggesting an agenda for future research to fill the existing research gaps. The authors note that, "although high-growth companies have been found to contribute disproportionately to employment and economic growth, little is yet known about the conditions under which companies of various sizes scale. The research highlights the importance of a more nuanced approach to the heterogeneity of high-growth firms. The paper by Autio & Rannikko [34] examines policy interventions designed to support high-growth entrepreneurship. The paper examines the effectiveness of policy interventions designed to support high-growth entrepreneurship. The authors conclude that, although policies can identify and assist former 'gazelles,' the effectiveness of these policies depends on whether these 'gazelles' can be sustained in the region. to There is a need for including policies that are tailor-made toward the restraints of high growers to secure sustainable regional economic development.
- Prashantham & Birkinshaw [35], through their work on the influence of home-country networks on new-venture internationalization, suggest a similar conclusion: "that strong domestic links may both facilitate and hinder international expansion."
 - The authors argue that while these connections can provide beneficial resources, they may also simultaneously hinder the strategic manoeuvres necessary for successful internationalization.
- Nambisan [36] advances a conceptual framework of digital entrepreneurship, which points to the transformative potential of digital technologies. As the author points out, "Digital technologies not only facilitate new modes of entrepreneurial behaviour, but they also demand a re-examination of conventional theories of



- entrepreneurship." The research demands the incorporation of digital technology into the entrepreneurial domain.
- Shepherd & Patzelt [37] provides enlightenment on the cognitive processes driving entrepreneurial decision-making and behaviour. The authors contend that "to understand entrepreneurs and how they discover and exploit opportunities is to understand the entrepreneurial mind." The paper integrates existing research on entrepreneurial cognition and provides indications for future research (refer to Table 2).

Table 2: Summary of the Key Takeaways from the Exhaustive Literature Survey on Scalable Start-Up Strategies

S. No.	Author(s) and Year	Journal	Key Takeaway	
1	Lee [24]	Strategic Management Journal	Startups must avoid premature scaling; early growth without product-market fit often leads to failure.	
2	Runach et al. [28]	Asia-Pacific Financial Markets	Financing in startups is shaped by competition and firm size; smaller firms often rely on strategic alliances.	
3	Klarin & Suseno [29]	Business & Society	Social entrepreneurship research is fragmented and needs a cohesive theoretical framework.	
4	van Burg & Romme [31]	Journal of Global Entrepreneurship Research	Entrepreneurship research is increasingly interdisciplinary, reflecting complex real-world dynamics.	
5	Schillo & Robinson [32]	Sustainability	Innovation scaling lacks structured research in business and policy contexts.	
6	Coad & Srhoj [33]	RAUSP Management Journal	High-growth firms are diverse; understanding their growth paths is crucial for policy and strategy.	
7	Autio & Rannikko [34]	Research Policy	Public policies should focus on retention of high- growth firms through ecosystem alignment.	
8	Prashantham & Birkinshaw [35]	Journal of Business Venturing	Home-country networks offer both advantages and constraints for startups' internationalization.	
9	Nambisan [36]	Entrepreneurship Theory and Practice	Digital entrepreneurship demands new theories as technology reshapes launch and growth strategies.	
10	Shepherd & Patzelt [37]	Palgrave Macmillan	Entrepreneurial mindset is essential in opportunity recognition and strategic action.	

Source: Designed and Developed by the Authors. Not any Copyrighted Material

Research Gap

Although there is abundant research on entrepreneurial growth, scaling is still under-theorized. While many articles and studies dig into growth numbers, funding, or even the eating of the market, none discuss the foundations of scaling.

- As Eisenmann [38] noted, "There is a fundamental difference between growth and scale that is frequently obscured within academic and practitioner discussion." Most (micro)service frameworks don't let scaling be an active capability but something that happens.
- Secondly, existing literature is largely focused on startup creation and early-stage survival. "The literature on startup ecosystems is abundant on ideation and MVP development but lacks theoretical sophistication concerning post-launch scaling trajectories" [39]. This oversight has created a gap in the knowledge regarding how ventures move from product-market fit to scalable operations.
- Third, there is an apparent bias in favour of Silicon Valley-type digital platforms, to the detriment of non-digital, hybrid, or resource-constrained models. "Scalability methods based on unicorns cannot be generalized to ventures working under resource and institutional poverty, particularly in emerging economies" [40].

This calls attention to the importance of inclusive approaches to the definition of scaling logics that are sensitive to contextual diversity.



- Furthermore, there is little empirical verification of typologies of the scaling. "In addition, most taxonomies of the stages of startup growth are not empirically based across multiple industries and regions of the world and so have limited generalizability and usefulness" [41]. Our proposed conceptual models need to be validated in future research using mixed methods (e.g., comparative case studies).
- Third, the pedagogical and policy dimensions of scaling have not yet been rigorously researched. Entrepreneurial education is concerned with the creation and launch of ventures that do not scale, and policy interventions tend to incentivize expansion rather than sustainable scale-readiness [42].

This would require integrative research that connects conceptual frameworks to curriculum development and the design of accelerators and innovation policy.

These are rich areas of exploration, particularly in scaling diagnostics, stage-specific interventions, ecosystem alignment, and sector-specific scale architectures. To address them would not just improve academic relevance but also practical relevance for the entrepreneurs and ecosystem enablers.

Future Research Agenda to Develop the Field of Entrepreneurial Scaling

To develop the field of study of entrepreneurial scaling, future research should undertake multi-faceted, interdisciplinary, and practice-engaged enquiries. Now from this current conceptual perspective, some key domains can be considered for further investigation:

• Typologies: Empirical Verification

This conference paper also provides five strategic typologies of smart scaling. However, these typologies need to be further validated as applicable across settings. "Type must not merely reside in the abstract; the empirical testing of the type is an index of a theoretical fit and practical applicability" [43]. Comparative case studies, cross-sectional analyses, and ethnographic studies of incubator settings may improve construct clarity and external validity.

• Sectoral and Situational Specificity

Scaling routes may vary between capital-intensive industries and digital-native start-ups.

"Research needs to investigate how sector-specific constraints, for example, regulatory, infrastructural or human capital, drive the nature and rates of scaling." [44].

Comparative cross-sector research in manufacturing, health, fintech, and education may be necessary to illuminate differentiated scale logics.

• Longitudinal Scaling Dynamics

Scale evolves over time, a point of central importance. "Longitudinal research designs are necessary in disaggregating the dynamic capabilities required for sustained and adaptive scaling throughout the startup lifecycle" [45]. Tracking startups in stages might reveal inflection points, design pivots, and leadership changes necessary for smart scaling.

• Ecosystem Interfaces and Institutional Impact

Scaling now relies increasingly on the ecosystem – accelerators, investors, academia, and regulators. "The anchoring of new ventures in established institutional frameworks changes the pace and direction of scaling" [46]. Future work can explore how policy design, funding structure, and labour mobility impact scaling asymmetries.

• Psychological and Behavioral Aspects

Founder psychology, the cognitive processing of teams, and cultural orientation deeply impact scaling choices. "Scaling is as much a science of behavior problem as it is a business model problem" [47]. The application of knowledge from organizational psychology, behavioural economics, and decision sciences could also increase understanding of scale-readiness.



Metrics & Measurement Frameworks

The very meaning of "successful scaling" is under-theorised. "The new metrics of startups will be resilience, customer lifetime value, innovation velocity, and the learning quotient." [48]

Future work can include the proposal of composite indices and validation for smart scaling performances. This proactive agenda presents fertile terrain for interdisciplinary scholars, ecosystem builders, and innovation researchers to collaborate on the development of a grounded, actionable, and inclusive science of startup scaling.

Discussion

The preceding typology outlines the abstract concepts and strategic logic, indicating that while the scale does not accelerate, it possesses an architectural intention. The focus now turns to interpreting these findings through a pragmaticand policy-oriented perspective, thereby responding to the implications for several groups of stakeholders in the entrepreneurial ecosystem.

• From the founder's point of view, a strong fit between the business model and the scaling path is essential. As researchers maintain, "scale failure rather than scale success often results from a misalignment between growth ambition and operational reality" [49].

Entrepreneurs thus need to concentrate not only on having a growth vision but also on establishing an infrastructure for adaptation, learning, and capital discipline to manage that path. For startup ecosystems—incubators, accelerators and policymakers—this typology demonstrates a move away from growth-stage linearities and towards a more complex scaffolding of support.

• "Incubator frameworks need to move towards a much more individual level of readiness for scale while delivering venture-specific coaching, resource orchestration and ecosystem access" [50].

It is crucial to acknowledge that the solution lies not in universal mentoring or funding models, but rather in flexible, adaptable frameworks for entrepreneurial support.

• From an investor's perspective, understanding a startup's "scalability logic" in the early days could minimise misfires post funding. Venture capitalists need to look beyond traction metrics and evaluate the architecture of scale built into the start-up's model, its leaders and culture" [51].

Investors can catalyse founders to transition from hustle-led growth to system-driven scalability.

• At a higher order of policy, this framework proposes a recalibration for how to think about and support entrepreneurial success.

"Governments frequently conflate scale and job creation, whereas actual smart scaling, in fact, entails sustainable impact and adding value and diffusing innovation" [29].

Accordingly, public innovation policies need to be sensitive to multiple scaling pathways, such as digital-first start-ups or collaborative platforms.

• In addition, the discussion highlights the pedagogical imperative to integrate scaling theory into entrepreneurship education. "Most curricula focus on ideation and startup launch, but the most dangerous part (scale) receives little attention" [26].

Educators and instructional designers to counteract with courseware that mirrors the levels of complexity, dynamics and decision logic of scaling. In conclusion, this paper argues that smart scaling is no event but a design-driven trip. The typology as we have proposed it does not provide solutions but rather diagnostic categories and heuristic thoughts, which allow more context-sensitive decisions regarding scaling up. The implications run the gamut from theory to learning, ecosystem building, and strategic investment.



Implications for Scaling Up Start-Ups as a Deliberate Strategy

The typology presented reinforces the understanding that scaling is not merely about speed but involves a deliberate architectural intention. This discussion interprets these insights with a practical and policy-orientated lens, highlighting implications for diverse stakeholders in the entrepreneurial ecosystem.

- From the founder's viewpoint, aligning the business model with an appropriate scaling strategy remains crucial. Recent studies emphasise that scaling challenges often arise from misalignment between growth aspirations and operational capabilities. Entrepreneurs must therefore build adaptive infrastructures, foster continuous learning, and exercise capital discipline to manage growth effectively [49, 50].
- The typology suggests that startup ecosystem actors, including incubators, accelerators, and policymakers, should shift towards customised, modular support mechanisms that cater to venture-specific needs, thereby moving away from generic models. This nuanced approach enhances resource orchestration and ecosystem connectivity tailored to individual readiness for scale [51, 29].
- Investors benefit from early-stage insights into a startup's scalability architecture, transcending typical traction metrics. Understanding the embedded scale logic within business models, leadership, and culture enables improved funding decisions and facilitates founders' evolution from opportunistic to systematised models. growth [26, 54].
- Policy implications call for a recalibration of success metrics beyond job creation, focusing instead on sustainable impact, innovation diffusion, and value addition. Public innovation policies should be agile enough to support diverse scaling pathways, including digital-first ventures and collaborative platform models [55, 27].
- Finally, entrepreneurship education must address scale readiness within curricula. While ideation and startup launch receive attention, the complex scaling phase often lacks structured pedagogical focus. Integrating scaling theory into education better prepares founders for this critical growth juncture [51, 29].

Limitations of Alternatives to the Discourse on Start-Up Scaling

The article provides an alternative to the existing discourses on startup scaling as it reconfigures its vocabulary through, and as a consequence of, the introduction of a conceptual typology which is underpinned by the future orientation and organizational adaptability and value architecture. Beyond the familiar pursuit of 'scale', it rethinks the proliferative scale as a nuanced, context-dependent and design-centric undertaking.

• "Scaling is not a linear extrapolation from growth; it is the conversion of growth into a repeatable, reliable, *and resilient system*." The paper contributes a new heuristic to understand and support the growth of startups by providing five typologies: platform-based, fractal replication, customer-centric, process-driven, and collaborative ecosystem scaling [52].

This redefinition has value not only for entrepreneurs and investors but also for incubators, policymakers, and educators who are eager to develop an expanded, up-to-date view of scaling readiness and strategy. However, as an abstract and non-empirical study, the paper has intrinsic constraints.

• "Conceptual contributions provide frameworks and pose questions but also need to be grounded in empirical evidence to provide evidence of their transferability" [53].

The emerging typology is developed through synthesising established lines of thought, rather than empirically driven generalities. Therefore, although it is analytically sound, its practical relevance requires empirical justification across case studies, comparative design analysis, and the longitudinal scaling trajectories. Another caveat is that the paper deliberately eschewed sectoral and regional specificity.

• "Logic of scalability differs between industries, technologies and ecosystems, thereby rendering generalisation to be both imperative and dangerous" [55].

Future work can consider sector-specific scale architectures or geospatial heterogeneity of scale drivers, e.g., in developing economies.



Finally, the smart scaling BCs, resource asymmetry, regulatory volatility, founder bias and innovation inertia are still lacking theory development.

• "No matter how well-developed a scale strategy, scale strategies can fail because of misaligned governance, weak feedback loops and premature acceleration" [54].

Future research warrants a systematic investigation of these constraints.

Despite these limitations, this paper provides a theoretically integrative and practically useful viewpoint on the less developed ecosystem of entrepreneurial scaling. It challenges scholars and practitioners alike to reconceptualise growth as a system—targeted, intentional, and dynamically adaptive.

Lessons Learned from the Manuscript

- Startups must be careful of the dangers of premature scaling: scaling too early will increase the likelihood of failure.
- Competitive positioning and firm size influence financing decisions in start-ups, with smaller firms relying more on general partnerships [28].
- Researchers perceive social entrepreneurship research as fragmented and have noted the need for a convergent framework to guide future studies [29].
- Scholarship concerning entrepreneurship has developed considerably over the last three decades with emphasis on growing interdisciplinarity [31].
- There is a need to pay greater attention to innovation scale-up, particularly in business and public administration settings where literature lacks in-depth [32].
- High-speed firms (scale-ups): Firms with high growth rates are needed to create jobs, but these vary a good deal, and we need to engage in focused research about how they grow [33].
- For public policy this could help high-growth firms but should be anchored locally [34].
- Home-country networks can facilitate as well as inhibit internationalisation based on how ventures utilise domestic relationships [35].
- Shifting theoretical lenses are needed on the digitalisation of entrepreneurship, as digital technologies are transforming how ventures are being started and scaled [36].
- The entrepreneurial mindset serves as the cornerstone for identifying and exploiting opportunities [37].

Conclusion

In summary, in this seminar paper we have traced the contours of startup scalability, entrepreneurial growth, and ecosystem interdependence over the years via the spectacles of pioneering frameworks and most recent evidence. Leveraging an eclectic mix of scholarly insights—from classical perspectives on dynamic capabilities and resource orchestration and rent generation logic to contemporary discourses of digital startups and innovation models—the commentary reiterates the need for startups to balance experimentation with strategic vision. The pallbearers of value co-creation, lean product development, and platform-based scaling underscore the need for founders and stakeholders to embrace agile, data-driven decision-making theories. The entrepreneurial environment compiled due to technological disruption and market turbulence implies that the synthesis of scholarly rigour and pragmatic wisdom will be a linchpin in enabling robust, enduring, and impact-oriented ventures. This inquiry hence presents not just a conceptual framework for future research but also a practical map for all those new to the treacherous world of startup evolution.

Conflict of Interest

The authors declare that they have no conflict of interest.

Acknowledgement

The authors are thankful to the institutional authority for completion of the work.



References

- 1. Blank S. Why the lean start-up changes everything. Harvard business review. 2013 May 1;91(5):63-72.
- 2. Ismail S, Malone MS, Van Geest Y. Exponential Organizations: Why new organizations are ten times better, faster, and cheaper than yours (and what to do about it). diversion books; 2024 Dec 20.
- 3. Marmer M, Herrmann BL, Dogrultan E, Berman R, Eesley C, Blank S. Startup genome report extra: Premature scaling. Startup genome. 2011 Mar;10:1-56.
- 4. Eisenmann T. Managing Startups: Best Blog Posts. "O'Reilly Media, Inc."; 2013.
- Autio E, Nambisan S, Thomas LD, Wright M. Digital affordances, spatial affordances, and the genesis of entrepreneurial ecosystems. Strategic entrepreneurship journal. 2018 Mar;12(1):72-95. https://doi.org/10.1002/sej.1266
- 6. Wasserman N. The founder's dilemmas: Anticipating and avoiding the pitfalls that can sink a startup.
- 7. Barney, J., 1991. Firm resources and sustained competitive advantage. *Journal of management*, 17(1), pp.99-120. https://doi.org/10.1177/014920639101700108
- 8. Teece, D.J., Pisano, G. and Shuen, A., 1997. Dynamic capabilities and strategic management. *Strategic management journal*, 18(7), pp.509-533. https://doi.org/10.1002/(SICI)1097-0266(199708)18:7%3C509::AID-SMJ882%3E3.0.CO;2-Z
- 9. Sarasvathy SD. Causation and effectuation: Toward a theoretical shift from economic inevitability to entrepreneurial contingency. Academy of management Review. 2001 Apr 1;26(2):243-63. https://doi.org/10.5465/amr.2001.4378020
- 10. Etzkowitz H, Leydesdorff L. The dynamics of innovation: from National Systems and "Mode 2" to a Triple Helix of university-industry-government relations. Research policy. 2000 Feb 1;29(2):109-23. https://doi.org/10.1016/S0048-7333(99)00055-4
- 11. Hitt MA, Ireland RD, Camp SM, Sexton DL. Strategic entrepreneurship: Entrepreneurial strategies for wealth creation. Strategic management journal. 2001 Jun;22(6-7):479-91. https://doi.org/10.1002/smj.196
- 12. Greiner LE. Evolution and revolution as organizations grow. Harvard business review. 1998 May 1;76(3):55-64. https://doi.org/10.1007/978-1-349-20317-8 25
- 13. Moogk, D.R., 2012. Minimum viable product and the importance of experimentation in technology startups. *Technology Innovation Management Review*, 2(3). https://doi.org/10.22215/timreview/535
- 14. Doz YL, Kosonen M. Embedding strategic agility: A leadership agenda for accelerating business model renewal. Long range planning. 2010 Apr 1;43(2-3):370-82. https://doi.org/10.1016/j.lrp.2009.07.006
- Sirmon DG, Hitt MA, Ireland RD, Gilbert BA. Resource orchestration to create competitive advantage: Breadth, depth, and life cycle effects. Journal of management. 2011 Sep;37(5):1390-412. https://doi.org/10.1177/0149206310385695



- Clarysse B, Wright M, Bruneel J, Mahajan A. Creating value in ecosystems: Crossing the chasm between knowledge and business ecosystems. Research policy. 2014 Sep 1;43(7):1164-76. https://doi.org/10.1016/j.respol.2014.04.014
- 17. Boughaleb SE, Benkhider N, Kherbachi S, Keddari N, Berbar WB, Abedou A. Startups' scalability: a qualitative study of challenges, enablers, and strategic perspectives. South Florida Journal of Development. 2025 Jun 6;6(6):e5420. https://doi.org/10.46932/sfjdv6n6-017
- 18. Ries E. The lean startup: How today's entrepreneurs use continuous innovation to create radically successful businesses. Crown Currency; 2011 Sep 13.
- 19. Evans DS, Schmalensee R. Matchmakers: The new economics of multisided platforms. Harvard Business Review Press; 2016 May 3.
- 20. Winter SG, Szulanski G. Replication as strategy. Organization science. 2001 Dec;12(6):730-43. https://doi.org/10.1287/orsc.12.6.730.10084.
- 21. Prahalad CK, Ramaswamy V. Co-creating unique value with customers. Strategy & leadership. 2004 Jun 1;32(3):4-9. https://doi.org/10.1108/10878570410699249
- 22. George G, Bock AJ. The business model in practice and its implications for entrepreneurship research. Entrepreneurship theory and practice. 2011 Jan;35(1):83-111. https://doi.org/10.1111/j.1540-6520.2010.00424.x.
- 23. Adner R. The wide lens: What successful innovators see that others miss. Penguin; 2013 Jun 25.
- 24. Lee S, Kim JD. When do startups scale? Large-scale evidence from job postings. Strategic Management Journal. 2024 Sep;45(9):1633-69. https://doi.org/10.1002/smj.3596
- 25. Shan W. An empirical analysis of organizational strategies by entrepreneurial high-technology firms. Strategic management journal. 1990 Feb;11(2):129-39. https://doi.org/10.1002/smj.4250110205
- Camuffo A, Gambardella A, Messinese D, Novelli E, Paolucci E, Spina C. A scientific approach to entrepreneurial decision-making: Large-scale replication and extension. Strategic Management Journal. 2024 Jun;45(6):1209-37. https://doi.org/10.1002/smj.3580
- 27. Belitski M, Stettler T, Wales W, Martin J. Speed and scaling: an investigation of accelerated firm growth. Journal of Management Studies. 2023 May;60(3):639-87. https://doi.org/10.1111/joms.12869
- 28. Runach P, Garg S, Narwal KP. An empirical investigation on financing choice descendants of Indian start-ups. Asia-Pacific Financial Markets. 2024 Dec;31(4):867-88. https://doi.org/10.1007/s10690-023-09434-7
- 29. Klarin A, Suseno Y. An integrative literature review of social entrepreneurship research: Mapping the literature and future research directions. Business & Society. 2023 Mar;62(3):565-611. https://doi.org/10.1177/00076503221101611
- 30. Lee KH, Kim MG, Lee JH, Lee J, Cho I, Choi M, Han HW, Park M. Empowering healthcare through comprehensive informatics education: the status and future of biomedical and health informatics education. Healthcare Informatics Research. 2024 Apr 30;30(2):113-26. https://doi.org/10.4258/hir.2024.30.2.113



- 31. Ferreira MP, Reis NR, Miranda R. Thirty years of entrepreneurship research published in top journals: analysis of citations, co-citations and themes. Journal of Global Entrepreneurship Research. 2015 Dec;5(1):17. https://doi.org/10.1186/s40497-015-0035-6
- 32. Breaugh J, McBride K, Kleinaltenkamp M, Hammerschmid G. Beyond diffusion: a systematic literature review of innovation scaling. Sustainability. 2021 Dec 7;13(24):13528. https://doi.org/10.3390/su132413528
- 33. Monteiro GF. High-growth firms and scale-ups: A review and research agenda. RAUSP Management Journal. 2019 Feb 11;54(1):96-111. https://doi.org/10.1108/RAUSP-03-2018-0004
- 34. Autio E, Rannikko H. Retaining winners: Can policy boost high-growth entrepreneurship? Research policy. 2016 Feb 1;45(1):42-55. https://doi.org/10.1016/j.respol.2015.06.002
- 35. Prashantham S, Birkinshaw J. Choose your friends carefully: Home-country ties and new venture internationalization. Management International Review. 2015 Apr;55(2):207-34. https://doi.org/10.1007/s11575-015-0244-9
- 36. Nambisan S. Digital entrepreneurship: Toward a digital technology perspective of entrepreneurship. Entrepreneurship theory and practice. 2017 Nov;41(6):1029-55. https://doi.org/10.1111/etap.12254
- 37. Shepherd DA, Patzelt H. Entrepreneurial cognition: Exploring the mindset of entrepreneurs. Springer Nature; 2018. https://doi.org/10.1007/978-3-319-71782-1
- 38. Eisenmann TR. Entrepreneurship: A working definition. Harvard Business Review. 2013 Jan 10;10(5):1-3.
- 39. Brown R, Mason C. Inside the high-tech black box: A critique of technology entrepreneurship policy. Technovation. 2014 Dec 1;34(12):773-84. https://doi.org/10.1016/j.technovation.2014.07.013
- 40. George G, McGahan AM, Prabhu J. Innovation for inclusive growth: Towards a theoretical framework and a research agenda. Journal of management studies. 2012 Jun;49(4):661-83. https://doi.org/10.1111/j.1467-6486.2012.01048.x
- 41. Kazanjian RK, Drazin R. A stage-contingent model of design and growth for technology based new ventures. Journal of business venturing. 1990 May 1;5(3):137-50. https://doi.org/10.1016/0883-9026(90)90028-R
- 42. Neck HM, Greene PG. Entrepreneurship education: known worlds and new frontiers. Journal of small business management. 2011 Jan 1;49(1):55-70. https://doi.org/10.1111/j.1540-627X.2010.00314.x
- 43. Doty DH, Glick WH. Typologies as a unique form of theory building: Toward improved understanding and modeling. Academy of management review. 1994 Apr 1;19(2):230-51. https://doi.org/10.5465/amr.1994.9410210748
- 44. Autio E, Kenney M, Mustar P, Siegel D, Wright M. Entrepreneurial innovation: The importance of context. Research policy. 2014 Sep 1;43(7):1097-108. https://doi.org/10.1016/j.respol.2014.01.015
- 45. Teece DJ. Explicating dynamic capabilities: the nature and microfoundations of (sustainable) enterprise performance. Strategic management journal. 2007 Dec;28(13):1319-50. https://doi.org/10.1002/smj.640



- 46. Welter F, Smallbone D. Institutional perspectives on entrepreneurial behavior in challenging environments. Journal of small business management. 2011 Jan 1;49(1):107-25. https://doi.org/10.1111/j.1540-627X.2010.00317.x
- 47. Maurya A. Running lean: iterate from plan A to a plan that works. "O'Reilly Media, Inc."; 2022 Feb 23.
- 48. MacInnis DJ. A framework for conceptual contributions in marketing. Journal of Marketing. 2011 Jul;75(4):136-54. https://doi.org/10.1509/jmkg.75.4.136
- 49. Belitski M, Kalyuzhnova Y, Kamasak R, Laker B. Institutions, resource dependence and the dual nature of corruption in firm internationalisation. human relations. 2025 Jun 2:00187267251355390. https://doi.org/10.1177/00187267251355390
- 50. Camuffo D. Perception and Reality: How the Depths of the High Waters in Venice Apparently Change with the Reference System. Climate. 2024 May 1;12(5):62. https://doi.org/10.3390/cli12050062
- 51. Xuelei Z, Bhaumik A. Development of Strategic, Transformative Innovation Strategies and Network in Chinese Manufacturing Small and Medium Sized Enterprise. International Journal of Advances in Business and Management Research (IJABMR). 2024 Sep 12;2(1):17-25. https://doi.org/10.62674/ijabmr.2024.v2i01.003
- 52. Yim SY, Lee SH, Baek SW, Sohn B, Jeong YS, Kang SH, Park K, Park H, Lee SS, Kaseb AO, Park YN. Genomic biomarkers to predict response to atezolizumab plus bevacizumab immunotherapy in hepatocellular carcinoma: Insights from the IMbrave150 trial. Clinical and molecular hepatology. 2024 Jul 23;30(4):807. https://doi.org/10.3350/cmh.2024.0333
- 53. Pearson GD, Silver NA, Robinson JY, Azadi M, Schillo BA, Kreslake JM. Beyond the margin of error: a systematic and replicable audit of the TikTok research API. Information, Communication & Society. 2025 Feb 17;28(3):452-70. https://doi.org/10.1080/1369118X.2024.2420032
- 54. Zahra SA, Wright M, Abdelgawad SG. Contextualization and the advancement of entrepreneurship research. International small business journal. 2014 Aug;32(5):479-500. https://doi.org/10.1177/0266242613519807
- 55. Yuhuan J, Hans E. High-Performance and Transportable Materials: Analyzing Characteristics and Applications in Sustainable Construction. International Journal of Advances in Business and Management Research (IJABM R). 2025 Mar 12;2(3):1-8. https://doi.org/10.62674/ijabmr.2025.v2i03.001

