



Scaling private sector's inclusive business: lessons learned and knowledge gaps

Thai Thi Minh
International Water Management Institute
Email: t.minh@cgiar.org



Projects and approach

The Feed the Future Innovation Lab for Small Scale Irrigation (ILSSI)

Africa Research in Sustainable Intensification for the Next Generation (Africa RISING)

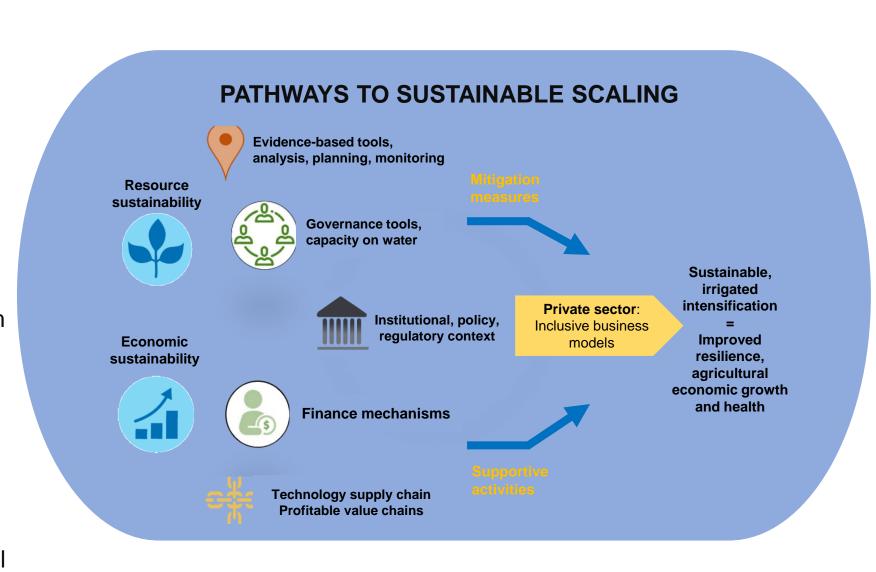
The Cereal Systems Initiative for South Asia (CSISA)

Water, Land and Ecosystem Program (WLE)

Accelerating Impacts of CGIAR Climate Research for Africa (AICCRA)

Countries targeted:

Ghana, Mali, Ethiopia, Zambia, Nepal



Lessons learned from private sector engagement



- "Demand is there."
- **Marketing** is mainly targeting direct sale.
- Important information required to stimulate private sector's investment:
 - Land and water resource availability
 - Farmer-based information
 - Detail market demands to manage risk
- Inclusive business:
 - Tailor business models to different client segments
 - Bundle technologies and financial services

Data-driven
tools to
support
market
development,
inclusive
business and
investment
risk
management

PEG Pumps Solar Suitability Probability (%) High : 90 -84 -78 -72 -66 -60 -54 -48 -42 -36 -36 -30 -30

Solar suitability mapping

Client segmentation



Client assessment



Demand-supply linkage





Knowledge gaps: How can inclusive business be scaled?

How can we sustainably unlock the supply side?

- Diversity of private sector business models
- Irrigation market dynamics
- Groundwater resource's availability and sustainability
- Adaptability to shocks

How can sustainable finance be accessible for irrigation investments and businesses?

- Financing actor and stakeholder landscape
- Existing financing modalities
- Conditions for sustainable financing investment
- Inclusive demand-supply matching

How can investment impacts be measured?