

# Value Chain Interventions for Inclusive Growth

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# Horizontal Doing Business Approach

- Red Tape
  - Property Rights
- Contract Enforcement
- Other Supply-side Factors

# Vertical Value Chain Approach

- Linkages
- Knowledge and Trust
  - Power
  - Demand

# Key Insights for Inclusive Growth

- Market Access
- Acquisition of Capabilities
- Distribution of Gains

# Why useful for policy and practice?

- Big Picture
- Missing Link
- Performance Gap
  - Leverage
  - Funnel

# Does it work? The evidence.

Conclusions of IDS Review (December 2008):

- There are very few impact assessments.
- Some interventions and some forms of targeting are effective.
- It is not possible to state clearly when value chain interventions are a good approach to business development, and when they are not
- Ditto for poverty impact.

# Conclusion

- Value Chain PLUS
- Scaling up is a problem
- Vertical advance and horizontal reform

# Discuss !

- What are we trying to do? Identify the drivers of change or the binding constraints?
- How do we identify the drivers of change?
- How do we judge which are the binding constraints?