



# Inclusive Business Strategies in Sub-Saharan Africa

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#### **Steering committee**

Partnerships Resource Centre (EUR),

Eastern and Southern Africa Management Institute (ESAMI)

Netherlands Africa Business Council (NABC)

30+ Consortium members

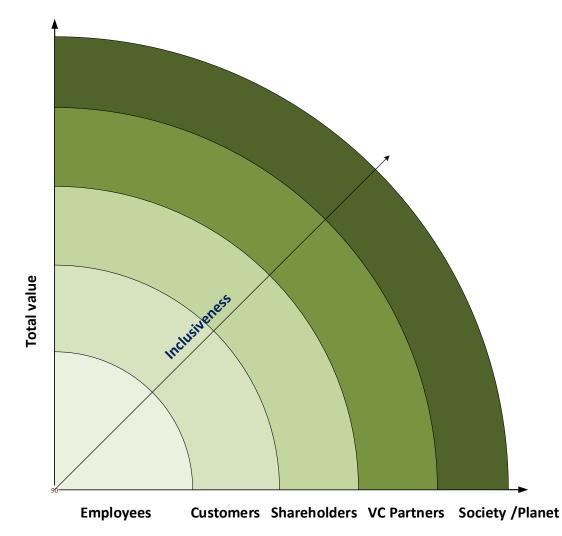
100+ participant stakeholders

Action research set up in six countries









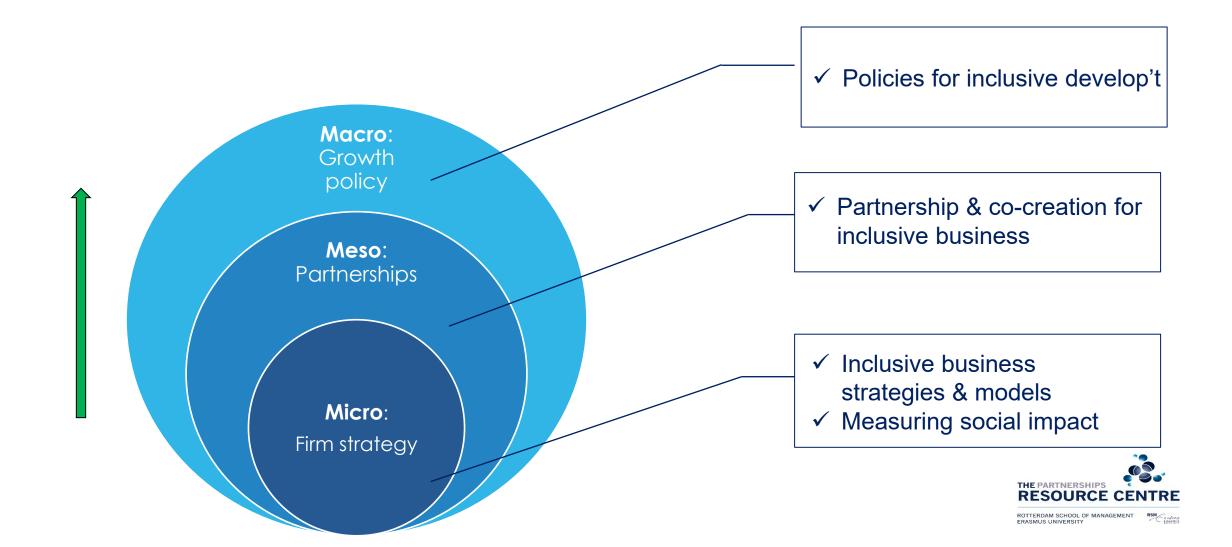
- Inclusive business as a win-win approach for development (e.g. in the SDGs, BCtA, UN Global Compact, WBCSD)
  - ✓ **Businesses** improve their performance & get customer loyalty
  - ✓ Society benefits through self-financing, selfsustaining & effective market based innovations

#### Examples

- ✓ Social enterprises, microfinance
- ✓ Social innovations such as M-Pesa









#### **►** Action research interventions

- 1. Introductory workshops (2X)
- 2. Executive trainings (2X)
- 3. Stakeholder dialogues (4X)
- 4. Closing conferences (2X)
- 5. Research news exchange & updates





# **►** Action research agenda

- 1. Motives: Inform & Inspire
- 2. Processes: Identifying capabilities for inclusive business
- 3. Learning loops: Measuring impact & exchanging best practices





# **■** Research inputs

- Desk research on inclusive business models
- 2. Three surveys on inclusive business practices (500+ Organizations)
- 3. Two case studies (Safaricom & Philips)
- 4. Participatory stakeholder dialogues





# **■** Research insights

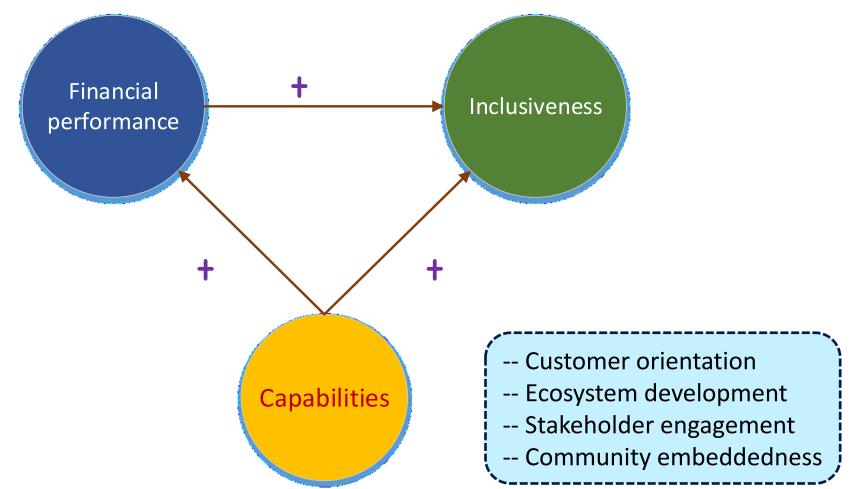
1. How do businesses try to become inclusive and what constraints do they face?







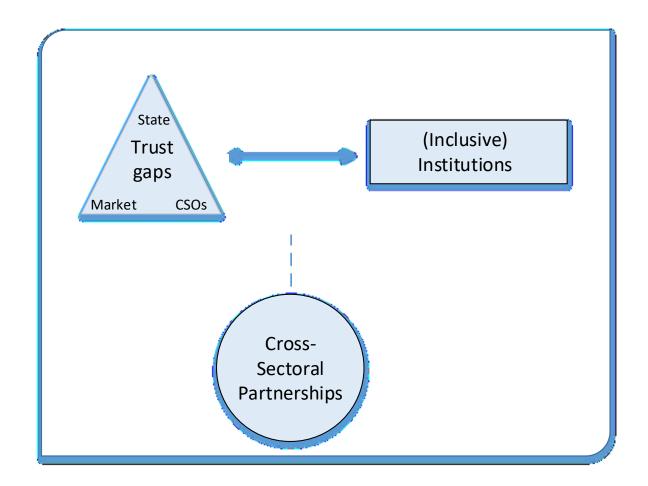
### 2. What capabilities do inclusive businesses need?







3. How can inclusive institutions emerge through partnerships?



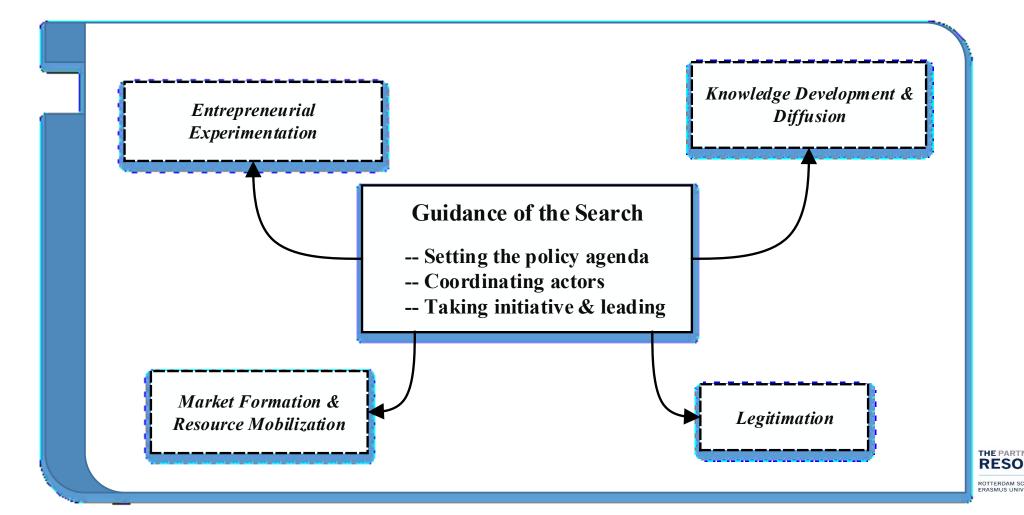
# Financial inclusion through mobile banking in Kenya

- ✓ Openness:- Access to novel ideas, funds, technology
- ✓ Competition:- Pressure to innovate
- ✓ Regulation:- Not too harsh, nor lenient





4. Can the private sector act as an institutional entrepreneur?





## Policy challenge: Making social development mainstream business issue

- ✓ Social impact funds
- ✓ (Social) entrepreneurship training
- ✓ Incubators and innovation hubs
- ✓ Relaxed investment law and/or tax benefits for impact funds





#### **Examples of policy responses**

#### Special legal status for social enterprises

- ✓ The Benefit Corporation in the US (Since 2010; adopted in 30 states)
- ✓ Community Interests Company in the UK (Since 2005)
- ✓ Benefit Corporation in Italy (Since December 2015)

#### Social investment banks

✓ Big Society Capital Limited of UK (Since 2008)





Thank you for your attention!!

