Market System for Chars (M4C)

<table>
<thead>
<tr>
<th>Domain of intervention:</th>
<th>Income and Economic Development</th>
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<tbody>
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<td>Implementing partner:</td>
<td>Swisscontact Bangladesh</td>
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<tr>
<td>SDC contribution:</td>
<td>CHF 11.3 million</td>
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<td>Modality:</td>
<td>Mandate</td>
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General description
Chars (riverine islands) are the poverty pockets of Bangladesh, geographically isolated from the mainland. The chars encounter adverse effects on the livelihoods of the inhabitants owing to the challenges of natural calamities and have limited access to information and different facilities, and given they are mostly agro-based communities it makes them more vulnerable to these challenges. The Making Markets Work for the Poor (M4C) programme is designed to create business incentives for agro-input companies to market their quality product and services, at affordable prices, to the char areas. The programme also looks into financing options for farmers through local microfinance initiatives and other financial institutions.

Objectives
The M4C aims to increase the net income of the char households which will contribute to reduced vulnerability by increased savings, assets and diversification of farming activities. The programme will aid in facilitating the availability of high quality agro-inputs, products and services at affordable prices by the input companies and local service providers. The M4C programme targets at least 85,000 farm households for increased resilience of the farmers and enabling the farmers to invest in diversification of their farming activities.

Lines of action / Components
- Facilitate partnership with agro-input companies to strengthen and expand their distribution channel to the chars.
- To enable capacity building (training, linkage) of local output market actors like traders, buyers, processors.
- The programme also engages larger agro-processing companies to source from the chars.
- Stimulate demand and awareness among char household regarding the post-harvest services.
- Facilitate partnerships with microfinance institutions to develop and expand customized seasonal loans for char farming households.
- Create awareness to stimulate demand amongst char households and other market actors regarding the new financial services.

Intended impact in terms of systemic change
The M4C programme brings about a systematic change by introducing a demand driven market development concept across the agriculture value chain in char areas and creating a conducive business environment for all stakeholders to interact and work towards improving the livelihood of the char households.

Results as of December 2018
- Input companies have partnered with 400 new retailers to provide quality inputs to the char villages.
- More than 80 pro-poor services are promoted on the chars of which 50% are located in disaster prone geographic locations.
- More than 100,000 char households have benefited from the programme.