

# Learning from experience in private sector development

An introduction to the DCED



DCED members – 23 bilateral donors, UN agencies and foundations - seek to create inclusive and resilient economic opportunities in developing countries, in line with SDG8.



Exchange happens in 7 thematic Working Groups, **Annual Meetings and** biennial Global Seminars.



The DCED Secretariat coordinates the DCED's work and **offers tailored** advice and support to members.



The DCED facilitates working level experience exchange among members and develops knowledge on effective practice.



Examples of current **priority** themes across the DCED include trade and PSE, mobilising private finance, promoting and measuring system change, and green private sector development.



DCED members are keen to explore opportunities for engaging with new global development partners on how to work effectively in a changing international aid context.

# /01

A forum for exchange on 'what works' in PSD

Most donors and multilateral agencies consider private sector development (PSD) as a core element of their work towards the Sustainable Development Goals (SDGs). The Donor Committee for Enterprise Development (DCED) enhances these efforts by facilitating exchange and sharing information about what works – based on practical experience in efforts to create inclusive and resilient economic opportunities in developing countries. Exchange of practical experience primarily happens in quarterly meetings of seven thematic Working Groups and at larger, in-person events – notably the DCED Annual Meeting and biennial Global Seminars (see below). Both focus on curating conversations on evidence on results and lessons learned, (emerging) good practice, as well as challenges and innovation in PSD.



The DCED currently has <u>23 member agencies</u> – most major bilateral donors, UN agencies and private foundations – with a shared vision to learn from each other and making PSD more effective.

#### Ultimately, the DCED's purpose and mission is to act as

"a leading source of knowledge on the role of private sector development (PSD) and to support its members in enhancing the effectiveness of PSD.'

## /02

The DCED website as repository of PSD knowledge

A substantial body of knowledge and lessons learned is summarised on the DCED's websites: the knowledge portal on all major PSD approaches and themes at <a href="Enterprise-Development.org">Enterprise-Development.org</a> and its platform on Market Systems Development at <a href="BeamExchange.org">BeamExchange.org</a>.

A particular focus of the DCED is to make knowledge easily accessible to busy readers in member agencies and the field – including through a growing library of <u>short document summaries and synthesis notes on PSD approaches</u>. The website also serves as a central repository of <u>current PSD policies of donor agencies</u>.

With PSD a priority in most agencies, policy makers are keen to learn about what works and what does not. A focus of the DCED is therefore to communicate data on results in PSD – including through the <u>DCED 'Evidence Framework'</u> and the <u>BEAM 'Evidence Map'</u>.

News on PSD is regularly communicated through the <u>DCED</u> <u>Newsletter</u> and <u>Linkedin</u>. The DCED also offers <u>webinars</u> on member experiences in different PSD approaches and results measurement.

/03

Working
Groups and
cross-cutting
priority
themes

Many of the DCED's own knowledge and guidance products are developed by its Working Groups; their focus areas and current activities are outlined below. Some priority themes are being addressed by several Working Groups: This year, these notably include trade, achieving and measuring system change, mobilising finance, and green Private Sector Development. There is also renewed interest in how to facilitate sustainable economic opportunities in fragile and conflict-affected contexts, including Ukraine.

In addition, Working Groups offer a safe space for members to discuss current developments and share updates on their work. As such, many groups have recently focused on how PSD donors can navigate the changing global aid context and adapt their PSE efforts in light of new political realities.

A new Working Group on Mobilising Finance has been formed in June 2025; examples of recent work of other Working Groups are outlined below:

### Private Sector Engagement Working Group (PSE WG)

Donor engagement with the private sector is now an established way of working, using a <u>variety of strategies</u>. The PSE WG has served as a forum for peer exchange among donors as they embarked on major organisational changes to <u>enable more strategic private sector engagement</u>. Most recently, members discussed ways in which they have streamlined their offer to the private sector and developed a synthesis of recent PSE portfolio evaluations. The group also plans to work on a shared theory of change on how PSE leads to both development outcomes and domestic business benefits. <u>Innovative financial instruments</u> to mobilise private finance and enhancing synergies with DFIs are also topics of interest to the group.

Market Systems Development Working Group (MSD WG)

The DCED's work on MSD, under the BEAM Exchange, includes extensive resources for donors and implementers on the <u>BEAM Exchange</u> website. Focus areas include <u>capacity-building for MSD</u>, <u>evidence</u>, and peer



exchange through <u>webinars</u>. Recent and ongoing workstreams include lessons on <u>applying the MSD approach to trade</u>, <u>Greening MSD in agriculture</u> and enhancing synergies between MSD and development finance.



### **Results Measurement Working Group (RM WG)**

The DCED is also well known for its guidance on results measurement in PSD, the <u>DCED Standard for Results Measurement</u> provides a common framework for measuring programmes' results in practical yet credible ways. It is implemented by <u>around 150 development projects globally</u>. Forthcoming workstreams of the RM WG include measuring system change at portfolio level, and consultant support to selected programmes combined with short case studies on defining and measuring green PSD indicators.



### **Business Environment Working Group (BE WG)**

DCED members' common understanding of good practice in Business Environment Reform has been documented in the <u>Practical Guidance on BER</u>. The BEWG continues to tackle new angles on BER, such as <u>Implications of New Environmental Regulations</u>, <u>donor BER support and investment facilitation</u> and <u>Addressing informality</u>. Current work includes research on competition policy to advance a green transition, and BER for private capital mobilisation.

### Women's Economic Empowerment Working Group (WEE WG)

The DCED's WEE WG has spearheaded international work on how to integrate <u>WEE considerations into PSD programming</u>, including in <u>results measurement</u>. Current work covers gender-lens investing and the how to mitigate the effects of climate change through access to care.

## **Green Growth Working Group (GG WG)**

The Green Growth Working Group covers both the integration of environmental sustainability as well as climate change mitigation and adaptation in PSD programming. Most recently it has published a <u>Green PSD navigator</u> and is working on topics including Green Industrial Policy, an enabling environment for a circular economy, and the role of trade and MSME development in driving a just transition.

/04

Annual
Meetings,
Global
Seminars and
flexible
responses to
member needs

Members and Working Groups meet in-person once a year, at the

Annual Meeting. This four-day event features a Thematic Day with international experts on a key trend or priority, such as PSD at the nexus of green and digital transformations (in 2024), and PSD in the changing global aid context: Navigating trade, fragility and reconstruction (in 2025). In the Business Session, members vote on annual Work Plans, decide on applications for membership (which involves a modest annual contribution to an IFC Trust Fund) and elect the five members of the DCED's Executive Committee. Overall, the Annual Meeting offers a key forum for members to network with other agencies, present their own agency experiences and plan joint projects.



The DCED also has a track record in running Global Seminars to learn about effective practice in PSD –including in Nairobi (2024 and 2018), Lusaka (2016) and Bangkok (2014, 2012 and earlier). In 2024, The DCED Global Seminar brought together 180 participants from 45 countries on the theme of 'Systemic approaches for growth, employment and resilience'. It was the first Seminar explicitly designed as an exchange between donors and implementers – with 40% of participants coming from donor agencies. A synthesis report with key insights from the Seminar discussions is available here. A new iteration of the Seminar is planned for June 2026, for the first time in combination with the 2026 Annual Meeting.

Overall, the DCED seeks to respond to member needs in a nimble and timely manner, informed by regular member surveys and dialogue. In the past, these have lead to the organisation of DCED-wide online events on priority topics, the creation of new knowledge portals and products on emerging themes, a pivot in the focus of WG activities (e.g., in response to COVID-19) and the formation of new Working Groups (e.g., on PSE).

**/05** 

Other DCED membership benefits and requirements

On request, the <u>DCED Secretariat</u> offers presentations and tailored workshops on PSD, current trends and specific technical themes to specialists or non-specialists in member agencies. Members can also <u>ask</u> the Secretariat for advice on technical questions and for relevant resources on PSD at any time. Overall, the Secretariat provides reliable institutional memory in the fast-moving field of PSD, and facilitates coordination and exchange among DCED members on a day-to-day basis. DCED membership involves a modest annual contribution to the DCED Trust Fund managed by the IFC.

/06

Engagement formats for organisations interested in membership In order to facilitate the engagement of new funders and development partners in the DCED, a number of formats can be explored together to inform their decision on whether to apply for membership. These may include:

- Joining Working Group meetings and other DCED events as observers and external contributors
- Regular calls with the Secretariat for updates about, and feedback on, current activities in the WGs
- Tailored online or in-person presentations by the Secretariat on recent DCED activities
- Introductions to counterparts in other agencies for practical exchanges on PSD and the value of the DCED.

