Market system resilience (MSR) is defined as the ability of a market system to respond to shocks and stresses in a proactive fashion to sustain inclusive market functions that serve vulnerable producers, business owners, workers and consumers. A market system is a dynamic space in which private and public actors collaborate, coordinate, and compete for the production, distribution, and consumption of goods and services. Applying USAID’s framework, we analyze the resilience of a market system across eight domains:

**Behavioral Domains**
- Evidence based decision making
- Business strategy
- Cooperation
- Competition

**Structural Domains**
- Diversity
- Rule of law
- Connectivity
- Power dynamics

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**MSR Participatory Research & Learning Approach**

RTI International operationalizes USAID’s MSR Framework to assess market systems in developing countries. The approach uses a participatory process to contextualize resilience domains, select and adapt indicators, and refine measurement tools and approaches. RTI’s measurement approach finds new opportunities to strengthen system resilience by identifying systemic vulnerabilities and mapping development pathways that leverage the transformative potential of resilient market systems. The system resilience approach can be applied to many types of systems, ranging from agricultural, environmental, water, energy and health.

**Potential applications of RTI’s MSR approach**

- Implement approach at baseline and end-line to evaluate project contributions to change over time in qualitative and quantitative indicators across eight domains
- Implement full approach once to strengthen/realign programming
- Use the resilience theory of change activity to prioritize indicators and measure outcomes through the project’s M&E activities

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**Measurement and Adaptive Management Approach**

- Resilience Theory of Change:
  - Define pathways to more resilient market systems and households
- Measurement Approach:
  - Adapt resilience indicators and design measurement approach
- Data Collection and Analysis:
  - Staff and stakeholders review results and score market systems
- Participatory Analysis and Scoring:
  - Mapping markets, interviewing businesses and stakeholders
- Adaptive Management:
  - Revisit theory of change and adjust interventions

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Projects Using MSR Framework Tools


With internal funding, RTI designed a facilitated locally led process to adapt the MSR framework to the context of South West State in Somalia, working with GEEL staff and local consultants. We developed a set of resilience-focused theories of change and measured quantitative and qualitative indicators of resilience in the livestock and grain markets, using a participatory scoring approach. Results contributed to program adaptations to strengthen GEEL’s resilience interventions and approaches.


RTI applied the MSR framework to identify critical systemic vulnerabilities and corresponding opportunities to strengthen market system resilience within the dairy and mango value chains supported by KCDMS activities. Through a complementary MSR evaluation, RTI assessed contribution of changes in market system resilience to KCDMS interventions, and links between the theory of change outcomes and improvements in systems-level change.

USAID Poverty Reduced Sustainability in an Environment of Resilient and Vibrant Economy (PReSERVE), implemented by Food for the Hungry (2021–2026)

Laying the groundwork for MSR intervention design, RTI is conducting market system assessments and a household resilience baseline study to inform and refine the program’s theory of change. RTI will assess linkages between MSR outcomes and household resilience capacities over the life of the project.

Reports and Publications:


More about our work:

Strengthening the self-reliance of Somalia’s private sector

Strengthening Agricultural Market Systems in Kenya

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