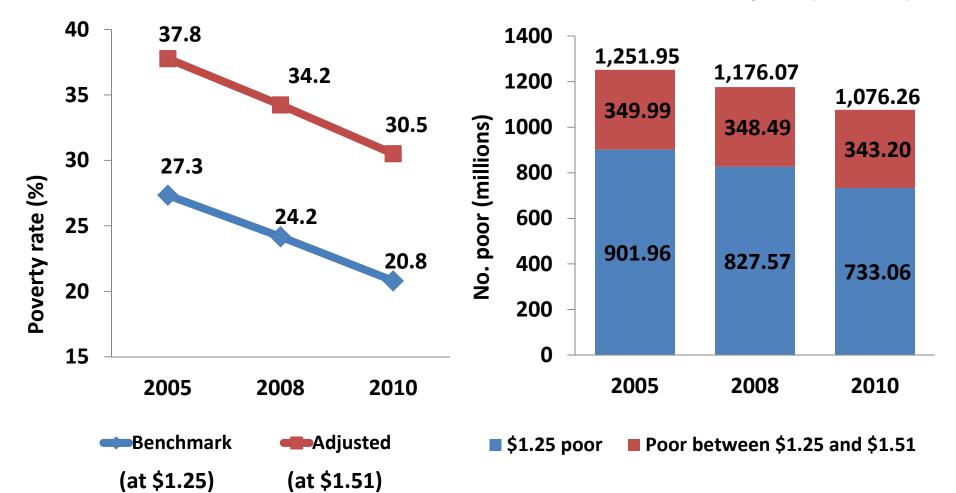
The Asian 'Poverty Miracle': Implications for Other Developing Countries

- Asia is known for its impressive record in reducing poverty and is projected to eradicate extreme poverty measured at the current commonly-used international poverty line, \$1.25 per person per day, before 2030.
- But this rosy picture overlooks the fact that the \$1.25 poverty line is inadequate in measuring the true extent of Asia's extreme poverty.
- KI 2014 provides a deeper look at Asia's extreme poverty by constructing a new Asian poverty line and by considering implications of food insecurity, income inequality and vulnerability for extreme poverty.

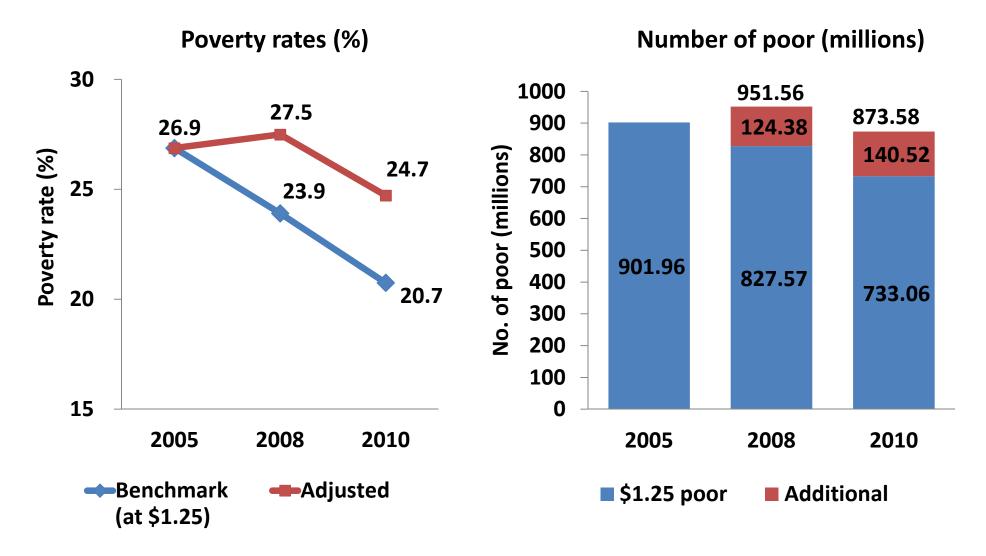
Asian Poverty Line: Key Findings

Poverty rates (%)

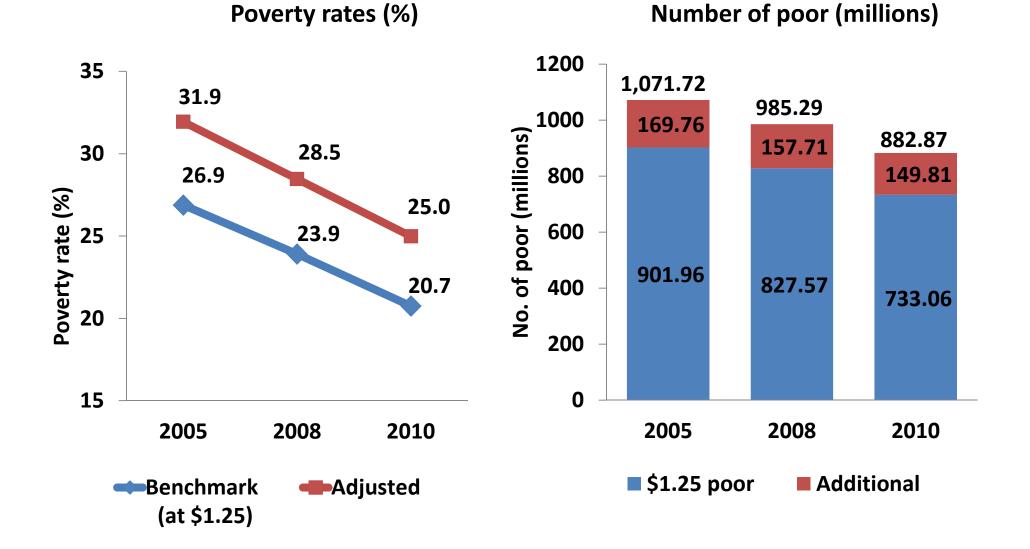
Number of poor (millions)



Poverty and Food Insecurity: Key Findings



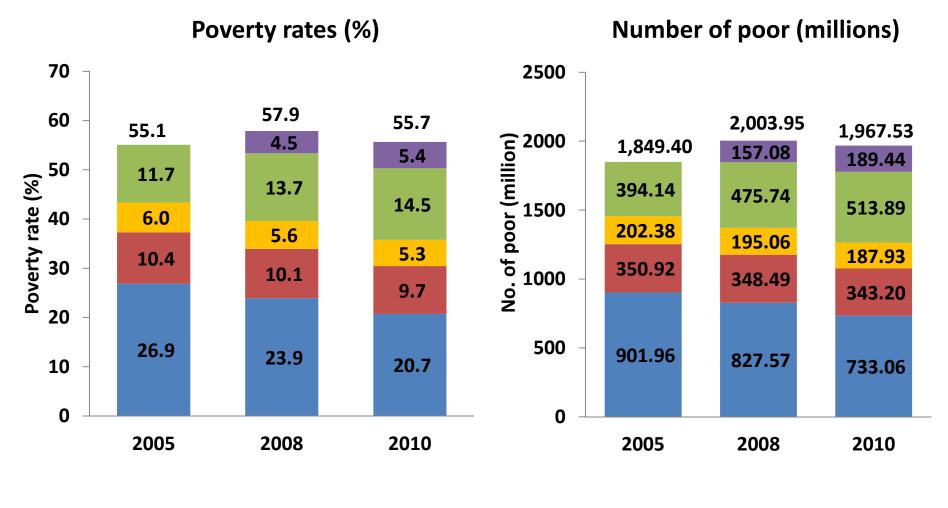
Poverty and Inequality: Key Findings



Poverty and Vulnerability: Key Findings

Number of poor (millions) **Poverty rates (%)** 1400 40 37.3 1,250.04 1,222.50 35.3 1,151.05 1200 No. of poor (millions) 35 32.6 348.08 394.93 1000 417.99 Poverty rate (%) 30 800 26.9 600 23.9 25 901.96 20.7 827.57 400 733.06 20 200 15 0 2005 2008 2010 2005 2008 2010 Adjusted Benchmark **\$1.25 poor** Additional (at \$1.25)

Poverty in Asia by Poverty Lines



\$1.25

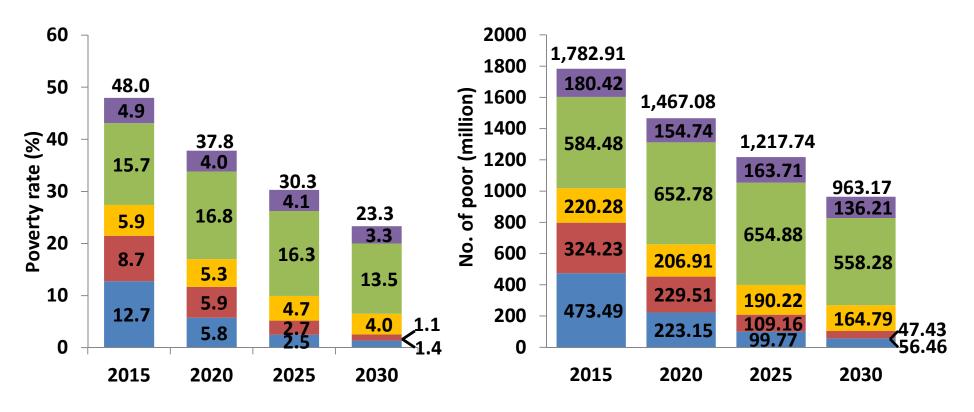
■ \$1.51 ■ FOOD

■ INEQUALITY ■ \

Poverty Projections

Poverty rates (%)

Number of poor (millions)



\$1.25

■ \$1.51 ■ FOOD

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INEQUALITY

Major Conclusion/Implications

- More than half of Asia's population were living in extreme poverty in 2010, instead of 21% as measured at the \$1.25 poverty line.
- By 2030, 963 million or 23% of Asia's population, are projected to live in extreme poverty; thus, poverty eradication remains a significant challenge for Asia.
- While economic growth continues to hold the key, addressing food insecurity, rising inequality and vulnerability should be integral components of Asia's poverty reduction agenda.