Leaving no one behind in Asia and the Pacific

Addis Ababa, April 18 – 20, 2018

Predrag Savic, ESCAP

Outline

- 1. Outline
- 2. Context
- 3. Poverty in Asia and the Pacific
- 4. Inequality in Asia and the Pacific
- 5. Identification of those "left behind"
- 6. Average progress conceals those left behind
- 7. Policy options

Context

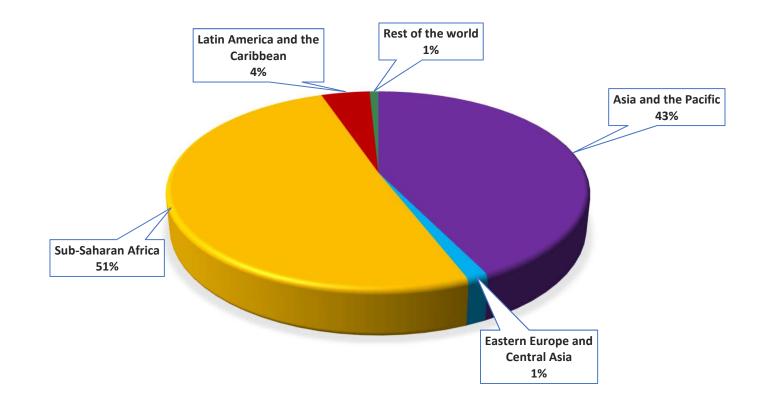
- "Leave no behind" a rallying cry of the Sustainable Development Goals and a critical part of Agenda 2030
- Relevance for the Third UN decade for the Eradication of Poverty Plan of Action Matrix (Thematic Areas 1, 3, 5, 7, 8)

Poverty in Asia and the Pacific

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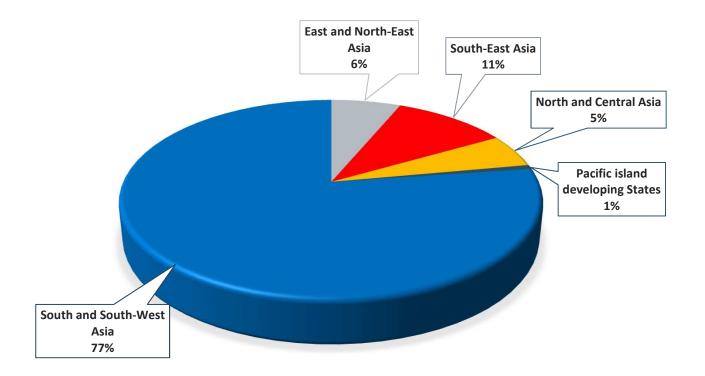
ESCAP region still home to almost half of the worlds poor

SHARE OF GLOBAL POPULATION LIVING ON LESS THAN \$1.90 PER DAY, 2013



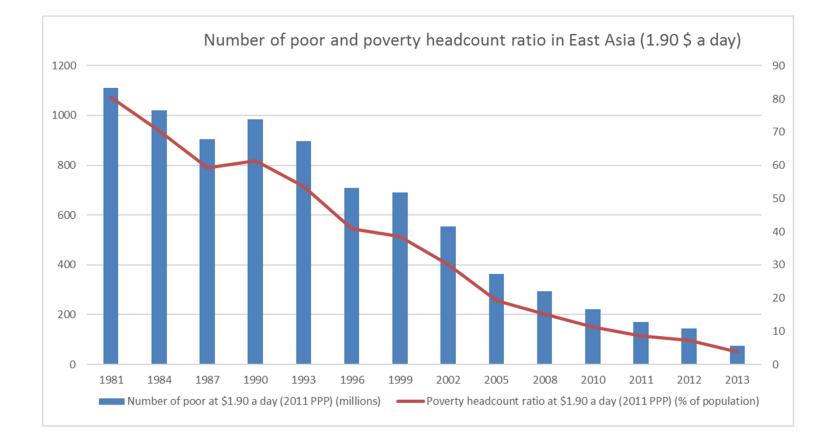
Where do the poor live in Asia and the Pacific?

SHARE OF ASIA-PACIFIC POPULATION LIVING ON LESS THAN \$1.90 PER DAY, 2013

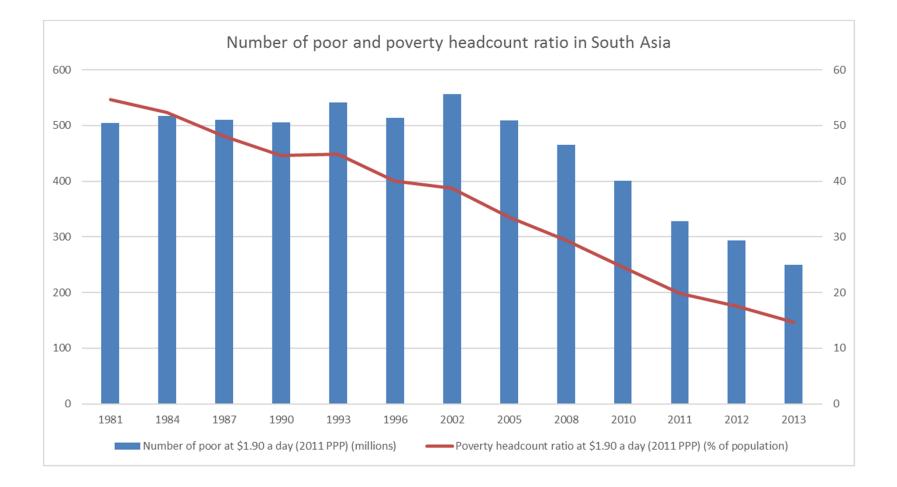


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East Asia – 1981 -2013

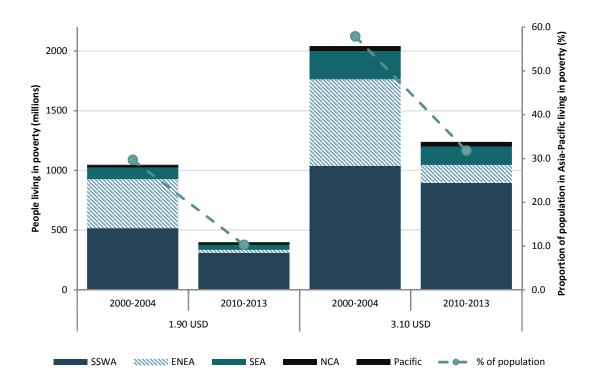


South Asia – 1981 - 2013



Asia and the Pacific – poverty

Shifts in poverty in Asia and the Pacific

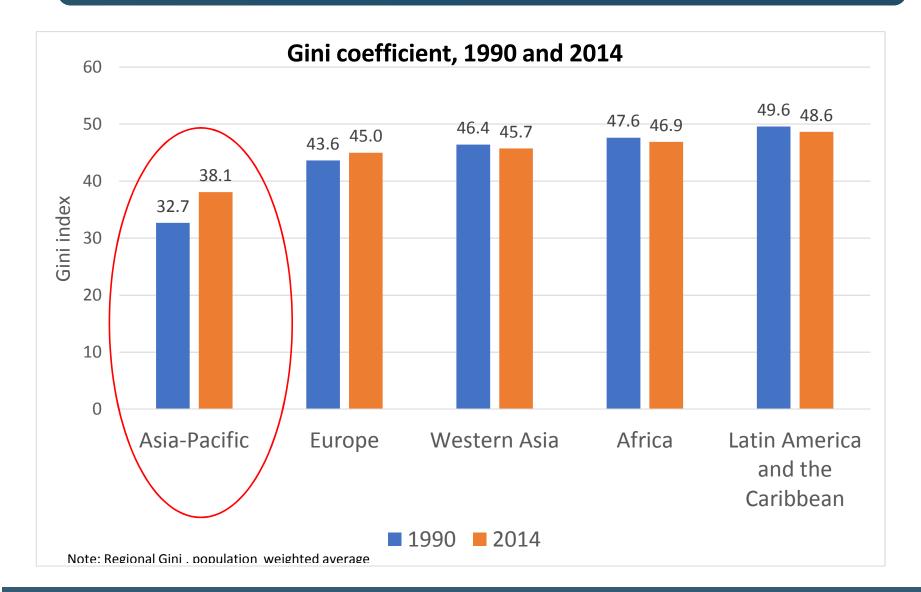


Source: United Nations ESCAP Statistical Yearbook for Asia and the Pacific 2015.

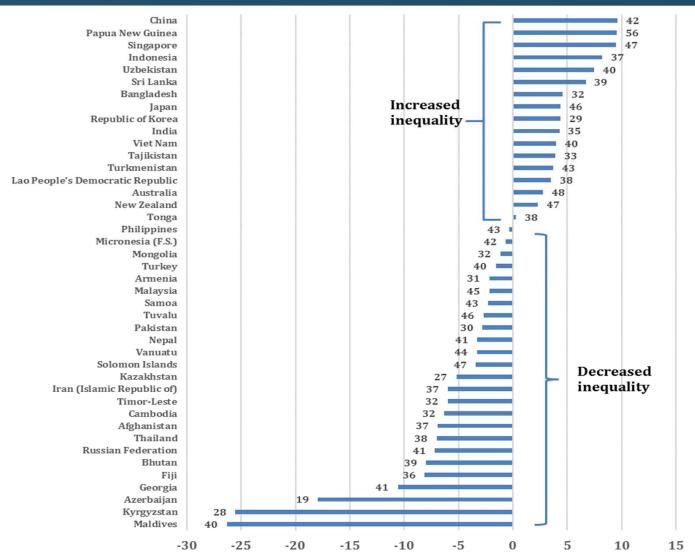
Inequality in Asia and the Pacific

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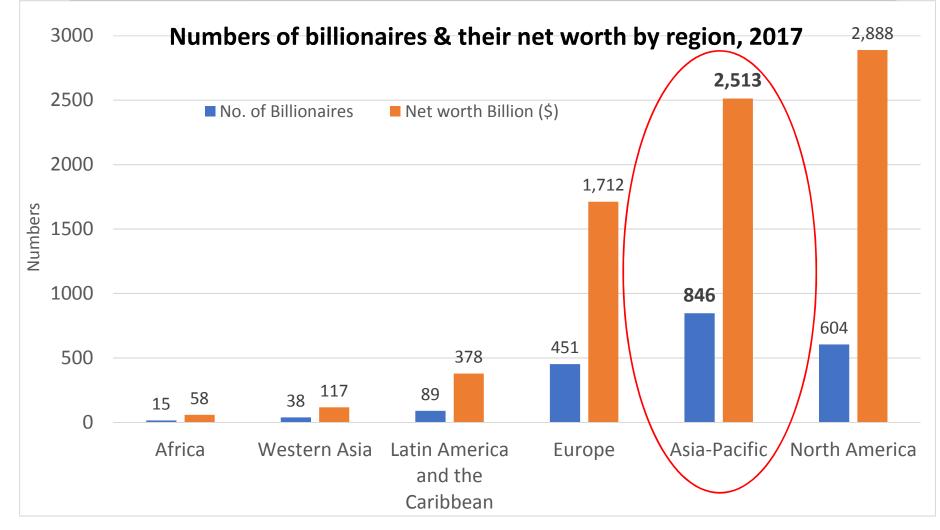
Income Inequality by Region



Income Inequality in Asia and the Pacific



Wealth inequality



Source: ESCAP, based on Forbes online (accessed in January 2018).

Who are those left behind?

Background

> 21 countries in Asia and the Pacific

▶ 1991- 2015

> For 11 countries, surveys available in two points in time

Nationally representative household surveys:

DHS – Demographic and Health Survey

MICS - Multiple Indicator Cluster Surveys

Background

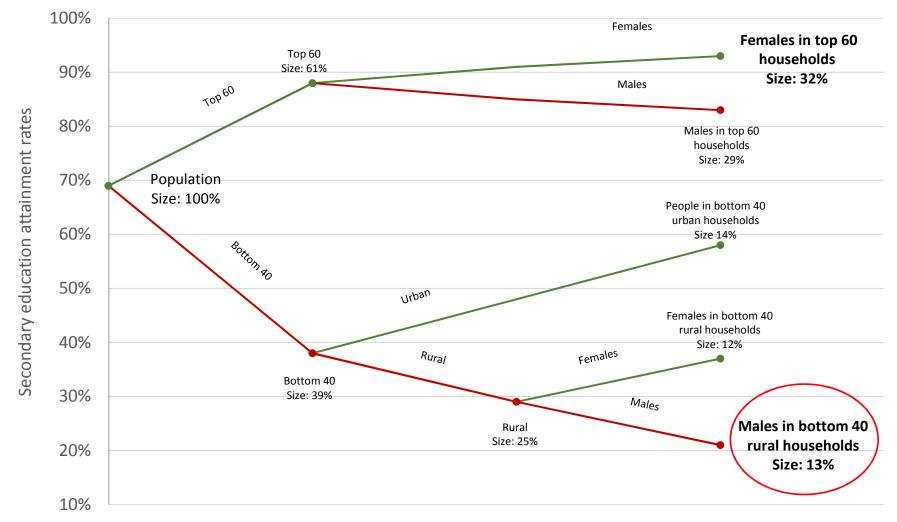
- 15 Opportunities Access to a good or service, which society accepts should be universal.
- Circumstances used to determine groups of the furthest behind: Individual, household, geographic characteristics outside individual's control, for example: gender, wealth, geographic location, etc.
- Ideally, circumstances should not determine an individual's access to opportunities.

Classification Tree

- The primary goal of the analysis undertaken is to identify the groups with the lowest and highest access to opportunities
- A tree classification method is an algorithm that estimates the accessibility by partitioning the sample into different groups based on the circumstances chosen.
- Opportunities: professional help during childhood, contraception, children enthropometrics, sec and higher education, access to finance, clean fuels, electricity, clean water, safe sanitation.

Identifying the Furthest Behind

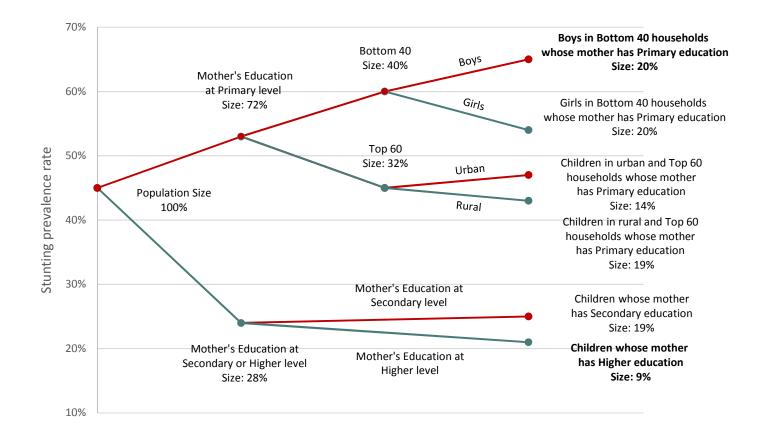
Example of secondary education attainment in Mongolia, using the tree classification



Source: SDD elaboration based on DHS and MICS data, latest year

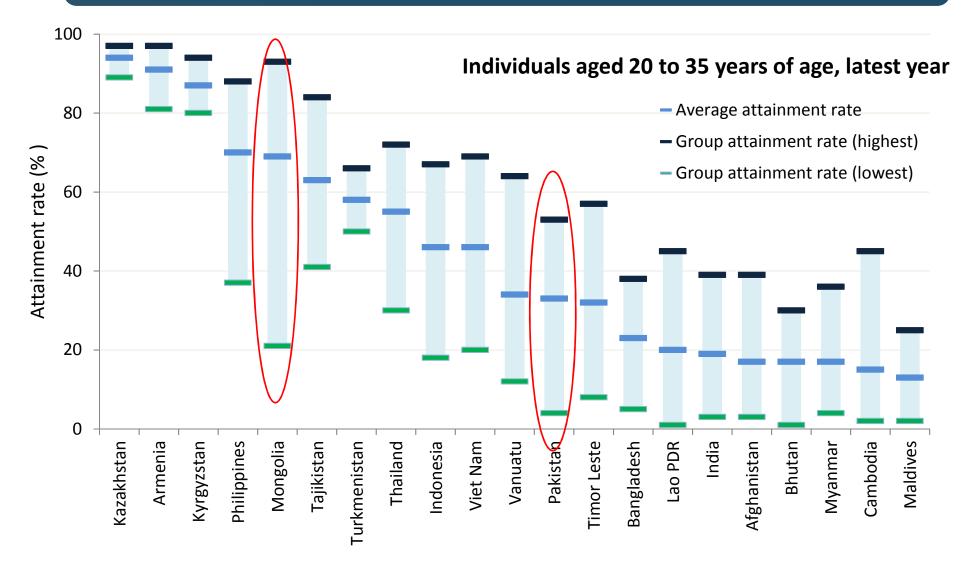
Identifying the Furthest Behind

Example of stunting prevalence in Pakistan, using the tree classification



Source: SDD elaboration based on DHS and MICS data, latest year

Inequality in Secondary Education Attainment

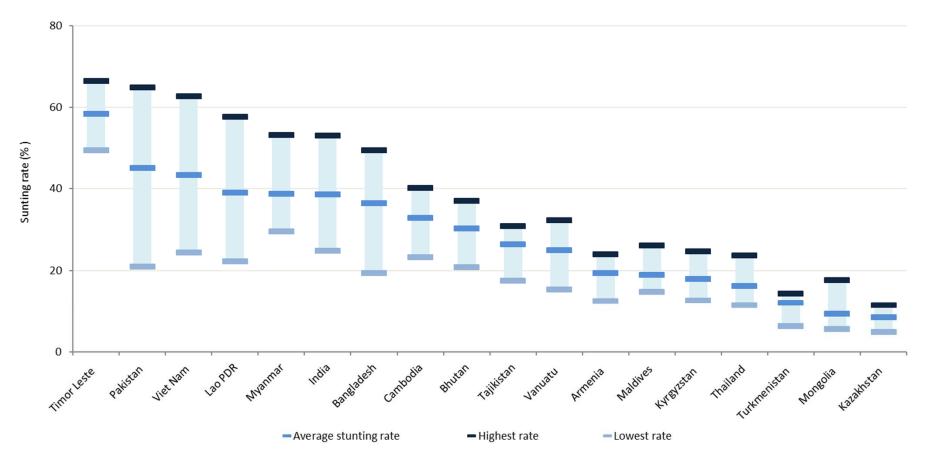


Source: SDD elaboration based on DHS and MICS data, latest year

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Inequality in access to nutrition (stunting)

Gaps between best of and worst off groups



Source: SDD elaboration based on DHS and MICS data, latest year

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Characteristics of those furthest behind/ahead

FURTHEST BEHIND	
	Count
Circumstances	(times)
Bottom 40 of wealth distribution	80
Lower and primary education	74
Female	63
Living in a rural area	42
Age 15-24	33
Male	16
Age 50-64	14

FUKIHESI AHEAD	
	Count
Circumstances	(times)
Top 60 of wealth distribution	69
Secondary and higher education	53
Male	50
Living in an urban area	46

FUDTUEST AUFAI

Source: SDD elaboration based on DHS and MICS data, secondary education, latest year

Age 25-49

Age 15-24

Female

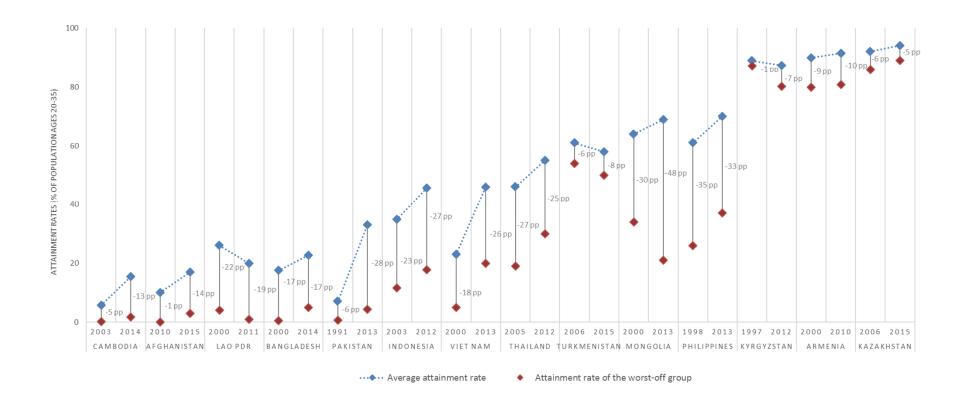
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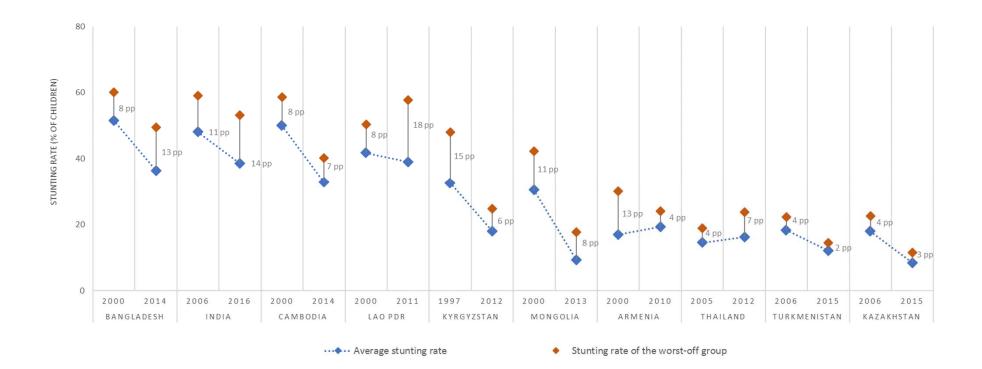
Average progress over time conceals detailed picture - Secondary education



Source: SDD elaboration based on DHS and MICS data, secondary education, latest year

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Average progress over time – stunting



Source: SDD elaboration based on DHS and MICS data, secondary education, latest year

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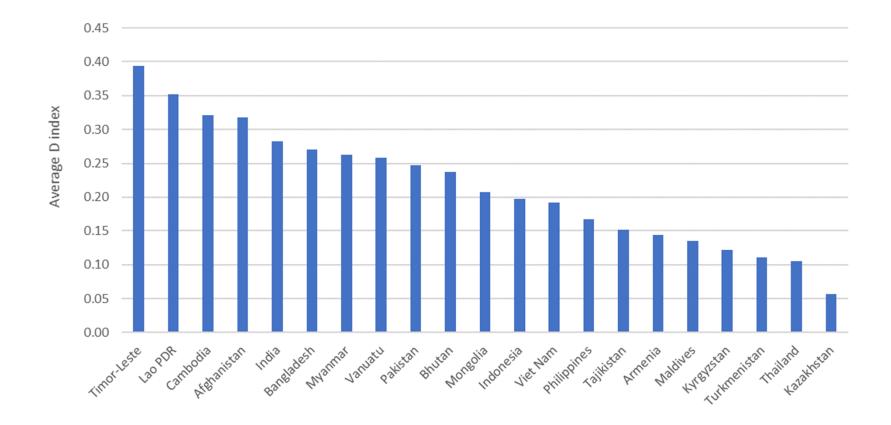
D-index

The dissimilarity index, or D-index, measures how all different groups of fare in terms of accessing a certain opportunity.

$$\succ D = \frac{1}{2\not{p}} \sum_{i=1}^{n} \beta_i \left(p_i - \not{p} \right)$$

- For example, two countries with identical average rates may have a very different D-indexes depending on how equitably access to an opportunity is distributed.
- Takes values from 0-1, similar to Gini
- Can be decomposed

D-index - ESCAP

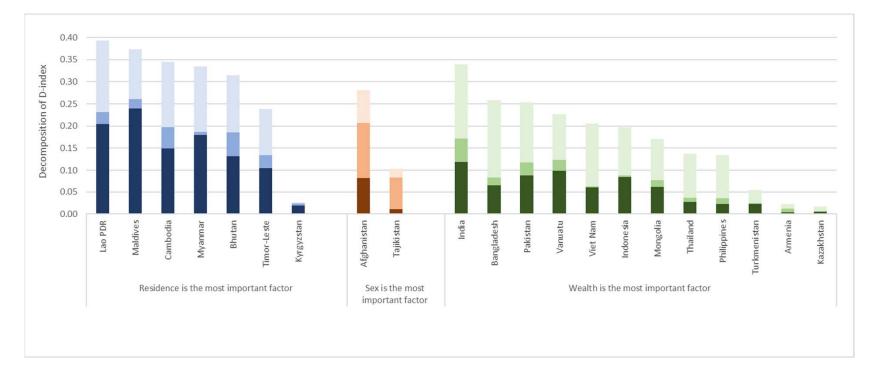


POVERTY AND INEQUALITY IN ASIA AND THE PACIFIC

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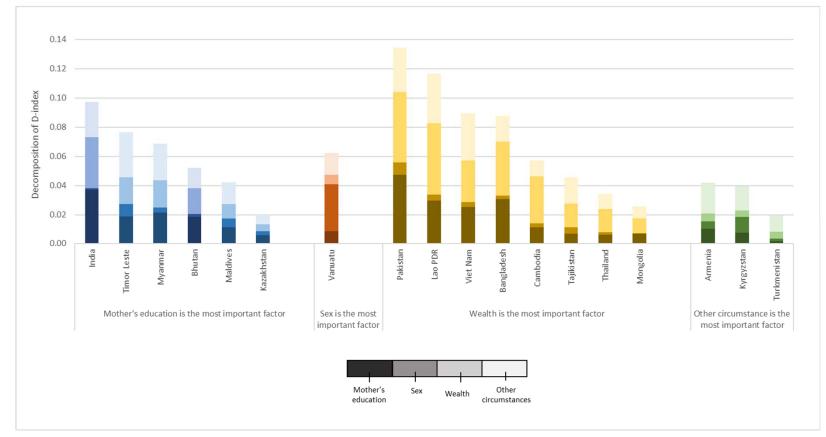
Shapely decomposition

What is the marginal contribution of each circumstance to inequality of opportunities – secondary education?



Shapely decomposition

What is the marginal contribution of each circumstance to inequality of opportunities –stunting?



Ethnicity, Religion & Language

- Common identity: affects composition of furthest behind groups

- 11 MICS + DHS India

- In Turkmenistan, 65% urban, top 60 Turkmen-speaking completed secondary, 78% urban, top 60 Uzbek-speaking

- In Lao PDR, ethnic Lao 3 x more likely than minor ethnicities to access clean fuels

- In Sri Lanka, 58% Christian, Hindu and Muslim younger and older males are employed full time, compared with 35% **Buddhists**

- In India, Scheduled caste status is critical in determining secondary education attainment, incidence of stunting, access to clean fuels, safe sanitation and bank account ownership

Relevance for Policymaking

1. **Furthest behind** are hardest to identify: need better data

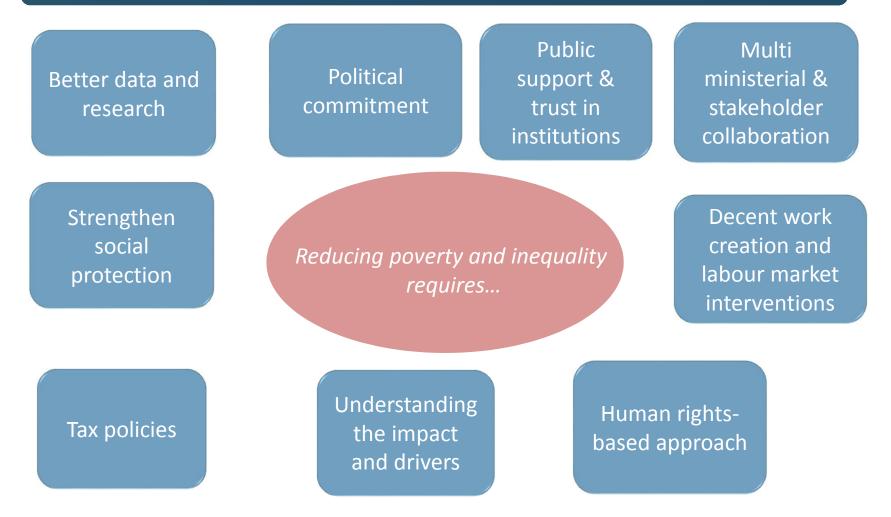
2. **Compounding factors**: need interministerial and multi-stakeholder collaboration

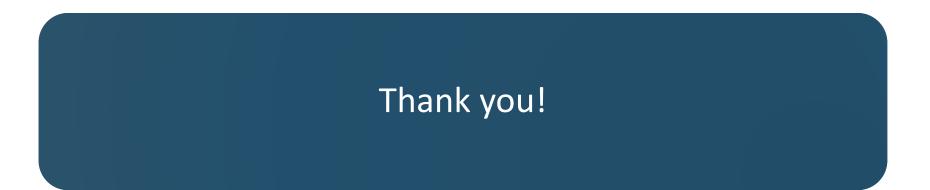
3. Economic growth is not enough: need social protection and investment in quality services





Policy Options and Reccommendations





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