## Some notes on rural income in Mozambique

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Preliminary data is now available from the 2008 rural income survey (TIA, Trabalho de Inquérito Agricola). The first table below compares annual incomes from 2002, 2005, and 2008 TIAs. The second table looks at 2008 incomes by quintile (fifth). The TIA covers only rural Mozambique, which is $70 \%$ of the population and thus also includes vilas (districts towns).

Three points are important to note:

- Most rural Mozambicans have a cash income of less than $\$ 1$ per week. The poorest $10 \%$ have no cash income at all, while the best off $10 \%$ have a cash income of more than $\$ 3$ per day.
- Most rural Mozambicans were poorer in 2008 than in 2002.
- From 2002 to 2008, mean total income increased while median total income fell - in other words, most people became poorer but the best off became richer. The total income of the richest $10 \%$ is 44 times that of the poorest $10 \%$ (up from only 23 times in 2002 and 35 times in 2005)


## Annual cash income

|  | Mt |  | \$ |  |
| :--- | :--- | ---: | :--- | ---: |
|  | Mean | Median | Mean | Median |
| 2002 | 12589 | 984 | 525 | 41 |
| 2005 | 16238 | 2221 | 677 | 93 |
| 2008 | 12517 | 900 | 522 | 38 |
|  |  |  |  |  |

Annual total income

|  | Mt | \$ |  |  |
| :--- | :--- | ---: | :--- | ---: |
|  | Mean | Median | Mean | Median |
| 2002 | 21360 | 8144 | 890 | 339 |
| 2005 | 27201 | 10563 | 1133 | 440 |
| 2008 | 24459 | 6898 | 1019 | 287 |


| $\mathbf{2 0 0 8}$ | Cash income |  |  |  | Total income |  |  |  |
| :--- | ---: | ---: | :--- | :--- | :--- | ---: | ---: | ---: |
| Income <br> Group | Mt | \$ |  |  | Mt | $\$$ |  |  |
|  | Mean | Median | Mean | Median | Mean | Median | Mean | Median |
| 1 (poorest) | 230 |  | 10 |  | 1218 | 1058 | 51 | 44 |
| 2 | 938 | 190 | 39 | 8 | 3816 | 3672 | 159 | 153 |
| 3 (middle) | 2917 | 1100 | 122 | 46 | 8082 | 8098 | 337 | 337 |
| 4 | 8254 | 4500 | 344 | 188 | 17280 | 16685 | 720 | 695 |
| 5 (best off) | 50453 | 27960 | 2102 | 1165 | 92289 | 46347 | 3845 | 1931 |

All data corrected to 2008 Meticais, exchange rate $\$ 1=$ Mt 24.
Cash income = actual cash earned per person per year
Total income = cash income plus imputed value of production consumed within the household.
Mean = total income divided by total number of people
Median = point at which half are above and half are below.
If the mean increases, it means total income is rising, but if the median falls, it means the income of the poorest half is decreasing.

Data is preliminary, subject to further correction and revision.

