Poverty & Equity Brief

Africa Eastern & Southern

Democratic Republic of Congo

April 2021

Over the 2005–12 period, the Democratic Republic of Congo (DRC) experienced an average annual per capita GDP growth rate of 2.6 percent which resulted in a decline of the proportion of population below the national poverty line from 69.3 percent in 2005 to 64 percent in 2012. However, poverty incidence remains high and, due to high population growth, the number of poor people increased by 7 million. In addition, the decline in poverty at the national level masks marked regional disparities in poverty trends, with improvement in the northeastern provinces of Orientale and North Kivu and worsening in both Kasai and Maniema provinces.

The poverty rate measured by the international poverty line of \$1.90 a day has declined even more than the official measure – from 94.1 percent in 2005 to 77.2 percent in 2012-but remains pervasive. After a decrease by 4.6 percentage points in 2015, the poverty rate remained almost stable around 72 percent until the end of 2020. Meanwhile, DRC continues to have the second highest number of poor in Sub-Saharan Africa, and one in six persons living in extreme poverty in Sub-Saharan Africa lives in DRC. After the negative effect of the epidemic of Ebola Virus Disease in both Kivu and Ituri provinces, the country is also facing the adverse effects of the COVID-19 pandemic. According to COVID-19 High Frequency Phone surveys in Kinshasa, over 10 percent of households have seen members lose their jobs while 20 percent have reduced their food consumption due to rising prices.

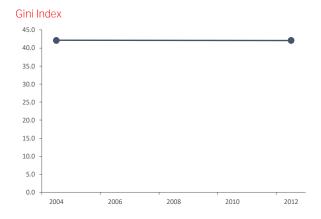
The bottom 40 percent of the population enjoyed a consumption growth rate of nearly 10 percent, while the richest 60 percent recorded a slightly higher growth rate. These resulted in a shared prosperity premium of -0.05 percent. Because of this very small difference, inequality measured by the Gini index remained basically unchanged.

POVERTY	Number of Poor (million)	Rate (%)	Period				
National Poverty Line	44.1	63.9	2012				
International Poverty Line 1131.4 in Congo franc (2012) or US\$1.90 (2011 PPP) per day per capita	53.3	77.2	2012				
Lower Middle Income Class Poverty Line 1905.5 in Congo franc (2012) or US\$3.20 (2011 PPP) per day per capita	63.1	91.4	2012				
Upper Middle Income Class Poverty Line 3275.1 in Congo franc (2012) or US\$5.50 (2011 PPP) per day per capita	67.5	97.9	2012				
Multidimensional Poverty Measure		82.8	2012				
SHARED PROSPERITY							
Annualized Consumption Growth per capita of the bottom 40 percent		9.78	2004-2012				
INEQUALITY							
Gini Index		42.1	2012				
Shared Prosperity Premium = Growth of the bottom 40 - Average Growth		-0.05	2004-2012				
GROWTH							
Annualized GDP per capita growth		2.55	2004-2012				
Annualized Consumption Growth per capita from Household Survey		9.83	2004-2012				
MEDIAN INCOME							
Growth of the annual median income/consumption per capita		10.03	2004-2012				
Sources: WDI for GDP, National Statistical Offices for national poverty rates, POVCALNET as of Feburary 2021, and Global Monitoring Database for the rest.							

POVERTY HEADCOUNT RATE, 2004-2012

100 1.2 90 1 80 70 0.8 60 50 0.6 40 0.4 30 20 0.2 10 GDP per capita, ■ International Poverty Line --- Lower Middle IC Line Poverty \$ 2017 PPP rate --- Upper Middle IC Line ···• ··· National Poverty Line (Thousand) (%)

INEQUALITY TRENDS, 2004-2012



Source: World Bank using E123/SSAPOV/GMD

Source: World Bank using E123/SSAPOV/GMD

KEY INDICATORS

lictribution among groups: 2017	International Pove	ternational Poverty Line(%)		oup (%)	Multidimensional Poverty Measures: 2012	(% of population)
Distribution among groups: 2012	Non-Poor Poor Bottom 40 Top 60	ividitidifficisional Poverty ividasures. 2012	(% or population)			
Jrban population	43	57	18	82	Monetary poverty (Consumption)	
Rural population	10	90	54	46	Daily consumption less than US\$1.90 per person	77.2
Males	23	77	40	60		
emales	23	77	40	60	Education	
to 14 years old	17	83	46	54	At least one school-aged child is not enrolled in school	8.0
.5 to 64 years old	27	73	36	64	No adult has completed primary education	22.5
55 and older	34	66	25	75		
Nithout education (16+)	17	83	45	55	Access to basic infrastructure	
Primary education (16+)	18	82	43	57	No access to limited-standard drinking water	47.9
Secondary education (16+)	32	68	29	71	No access to limited-standard sanitation	80.0
ertiary/post-secondary education (10	5+) 76	24	6	94	No access to electricity	83.0

Source: World Bank using E123/SSAPOV/GMD

Notes: N/A missing value, N/A* value removed due to less than 30 observations

Source: World Bank using E123/SSAPOV/GMD

POVERTY DATA AND METHODOLOGY

While the 2005 and 2012 surveys are similar in structure, comparability of consumption aggregates is unclear due to lack of documentation on the methodology adopted in generating previous consumption aggregates, especially for the 2004/5 survey. Therefore, the consumption aggregates for the 2004/5 survey were recomputed using the same methodology as in 2012. A new household survey for Kinshasa only was completed in November 2018. Since the statistics project closed by end December 2020, there is no clarity on the expected date of a new national household survey. Even the population census planned to be resumed by the Government is uncertain given possible changes at the political level.

Tracking poverty over time requires not only comparable consumption data, but also a consistent consumer price index (ideally for food and non-food items) to update the poverty lines. However, there is no consistent CPI series in DRC between 2004/5 and 2012 both in terms of geographic coverage and in computation methodology. In the absence of a reliable consumer price index, unit prices from the consumption modules were used to compute price indices for both surveys.

HARMONIZATION

The numbers presented in this brief are based on the SSAPOV database. SSAPOV is a database of harmonized nationally representative household surveys managed by Sub-Saharan Team for Statistical Development. It contains more than 100 surveys covering 45 out of the 48 countries in the SSA region. The three countries not covered in the database are Eritrea, Equatorial Guinea, and Somalia. Terms of use of the data adhere to agreements with the original data producers.

