## Poverty & Equity Brief

Sub-Saharan Africa

# Sudan

April 2020

The most recent official estimates of poverty in Sudan are based on the 2014/15 National Household Budget and Poverty Survey (NHBPS). At the time, an estimated 36.1 percent of Sudan's population had levels of per capita expenditure below the national poverty line. The World Bank is currently finalizing a poverty report that estimates poverty headcount using the international poverty lines (IPL) of \$1.90 and \$3.2 per person per day (standards for extreme poverty and global poverty, respectively). In the meantime, World Bank published poverty numbers for Sudan are based on the 2009 survey. In 2009 an estimated 46.5 percent of Sudan's population, 15.6 million Sudanese, had levels of per capita expenditure below the national poverty line (NPL). When measured against the World Bank's international poverty line (IPL) of \$1.90 per person per day (2011 PPP), 16.2 percent of the population was deemed poor. When poverty was measured against international poverty lines for lower and of upper middle-income countries (\$3.2 and \$5.5 per person per day), 43.0 percent and 75.2 percent were deemed poor, respectively. The ongoing economic crisis, exacerbated by COVID-19, is expected to lead to higher poverty rates. The outlook for poverty remains negative. Poverty rates, also reflecting the growth impact of the COVID-19 outbreak, are projected to increase by 2022 to 18.3 percent at \$1.90/day PPP, and 53.5 percent at \$3.20/day PPP. High inflation, shortage of fuel and other basic commodities are expected to continue having negative effects on living conditions. The impending economic stabilization reforms are expected to take time to deliver positive results.

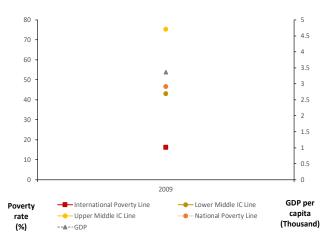
In 2009, the incidence of poverty in rural areas, where close to two thirds of the population live, was significantly higher than in urban areas. Disparities were also pronounced across localities. For instance, at roughly 70 percent against the NPL, the incidence of poverty in Northern Darfur was about three times higher than in the capital Khartoum. A Gini index of 35.4 suggests that inequality was moderate compared to other countries in Sub-Saharan Africa. While analysis of the 2014/15 household survey data is being finalized, poverty numbers based on that survey would not reflect the current macroeconomic imbalances and adjustment measures in Sudan. Thus, current poverty and inequality numbers remain unclear, but the 2018 food price hikes are estimated to have worsened poverty, inequality, and overall economic welfare situation.

| POVERTY   | Number of Poor (million) | Rate<br>(%) | Period    |
|---|--------------------------|-------------|-----------|
| National Poverty Line   | 15.6                     | 46.5        | 2009      |
| International Poverty Line<br>2.1 in Sudanese pound (2009) or US\$1.90 (2011 PPP) per day per capita          | 5.5                      | 16.2        | 2009      |
| Lower Middle Income Class Poverty Line 3.6 in Sudanese pound (2009) or US\$3.20 (2011 PPP) per day per capita | 14.5                     | 43.0        | 2009      |
| Upper Middle Income Class Poverty Line 6.1 in Sudanese pound (2009) or US\$5.50 (2011 PPP) per day per capita | 25.4                     | 75.2        | 2009      |
| Multidimentional Poverty Measure  |                          | 68.2        | 2009      |
| SHARED PROSPERITY   |                          |             |           |
| Annualized Income or Consumption Growth per capita of the bottom 40 percent                                   |                          | N/A         | N/A       |
| INEQUALITY  |                          |             |           |
| Gini Index  |                          | 35.4        | 2009      |
| Shared Prosperity Premium = Growth of the bottom 40 - Average Growth  |                          | N/A         | N/A       |
| GROWTH  |                          |             |           |
| Annualized GDP per capita growth  |                          | 3.64        | 2011-2016 |
| Annualized Income or Consumption Growth per capita from Household Survey                                      |                          | N/A         | N/A       |
| MEDIAN INCOME   |                          |             |           |
| Growth of the annual median income/consumption per capita   |                          | N/A         | N/A       |

Sources: WDI for GDP, National Statistical Offices for national poverty rates, POVCALNET as of February 2020, and Global Monitoring Database for the rest

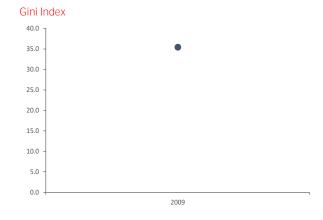


### POVERTY HEADCOUNT RATE, 2009



#### Source: World Bank using NBHS/SSAPOV/GMD

## **INEQUALITY TRENDS, 2009**



Source: World Bank using NBHS/SSAPOV/GMD

### **KEY INDICATORS**

| Distribution among groups: 2009        | International Pove | national Poverty Line(%) |           | roup (%) | Multidimensional Deventy Measures (9) of needle)         | 2000 |
|--|--------------------|--------------------------|-----------|----------|--|------|
|  | Non-Poor           | Poor                     | Bottom 40 | Top 60   | Multidimensional Poverty Measures (% of people):         | 2009 |
| Urban population                       | 95                 | 5                        | 21        | 79       | Monetary poverty (Consumption)                           |      |
| Rural population                       | 78                 | 22                       | 51        | 49       | Daily consumption less than US\$1.90 per person          | 16.2 |
| Males                                  | 84                 | 16                       | 40        | 60       | Education  |      |
| Females                                | 84                 | 16                       | 40        | 60       | At least one school-aged child is not enrolled in school | 33.8 |
| 0 to 14 years old                      | 80                 | 20                       | 47        | 53       | No adult has completed primary education                 | 48.9 |
| 15 to 64 years old                     | 87                 | 13                       | 35        | 65       | Access to basic infrastructure                           |      |
| 65 and older                           | 87                 | 13                       | 34        | 66       | No access to limited-standard drinking water             | N/A  |
| Without education (16+)                | 82                 | 18                       | 44        | 56       | No access to limited-standard sanitation                 | N/A  |
| Primary education (16+)                | 88                 | 12                       | 34        | 66       | No access to electricity                                 | 65.9 |
| Secondary education (16+)              | 95                 | 5                        | 21        | 79       |  |      |
| Tertiary/post-secondary education (16+ | ) 98               | 2                        | 9         | 91       |  |      |

Source: World Bank using NBHS/SSAPOV/GMD

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

Source: World Bank using NBHS/SSAPOV/GMD

#### POVERTY DATA AND METHODOLOGY

The World Bank's IPL is anchored in the NPLs of very poor developing countries. These lines are inflated to 2011 using countries' consumer price indexes (CPIs), converted to US dollars using the 2011 PPP exchange rates, and then averaged, resulting in an IPL of approximately \$1.90 a day. This line is then converted back into the local currency unit of each country before CPIs are applied to update the value for the survey year. For Sudan, this results in an IPL of 2.0 Sudanese pounds per person per day in 2009.

Sudan's NPL, at 3.8 Sudanese pounds per day, is considerably higher than the IPL, reflecting the relative nature of national assessments of who is considered poor. It is based on the cost-of-basic-needs method: a food consumption basket that is deemed representative of the diets of the bottom 60 percent of the population is calculated and then scaled to yield a caloric intake considered adequate for humans. The price of this basket is the food component of the NPL. To arrive at the overall NPL, the food component is divided by the food expenditure share of households for which the value of food consumption is close to the food poverty line. Lastly, adjustments are made to account for price differences between rural and urban areas.

#### **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 four 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.

