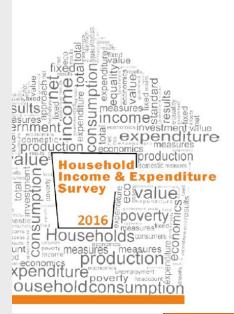


Statistical Release II:

EXPENDITURE



Household Expenditure



Presentation Outline

- This analysis presents the finding of consumption expenditurethe value of consumer goods and services acquired, used or paid for by a household for the satisfaction of the needs and wants of its members.
- This includes expenditure on :
 - expenditure on food items (items purchased)
 - expenditure on non-food items/ services (eg: clothes, health, education, travel, etc)
 - expenditure on durable goods (value of items purchased last year such as fan, air condition, motor cycle, etc)
 - expenditure on rent (actual rent)
- This excludes expenses paid by the house for loan, for construction of houses.
- All expenditure are in nominal terms



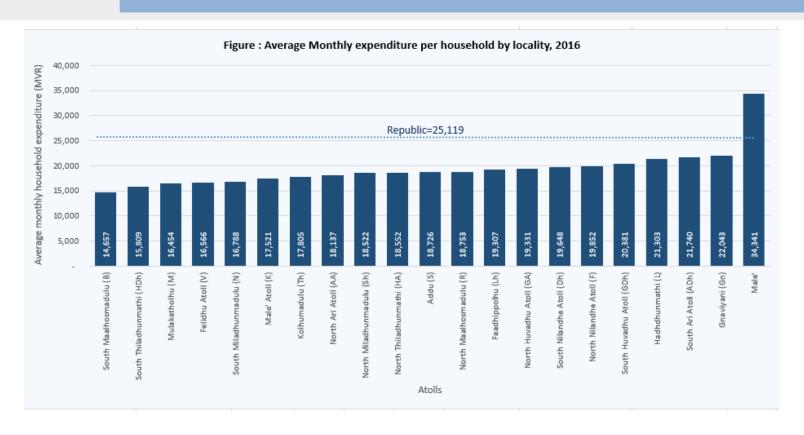
Average household and per capita expenditure

		Expenditure (MVR) per month				
Locality	Average Monthly expenditure per household	Median Monthly expenditure per household	Per capita expenditure per month	Median Per capita expenditure per month		
Republic	25,119	19,843	4,768	3,850		
Male'	34,341	30,560	6,505	5,653		
Atolls	18,498	15,040	3,517	2,847		

- The average household expenditure in Male' is higher than the average.
- A person in the Atolls spends half of what a person in Male' spends per month.



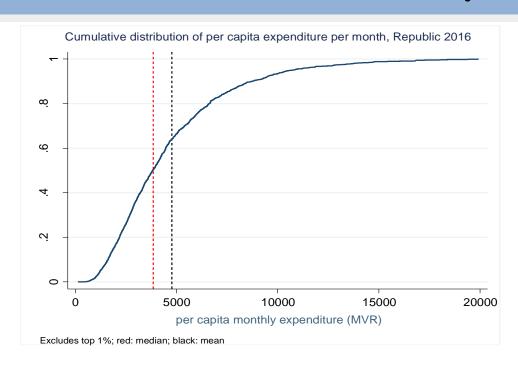
Average monthly expenditure per household by Atolls



 Gnaviyani (Gn) has the highest average household expenditure while the lowest household expenditure is observed in South Maalhosmadulu (B) Atoll.



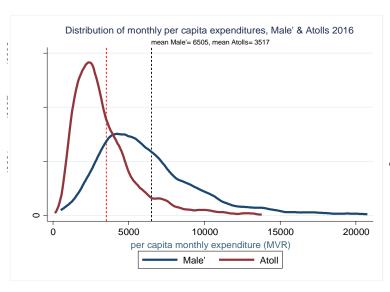
Cumulative distribution of expenditure



- The curve shows a steep rise, which indicates that large proportion of the population (a little over 60 percent), spends less than the average per capita (MVR 4,768) per month
- Half of the population spent less than the median per capita expenditure of MVR 3,850 per month.



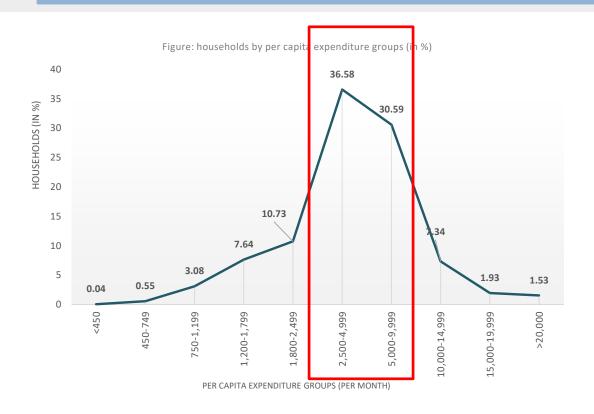
Distribution of monthly per capita expenditure, Male' & Atolls



- The distribution of the Atoll expenditure gets smaller toward to the right - few people got to spend more than the average per capita of Male'.
 - The distribution of expenditure in Male' is more towards the right which indicate higher level of expenses in Male'
- The right tail was more pronounced for Male'; which showed the high spending pattern of few.



Households by per capita expenditure groups

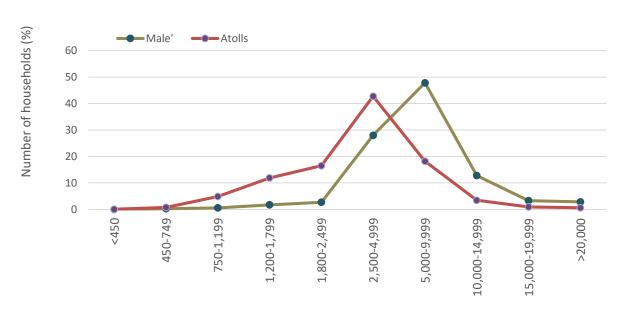


• Less than 5 percent of the households has a monthly per capita MVR 1,200. Majority of the households (67 percent) have a per capita expenditure concentrated between the range of MVR 2,500 and MVR 10,000.



Households by per capita expenditure groups

Figure: households by per capita expenditure groups (in %), Male' & Atolls 2016



per capita expenditure range (in MVR)

- In the Atolls majority of the households spend between the per capita range of MVR 2,500-4,999
- In Male' people tend to spend more, where 48 percent of the households have a per capita expenditure between the range of MVR 5,000-9,999



Per capita expenditure by household size

Household	per capita expenditure			
size	Republic Male'		Atolls	
1 to 2	8,714	12,221	6,451	
3	6,210	8,054	4,744	
4	5,540	7,823	3,877	
5	4,968	6,827	3,462	
6	4,742	6,564	3,480	
7	3,996	5,646	3,079	
8	4,456	5,887	3,099	
9	3,527	4,589	2,895	
10+	3,559	4,632	2,809	
Average	4,768	6,505	3,517	

• The per capita expenditure decreases with the increase in household size. This is because larger households enjoy economies of scale in sharing the common facilities.



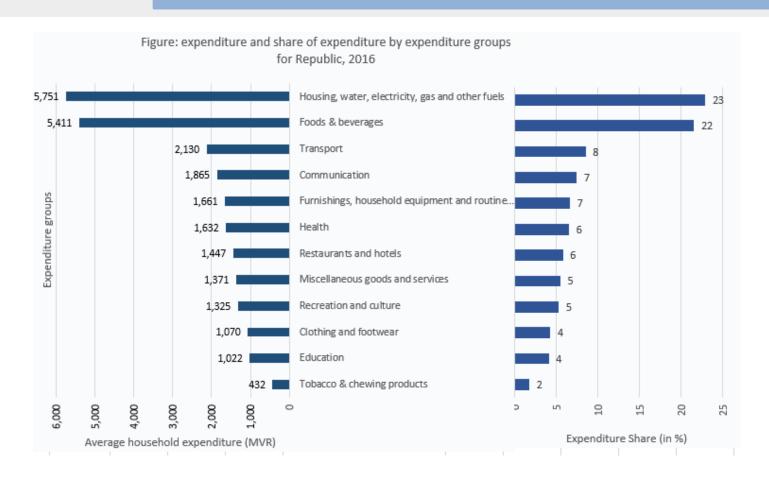
Expenditure per person per day

Indicator	Republic	Male'	Atolls
Average Monthly expenditure per household	25,119	34,341	18,498
Median Monthly expenditure per household	19,843	30,560	15,040
Per capita expenditure per month	4,768	6,505	3,517
Median Per capita expenditure per month	3,850	5,653	2,847
Expenditure per person per day	157	214	116
Median expenditure per person per day	127	186	94

- on average, a household in Maldives in 2016 spends MVR 25,119 per month on expenditure which gives rise to a per capita expenditure per month as MVR 4,768.
- The expenditure per person per day is MVR 157
- While a person in Male' spends MVR 214 per day, a person in the Atolls spend close to half of this amount.



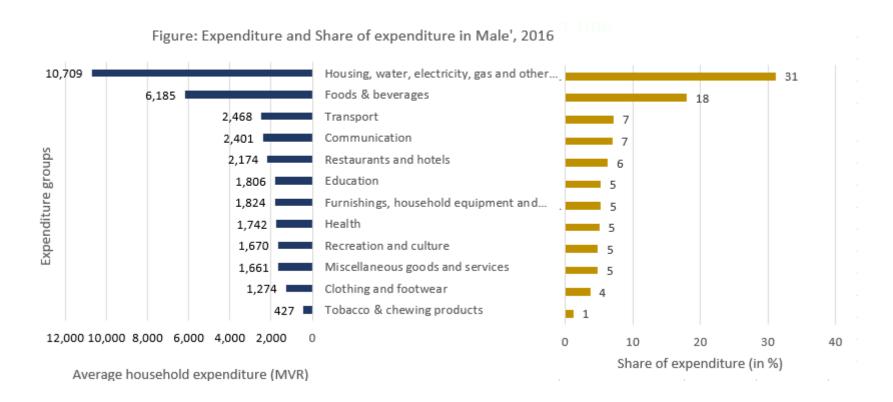
Share of expenditure by broad groups- Republic



 most of the household spending went for housing, water, electricity group.



Share of expenditure by broad groups-Male'

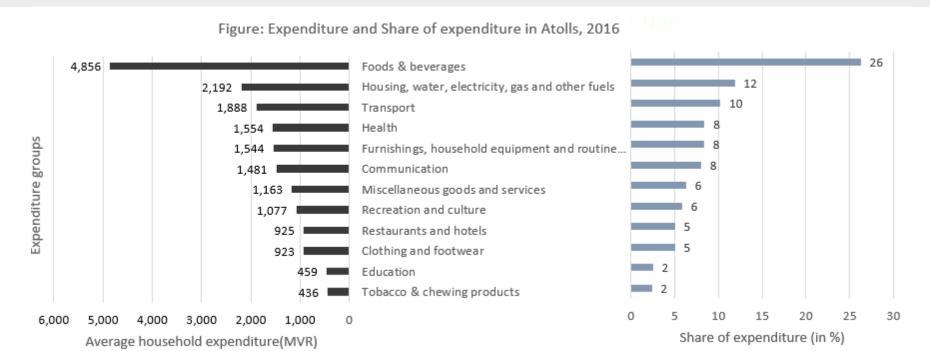


MALE'

 In Male', the bulk of the expenditure is driven by housing which is contributed by the demand for housing rent in Male'. Next is food.



Share of expenditure by broad groups- Atolls



ATOLLS:

- In the Atolls, majority of the expenditure went for food and beverages.
- Rest of the share is more or less evenly distributed among housing, transport & health.
- Compared to Male, it is interesting to note that the share of health expenditure is high in the Atolls.



Average household and per capita expenditure by broad groups

broad expenditure groups	Average household expenditure per month		Average per capita expenditure per month			
	Republic	Male'	Atolls	Republic	Male'	Atolls
Foods & beverages	5,411	6,185	4,856	1,027	1,172	923
Tobacco & chewing products	432	427	436	82	81	83
Clothing and footwear	1,070	1,274	923	203	241	176
Housing, water, electricity, gas and other fuels	5,751	10,709	2,192	1,092	2,029	417
Furnishings, household equipment and routine household maintenance	1,661	1,824	1,544	315	345	293
Health	1,632	1,742	1,554	310	330	295
Transport	2,130	2,468	1,888	404	467	359
Communication	1,865	2,401	1,481	354	455	282
Recreation and culture	1,325	1,670	1,077	252	316	205
Education	1,022	1,806	459	194	342	87
Restaurants and hotels	1,447	2,174	925	275	412	176
Miscellaneous goods and services	1,371	1,661	1,163	260	315	221
Average	25,119	34,341	18,498	4,768	6,505	3,517

- On average a household spends close to MVR 6,000 for housing. This is high in Male' at MVR 10,000 while this is 5 times less in the Atolls.
- This meant that a person in Male' spend MVR 2,029 for housing per month while in Atolls a person spent close to MVR 417 per month



Summary statistics on households living on rent

Indicators	HIES 2016			
Indicators	Republic	Male'	Atolls	
Share of households living on rent (%)	29	63	5	
Share of rent out of total household expenditure (in %)	14	23	1	
Average monthly household expenditure on rent (MVR)	11,686	12,554	3,748	
Median monthly household expenditure on rent (MVR)	12,000	12,000	2,500	
Per capita monthly expenditure on rent (MVR)	2,227	2,313	1,047	
Median per capita monthly expenditure on rent (MVR)	1,857	2,000	800	

- huge contrast in the amount that a rented household in Male' pays compare to Atolls.
- While a person living in rented dwelling in the Atolls pays MVR 1000 per month as rent, a person living in Male' had to bear double this amount.



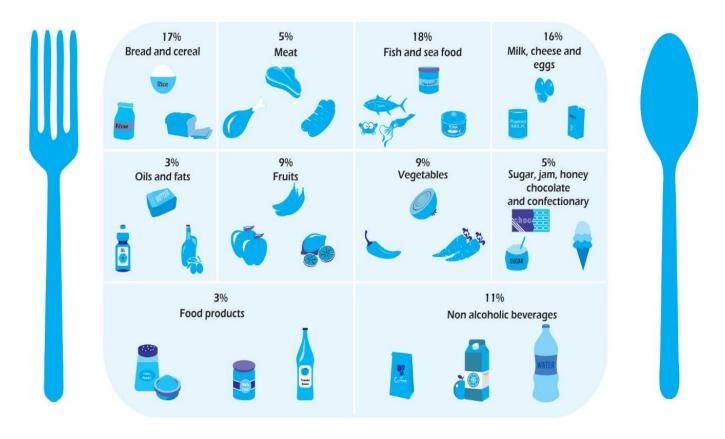
Summary statistics on households living on rent in Male'

	М	Male'		
Indicator	Rented households	Owner occupied households		
share of households living on rent (%)	63	36		
Average household size	5.4	5.0		
Per capita monthly expenditure (MVR)	7,292	5,060		
Median per capita monthly expenditure (MVR)	6,267	4,270		

- On average the number of people living in a rented household is higher compared to owner occupied households.
- A person in owner-occupied households spends MVR 2,000 less than a person living in rented dwellings.



expenditure on food



• Out of the total food expenditure fish and sea food contributed the highest share followed by bread and cereal group.