

2.10 Assessing vulnerability and security

	Youth unemployment		Female-headed t households	Pension contributors			Public expenditure on pensions			
	Male % of male labor force ages 15–24 2003–05 ^a	Female % of female labor force ages 15–24 2003–05 ^a	% of total 2004–07 ª	Year	% of labor force	% of working- age population	Year	% of GDP	Year	Average pension % of average wage
Afghanistan							2005	0.5		
Albania			••	2004	48.9	33.0	2005	5.4		
Algeria	43	46		2002	36.7	22.1	2002	3.2	·· · ·····	
Angola			••				•••••			
Argentina	22 ^b	28 ^b	••	2004	35.0	25.9	2007	8.0	2000	43.8
Armenia			36	2002	64.4	48.3	2004	3.4	2007	20.3
Australia	11 ^b	11 ^b	••	2005	92.6	69.6	2004	4.9		
Austria	11	10	••	2005	96.4	68.7	2005	14.7		
Azerbaijan			25	2007	36.8	30.2	2000	3.3	2006	24.3
Bangladesh	7	6	10	2004	2.8	2.1	2001	0.5		
Belarus			54	1992	97.0	94.0	2002	12.1	2002	41.6
Belgium	21	19	••	2005	94.2	61.6	2003	11.0		
Benin	••		23	1996	4.8		2006	1.5		
Bolivia				2002	10.1	7.8	2000	4.5		
Bosnia and Herzegovina			••	2004	36.0	27.0	2004	8.8		
Botswana	 b	 aah	••							
Brazil	14 ^b	23 ^b		2004	52.6	39.1	2004	12.6	0004	
Bulgaria	23	21		1994	64.0	63.0	2005	8.9	2004	42.9
Burkina Faso			••	1993	3.1	3.0	1992	0.3		
Burundi Cambodia	••	••	24	1993	3.3	3.0	1991	0.2	·· ·· ·····	••
Cameroon	••	••	24	1993	13.7	11.5	2001	0.8		
Canada	14 ^b	11 ^b		2005	90.5	71.4	2001	4.8		••
Central African Republic		•••••••••••		2004	1.5	1.3	2004	0.8	······································	••
Chad			20	1990	1.1	1.0	1997	0.1		
Chile	15	21		2003	58.0	35.2	2001	2.9	2006	53.5
China				2005	20.5	17.2	1996	2.7		
Hong Kong, China	14	8	••				••••••			
Colombia	12	19	19	2006	24.5	18.8	2006	2.7		
Congo, Dem. Rep.			21	·····			••••••			
Congo, Rep.			23	1992	5.8	5.6	2004	0.9		
Costa Rica	11	22	••	2004	55.3	37.6	2006	2.4		
Côte d'Ivoire			**	1997	9.3	9.1	1997	0.3		
Croatia	21 ^c	28 ^c		2007	75.2	51.0	2007	11.3	2005	32.4
Cuba			46				1992	12.6		
Czech Republic	19	19	••	2007	84.5	67.3	2005	9.4	2005	40.7
Denmark	6	10	••	2007	94.4	86.9	2005	8.5		
Dominican Republic			35	2000	31.0	20.7	2000	0.8		
Ecuador	12 ^b	21 ^b		2004	27.0	20.8	2002	2.5		
Egypt, Arab Rep.			12	2004	55.5	27.7	2004	4.1		
El Salvador	13	9		2005	29.8	19.7	2006	1.9	······································	••
Eritrea			••	0004			2001	0.3	0007	
Estonia	16	15		2004	95.2	68.6	2003	6.0	2007	35.4
Ethiopia	4	11	23	2005		67.2	2007	0.3		
France	21 21 ^b	19 25 ^b	••	2005 2005	88.7 89.9	67.2 61.4	2005 2005	8.0 14.0		
France Gabon		•••••••••••	••	1995	89.9 15.0	14.0	2005		······	
Gambia, The	••	••	••	2003	3.8	2.9		••		••
Georgia	27	31	••	2003	29.9	22.7	2004	3.0	2003	13.0
Germany	16	14	••	2004	88.2	65.5	2004	12.6	2003	
Ghana				2003	9.1	7.1	2003	1.3	······	
Greece	18	35	···	2005	85.2	58.5	2005	12.0	······	
Guatemala				2005	24.0	18.0	2005	1.0		
Guinea			17	1993	1.5	1.8				
Guinea-Bissau				2004	1.9	1.5	2005	2.1		
Haiti			44				•••••			
•										

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	Youth unemployment		Female-headed households	Pension contributors			Public expenditure on pensions			
	Male % of male labor force ages 15–24 2003–05 ^a	Female % of female labor force ages 15–24 2003–05 ^a	% of total 2004–07 ª	Year	% of labor force	% of working- age population	Year	% of GDP	Year	Average pension % of average wage
Honduras	5 ^b	11 ^b	26	2006	16.1	12.4	1994	0.6		
Hungary	20	19		2007	93.0	62.6	2005	11.1	2005	39.8
India	10 ^b	11 ^b	14	2007	9.0	5.7	2007	2.0	2003	
Indonesia	25	34		2002	15.5	11.3	2001		·*····································	
ran, Islamic Rep.	20	32	••	2002	35.1	20.0	2000	1.1		••
raq				2001			2000			
Ireland	9	7		2005	88.0	63.9	2003	3.4		
Israel	17	19	••	1992	82.0	63.0	1996	5.9		
Italy	22	27	••	2005	92.4	58.4	2005	14.7		••
	22	36	41	2003	17.4	12.6	1996	14.7		
Jamaica Janan	10 ^b	7 ^b		2004	95.3	75.0	2005	9.5	••••	
Japan Jordan				2005	32.2	18.6	2005	9.5 2.2		••
		16	···	2004			2001		2003	24.9
Kazakhstan	13	16			33.8	26.4	•••••	4.9	2003	•••••
Kenya	••		••	2005	8.0	6.7	2003	1.1		••
Korea, Dem. Rep.			••	0005			0005			
Korea, Rep.	12	9	••	2005	78.0	55.0	2005	2.0		
Kuwait				0000			1990	3.5	0000	
Kyrgyz Republic	14	18	25	2006	42.2	28.9	2006	4.8	2003	27.5
_ao PDR			••							
_atvia	12	14		2003	92.4	66.5	2002	7.5	2005	33.1
_ebanon				2003	33.1	19.9	2003	2.1		
_esotho			37	2005	5.7	3.6				
_iberia	••		31							
Libya				2004	65.5	38.1	2001	2.1		
Lithuania	16	15		2004	79.7	56.0	2003	6.8	2005	30.9
Macedonia, FYR	63	62	8	2000	63.8	38.9	2006	8.5	2006	55.0
Madagascar	7	7	22	1993	5.4	4.8	1990	0.2	·**······	
Malawi			25							
Malaysia				2000	65.0		1999	6.5		
Mali			12	1990	2.5	2.0	1991	0.4	·••	
Mauritania	••		••	1995	5.0	4.0	1992	0.2	•••	
Mauritius	21	34		2000	51.4	33.6	1999	4.4		
Mexico	6	7	••	2002	34.5	22.7	2005	0.9		
Moldova	19	18	34	2000	60.6	43.1	2003	8.0	2003	20.9
Mongolia	20	21	17	2002	61.4	49.1	2002	5.8		
Morocco	16	14	17	2003	22.4	12.8	2003	1.9		
Mozambique			••	1995	2.0	2.1	1996	0.0		
Myanmar										
Namibia										
Nepal			23	2003	2.1	1.4	2003	0.3		
Netherlands	10	10	••	2005	90.3	70.4	2005	8.4		••
New Zealand	9 ^b	10 ^b			••	••	2005	7.2		••
Nicaragua	11	16		2005	17.9	11.5	1996	2.5	***************************************	••
Niger		••	19	2006	1.3	1.2	2006	0.7	***************************************	••
Nigeria		••		2005	1.7	1.2	1991	0.1		••
Norway	13	12	••	2005	90.8	75.7	2003	8.4		
Oman	••		••				•••••			
Pakistan	11	15	10	2004	6.4	4.0	1993	0.9		
Panama	19	30	••	1998	51.6	40.7	1996	4.3		
Papua New Guinea	••		••		••		•••••••••••••••••••••••••••••••••••••••		•••••	
araguay	12 ^b	21 ^b		2004	11.6	9.1	2001	1.2		
Peru	21 ^b	21 ^b	22	2003	16.3	12.3	2000	2.6	-**	
Philippines	15	19		2007	20.8	15.5	1993	1.0	······································	
Poland	37	39		2005	84.9	54.5	2005	14.1	2007	47.1
Portugal	14	19		2005	91.4	71.9	2004	10.4		
Puerto Rico	25 ^b	21 ^b	··	_000						





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	Male % of male labor force ages 15–24 2003–05 ^a	Female % of female labor force ages 15–24 2003–05 ^a	% of total 2004–07 ª	Year	% of labor force	% of working- age population	Year	% of GDP	Year	Average pension % of average wage
Romania	21	18		2007	53.4	36.3	2003	6.9	2005	41.5
Russian Federation				2001			2004	5.8	2003	29.2
Rwanda			34	2004	4.8	4.1	2001		2000	
Saudi Arabia				2001			1998	0.2		
Senegal			23	2003	5.3	3.9	2003	1.3	••••••	••
Serbia			29	2003	46.0 ^d	32.2 ^d	2003	12.4 ^d	••••••	
Sierra Leone				2004	4.6	3.6				
Singapore	4	6		2000	70.0		1996	1.4		
Slovak Republic	31	29	••	2003	78.5	55.3	2005	6.5	2005	44.7
Slovenia	11	12		1995	86.0	68.7	2003	10.1	2005	44.3
Somalia										
South Africa	56	65							••••••	
Spain	17	24		2005	91.0	63.2	2005	10.4	2006	58.6
Sri Lanka	20 ^b	37 ^b		2004	35.6	22.2	2002	2.0		
Sudan			19	1995	12.1	12.0	2002		••••••	
Swaziland			48	1000						
Sweden	23	22		2005	91.0	72.3	2005	11.4	••••••	
Switzerland	9	9		2005	100.0	79.1	2005	9.2	2000	40.0
Syrian Arab Republic		•••••••••••	••	2004	17.4	11.4	2003	1.3	2000	
Tajikistan	••	••	••	2004			1996	3.0	2003	25.7
Tanzania	••	••	25	1996	2.0	2.0	1330		2003	
Thailand	5	5	30	2005	27.2	21.8		••		••
Timor-Leste		••••••••••		2003		••				••
	••	••	••	1997	15.9	15.0	1997	0.6		••
Togo Trinidad and Tobago	••	••	••	2004	55.6	••	1996	0.6	•••••	••
Tunisia	31	29	••	2004	45.3	25.4	2003	4.3		
	19	19	••	2004	55.0	30.5	2003	3.2	2007	61.3
Turkey Turkmenistan		•••••••••••	••	2007		••			2007	
	••			2004	10.7		1996	2.3 0.3		
Uganda			30	2004	10.7	9.3	2003		2007	40.2
Ukraine United Arab Emirates	15	14	••	2007	68.2	47.4	2005	15.4	2007	48.3
				2005		74.4	2005			
United Kingdom	13 12 ^b	10 10 ^b	••	2005	92.7	71.4	2005	7.6	2006	
United States		•	••	2005	92.5	72.5	2003	7.3	2006	29.2
Uruguay	25	35		2004	55.0	44.3	2007	10.0	2005	40.0
Uzbekistan			18	0004			2005	6.5	2005	40.0
Venezuela, RB	24	35	••	2004	31.8	23.8	2001	2.7		
Vietnam	4	5	••	2005	13.2	10.8	1998	1.6		••
West Bank and Gaza	39	45	••	2000	18.8	7.8	2001	0.8		
Yemen, Rep.		••	••	2005	10.0	5.5	1999	0.9		
Zambia	••			2000	5.9	4.9	2006	0.2		••
Zimbabwe			38	1995	12.0	10.0	2002	2.3		••
World	W	W								
Low income	••									
Middle income	••	••							••••••	
Lower middle income										
Upper middle income	21	26								
Low & middle income		••							•••••	
East Asia & Pacific		••								
Europe & Central Asia						•••••	•••••		•••••	
Latin America & Carib.	14	21				•••••	***************************************		••••••	
Middle East & N. Africa										
South Asia	11	12					***************************************			
Sub-Saharan Africa				••••		•••••	••••••		••••••	
High income	14	13								
Euro area	18	21								

a. Data are for the most recent year available. b. Limited coverage. c. Data are for 2007. d. Includes Montenegro.

Assessing vulnerability and security

About the data

As traditionally measured, poverty is a static concept, and vulnerability a dynamic one. Vulnerability reflects a household's resilience in the face of shocks and the likelihood that a shock will lead to a decline in well-being. Thus, it depends primarily on the household's assets and insurance mechanisms. Because poor people have fewer assets and less diversified sources of income than do the better-off. fluctuations in income affect them more.

Enhancing security for poor people means reducing their vulnerability to such risks as ill health, providing them the means to manage risk themselves, and strengthening market or public institutions for managing risk. Tools include microfinance programs, public provision of education and basic health care, and old age assistance (see tables 2.11 and 2.16).

Poor households face many risks, and vulnerability is thus multidimensional. The indicators in the table focus on individual risks-youth unemployment, female-headed households, income insecurity in old age-and the extent to which publicly provided services may be capable of mitigating some of these risks. Poor people face labor market risks, often having to take up precarious, low-quality jobs and to increase their household's labor market participation by sending their children to work (see tables 2.4 and 2.6). Income security is a prime concern for the elderly.

Youth unemployment is an important policy issue for many economies. Experiencing unemployment may permanently impair a young person's productive potential and future employment opportunities. The table presents unemployment among youth ages 15-24, but the lower age limit for young people in a country could be determined by the minimum age for leaving school, so age groups could differ across countries. Also, since this age group is likely to include school leavers, the level of youth unemployment varies considerably over the year as a result of different school opening and closing dates. The youth unemployment rate shares similar limitations on comparability as the general unemployment rate. For further information, see About the data for table 2.5 and the original source.

The definition of female-headed household differs greatly across countries, making cross-country comparison difficult. In some cases it is assumed that a woman cannot be the head of any household with an adult male, because of sex-biased stereotype. Caution should be used in interpreting the data.

Pension scheme coverage may be broad or even universal where eligibility is determined by citizenship, residency, or income status. In contribution-related schemes, however, eligibility is usually restricted to individuals who have contributed for a minimum number of years. Definitional issues—relating to the labor force, for example—may arise in comparing coverage by contribution-related schemes over time and across countries (for country-specific information, see Hinz and Pallares-Miralles forthcoming). The share of the labor force covered by a pension scheme may be overstated in countries that do not try to count informal sector workers as part of the

Public interventions and institutions can provide services directly to poor people, although whether these interventions and institutions work well for the poor is debated. State action is often ineffective, in part because governments can influence only a few of the many sources of well-being and in part because of difficulties in delivering goods and services. The effectiveness of public provision is further constrained by the fiscal resources at governments' disposal and the fact that state institutions may not be responsive to the needs of poor people.

The data on public pension spending cover the pension programs of the social insurance schemes for which contributions had previously been made. In many cases noncontributory pensions or social assistance targeted to the elderly and disabled are also included. A country's pattern of spending is correlated with its demographic structure—spending increases as the population ages.

Definitions

- . Youth unemployment is the share of the labor force ages 15-24 without work but available for and seeking employment. • Female-headed households are the percentage of households with a female head.
- Pension contributors are the share of the labor force or working-age population (here defined as ages 15 and older) covered by a pension scheme.
- · Public expenditure on pensions is all government expenditures on cash transfers to the elderly, the disabled, and survivors and the administrative costs of these programs. • Average pension is the average pension payment of all pensioners of the main pension schemes divided by the average wage of all formal sector workers.

Data on youth unemployment are from the ILO database Key Indicators of the Labour Market, 5th edition. Data on female-headed household are from Demographic and Health Surveys by Macro International. Data on pension contributors and pension spending are from Richard Paul Hinz and Montserrat Pallares-Miralles' International Patterns of Pension Provision II (forthcoming).