

## Rural Poverty in Botswana: A Gendered Analysis

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**Abstract:** We model the determinants of rural poverty in Botswana by conducting an empirical analysis of household welfare using the 2009/10 Botswana Core Welfare Indicator survey (BCWIS) to identify such factors associated with rural poverty. The paper found that female headed households, especially those residing in rural areas have higher incidences of poverty than male headed households. The study also found gender (male), education, employment, livestock ownership and access to amenities as factors that positively related with welfare for all rural households and the results were consistent across both FHHs and MHHs models, except for a few factors such as livestock ownership. Household size and dependency ratios negatively related with welfare. However, dependency ratio did not influence welfare amongst MHHs since such households are characterised by fewer dependents unlike the FHHs. Creation of employment opportunities in rural areas is key in helping the government in its poverty eradication efforts in rural areas. The paper also concludes that FHHs in rural areas must be made a special target of poverty eradication programmes, and a well focused gender specific intervention for poverty eradication initiatives is needed. Moreover, rural development strategies should emphasize the provision of agricultural infrastructure, promotion of agricultural productivity growth through improved technology adoption, as well as provision of basic services such as water, sanitation and electricity in rural areas.

**Keywords:** Botswana, Rural poverty, Welfare, Agriculture, Consumption

### 1. Introduction

Poverty in Botswana is a rural phenomenon. The country has a total population of about 2 million people, with about 37% (748,762) residing in rural areas (Statistics Botswana, 2013a). Agriculture has always been the backbone of the economy since independence in 1966, contributing about 40% of the GDP (Seleka, 2004). However, agriculture has declined in relative economic importance. This sector is mainly based on smallholder farms and contributes about 2.3% of the country's GDP and employs about 15.3% of the total labour force (Statistics Botswana, 2013b; Statistics Botswana, 2014). Agriculture is the predominant activity for the many rural households in Botswana. However, this sector has been characterized by decreasing farm sizes, low levels of output per farm, low productivity, a high degree of subsistence farming, with increases in production being driven mainly by area and not yields growth (Transtec & BIDPA, 2010). The declining in agricultural productivity is also associated with among other things intermittent rainy seasons, persistent droughts, lack of draught power and lack of proper agricultural technology. This has brought about serious economic and social challenges in rural areas; the biggest challenge being high poverty rates. According to Statistics Botswana (2013b) rural poverty rate stood at 24.3% compared to 19.9% and 8% of urban villages and cities/towns, respectively. Rural poverty accounts for about 54% of the total poor. Analyzing rural poverty through the gender lens depicted an interesting picture. Poverty is more prevalent across FHHs (22.4%) than MHHs (16.2%) and the difference is higher in rural areas with female headcount estimated at 26.9% compared to 21.6% for males.

Several poverty profiles with descriptive analysis of the characteristics of the poor have been produced for Botswana (Watanabe and Mueller, 1984; BIDPA, 1996; CSO, 2008; Statistics Botswana, 2013a). While there is evidence that rural poverty has declined and that poverty reduction has been widely recognised as top priority on the government development agenda, little quantitative work has been done to explore poverty profiles through a gender lens and explain determinants of rural poverty. Past studies that looked at the determinants of rural poverty did not employ a nationally representative dataset but rather looked at village case study (Moepeng & Tisdell 2008). This paper therefore, conducts an econometric analysis of the determinants of rural poverty in Botswana using the 2009/10 Botswana Core Welfare Indicator

Survey (BCWIS). The rest of the paper is organized as follows. Section 2 profiles the rural poor and in section 3 we describe the conceptual model of the determinants of rural poverty in Botswana and we discuss our primary data sources in section 3. In section 4 we present the empirical model, introduce the set of regressors and their descriptive statistics. The results of the model are presented and discussed in section 5 whilst section 6 concludes and provides policy implications.

## **2. Characteristics of the Rural Poor**

We profile the demographic and economic characteristics of the rural households in order to identify factors associated with rural poverty and also compare the differentials by gender. These profiles are a useful way of summarizing on the levels of poverty across gender and the characteristics of the poor in the society (Datt & Jolliffe, 2005). They also give us clues to the underlying determinants of poverty. These profiles are presented in Table A4 (Annex).

Generally, poverty is more prevalent among individuals residing in FHHs across all age groups, especially those households headed by children (12-17 years), except for the elderly headed households (65+), where poverty was higher among those headed by males. With regard to marital status, rural poverty is highest among individuals residing in female single headed households (separated, divorced, widowed and the never married). The share of the total poor of FHHs ranged between 81% and 97% amongst the single headed households. The incidences of poverty were also very high in such households compared to similar households headed by males. For example, the headcount ratio of individuals residing in households headed by widows stood at 29.6% for FHHs compared to only 8.3% for MHHs.

Poverty in rural areas is higher across households whose heads have lower educational attainments. The incidences are even more widespread across FHHs than MHHs. For example, for those individuals whose heads never attended school, the incidence of poverty stood at 34.2% for FHHs compared to 27.5% for MHHs. The share of FHHs to the total poor was also high at 56%. Profiling rural poverty by employment categories revealed higher incidences of poverty amongst FHHs than MHHs across employment categories except for those working in their own farms where the incidence of poverty was higher amongst MHHs. The incidence of poverty was highest amongst the unemployed, especially those residing in FHHs than those in MHHs. Similarly, the share of FHHs to the total unemployed poor accounted for the largest share of about 70%. As expected, poverty was lowest across the unemployed and the rates were comparable across both FHHs and MHHs. Poverty incidences are lower amongst households relying on paid employment as their main source of income. However, households whose main source of income was off-farm income (sale of harvesting of natural resources, piece jobs) had higher incidences of poverty and the rates were higher amongst FHHs than MHHs. This was followed by households whose main source of income was farm income and government assistance, the majority of which were FHHs. Similarly, the incidences of poverty declined with increases in cattle herd sizes and small stock an indication that livestock plays an important role in rural poverty.

Overall, poverty increases with increase in household size and the increase is higher amongst FHHs than amongst MHHs. For example, the incidence of poverty amongst FHHs with members from 4 to 5 is 21.8% compared to 13.8% for MHHs. Similarly, for FHHs with more than 16 members, poverty rate stood at 100% compared to 28.1% for MHHs with the same members. Generally, individuals residing in households with no access to basic amenities like electricity, safe drinking water and sanitation had higher incidences of poverty across all households, irrespective of the gender of household head. The share of the poor was higher amongst households with no access to electricity ranging from 91% to about 93% with FHHs accounting for the largest share. This is expected, since the majority of the poor in rural areas have limited resources to pay for electricity connections. The headcount index stood at 19.3% at national level and rural headcount stood at 24.3% compared to 19.9% and 8% of urban villages and cities/towns, respectively (Statistics Botswana, 2013). Overall, rural poverty accounted for about 54% of the total poor, and across gender rural FHHs accounted for the largest share of the total female poor. Analyzing rural poverty through the gender lens depicted an interesting picture. Poverty is more prevalent across FHHs (22.4%) than MHHs (16.2%) and the difference is higher in rural areas with female headcount estimated at 26.9% compared to 21.6% for males.

### 3. Conceptual Model of Rural Poverty and Data Sources

There can be a number of different approaches to modeling the determinants of poverty. This paper adopts the per capita consumption approach to model the determinants of household poverty. Per capita consumption is used as a proxy to measure the household welfare. This approach involves regressing the natural logarithm of per capita consumption against a series of independent variables using the ordinary least squares (OLS) estimation procedure and has been used elsewhere in the developing world (Lekobane & Seleka, 2014; Akerele & Adewuyi, 2011; Litchfield & McGregor, 2008; Datt & Jolliffe, 2005; Mukherjee & Benson, 2003). The simplest form of such a model can be expressed as follows:

$$\ln c_j = \beta' x_j + \varepsilon_j \quad (1)$$

Where  $c_j$  denotes per capita consumption for household  $j$ ,  $x_j$  is a set of explanatory variables used,  $\beta'$  is the set of parameters to be estimated and  $\varepsilon_j$  is a random error term. The study uses the nationally representative 2009/10 Botswana Core Welfare Indicator Survey (BCWIS) data collected by Statistics Botswana. The BCWIS collected information from 7732 households, selected from rural areas, urban villages and cities/towns. However, since the study is interested in rural poverty, we only selected 3,251 rural households for the analysis. The questionnaires were administered using a two-stage, stratified selection process<sup>1</sup>.

**Empirical Model:** In modelling the determinants of rural household welfare, we estimate three separate models for all rural households, FHHs and MHHs. We do this in order to make comparisons of the significance and effect of variables used across the models and to check if the results of FHHs and MHHs are consistent with the overall model for all households. In this study, we use the natural logarithm of per capita consumption expenditure as the dependent variable in the welfare model. This variable (unlogged) is used as a measure of welfare. To derive per capita consumption for a household, we divided total consumption expenditure by the number of individuals in the household. This welfare measure assumes equal allocation of items consumed by household members, and that every household member has the same needs irrespective of age or gender. It also assumes that the cost of two or three people living together is the same as if they lived separately (Mukherjee & Benson, 2003).

The choice of independent variables was largely guided by the empirical literature on the determinants of welfare and poverty in developing countries. The independent variables used in the study together are defined in Table A1, with their descriptive statistics presented in Table A2 in the Annex. These variables are broadly grouped into HH characteristics, household characteristics, and household main source of income and livestock ownership. We also included dummy variables to capture household access to basic amenities. Under HH characteristics, we included age (linear and quadratic terms), gender, marital status and education and employment status of the household head. Age of HH averaged 50 years, an indication that most of the households in rural areas are headed by older people. However, there are households headed by children as young as 13 years and this could be orphan children. About 53% of household in rural areas are male headed. About 34% of households head were never married, followed by married heads with 26% and cohabiting couples (living together) with 20%. The widowed accounted for about 16% and the divorced and separated accounted for the remaining 4%. The majority of households' heads in rural areas have lower educational attainments with an average of about 5 years of schooling, implying the majority did not have even primary school leaving certificate (less than primary). With regard to employment status, about 38% were involved in paid employment, 38% worked in own land/cattle post and a paltry 5% were involved in self employment whilst 4% worked as unpaid family helpers. The remaining 34% of rural household heads were unemployed.

Household characteristics included household size (linear and quadratic terms) and dependency ratio (measured as the number of individuals aged 0 to 14 years and 65 years and above as a ratio of those aged 15 to 64 years). The average household size in rural areas averaged 3.6 and dependency ratio recorded more than 1, implying that there are more dependents in rural households than the economic active members. We also included income dummies to capture the main sources of income for rural households. These included dummies for pensions, remittances, government assistance, off-farm income,

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<sup>1</sup> For more information on the BCWIS see Statistics Botswana (2013a) and Lekobane and Seleka (2014)

off-farm business, farm income and wages from employment (reference variable). Clearly, the majority of rural households rely on wages from employment as their main source of income (44%) followed by pensions and remittances with 16% and 14%, respectively. The remaining households relied on government assistance (6%), off farm income (7%), off farm business (8%) and lastly farm income (5%).

To capture livestock ownership, three dummy variables were used for cattle, goats and sheep ownership. About 38% of rural households reared cattle whilst 42% and 10% reared goats and sheep, respectively. Three dummy variables were included to capture household access to basic amenities; access to electricity, safe drinking water and sanitation. Only 21% of rural household were connected to electricity and 71% and 64% had access to safe drinking sanitation, respectively.

#### 4. Results and Discussion

Table 2 presents the estimated results of the welfare models for all rural households, FHHs and MHHs. Since the dependent variables are in log form, the estimated regression coefficients for continuous variables measure the percentage change in household welfare due to a unit increase in the independent variable (Giles, 2011; Halvorsen & Palmquist, 1980; Lekobane & Seleka, 2014). However, for categorical (dummy) variables, the percentage change in welfare due to the change in the considered binary variable from a value of 0 to 1 is computed as:  $100(e^{\alpha} - 1)$ , where  $\alpha$  represents the estimated coefficient for the considered independent variable (Seleka & Lekobane, 2014; Giles, 2011; Halvorsen & Palmquist, 1980). The independent variables for the full model (all rural households) account for about 43% of the total variation in the dependent variable and for FHHs and MHHs they accounted for about 40% and 43%, respectively. The F-statistics for the three models were highly significant ( $p < 0.001$ ), implying that the explanatory variables jointly exert significant influence on household welfare for all rural households, FHHs and MHHs.

**Household Head Characteristics:** The estimated coefficient for age of household head is positive and that of age squared is negative (for all the three models). This conforms to the findings of previous studies, and indicates that as age of the household head increases, welfare increases at a decreasing rate, reaches a maximum and declines at old age (Datt & Jolliffe, 2005; Lekobane & Seleka, 2014). This is consistent with the life-cycle phenomenon of higher earning capacity with greater experience and smoothing of consumption over the life cycle (Datt & Jolliffe, 2005). However, for the FHHs model, the two variables are not statistically significant. MHHs attained welfare than FHHs, an indication that rural households headed by males are better-off in terms economic welfare than those headed by females. This may suggest that the empowerment of women, especially in rural areas will be fundamental in achieving improvements in rural household welfare and reduction in rural poverty. Generally, marriage enhances household welfare. Households whose heads were cohabiting (living together) attained 9% lower per capita than households with married HHs. Similarly, households whose heads were never married attained 18% lower per capita consumption than those with married HHs. However, the results indicate that household welfare for separated, divorced and widowed HHs did not statistically differ from that for households headed by married HHs.

Education level of the household head is highly significant and has a positive sign, as hypothesized. This indicates that the higher the level of education of household head, the higher the household welfare. A one year increase in the level of education of the rural household head resulted in 4.9%, 5.7% and 4.1% increase in welfare for all rural households, FHHs and MHHs, respectively. This is expected as education improves economic performance of the household as a whole and in addition to agricultural activities which forms an important rural livelihood activity. Rural households with higher educational levels are more likely to adopt new farming technologies to increase agricultural productivity. Households headed by individuals engaged in paid employment and self-employed attained 22% and 45%, respectively, higher welfare than those whose heads were not engaged in any type of work. However, the results indicate that household welfare for households whose heads were unpaid family workers or self-employed in agriculture (working in own lands/ cattle posts) did not statistically differ from those households whose were not engaged in any type of work.

**Household Characteristics:** Household size has a negative effect on rural household welfare. The inverse relationship between household size and welfare, indicating that an average household with small household size is better in terms of welfare than a larger household and this is a common finding in the

empirical literature (Lekobane & Seleka, 2014; Datt & Jolliffe, 2005). However, household size squared has a positive effect on welfare, implying that there may be economies of scale associated with larger households. The results are consistent across the three models. Dependency ratio also negatively influences rural household welfare, suggesting that an increase in the dependency ratio would result in a reduction in welfare. However, this variable is not statistically significant for the MHHs model, and this is not surprising since the majority of rural households headed by males are characterized by smaller household sizes with less dependents (children and the elderly), who are mostly found in FHHs. For example, household size averaged about 4 for FHHs compared to 3 for MHHs (Statistics Botswana, 2013).

**Table 4: OLS Regression results for the three welfare models**

	ALL		FHHs		MHHs	
	Coefficient	P-Value	Coefficient	P> Value	Coefficient	P- Value
<b>Household Head Characteristics</b>						
AgeHH	0.0222	0.000***	0.0116	0.191	0.0343	0.000***
AgeHHSQ	-0.0002	0.001***	-0.0001	0.513	-0.0003	0.000***
Gender	0.2014	0.000***				
<b>Marital Status of HH</b>						
Living Together	-0.0978	0.081*	-0.0544	0.612	-0.1586	0.018**
Separated	-0.1640	0.215	-0.4177	0.037**	-0.0269	0.881
Divorced	0.0318	0.784	-0.2422	0.117	0.5046	0.010**
Widowed	0.0603	0.337	-0.0493	0.613	-0.0157	0.892
Never Married	-0.1999	0.000***	-0.3038	0.001***	-0.1279	0.099*
Married (omitted)						
Years of schooling	0.0474	0.000***	0.0559	0.000***	0.0401	0.000***
<b>Employment status of HH</b>						
Paid Employment	0.1962	0.001***	0.2488	0.005***	0.2005	0.021**
Self Employment	0.3723	0.000***	0.2026	0.111	0.5188	0.000***
Unpaid family helper	0.1094	0.237	-0.0928	0.513	0.2956	0.016
Own land/ cattle post	0.0374	0.481	0.0604	0.436	0.0307	0.679
Unemployed (omitted)						
<b>Household Characteristics</b>						
HHSIZE	-0.3378	0.000***	-0.2897	0.000***	-0.3702	0.000***
HHSQ	0.0145	0.000***	0.0127	0.000***	0.0154	0.000***
DPR	-0.0646	0.000***	-0.0789	0.000***	-0.0308	0.241
<b>Main Sources of Income</b>						
Pensions	-0.3339	0.000***	-0.3082	0.004***	-0.3127	0.003***
Remittances	-0.3492	0.000***	-0.2459	0.007***	-0.4743	0.000***
Government Assistance	-0.3852	0.000***	-0.3772	0.001***	-0.3317	0.018
Off Farm Income	-0.4303	0.000***	-0.4045	0.000***	-0.4352	0.000***
Off Farm Business	-0.1089	0.178	-0.1575	0.183	0.0489	0.660
Farm Income	-0.3670	0.000***	-0.5870	0.000***	-0.2087	0.080*
Wages from employment (omitted)						
<b>Livestock Ownership</b>						
Cattle	0.1240	0.003***	0.1942	0.002***	0.0412	0.450
Goats	0.1109	0.007***	0.0548	0.376	0.1714	0.002***
Sheep	0.1687	0.005***	0.1224	0.214	0.1971	0.010**
<b>Access to Basic Amenities</b>						
Electricity (Connected to Grid)	0.4095	0.000***	0.4006	0.000***	0.4157	0.000***
Safe drinking water	0.1556	0.002***	-0.0031	0.972	0.2324	0.000***
Sanitation	0.2042	0.000***	0.2172	0.001***	0.2016	0.000***
Constant	5.6126	0.000***	5.8117	0.000***	5.5919	0.000***
Adjusted R-squared	0.427		0.401		0.426	
F-statistic	87.08	0.000***	38.16	0.000***	48.80	0.000***
No. of observations	3242		1505		1737	

Source: Author computed from Statistics Botswana (2013)

\*\*\*, \*\* and \*: statistically significant at 1, 5 and 10 percent, respectively

**Main Sources of Household Income:** The results show that households whose main source of income is transfers (pensions, remittances and government assistance) had lower welfare compared to those whose main source of income was wage employment. This is expected since transfers are normally smaller compared to wages from employment. However, government assistance is not significant for MHHs model. Similarly, households whose main source of income is off-farm income and farm income

attained lower welfare than those whose main source of income is wage employment. Clearly this is an indication that wage income is key in welfare improvement for all rural households. Therefore creation of employment opportunities in rural areas is key in helping the government in its poverty eradication efforts. In sum, rural poverty could be addressed if non-agricultural activities emerged to provide off-farm employment opportunities to rural dwellers. Provision of short-term employment such as Ipelegeng<sup>2</sup> can also help alleviate rural poverty.

**Livestock Ownership:** Livestock ownership enhances welfare and also serves as source of income for rural households. The results show that households owning cattle, goats and sheep, respectively, attained 13%, 12% and 18% welfare compared to households who did not own any livestock. This is expected because ownership of livestock can generate cash income through sales, which results in increased consumption. Livestock also serve as a source of food security for rural households, especially small stock (sheep and goats). However, small stock (goats and sheep) rearing do not significantly influence household welfare for FHHs and this could be attributed to the fact that FHHs rear small herd-sizes compared to their male counterparts, where the two variables are highly significant and positively relates with welfare. An interesting observation is with regard to cattle ownership where it positively related and significantly related with welfare in the full model and FHHs model but was insignificant in the MHHs model. This could be related to the fact that in rural areas especially, male heads rear cattle as a form of pride than for commercial use whereas for females it is a source of livelihoods through sales.

**Access to Basic Amenities:** Results show that having access to amenities increases one's welfare. Households connected to electricity grid have higher welfare compared to those not connected to the grid. Similarly, households with access to safe drinking water have higher welfares compared to those with no access to portable water. In the same token, household with access to safe sanitation facilities have higher welfare than those with no access to safe sanitation. This is expected since access to basic amenities such as electricity and sanitation may be related to the income level of the household and hence increases in welfare.

## 5. Conclusions and Policy Implications

Poverty in Botswana is a rural phenomenon. We modelled the determinants of rural household poverty by conducting an empirical analysis of household welfare using the 2009/10 Botswana Core Welfare Indicator Survey (BCWIS) dataset in order to identify such factors associated with rural poverty. Rural households headed by males are better-off in terms of economic welfare than those headed by females. Therefore, initiatives of empowerment of women in rural areas are fundamental in achieving improvements in rural household welfare and reduction in rural poverty. Increased emphases should also be placed on improving the quality of education services in rural areas which still lag behind in terms of the provision of quality education. Efforts to diversify the Botswana economy and expand employment opportunities should be intensified. Since rural households are characterized by larger families, awareness building on reproductive health knowledge that could empower household heads to make quality decision regarding their family size may be useful. There is a need to intensify family planning initiatives in rural areas.

Those policies to promote accumulation of assets especially agricultural assets such as livestock (cattle, goats, and sheep) would accelerate poverty reduction. Livestock plays an important part in improving rural livelihood. Some kinds of livestock such as small stock (goats/sheep) and poultry could be the source of daily nutrition for household consumption and may sometimes be used as source of household income through sales. Other livestock such as cattle may be used as draught power during ploughing seasons and in income generation. However, the challenge could be on how to change such traditional ways of rearing livestock to a strategy to increase income and reduce poverty. To achieve this, there is need for provision of better animal health extension services to better the livelihoods of rural dwellers. Moreover, rural development strategies should emphasize the provision of agricultural infrastructure, promotion of agricultural productivity growth through improved technology adoption, especially that the majority of FHHs derive their livelihoods from subsistence farming.

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<sup>2</sup> Ipelegeng is a poverty eradication programme introduced in 2008 by government to provide employment opportunities for the poor and the unemployed. Unlike the previous drought relief programme which was temporary, Ipelegeng is a permanent programme.

Ensuring sustainable access to water and sanitation is also key to enable girls and women to participate in education and employment. Universal access to sexual and reproductive health and rights is also fundamental to reducing poverty in rural areas, including by reducing maternal mortality and enabling women to control the timing and number of their children. Finally, in rural areas with a high level of male out-migration, FHHs must be made a special target of poverty eradication programmes, and well focused gender specific interventions for poverty eradication initiatives are needed. In responding to the needs and priorities of the rural poor it is important to shift from broad based policies to targeting specific social groups and addressing particular constraints faced by such specific groups.

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## Appendix

**Table A1: Variable used in the model and their descriptions**

<b>Variables</b>	<b>Description</b>
Welfare (c)	Per capita consumption (BWP)
<b>Household Head Characteristics</b>	
AgeHH	Age of household head
AgeHHSQ	Age of household squared
Gender	Gender of household head; 1= male household head
<b>Marital Status of HH</b>	
Living Together	1= household head is cohabiting (living together), 0 otherwise
Separated	1= household head is separated, 0 otherwise
Divorced	1= household head is divorced, 0 otherwise
Widowed	1= household head is widowed, 0 otherwise
Never Married	1= household head never married, 0 otherwise
Married (omitted)	Reference variable (1= household head is married)
Years of schooling	Number of years schooling
<b>Employment status of HH</b>	
Paid Employment	1= household head is engaged in formal paid employment, 0 otherwise
Self Employment	1= household head is engaged is self employed, 0 otherwise
Unpaid family helper	1= household head is engaged is unpaid family helper, 0 otherwise
Own land/ cattle post	1= household head works in own land/ cattle post, 0 otherwise
Unemployed	Reference variable (1 if head not working, 0 otherwise)
<b>Household Characteristics</b>	
HHSIZE	Household size
HHSQ	Household size squared
DPR	Dependency ratio
<b>Main Sources of Income</b>	
Pensions	1= household main source of income is pension, 0 otherwise
Remittances	1= household main source of income is remittances, 0 otherwise
Government Assistance	1= household main source of income is from government assistance, 0 otherwise
Off Farm Income <sup>a</sup>	1= household main source of income is off-farm income, 0 otherwise
Off Farm Business <sup>b</sup>	1= household main source of income is from off-farm business, 0 otherwise
Farm Income <sup>c</sup>	1= household main source of income is farm income, 0 otherwise
Wages from employment	Reference variable
<b>Livestock Ownership</b>	
Cattle	1= household has cattle, 0 otherwise
Goats	1= household has goats, 0 otherwise
Sheep	1= household has sheep, 0 otherwise
<b>Access to Basic Amenities</b>	
Electricity (Connected to Grid)	1= household is connected with electricity (Grid)
Safe drinking water	1= household has access to safe drinking water
Sanitation	1=household has access to sanitation



**Table A3: Descriptive statistics**

<i>Variables</i>	<b>ALL</b>		<b>FHHs</b>		<b>MHHs</b>	
	<i>Mean</i>	<i>SD</i>	<i>Mean</i>	<i>SD</i>	<i>Mean</i>	<i>SD</i>
<b><i>Household Head Characteristics</i></b>						
AgeHH	50.00	18.07	51.62	17.79	48.60	18.20
Gender	0.53	0.50	-	-	-	-
<b><i>Marital Status of HH</i></b>						
Living Together	0.20	0.40	0.14	0.34	0.25	0.43
Separated	0.02	0.13	0.02	0.13	0.02	0.13
Divorced	0.02	0.15	0.04	0.19	0.01	0.12
Widowed	0.16	0.36	0.29	0.45	0.05	0.21
Never Married	0.34	0.47	0.42	0.49	0.28	0.45
Married (omitted)	0.26	0.44	0.10	0.31	0.40	0.49
Years of schooling	4.53	4.84	4.54	4.77	4.53	4.91
<b><i>Employment status of HH</i></b>						
Paid Employment	0.38	0.48	0.27	0.45	0.47	0.50
Self Employment	0.05	0.23	0.06	0.24	0.05	0.22
Unpaid family helper	0.04	0.19	0.03	0.18	0.04	0.20
Own land/ cattle post	0.19	0.39	0.17	0.38	0.21	0.41
Unemployed	0.34	0.42	0.47		0.23	
<b><i>Household Characteristics</i></b>						
HHSIZE	3.63	2.83	4.03	2.77	3.29	2.84
DPR	1.04	1.45	1.43	1.63	0.70	1.16
<b><i>Main Sources of Income</i></b>						
Pensions	0.16	0.37	0.18	0.38	0.15	0.36
Remittances	0.14	0.35	0.20	0.40	0.09	0.29
Government Assistance	0.06	0.23	0.08	0.27	0.04	0.19
Off Farm Income <sup>a</sup>	0.07	0.25	0.08	0.27	0.06	0.24
Off Farm Business <sup>b</sup>	0.08	0.27	0.09	0.29	0.07	0.26
Farm Income <sup>c</sup>	0.05	0.22	0.05	0.21	0.06	0.23
Wages from employment	0.44	0.49	0.32	0.47	0.52	0.50
<b><i>Livestock Ownership</i></b>						
Cattle	0.38	0.49	0.29	0.46	0.46	0.50
Goats	0.42	0.49	0.37	0.48	0.46	0.50
Sheep	0.10	0.30	0.08	0.28	0.12	0.32
<b><i>Access to Basic Amenities</i></b>						
Electricity (Connected to Grid)	0.21	0.41	0.22	0.42	0.20	0.40
Safe drinking water	0.77	0.42	0.86	0.34	0.69	0.46
Sanitation	0.64	0.48	0.72	0.45	0.57	0.50

Source: Author computed from Statistics Botswana (2013)

Based on the 3,242 households from rural areas. <sup>a</sup>Off-farm income includes income from piece jobs/part-time, income from sale of harvested natural resources. <sup>b</sup>Off-farm business includes enterprise business, rental and interests earned and <sup>c</sup>Farm income includes sale of livestock and crop produce.

**Table A4: Poverty profiles**

	ALL Households			FHH		MHH	
	P <sub>0</sub>	% Poor	% FHH	P <sub>0</sub>	% Poor	P <sub>0</sub>	% Poor
<b>HH Characteristics</b>							
<i>Age of HH</i>							
12-17	22.5	0.4	46.6	32.1	0.3	17.8	0.5
18-25	17.4	7.2	69.4	24.5	8.8	10.5	5.1
26-35	23.1	8.6	52.1	23.1	7.9	23.0	9.6
36-44	26.1	15.4	65.1	30.4	17.6	20.7	12.4
45-54	28.8	26.6	56.7	31.1	26.6	26.3	26.6
55-64	22.5	18.4	56.5	26.8	18.3	18.6	18.5
65+	23.9	23.5	49.4	23.1	20.4	24.8	27.4
<b>Total</b>	<b>24.3</b>	<b>100</b>	<b>56.7</b>	<b>26.9</b>	<b>100.0</b>	<b>21.6</b>	<b>100</b>
<i>Marital Status of HH</i>							
Married	22.3	28.0	16.5	21.9	8.1	22.4	53.9
Living together	28.9	26.0	35.4	30.2	16.2	28.3	38.7
Separated	19.9	1.0	81.3	24.0	1.5	11.5	0.4
Divorced	33.2	3.1	93.4	37.0	5.1	13.6	0.5
Widowed	21.0	14.6	96.7	22.2	24.8	8.0	1.1
Never married	24.4	27.4	91.6	29.6	44.3	8.3	5.3
<b>Total</b>	<b>24.3</b>	<b>100</b>	<b>56.7</b>	<b>26.9</b>	<b>100</b>	<b>21.6</b>	<b>100</b>
<i>Education of HH</i>							
Never attended	31.0	55.7	47.8	34.2	49.7	27.5	58.5
Preschool	21.2	0.2	100.0	52.5	0.4	0.0	0.0
Primary Education	23.6	29.0	63.7	27.0	32.9	19.3	24.0
Secondary Education	15.0	10.8	58.4	17.2	11.2	12.7	10.2
Tertiary	5.0	0.6	0.0	0.0	0.0	10.8	1.4
University	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Non formal	23.7	5.6	57.0	21.3	5.6	27.8	5.5
Some education	4.6	0.3	39.0	4.9	0.2	4.4	0.4
<i>Employment status of HH</i>							
Unemployed	29.6	49.3	70.3	30.9	58.8	26.9	35.7
Paid employment	18.4	25.0	37.9	18.8	16.1	18.1	37.8
Self-employed	20.5	4.8	72.1	30.7	5.9	11.0	3.3
Own-farm	22.0	15.7	48.8	21.4	13.0	22.7	19.6
Unpaid family worker	25.7	5.2	71.3	39.2	6.2	13.8	3.6
<b>Total</b>	<b>24.3</b>	<b>100.0</b>	<b>56.7</b>	<b>26.9</b>	<b>100</b>	<b>21.6</b>	<b>100</b>
<b>Household Characteristics</b>							
<i>Household size</i>							
1	2.2	0.8	31.7	2.3	0.4	2.2	1.2
2-3	10.5	8.6	56.5	11.5	8.6	9.3	8.6
4-5	18.4	19.0	67.6	21.8	22.6	13.8	14.2
6-7	29.6	24.0	60.7	32.1	25.6	26.4	21.7
8-9	37.1	20.7	53.3	39.0	19.5	35.2	22.3
10-11	43.6	11.9	46.1	42.4	9.7	44.7	14.8
12-13	45.0	5.7	57.0	49.7	5.7	40.0	5.7
14-15	67.1	6.8	40.0	59.4	4.8	73.5	9.5
16+	54.4	2.5	67.2	100	3.0	28.1	1.9
<b>Total</b>	<b>24.3</b>	<b>100</b>	<b>56.7</b>	<b>26.9</b>	<b>100</b>	<b>21.6</b>	<b>100</b>
<i>Main Source of Income</i>							
Pensions	21.1	14.3	44.3	18.7	11.3	23.6	18.1
Remittances	26.2	19.1	69.9	27.4	23.7	23.8	13.0
Government Assistance	35.8	10.9	73.5	37.5	14.2	31.8	6.5
Off Farm Income <sup>a</sup>	34.0	4.2	50.6	33.0	3.8	35.0	4.7
Off Farm Business <sup>b</sup>	24.2	9.2	63.3	29.7	10.4	18.4	7.6
Farm Income <sup>c</sup>	74.6	15.2	77.8	96.4	10.4	40.5	7.6
Wages from employment	16.2	27.1	30.9	21.8	26.3	18.8	42.3
<b>Total</b>	<b>24.3</b>	<b>100</b>	<b>56.7</b>	<b>26.9</b>	<b>100</b>	<b>21.6</b>	<b>100</b>

<i>Livestock ownership</i>								
0	25.2	66.6	65.0	28.0	76.4	21.3	53.8	
1-19	24.4	28.0	41.8	25.4	20.7	23.8	37.7	
20-39	15.9	2.7	26.1	13.4	1.3	17.0	4.7	
40-59	16.6	1.4	57.7	28.9	1.5	10.5	1.4	
>60	18.2	1.2	10.0	8.2	0.2	21.1	2.5	
<b>Total</b>	<b>24.3</b>	<b>100</b>	<b>56.7</b>	<b>26.9</b>	<b>100.0</b>	<b>21.6</b>	<b>100</b>	
<i>Access to Basic Amenities</i>								
Electricity	(Yes)	5.7	8.1	51.3	5.9	7.4	5.7	9.0
	(No)	17.6	91.9	56.8	21.4	92.6	13.7	91.0
<b>Total</b>		<b>24.3</b>	<b>100</b>	<b>56.7</b>	<b>26.9</b>	<b>100.0</b>	<b>21.6</b>	<b>100</b>
Safe drinking water	(Yes)	14.4	74.8	63.9	17.6	84.9	10.8	61.9
	(No)	16.2	25.2	33.9	19.7	15.1	14.8	38.1
<b>Total</b>		<b>24.3</b>	<b>100</b>	<b>56.7</b>	<b>26.9</b>	<b>100.0</b>	<b>21.6</b>	<b>100</b>
Sanitation	(Yes)	12.4	50.1	63.3	14.9	59.8	9.5	44.8
	(No)	21.6	49.9	42.7	25.5	40.2	15.4	55.2
<b>Total</b>		<b>24.3</b>	<b>100</b>	<b>56.7</b>	<b>26.9</b>	<b>100.0</b>	<b>21.6</b>	<b>100</b>
<i>Regional Dimensions</i>								
Cities/towns		8.0	8.7	47.1	9.5	7.0	7.1	11.0
Urban villages		19.9	37.1	63.0	22.9	40.2	16.2	32.9
Rural villages		24.3	54.2	56.7	26.9	52.8	21.6	56.1
<b>Total</b>		<b>19.3</b>	<b>100</b>	<b>58.2</b>	<b>22.4</b>	<b>100</b>	<b>16.2</b>	<b>100</b>

Source: Author computed from Statistics Botswana (2013)

P<sub>0</sub> is the poverty headcount ratio. <sup>a</sup>Off-farm income includes income from piece jobs/part-time, income from sale of harvested natural resources. <sup>b</sup>Off-farm business includes enterprise business, rental and interests earned and <sup>c</sup>Farm income includes sale of livestock and crop produce. HH=household head