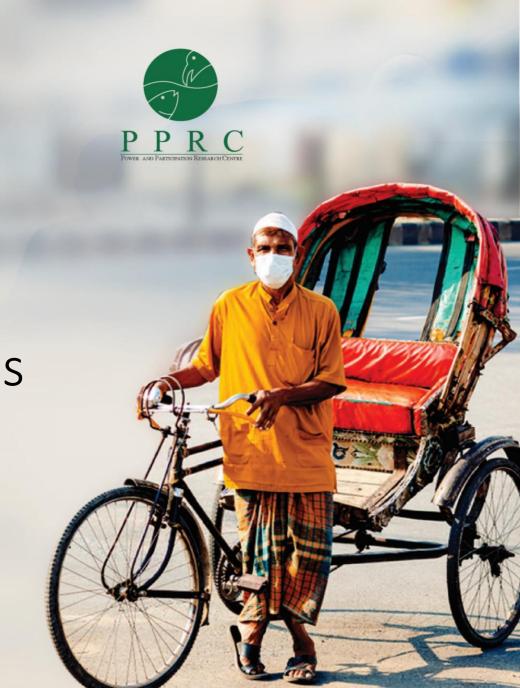


# Livelihoods, Coping, and Support during Covid-19 Crisis

Dr Hossain Zillur Rahman | Dr Imran Matin April 16, 2020



The Covid-19 began as a health crisis but has in time triggered a grave and unfolding economic crisis with particular concerns for the poor and vulnerable. For effective policy response to the poverty consequences of the Covid-19 crisis, the importance of realtime evidence cannot be over-emphasized. Power and Participation Research Centre (PPRC) and BRAC Institute for Governance and Development (BIGD) teamed up to launch a rapid response telephonic survey utilizing respondent telephone databases from earlier surveys on urban slums and rural poor. A total of 5471 respondents were reached through telephone by a combined survey team of 51 from the two institutions. Our deepest gratitude goes to the respondents who agreed to spare the time to talk in their moments of crisis and uncertainty and also the survey team who turned stay-athome reality into a dedicated field research endeavor. The research is intended to support better policy responses and design of support programs for the vulnerable population. PPRC and BIGD stand committed to continue providing real-time researched evidence towards the goal of more effective policy responses to this unprecedented crisis of our times.

Dr. Hossain Zillur Rahman Executive Chairman, PPRC

Dr. Imran Matin Executive Director, BIGD

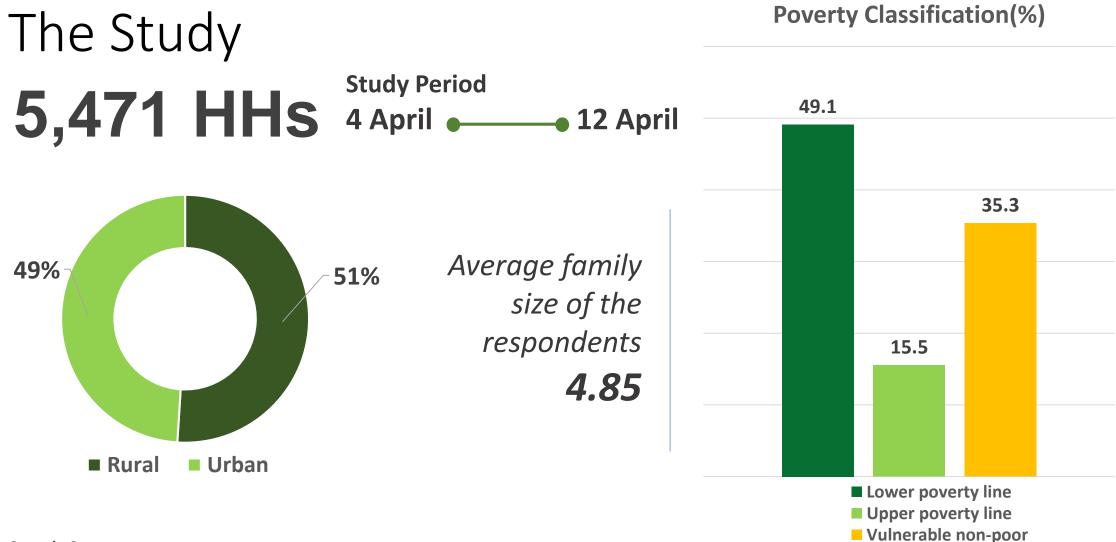
#### Team Members

### **BIGD**

- Dr. Narayan C Das, Senior Research Fellow
- Dr. Imran Matin, Executive Director
- Shakil Ahmed, Senior Research Associate
- Atiya Rahman, Senior Research Associate
- Tahsina Naz Khan, Research Associate
- Montajina Tasnim, Research Associate
- Nusrat Jahan, Head, Knowledge Management

### **PPRC**

- Dr. Hossain Zillur Rahman, Executive Chairman
- Md. Abdul Wazed, Senior Fellow, PPRC & Former DG, BBS
- Umama Zillur, Research Associate
- Sabrina Miti Gain, Research Associate
- Fatema Mohammad, Research Associate
- Field Research Team



#### Sample Source:

**Urban:** from a census in 2016-2017 of 24,283 slum HHs in 35 slums across 9 districts in Dhaka, Chattogram, Khulna, Barisal and Rangpur **Rural:** from a nationally representative survey of 26,925 HHs across 64 districts

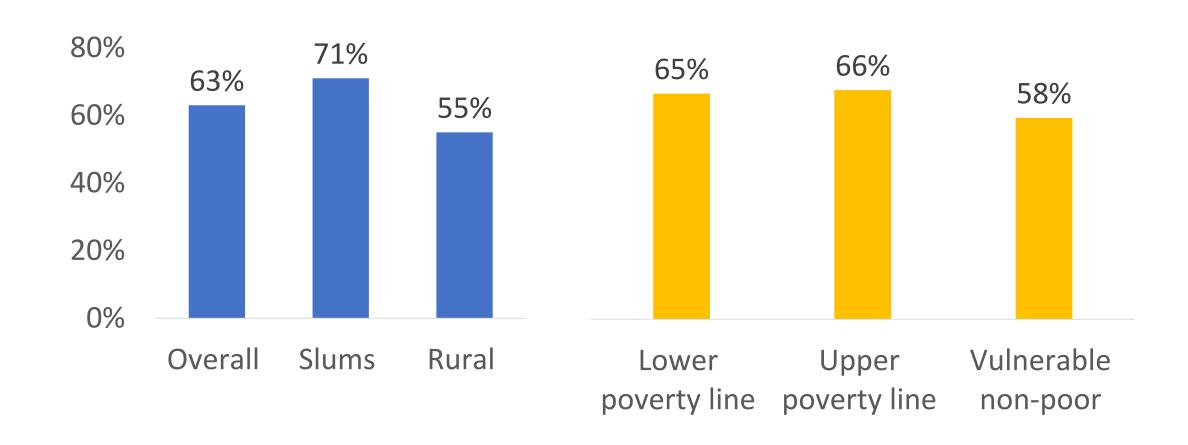
## Respondent Profile: Principle Source of Income

	rural	urban	Total
Business	15.7	20.11	17.84
Wage/Salaried labor	21.66	37.25	29.23
Casual labor	41.41	39.17	40.32
Agri/Livestock rearing	16.76	1.05	9.14
Help/Assistance/Others	4.47	2.41	3.47
Total	100	100	100

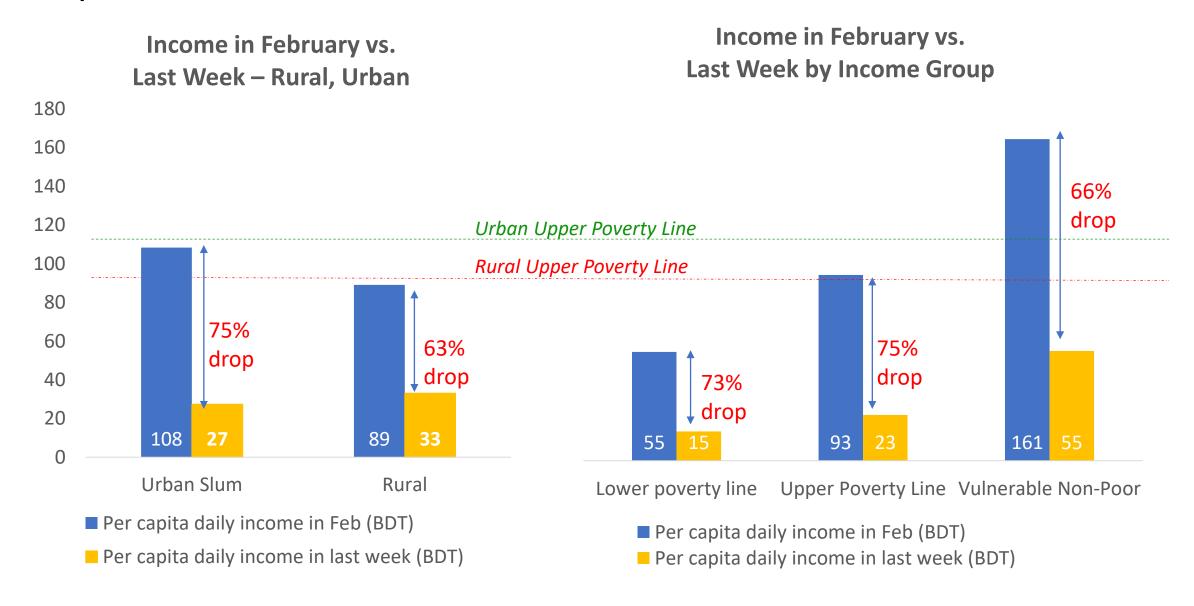


### Impact on Employment

% of main earners rendered economically inactive (Zero income last week)

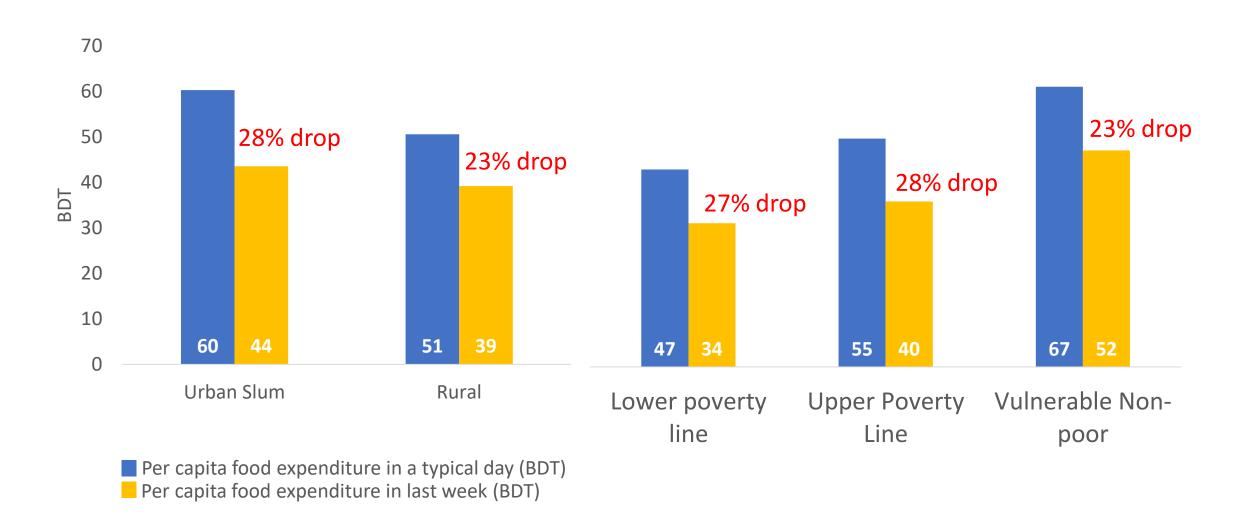


## Impact on Household Income

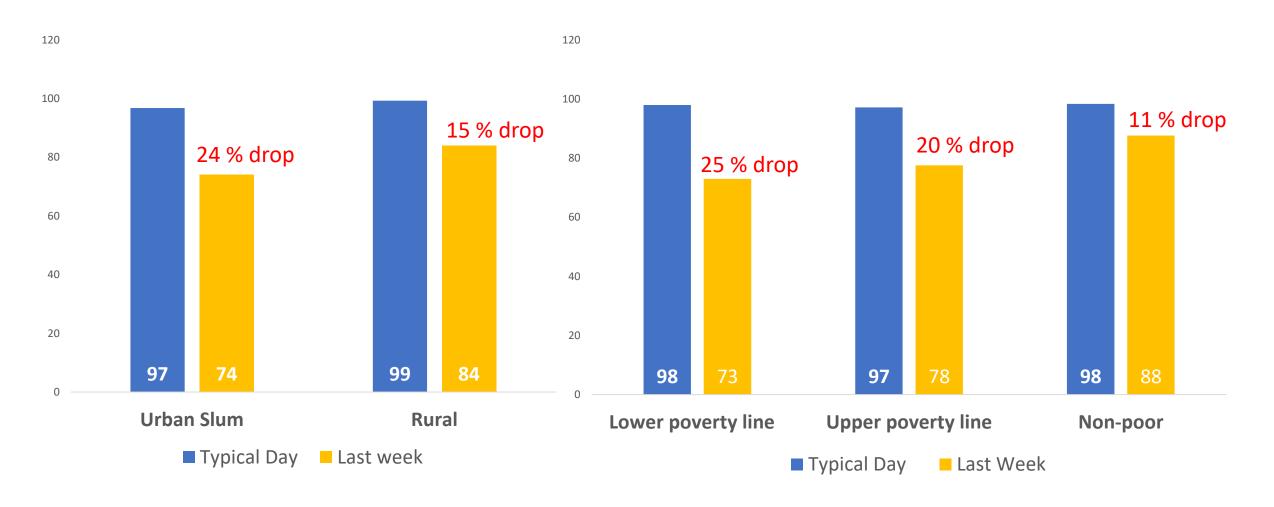




### Drop in Per Capita Food Expenditure (in BDT)

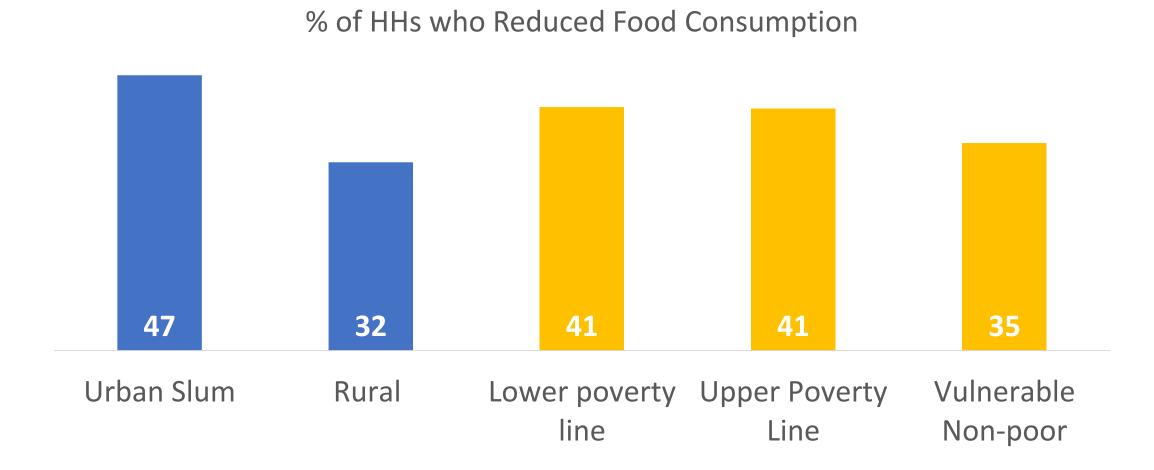


## Nutritional Impact Households having 3 meals in a day: % Drop



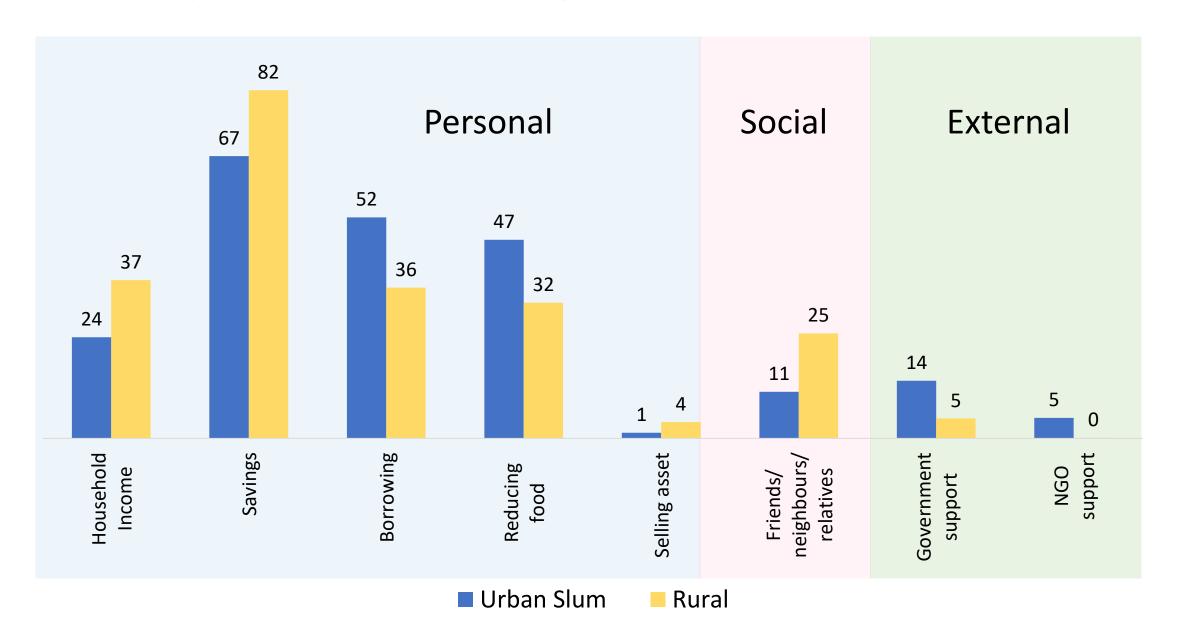
### Nutritional Impact

Coping through reduction in food consumption

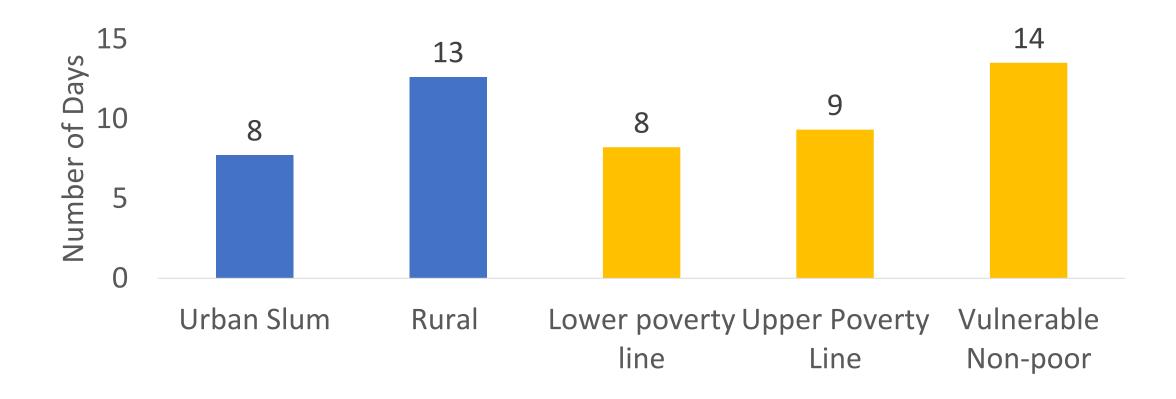




### How Respondents Are Meeting Their Food Needs (% of HHs)?



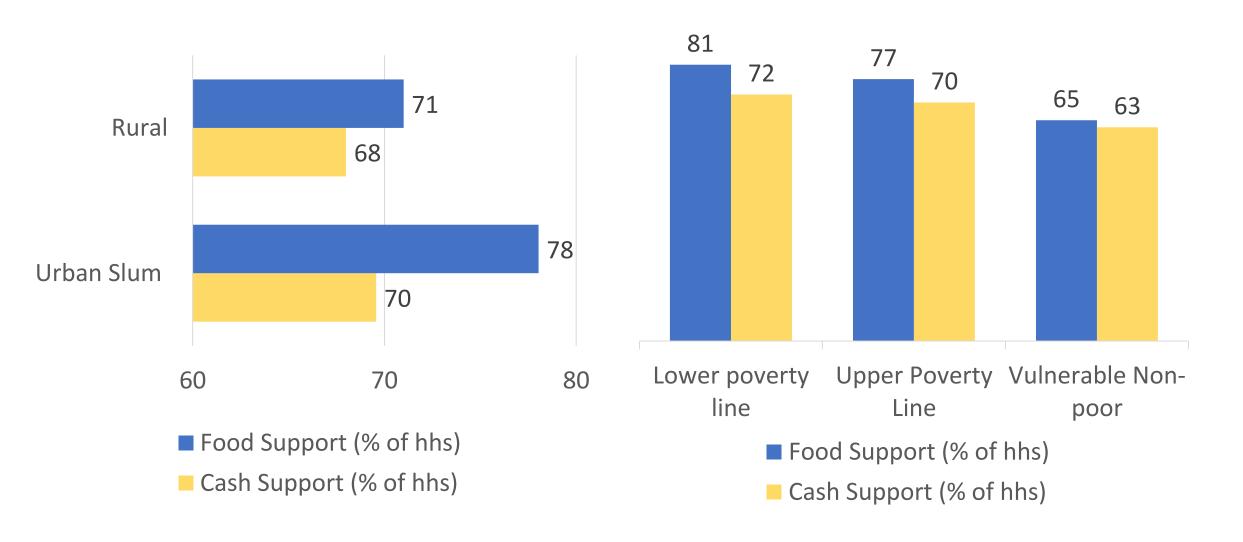
How Many More Days Respondents Estimate They Can Feed Their Family with Available Income, Savings, and Food Stock (as of April 12)





### Need Assessment

Respondent view on type of support needed: Food & Cash

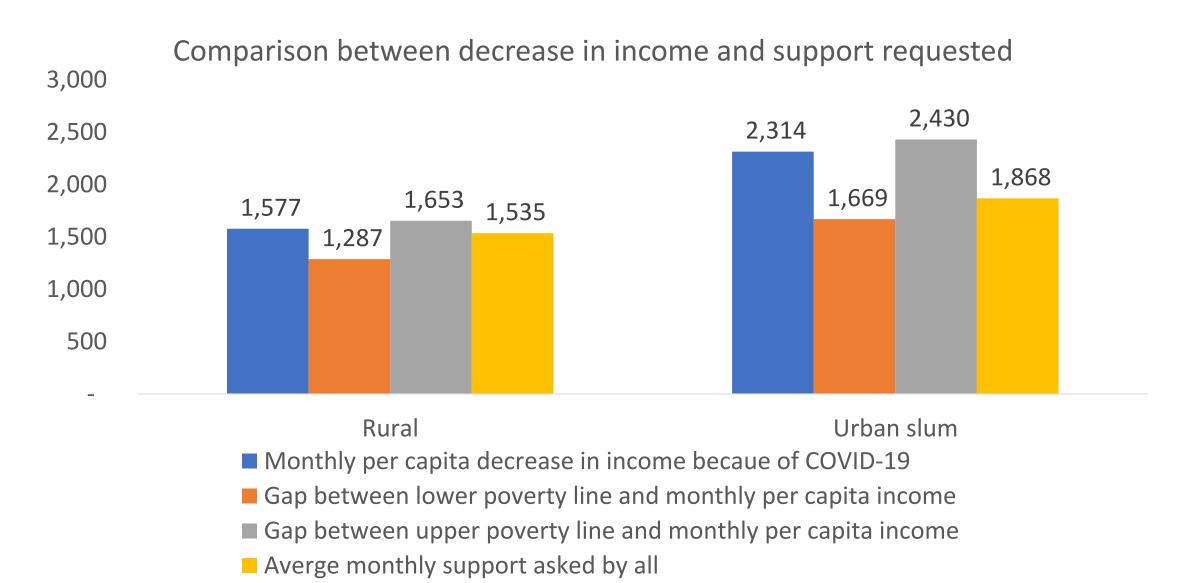


### Need Assessment

Respondent Estimate of Financial Support Package Needed

	Rural	Urban slum
Respondent Category	BDT per capita per month	BDT per capita per month
Lower Poverty Line	1,322	1,614
Upper Poverty Line	1,577	1,908
All poor	1,368	1,702
Vulnerable Non-poor	1,845	2,214
All	1,535	1,868

## Is What They Want Justified?



### How Much is Needed to Support the Poor?

	Rural	Urban
Per capita support asked by the poor	1,368	1,702
Total poor people in the country	26,964,530	11,192,139

# of poor people calculated based on total population of the country (161.3 million as of 2018, source: World Bank) and Rural and Urban poverty rates of 26.4% and 18.9% in 2016 respectively (Source: HIES, BBS)

Supporting ONLY the Poor will require BDT 5,594 crore per month



## Findings highlights: 3 indicators of vulnerability



**Income drop:** above **70%** drop in income for all extreme poor, moderate poor and vulnerable non-poor alike



**Economic inactivity: 71%** in urban, **55%** in rural; **50%** for poor **40%** for vulnerable non-poor



Reduced consumption: 40% poor, 35% vulnerable non-poor

## 5 Policy Messages

Covid-19 impact is on both poor and 'new poor'

'New poor' are those who used to be 40% above poverty line but now has gone below poverty line

Food insecurity has started with nutritional decline but crisis to intensify by end-April

Because impact is broad-based, immediate safety net has to go beyond targeting and prioritize self-targeting vehicles such as Open Market Sale (OMS)

5600 crore taka immediate 1-month food security support package for the poor to be supplemented by an additional package for new poor