

#### INDICATOR REFERENCE SHEET

1. Indicator number						
Extreme poverty risk rate						
Fecha actualización:	18/01/2023	Version:	1.2			

2. Ámbito	
Main area	Social
Sub-area	Poverty

## 3. Definition

The extrem poverty risk rate shows the percentage of people on an income deemed below 40% of the average income<sup>1</sup>.

# 4. Calculation formula

$$= \left(\frac{Población_{40}}{Población total}\right) * 100$$

Donde:

• *Población*<sub>40</sub> corresponds to the sum of people whose income is less than 40% of the national media.

#### 5. Reading

Direct reading in percent.

This percentage is an indirect measure of poverty in a municipality as people living below 40% of the average income are considered to be in this situation. The higher this percentage, the more people at risk of poverty in this area compared to the total population.

### 6. Frequency

Annual<sup>2</sup>

## 7. Source

INE (ADRH: Atlas de distribución de renta de los hogares)

8. Constraints						
Geographies	Storms		Statistical secret	$\boxtimes$		
Description of constraints						
Limitations in the territorial breakdown of the indicator by statistical secrecy in locations						
or sub-areas of each locality where the number of taxpayers is less than 100.						

With the support of:









#### 9. ODS 4 5 $\mathbf{X}$

**1.2** By 2030, reduce at least by half the proportion of men, women and children of all ages living in poverty in all its dimensions according to national definitions.

**10.2** By 2030, empower and promote the social, economic and political inclusion of all, irrespective of age, sex, disability, race, ethnicity, origin, religion or economic or other status.

# **10. Comments and observations**

- 1. Income according to ADHR.
- 2. This indicator is given by the INE (National Institute of Statistics) with a 2-year time gap with respect to the current year.