

Table 10.7

	US - 1995		Netherlands - 1995		Italy - 1995		Germany - 1993		UK - 1997/98	
	Top 5%	Bot 95%	Top 5%	Bot 95%	Top 5%	Bot 95%	Top 5%	Bot 95%	Top 5%	Bot 95%
<i>Gross Financial Assets (GFA) per HH</i>	\$1,120,583	\$41,118	€278,778	€21,138	€122,507	€17,286	€155,623	€28,022	€175,427	€10,720
<i>As a ratio to Gross Financial Assets</i>	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Safe	37.0	54.1	21.8	47.8	52.7	81.2	68.3	79.5	54.5	77.2
Clearly safe	17.9	27.6	14.8	45.2	46.2	69.7	11.3	27.0	46.3	70.8
Fairly safe	19.2	26.5	7.0	2.6	6.5	11.5	57.0	52.5	8.2	6.4
Risky	50.7	29.9	52.9	14.3	30.6	9.2	19.7	10.0	25.1	15.0
Clearly risky	44.6	27.4	NA	NA	13.9	2.1	12.0	4.0	17.1	12.9
Fairly risky	6.1	2.4	NA	NA	16.7	7.1	7.6	6.0	8.8	2.0
Risk Characteristics Unknown	12.3	16.0	25.3	37.9	16.7	9.6	12.0	10.4	19.6	7.8
<i>Nonfinancial Assets per HH</i>	\$1,626,405	\$98,423	€432,098	€34,539	€905,204	€112,588	€661,115	€96,306	--	--
<i>As a ratio to Net Worth</i>	63.1	95.5	69.4	116.0	88.1	86.7	--	--	--	--
Gross value of primary residence	12.7	65.7	31.9	98.5	29.2	53.7	88.0	86.0	--	--
Net value of private business	32.0	6.5	19.1	3.1	37.0	15.6	--	--	--	--
Gross value investment real estate	13.5	9.9	16.8	4.2	16.0	5.5	--	--	--	--
Gross value of durables, of which	--	--	--	--	3.7	10.1	--	--	--	--
Vehicles	1.3	10.8	1.7	10.1	2.6	7.3	--	--	--	--
Other non-financial assets	3.6	2.7	NA	NA	2.1	1.8	--	--	--	--
<i>Debt per HH</i>	\$169,454	\$36,479	€75,240	€16,197	€27,319	€4,753	€65,382	€15,111	--	--
<i>As a ratio to Net Worth</i>	6.6	35.4	14.1	51.5	2.7	3.7	8.7	16.4	--	--
Mortgage on primary residence	3.0	25.7	12.4	45.6	0.6	2.2	--	--	--	--
Other secured debt	3.1	5.9	--	--	--	--	--	--	--	--
Unsecured debt	0.5	3.8	1.7	5.4	--	--	0.4	1.8	--	--
<i>Net Worth per HH</i>	\$2,577,534	\$103,063	€622,933	€29,779	€1,027,711	€129,874	€750,592	€91,987	--	--
Memo:										
Clearly Risky Financial Assets/GFA	44.6	27.4	NA	NA	13.9	2.1	12.0	4.0	--	--
Broad Risky Assets/GFA	155.3	71.0	20.8	3.4	475.8	167.6	19.7	10.0	--	--
Very Broad Risky Assets/GFA	174.5	97.5	52.2	8.2	482.3	179.1	76.7	62.5	--	--
Total Household Income	\$216,142	\$39,685	€59,958	€19,924	€64,012	€22,732	€80,655	€35,647	--	--
Total Household Noncapital Income	\$135,864	\$37,985	NA	NA	€56,035	€21,864	€59,873	€32,306	--	--

Notes:

Definitions Common to All Countries

Households are sorted once, by the broadest measure of net worth available, to determine their classification into top 5 or bottom 95 percent. Asset shares are computed as ratio of averages. All statistics use sample weights.

Definitions for United States

Data are drawn from the 1995 Survey of Consumer Finances. Figures are reported in 1999 dollars, converted from 1995 numbers using the CPI-U-RS.

Definitions of financial asset classifications:

Clearly safe includes transaction accounts (checking, saving, money market), certificates of deposit, US Savings bonds, and mutual funds invested exclusively in these assets

Fairly safe includes state/local bonds, mutual funds, and other managed assets invested in state/local bonds, and the cash value of life insurance policies.

Fairly risky includes bonds (all types except state/local and US Savings) and mutual funds invested in bonds (all types except state/local and US Savings)

Clearly risky includes stocks and financial assets invested in real estate, commodities, and private partnerships

Risk characteristics unknown. The three largest components of this category are mutual funds whose investment direction is unknown, retirement accounts whose investment direction is unknown, and other managed assets whose investment direction is unknown. 'Other financial assets' are also included in this category.

Mutual funds and retirement accounts which are invested in a single category of assets (for example, 100 percent stock mutual funds) are included in the corresponding category

Other secured debt includes call account debt, vehicle loans, loans against pensions and life insurance policies and loans for investment real estate

Unsecured debt includes credit card balances, installment loans, other lines of credit, and other misc. debts

Broad Risky Assets - consists of clearly risky and fairly risky financial assets, plus businesses and investment real estate

Very Broad Risky Assets - consists of broad risky assets plus fairly safe assets

Total Household Income includes all income to the household from any source.

Total Noncapital Income subtracts all capital income (dividends, interest, capital gains, etc.) from Total Household Income

Definitions for the Netherlands

Data are drawn from the 1995 CentER Savings Survey. For further information see the Netherlands country chapter.

1998 guilder are converted to Euros using the rate 1 Euro = 2.203 guilders.

Clearly safe - transactions and savings accounts and certificates of deposit.

Clearly risky - Stocks, bonds, mutual funds

Risk characteristics unknown - The largest items are defined contribution pension plans, cash value of life insurance, and employer-sponsored pension plans.

Definitions for Italy

All values are expressed in Euro, obtained by converting 1995 Lire to 1999 Lire using the increase in the CPI from 1995 to 1999 (10.8 percent) and converting to Euros using the 1999 fixed exchange rate between Euros and Lire, 1 Euro= 1.936 Lire.

Data are drawn from the 1995 Survey of Household Income and Wealth, described in the Italy country chapter.

Clearly safe includes currency, transaction accounts (checking, saving, and postal accounts), certificates of deposit and short-term Treasury Bills.

Fairly safe includes the cash value of life insurance policies.

Fairly risky includes bonds (all types except short-term government bills), mutual funds and managed investment accounts.

Clearly risky includes only stocks.

Risk characteristics unknown: mutual funds and defined contribution pension funds.

Mortgage debt includes all mortgage debt, not just the primary residence.

Durables do not include art objects, jewelry, etc.

Broad Risky Assets - consists of clearly risky and fairly risky financial assets, plus businesses and investment real estate

Very Broad Risky Assets - consists of broad risky assets plus fairly safe assets

Definitions for Germany

Data are drawn from the Income and Expenditure Survey wave 1993 covering 31,774 West German households and 8456 East German households, 80% subsample, excluding households with total net monthly income of 35,000DM(1993) or more. The data set is described in detail in the appendix to the German country study.

1993 DM are converted to 1999 DM using the CPI index 1 DM (December 1999) = 1.054878 DM (1993), and then to Euros by the fixed rate of 1.95583 DM = 1 Euro.

Fairly safe includes the cash value of endowment life insurance, assets accumulated in building society savings contracts (Bausparverträge), municipal bonds, savings certificates, and government bonds

Fairly risky includes other bonds and mutual funds invested in stocks or bonds

Clearly risky includes stocks and mutual funds invested in real estate

Risk characteristics unknown - "Other" financial assets.

Non-financial assets - no data are available separating real estate into personal residence and other, so the number for personal residence reflects all real estate

Definitions for UK

Data are drawn from the 1997-98 Financial Research Survey - see UK country chapter for details.

Figures were calculated in 1997 pounds, converted to 1999 pounds using the CPI inflation factor of 1.0726, then converted to Euros using the 1999 Euro/pound exchange rate of 1.7.

Clearly safe includes transaction accounts (checking, saving, money market), certificates of deposit, National Savings current accounts, Premium bonds and TESSAs.

Fairly safe includes government and local bonds, plus National Savings Bonds.

Fairly risky includes all bonds (all types except government/local and National savings)

Clearly risky stocks and shares

Risk characteristics unknown. This is almost entirely mutual funds where investment direction is unknown and retirement accounts whose investment direction is unknown; 'Other financial assets' are also included in this category.

Other secured debt includes call account debt, vehicle loans, loans against pensions and life insurance policies and loans for investment real estate

Secured and unsecured debt includes installment loans, other lines of credit, and other misc. debts, agreed overdrafts and vehicle or other secured loans

Value of pension and life insurance assets not known in survey and hence not included in definition of gross financial assets, or in any subcomponent.