# What is Poverty?

**Definition:** Poverty is a condition in which a person cannot meet basic needs such as food, clothing, shelter, healthcare, and education.

India has the largest number of poor people in the world — nearly 270 million in 2011–12 lived in poverty (about 22% of the population).

# Two Real-Life Cases of Poverty

### 🕴 Ram Saran (Urban Poor):

- Daily wage laborer in a flour mill near Ranchi
- Monthly income ~₹1,500
- Lives in a one-room hut, family of 6
- No money for children's education or healthcare
- Lives with constant shortage of food and clothes

#### 🛊 Lakha Singh (Rural Poor):

- Landless worker in a village near Meerut
- Earns in kind (wheat, dal) instead of money
- Lives in a kuchha hut, no access to medicines
- Entire family works for survival, no one went to school
- These examples show the multi-dimensional nature of poverty:
  - Hunger and malnutrition
  - Lack of shelter
  - No schooling
  - No medical care
  - Helplessness

## Social Scientists' View of Poverty

They study poverty using social indicators like: ✓ Illiteracy

- ✓ Malnutrition
- √ Lack of access to healthcare
- ✓ Joblessness
- ✓ Drinking water & sanitation issues

## **Key Terms:**

### Social Exclusion:

Poor people are excluded from better-off sections of society and denied opportunities. e.g. Caste-based discrimination.

#### Vulnerability:

Some groups (SC, ST, women, disabled) are more likely to become poor when a crisis hits. They lack the assets and resources to recover.

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# What Is Poverty Line?

**Definition:** An imaginary line below which people are considered poor.

In India, it is based on minimum calorie intake + essential expenses.

Rural: 2400 calories/dayUrban: 2100 calories/day

#### 2011-12 Data:

- Rural Poverty Line = ₹816/month
- Urban Poverty Line = ₹1000/month

A family of 5 needs ~₹4080 in rural or ₹5000 in urban areas to stay above the poverty line.

- 📊 Surveys done by NSSO (National Sample Survey Organisation)
- Global Standard (World Bank):
  \$1.90/day/person (PPP Purchasing Power Parity)

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## Poverty Trends in India

- 1993-94 → 45% people were poor
- M 2011-12 → 22% people were poor
- III Poor people reduced from 407 million → 270 million in this time
- X Average annual poverty reduction (2004–12): ~2.2%

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## Vulnerable Groups

Groups most prone to poverty:

Group	% Poor (2011–12)
Scheduled Tribes (ST)	43%
Urban Casual Laborers	34%
Rural Agricultural Laborers	34%
Scheduled Castes (SC)	29%

## Inequality even within households:

Women, elderly, and girls often suffer more in poor families.

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# Inter-State Disparities

### Highest Poverty (2011–12):

- Bihar (33.7%)
- Odisha (32.6%)
- Assam, Uttar Pradesh, Madhya Pradesh

#### **Lowest Poverty:**

- Kerala
- Punjab
- Haryana
- Andhra Pradesh, Tamil Nadu, West Bengal

## Factors for improvement:

- Kerala → Education & health
- West Bengal → Land reforms
- AP & TN → PDS (food distribution)
- Punjab/Haryana → Agricultural growth

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# 🔹 Global Poverty Trends 🚱

- Global poverty declined from 36% (1990) → 10% (2015)
- South Asia: 34% (2005) → 15% (2014)
- China: 88% (1981) → 0.6% (2019)
- Sub-Saharan Africa: 51% (2005) → 40.2% (2018)
- Latin America: 10% (2005) → 4% (2018)

### India still has higher poverty compared to many countries due to different definitions.

# Causes of Poverty in India

- 1. Mistorical Exploitation:
  - o British rule destroyed crafts & industries
- 2. **\( \Delta\) Low Economic Growth:** 
  - o Less jobs, less income
- 3. **@ Population Growth:** 
  - o Higher family size → less income/person
- 4. Rund Unequal Land Distribution:
  - Land reforms not properly implemented
- 5. **Indebtedness:** 
  - O Poor borrow for farming, social events, healthcare can't repay
- 6. Social customs:
  - o Spending on marriage, rituals despite poverty

# Anti-Poverty Measures by Government

## Two Major Strategies:

- 1. **Promote Economic Growth:** 
  - Higher GDP → More jobs & income
  - o Since 1980s, growth improved → poverty declined
- 2. **Targeted Schemes:**

Scheme Name	Objective
MGNREGA (2005)	100 days rural wage work
PM Rozgar Yojana (1993)	Self-employment for educated unemployed
REGP (1995)	Rural jobs in small towns
SGSY (1999)	Self-help groups for poor
PM Gramodaya Yojana (2000)	Basic services (water, shelter, education)
AAY (2000)	Food grains for poorest families

## 📌 Challenges:

• Poor implementation

- Overlapping of schemes
- Benefits don't reach the needy due to corruption
- Need better targeting & monitoring

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# The Bigger Picture: Human Poverty

## ■ Human Poverty = Not just lack of income, but:

- No education
- Poor health
- Lack of dignity
- No job security
- Discrimination (caste, gender)
- No access to rights
- Eradicating income poverty is only the first step we must ensure full human development.

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## **E** Summary Table:

Key Point	Description
Poverty Line	Minimum income to meet basic needs
Trends in India	<b>45% (1993)</b> → <b>22% (2012)</b>
Vulnerable Groups	ST, SC, casual laborers
Main Causes	History, population, inequality, debt
Govt. Strategies	Growth + Targeted schemes
Human Poverty Concept	Includes education, health, security, dignity