

GINI INDEX

Y = income in a pop.

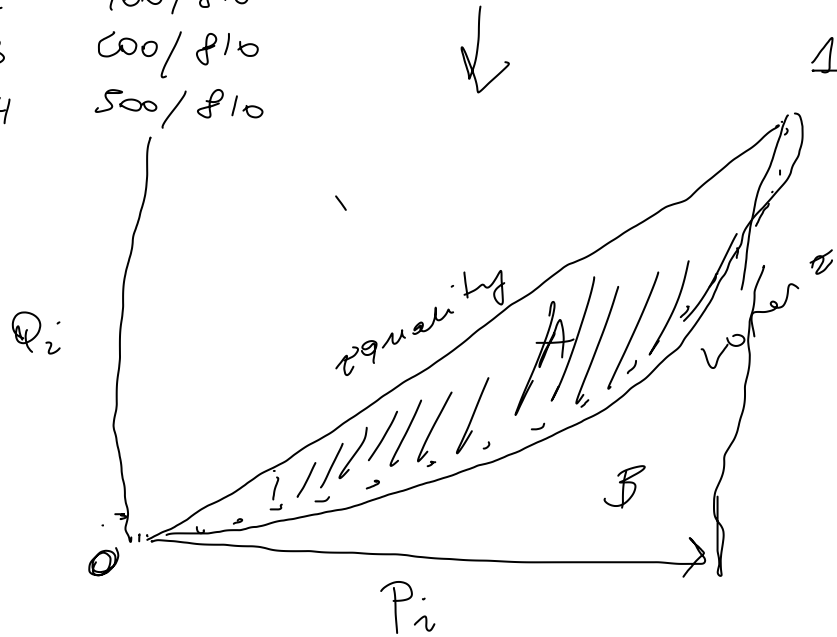
$Y_1, Y_2, \dots, Y_i, \dots, Y_N$ disagg. distr.

$Y^{(1)}, Y^{(2)}, \dots, Y^{(N)}$ ↓

$A_i \rightarrow Y^{(i)}$ n_i f_i P_i
 $\quad \quad \quad \downarrow$ $\quad \quad \quad \downarrow$
 $\quad \quad \quad n_1$ f_1 $P_1 = f_1$
 $A_2 \rightarrow Y^{(2)}$ n_2 f_2 $P_2 = f_1 + f_2$
 \vdots \vdots \vdots \vdots
 $A_N \rightarrow Y^{(N)}$ n_N f_N P_N

Q_i
 $A_1 / \text{tot } A_N$
 $A_2 / \text{tot } A_N$
 \vdots
 $A_N / \text{tot } A_N$

	Y_i	A_i	Q_i
1	10	A_1	$10/810$
2	100	A_2	$100/810$
3	200	A_3	$600/810$
4	500	A_4	$500/810$
	<u>810</u>		



$$G = 1 - \frac{A}{A+B} = 1 - \frac{\sum_{i=1}^n P_i - Q_i}{\sum_{i=1}^{n-1} P_i}$$

