



Household Code L03U03

Household Information

Area Type	Urban	First Interview Date	17 February 2004
Report Area	Langa	Last Interview Date	09 December 2004
Dwelling Type	Backyard Shack		

Household Members

Adults

Relationship	Gender	Age	Employment	Education	Date Joined	Date Left
Resident Head	M	45	Employed: full time	Grade 8	22/04/2003	Has not left
Spouse / Partner	F	32	Housewife	Grade 10	22/04/2003	Has not left

School-Going Children

Relationship	Gender	Age	Attending school	Education	Date Joined	Date Left
Biological Child	F	12	Yes	Grade 5	22/04/2003	Has not left
Biological Child	F	10	Yes	Grade 2	22/04/2003	Has not left
Biological Child	F	6	No	None	22/04/2003	Has not left

Description

Nelson* is a 45 year old man living with his wife and three children in a back yard shack in Langa. Early in the study, the family moved to a flat in a block newly built flats in another section of Langa. Nelson has a house in the Eastern Cape as well as some furniture and livestock. The family receives one child grant and Nelson is in a regular job. He receives about R700 per week, depending on overtime. In March 2004, he broke his leg and was in the hospital for a week. He didn't work until August, but he received sick pay for April and May, but not June or July. During that time, his father sent him money, but they also just tightened their belts and spent very little. What we found out later is that he has about R7000 each in two separate bank accounts. One was from a stokvel payout in 2000 – he has saved most of the money from then. The other is a bonus and holiday pay paid from his work in November 2003 – he also just saved that money. Why didn't he use these savings when he wasn't working during the study year? He said that his mother is sickly and he needs to keep the money aside just in case she dies for the funeral.

*Names have been changed

Living Conditions

Adult Meals per day	3
Child Meals per day	3
Days per week going to bed hungry	0
Source of water	Neighbours tap, in dwelling
Source of outgoing phone	Cell phone at container (Vodacom)

Residence and Tenure

Number of rooms	1
Condition of rooms	Slightly dilapidated
Type of toilet	Flush toilet
Year moved to dwelling	1986
Permanent home	Temporary
Another home	No

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Net Worth

ASSETS

Financial Assets	Start of Survey	End of Survey
Bank Account	R 8,508.00	R 13,728.00
One on One - Lending	R 100.00	R 100.00
Pension through Employer	R 33,182.68	R 34,360.19
Savings-in-house	R 200.00	R 200.00
Total Financial Assets	<u>41990.68</u>	<u>48388.19</u>

Physical Assets		
Appliances And Electronics	R 2,800.00	R 3,290.00
Furniture	R 4,200.00	R 4,200.00
Housing	R 13,300.00	R 13,000.00
Livestock	R 34,000.00	R 34,000.00
Total Physical Assets	<u>54300</u>	<u>54490</u>

Cash on Hand		
Total Cash on Hand	<u>0</u>	<u>950</u>

<u>Total Assets</u>	<u>96290.68</u>	<u>103828.19</u>
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LIABILITIES

Financial Liabilities		
Credit (Account)	R 2,165.00	R 1,165.00
Rent Arrears	R 0.00	R 0.00
Total Financial Liabilities	<u>R 2,165.00</u>	<u>R 1,165.00</u>

<u>Total Liabilities</u>	<u>R 2,165.00</u>	<u>R 1,165.00</u>
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<u>Net Worth (Assets - Liabilities)</u>	<u>R 94,125.68</u>	<u>R 102,663.19</u>
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End of survey bank account balances include remittances and wages received shortly before the end of the study. Therefore the bank account balance does not necessarily reflect amounts accumulated by respondents.

Pension and Retirement Annuity balances at the beginning of the study was estimated based on date contribution started and the current contribution amount. No capital appreciation was assumed.

A negative Umgalelo – Saving Club balance reflects a rotating arrangement where the respondent has received more cash than they paid in by the end of the study.

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Typical Monthly Income and Expenditure

Business Profits	<u>Average per month</u>	<u>% of Income</u>
None		
Income		
Child Grant	R 179.03	8.1%
Regular Wages	R 1,828.52	83.1%
Remittances Received	R 193.55	8.8%
Total Non-Business Income	R 2,201.10	100.0
Total Income	R 2,201.10	100%
Expenditure	<u>Average per month</u>	<u>% of Expenditure</u>
Beer, wine, spirits	R 37.60	3.6%
Cigarettes, tobacco	R 24.62	2.3%
Clothing - Not for school	R 69.68	6.6%
Clothing - School Uniforms	R 10.84	1.0%
Crèche	R 41.61	3.9%
Doctor, dentist, nurses, clinic	R 19.35	1.8%
Electricity	R 27.10	2.6%
Extra mural fees/school outings	R 16.45	1.6%
Food	R 332.32	31.4%
Household Products	R 43.55	4.1%
Medicines and supplies	R 3.77	0.4%
Newspapers, stationary, etc	R 0.58	0.1%
Other Energy Forms	R 27.49	2.6%
Outside Phone	R 13.21	1.2%
PAYE	R 145.65	13.8%
Personal (haircut, etc.)	R 0.92	0.1%
Remittances Given	R 66.00	6.2%
Rent	R 60.58	5.7%
School fees - primary school	R 13.55	1.3%
Shoes	R 19.35	1.8%
Traditional healer fees	R 2.90	0.3%
Transport to Shopping	R 15.29	1.4%
Travel (Far distance)	R 29.03	2.7%
UIF	R 19.43	1.8%
Union Fees	R 17.67	1.7%

Total Expenditure

R 1,058.54

100%

The above tables are for a "typical" month which requires an abstraction from actual data. Average per month is equal to total for time interviewed divided by number of months interviewed. This calculation assumes that large expenditures (such as clothing or school fees) are distributed evenly throughout the year.

Note that income may not equal expenditure as financial expenditures and incomes are considered separately.

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Financial Instrument Usage

Transaction Accounts

<u>Type of Financial Instrument</u>	<u>Type of Cashflow</u>	<u>No. of Instruments</u>	<u>Monthly Average</u>	<u>% of Total Turnover</u>
Bank Account	Withdrawal	2	R 1,026.19	38%
Savings-in-house	Take Money	1	R 56.13	2%
Bank Account	Deposit	2	R 1,531.35	57%
Savings-in-house	Put Money In	1	R 56.13	2%
Total Average Turnover			R 2,669.81	100%

Insurance

<u>Type of Financial Instrument</u>	<u>No. of Instruments</u>	<u>Monthly Average</u>	<u>% of Total premium</u>
Burial Plan (Funeral Insurance)	1	R 45.77	25%
Burial Plan (Umasinedane)	1	R 46.26	26%
Other Insurance	1	R 87.77	49%
Total Average Premium		R 179.81	100%

Informal Savings

None

Formal Savings

<u>Type of Financial Instrument</u>	<u>No. of Instruments</u>	<u>Monthly Average</u>	<u>% of Total Turnover</u>
Pension through Employer	1	R 113.95	100%
Total Average Formal Saving		R 113.95	100%

Credit

<u>Type of Financial Instrument</u>	<u>No. of Instruments</u>	<u>Monthly Average</u>	<u>% of Payment</u>
Credit (Account)	1	R 96.77	100%
Total Average Payment		R 96.77	100%

Providing Financial Service

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Major Events

<u>Event</u>	<u>Event Date</u>	<u>Cost</u>	<u>Main Strategy</u>
Initiation	20/11/2002	R 11,300.00	Borrow money
Cut-off/decrease government grant	07/08/2002	R 0.00	No action taken
Serious injury/illness	30/03/2004	R 0.00	No financial impact