



Household Code L31U05

Household Information

Area Type	Urban	First Interview Date	01 November 2003
Report Area	Langa	Last Interview Date	11 December 2004
Dwelling Type	Settlement Shack		

Household Members

Adults

Relationship	Gender	Age	Employment	Education	Date Joined	Date Left
Resident Head	M	26	Employed: full time	Grade 7	16/08/2003	Has not left
Spouse / Partner	F	32	Housewife	Grade 10	16/08/2003	Has not left

School-Going Children

Relationship	Gender	Age	Attending school	Education	Date Joined	Date Left
Biological Child	M	5	No	None	16/08/2003	Has not left
Biological Child	M	1	No	None	20/02/2004	Has not left

Description

Thabo* is a 26 year old man who lives with his wife, Zukiswa*, and two children in a shack in Langa. Zukiswa gave birth to the youngest child in the shack in February of the study year – with only Thabo's help! Thabo earns about R700 per week as a construction labourer and is paid into his bank account. He saves money with a stop order of R150 every week into a fixed deposit account. He managed to save R6000 this way last year, from which he spent R3600 and saved R2400. By December 2004, he expected to accumulate another R6000 or more. He and his friends consider this a stokvel of sorts. Although each saves individually, they had shared information about how to do it. He wants to put this money towards buying a house. It is interesting that he had spent over R5000 on his Woolworth's card in December 2003 for clothes for his children, and he plans to spend more in December 2004. He doesn't want to take his savings and pay off the debt. He says that it's more important to have the money in case there is a problem.

*Names have been changed

Living Conditions

Adult Meals per day	2
Child Meals per day	3
Days per week going to bed hungry	0
Source of water	Public tap
Source of outgoing phone	Cell phone (owned by household)

Residence and Tenure

Number of rooms	2
Condition of rooms	Slightly dilapidated
Type of toilet	Bucket toilet
Year moved to dwelling	1998
Permanent home	Temporary
Another home	No

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Net Worth

ASSETS

Financial Assets	Start of Survey	End of Survey
Bank Account	R 6,055.60	R 14,077.11
One on One - Lending	R 0.00	R 0.00
Pension through Employer	R 691.43	R 960.93
Total Financial Assets	<u>R 6,747.03</u>	<u>R 15,038.04</u>
Physical Assets		
Appliances And Electronics	R 4,100.00	R 5,211.00
Furniture	R 500.00	R 500.00
Housing	R 2,500.00	R 2,500.00
Total Physical Assets	<u>R 7,100.00</u>	<u>R 8,211.00</u>
Cash on Hand		
Total Cash on Hand	<u>R 20.00</u>	<u>R 150.00</u>
Total Assets	<u>R 13,867.03</u>	<u>R 23,399.04</u>

LIABILITIES

Financial Liabilities		
Credit Card	R 10.00	R 4,464.00
Total Financial Liabilities	<u>R 10.00</u>	<u>R 4,464.00</u>
Total Liabilities	<u>R 10.00</u>	<u>R 4,464.00</u>

Net Worth (Assets - Liabilities)**R 13,857.03****R 18,935.04**

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 balances at the beginning of the study was estimated based on date contributions 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		
Regular Wages	R 2,252.57	96.6%
Remittances Received	R 78.57	3.4%
Total Non-Business Income	R 2,331.14	100.0%
Total Income	R 2,331.14	100%
Expenditure	<u>Average per month</u>	<u>% of Expenditure</u>
Cell phone (rental, airtime)	R 71.14	5.6%
Church Fees/donations	R 4.64	0.4%
Clothing - Not for school	R 51.43	4.0%
Electricity	R 109.29	8.6%
Entertainment (cinema, etc)	R 8.57	0.7%
Food	R 534.03	41.8%
Household Products	R 24.20	1.9%
Medicines and supplies	R 32.93	2.6%
Outside Phone	R 1.36	0.1%
PAYE	R 18.17	1.4%
Personal (haircut, etc.)	R 12.86	1.0%
Remittances Given	R 266.36	20.9%
Telephone (Land Line)	R 2.14	0.2%
Transport to Shopping	R 14.82	1.2%
Transport to Work	R 59.29	4.6%
Travel (Far distance)	R 42.86	3.4%
UIF	R 22.80	1.8%
Total Expenditure	R 1,276.87	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 2,334.14	45%
Bank Account	Deposit	2	R 2,911.08	55%
Total Average Turnover			R 5,245.22	100%

Insurance

None

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 20.82	100%
Total Average Formal Saving		R 20.82	100%

Credit

<u>Type of Financial Instrument</u>	<u>No. of Instruments</u>	<u>Monthly Average</u>	<u>% of Payment</u>
Credit Card	1	R 69.64	100%
Total Average Payment		R 69.64	100%

Providing Financial Service

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Major Events

<u>Event</u>	<u>Event Date</u>	<u>Cost</u>	<u>Main Strategy</u>
Death of a relative	20/12/2002	R 1,180.00	Use savings
Theft of household property	30/11/2002	R 5,179.00	Use savings
Victim of violent crime	10/12/2002	R 999.00	No action taken
Birth	20/02/2004	R 0.00	No financial impact