



Household Code LOFN01

Household Information

Area Type	Urban	First Interview Date	30 October 2003
Report Area	Langa	Last Interview Date	09 December 2004
Dwelling Type	Flat in Block		

Household Members

Adults

Relationship	Gender	Age	Employment	Education	Date Joined	Date Left
Resident Head	M	36	Employed: full time	Grade 9	28/07/2003	Has not left
Spouse / Partner	F	30	Employed: full time	Matric + teacher	28/07/2003	Has not left

School-Going Children

None

Description

Sidney* and Nomfuzeko* are 36 and 30 years old, respectively, and they are a hardworking, church-going young couple living in a flat in Langa. Their room is immaculate and decorated with a fancy duvet and pillows. Sidney is working as a salesman at a tire store, and Nomfuzeko is an interning teacher. Together they earn a total gross salary of just under R7000. Their main concern is sending back money to their two children staying with her mother in the Eastern Cape and sending money home to build a house in the same village. They are very organized about how they use their money. His net wages are to support them in Langa, while her wages accumulate in her bank account and she periodically sends money home for the house. Sidney also took a loan of R3000 from People's Bank in May 2003 to use for building the house. He paid this back as a salary deduction for the following year. Their one financial weakness is three different store cards – they built up a balance over the past year and are trying to bring it down.

*Names have been changed

Living Conditions

Adult Meals per day	3
Child Meals per day	Not applicable
Days per week going to bed hungry	0
Source of water	Piped water on site/yard
Source of outgoing phone	Cell phone at container (Vodacom)

Residence and Tenure

Number of rooms	1
Condition of rooms	Good condition
Type of toilet	Flush toilet
Year moved to dwelling	1989
Permanent home	Temporary
Another home	Yes

Household Code LOFN01

Net Worth

ASSETS

Financial Assets	Start of Survey	End of Survey
Bank Account	R 6,787.35	R 14,246.20
One on One - Lending	R 0.00	R 1,000.00
Pension through Employer	R 14,972.00	R 17,228.00
Savings-in-house	R 100.00	R 480.00
Total Financial Assets	<u>R 21,859.35</u>	<u>R 32,954.20</u>

Physical Assets		
Appliances And Electronics	R 4,500.00	R 4,500.00
Furniture	R 2,000.00	R 2,000.00
Housing	R 30,000.00	R 30,000.00
Total Physical Assets	<u>R 36,500.0</u>	<u>R 36,500.00</u>

Cash on Hand		
Total Cash on Hand	<u>R 75.00</u>	<u>R 450.00</u>

<u>Total Assets</u>	<u>R 58,434.35</u>	<u>R 69,904.20</u>
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LIABILITIES

Financial Liabilities		
Credit Card	R 4,500.00	R 4,130.00
Formal Loan	R 2,592.00	R 0.00
Total Financial Liabilities	<u>R 7,092.00</u>	<u>R 4,130.00</u>

<u>Total Liabilities</u>	<u>R 7,092.00</u>	<u>R 4,130.00</u>
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<u>Net Worth (Assets - Liabilities)</u>	<u>R 51,342.35</u>	<u>R 65,774.20</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 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.

Household Code

LOFN01

Typical Monthly Income and Expenditure

Business Profits	<u>Average per month</u>	<u>% of Income</u>
None		
Income		
Regular Wages	R 6,743.22	98.8%
Remittances Received	R 78.57	1.2%
Total Non-Business Income	R 6,821.80	100.0%
Total Income	R 6,821.80	100%
Expenditure	<u>Average per month</u>	<u>% of Expenditure</u>
Cell phone (rental, airtime)	R 22.14	0.5%
Church Fees/donations	R 39.29	0.9%
Clothing - Not for school	R 103.57	2.5%
Doctor, dentist, nurses, clinic	R 10.71	0.3%
Domestic workers	R 28.57	0.7%
Electricity	R 44.29	1.0%
Food	R 479.78	11.4%
Home Maintenance	R 1,376.83	32.6%
Household Products	R 20.75	0.5%
Outside Phone	R 10.62	0.3%
PAYE	R 207.00	4.9%
Personal (haircut, etc.)	R 30.00	0.7%
Remittances Given	R 1,225.00	29.0%
Rent	R 51.43	1.2%
Telephone (Land Line)	R 55.00	1.3%
Transport to Shopping	R 27.46	0.6%
Transport to Work	R 208.07	4.9%
Travel (Far distance)	R 178.57	4.2%
UIF	R 101.09	2.4%
Union Fees	R 6.40	0.2%
Total Expenditure	R 4,226.58	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.

Household Code

LOFN01

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 5,041.64	46%
Savings-in-house	Take Money	1	R 14.29	0%
Bank Account	Deposit	2	R 5,873.51	54%
Savings-in-house	Put Money In	1	R 41.43	0%
Total Average Turnover			R 10,970.87	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 102.35	70%
Burial Plan (Umasincedane)	1	R 42.86	30%
Total Average Premium		R 145.21	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 188.00	100%
Total Average Formal Saving		R 188.00	100%

Credit

<u>Type of Financial Instrument</u>	<u>No. of Instruments</u>	<u>Monthly Average</u>	<u>% of Payment</u>
Credit Card	3	R 797.86	76%
Formal Loan	1	R 246.86	24%
Total Average Payment		R 1,044.71	100%

Providing Financial Service

<u>Type of Financial Instrument</u>	<u>No. of Instruments</u>	<u>Monthly Average</u>	<u>% of Total Given</u>
One on One - Lending	2	R 75.00	100%
Total Average Given		R 75.00	100%

Household Code

LOFN01

Major Events

<u>Event</u>	<u>Event Date</u>	<u>Cost</u>	<u>Main Strategy</u>
Death of a relative	28/11/2003	R 1,300.00	Use savings