

5.1 Living standards

Name: _____ Class: _____ Date: _____

Total: 17 marks

KEY WORDS living standards 生活水平 • population 人口 • per head 人均 • income 收入
• hdi 人类发展指数

Objective

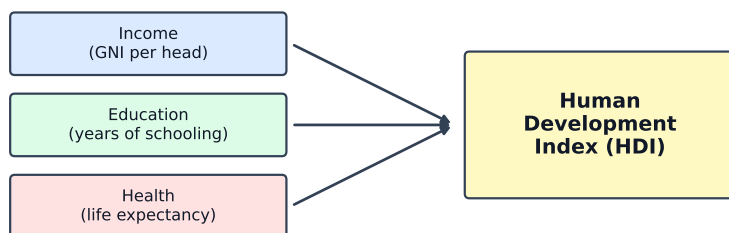
Build the skills to answer exam questions on **living standards** 生活水平 — **real GDP per head** 人均实际 GDP, the **Human Development Index** 人类发展指数 (HDI), and the limits of comparing living standards.

You must be able to:

- explain real GDP per head and the HDI
- state the three components of the HDI
- analyse the limits of GDP per head as a measure

1 Worked examples

■ Measuring living standards



Exam: HDI = income + education + health — broader than GDP alone for living standards

Living standards = income, health, education and quality of life

- **Real GDP per head** 人均实际 GDP: total output ÷ population, after removing inflation → roughly average income.
- **HDI** 人类发展指数 (0 to 1): combines income, education (years of schooling), health (**life expectancy** 预期寿命).

- **Limits of GDP per head:** it is an average (hides **income distribution** 收入分配), omits unpaid work, pollution and free time.

Absolute poverty

cannot afford basic needs:
food, clean water,
shelter and clothing

Relative poverty

poor compared with others
in the same country —
can afford basics,
but much less than most

Exam: absolute = cannot meet basic needs; relative = far below the country's typical living standard

An average can hide poverty — high GDP per head still leaves people in absolute or relative poverty

Answer shapes: K + App + An + Ev (a justified judgement, for discuss questions).

2 Practice

2.1 Define the term *real GDP per head*. [2]

2.2 State the three components of the HDI. [3]

2.3 State one limitation of using GDP per head to compare living standards. [1]

3 Exam-style questions

3.1 Which is **not** part of the Human Development Index? [1]

- | | |
|---|---|
| A | B |
| C | D |
- A income per head
 - B life expectancy
 - C the inflation rate
 - D years of schooling

3.2 Explain why the HDI may be a better measure of living standards than real GDP per head. [4]

3.3 Analyse why two countries with the same real GDP per head may have different living standards. [6]
