

## Browse Econ Literature

[Working papers](#)
[Journals](#)
[Software components](#)
[Books](#)
[Book chapters](#)
[JEL classification](#)

## More features

[Subscribe to new research](#)
[RePEc Biblio](#)
[Author registration](#)
[FRED data](#)

# Twinning the goals : how can promoting shared prosperity help to reduce global poverty ?

[Author & abstract](#)
[Download](#)
[9 References](#)
[3 Citations](#)
[Related works & more](#)
[Corrections](#)

## Author

Listed:

- Lakner, Christoph
- Negre, Mario
- Prydz, Espen Beer

Registered:

- Christoph Lakner
- Mario Negre
- Espen Beer Prydz

## Abstract

In 2013, the World Bank adopted two goals: First, reduce global extreme poverty to 3 percent by 2030. Second, promote shared prosperity defined as the income growth of the bottom 40 percent of the population within a country. This paper simulates the global poverty headcount under three growth scenarios for the bottom 40 percent up to 2030. The analysis deploys a set of "shared prosperity premiums," in which the bottom 40 percent in each country grows at a differential rate from the projected growth in the mean. With no distributional change, the global headcount reaches between 6.7 and 4.7 percent in 2030, depending on the average growth scenario used for the simulations. However, if the incomes of the bottom 40 percent grow 2 percentage points faster than the mean, the World Bank's poverty goal is achieved with the global poverty falling to below 3 percent in 2030 in the scenarios which average growth rates are extrapolated from the early 2000s. While such a "shared prosperity premium" is not unprecedented in recent growth spells, maintaining it over 20 years in every country is optimistic. The paper shows that in the baseline growth scenario, the global poverty rate could either reach the 3 percent target, or be close to 10 percent, depending on the "shared prosperity premium."

## Suggested Citation

Lakner, Christoph & Negre, Mario & Prydz, Espen Beer, 2014. "Twinning the goals : how can promoting shared prosperity help to reduce global poverty ?," Policy Research Working Paper Series 7106, The World Bank.

Handle: *RePEc:wbk:wbrwps:7106*

Download reference as

### More services and features

[MyIDEAS](#)

Follow serials, authors, keywords & more

[New papers by email](#)

Subscribe to new additions to RePEc

[Author registration](#)

Public profiles for Economics researchers

[Rankings](#)

Various rankings of research in Economics & related fields

[RePEc Genealogy](#)

Who was a student of whom, using RePEc

[RePEc Biblio](#)

Curated articles & papers on various economics topics

[MPRA](#)

Upload your paper to be listed on RePEc and IDEAS

[EconAcademics](#)

Blog aggregator for economics research

[Plagiarism](#)

Cases of plagiarism in Economics

[Job market papers](#)

RePEc working paper series dedicated to the job market

[Fantasy league](#)

Pretend you are at the helm of an economics department

[Services from the StL Fed](#)

Data, research, apps & more from the St. Louis Fed

### About RePEc

[RePEc home](#)

Initiative for open bibliographies in Economics

[Blog](#)

News about RePEc

[Help/FAQ](#)

Questions about IDEAS and RePEc

[RePEc team](#)

RePEc volunteers

[Participating archives](#)

Publishers indexing in RePEc

[Privacy statement](#)

[Legal statement](#)

### Help us

[Corrections](#)

Found an error or omission?

[Volunteers](#)

Opportunities to help RePEc

[Get papers listed](#)

Have your research listed on RePEc

[Open a RePEc archive](#)

Have your institution's/publisher's output listed on RePEc

[Get RePEc data](#)

Use data assembled by RePEc