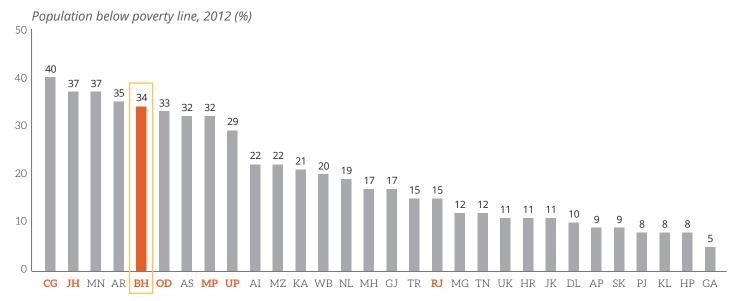
## Poverty, Growth & Inequality

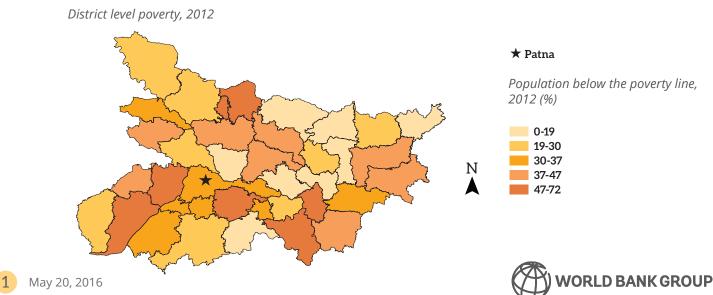
Bihar is the 3rd most populous state in India. It is home to over 100 million people, 36 million of whom are poor. Bihar is one of the faster growing Low Income States. Since 2005, the pace of poverty reduction in the state has picked up. Despite this, large parts of the state remain very poor. Consumption inequality has remained largely unchanged. Growth is driven mainly by services, but fluctuations in agricultural output put it at risk.

### Poverty in Bihar is higher than in most states



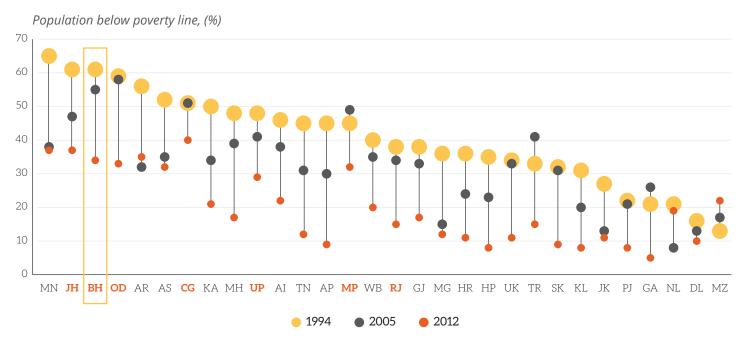
Low Income States are highlighted in orange, AI is All India.

## Pockets of very high poverty within Bihar



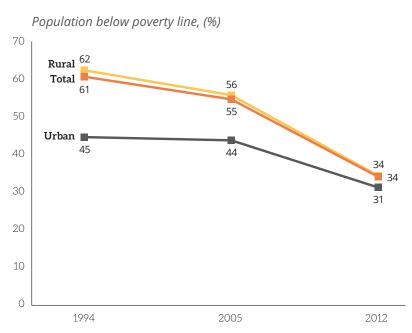
# Poverty, Growth & Inequality

## The pace of poverty reduction picked up in Bihar after 2005



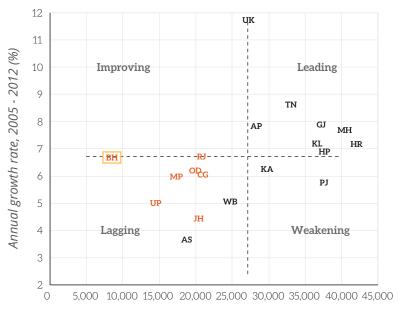
Low Income States are highlighted in orange, AI is All India.

### Poverty declined in both rural and urban areas of Bihar more rapidly after 2005



## Poverty, Growth & Inequality

#### Growth in Bihar was faster than in most of India's Low Income States

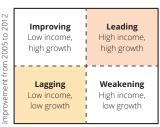


Real GSDP per capita, (2005 Rupees)

#### ---- All India

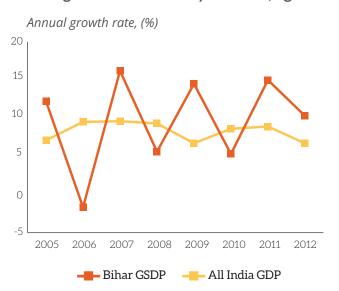
Data for 19 large states and All India. Low Income States are highlighted in orange.

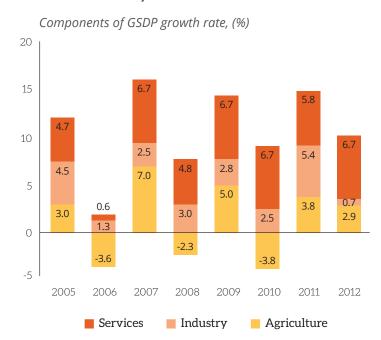
#### Interpreting the graph



Standard of living, 2005

#### Bihar's growth is driven by services, agriculture adds to its volatility

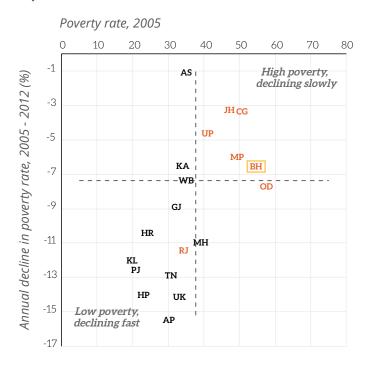






## Poverty, Growth & Inequality

#### Bihar's poverty reduction is faster than some Low Income States

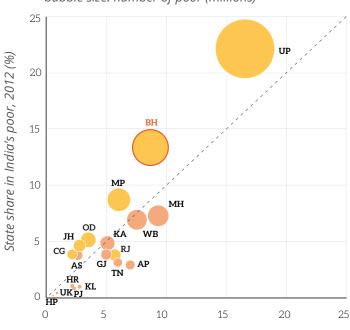


---- All India

Data for 19 large states and All India. Low Income States are highlighted in orange.

### A disproportionate share of India's poor live in Bihar

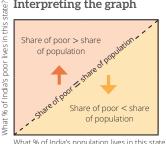
bubble size: number of poor (millions)



State share in India's population, 2012 (%)

Data for 19 large states and All India. Low Income States are highlighted in yellow.

#### Interpreting the graph

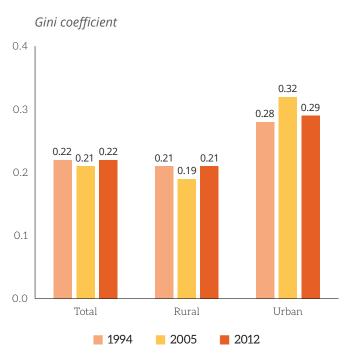


What % of India's population lives in this state?



# Poverty, Growth & Inequality

## Consumption inequality has remained stable in Bihar



## Consumption inequality in Bihar is lower than in most states



Low Income States are highlighted in orange, AI is All India.

