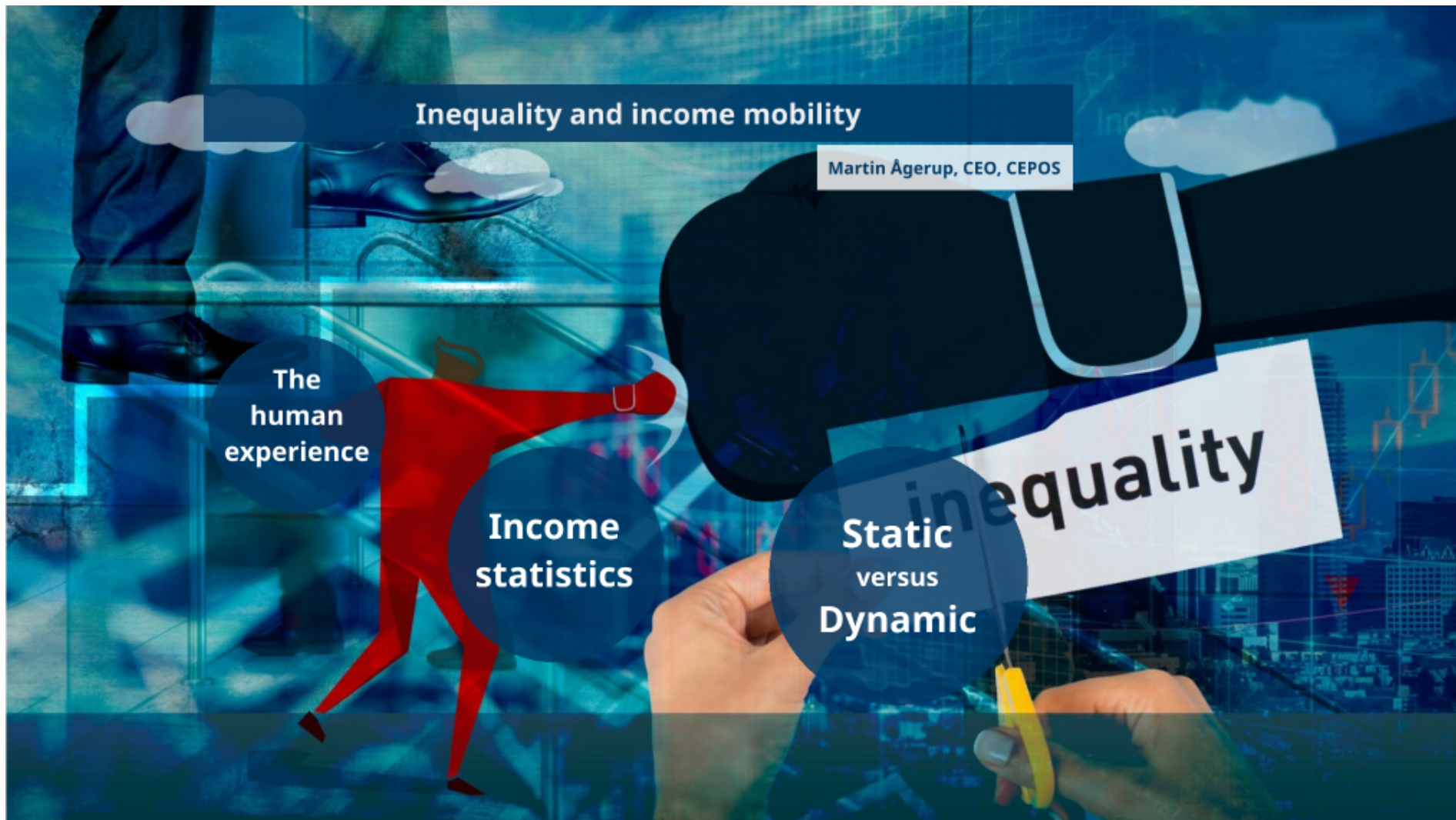




Concept of time is central

The human experience is about:

- Change
- Decisions
- Experience
- Challenges
- Triumph
- Tragedy



**The human
Experience**

*If you want to get to know a person you need
study that person **over a period of time***



Inequality and income mobility

Martin Ågerup, CEO, CEPOS

The
human
experience

Income
statistics

Static
versus
Dynamic

inequality

"In recent decades most income growth has gone to high income earners"

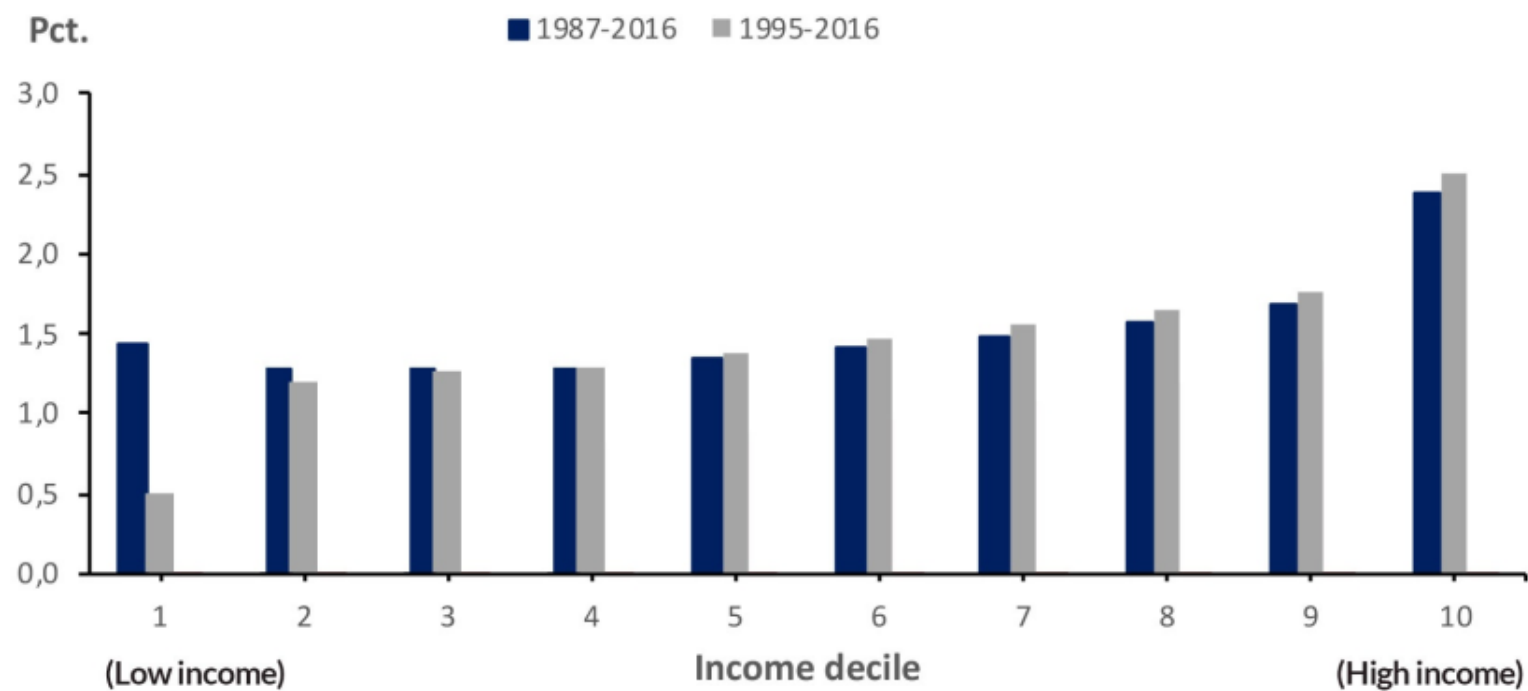


True or false?

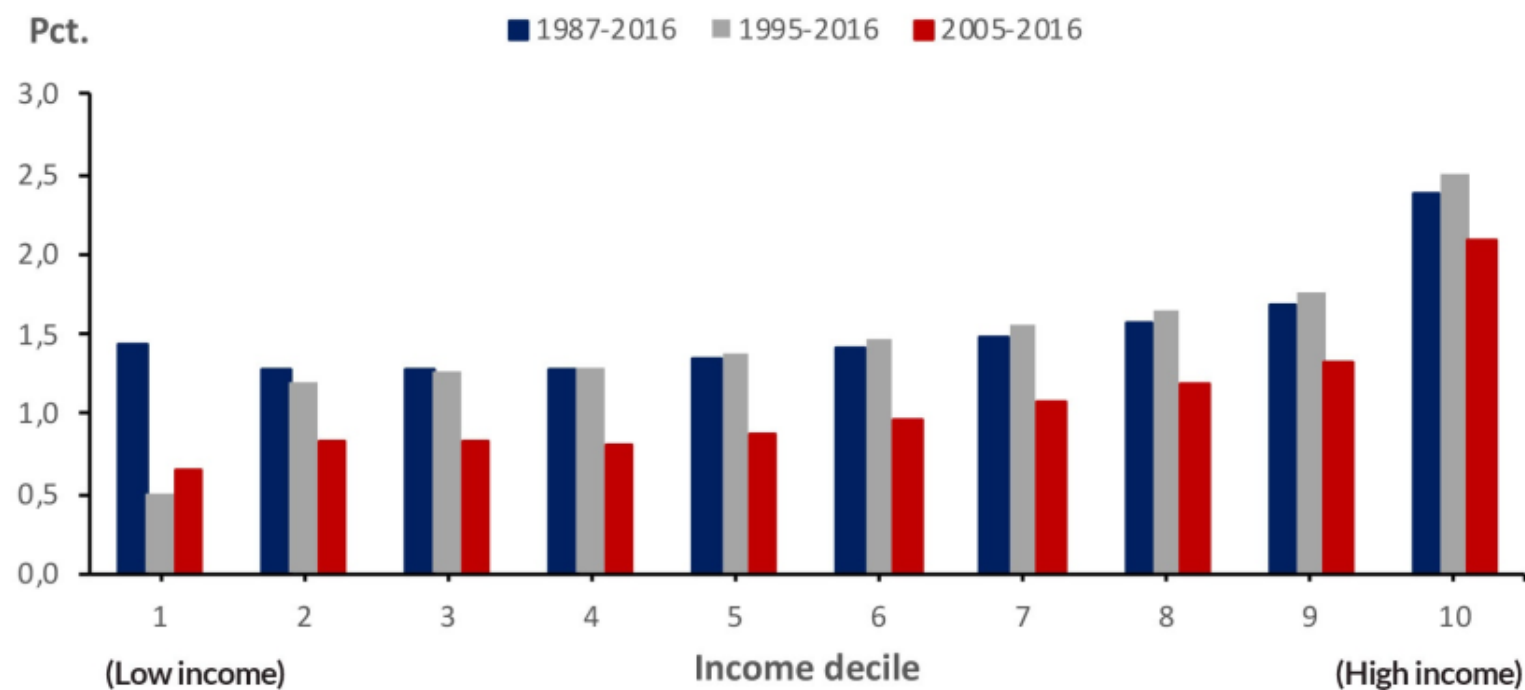
Growth in disposable income per income decile



Growth in disposable income per income decile



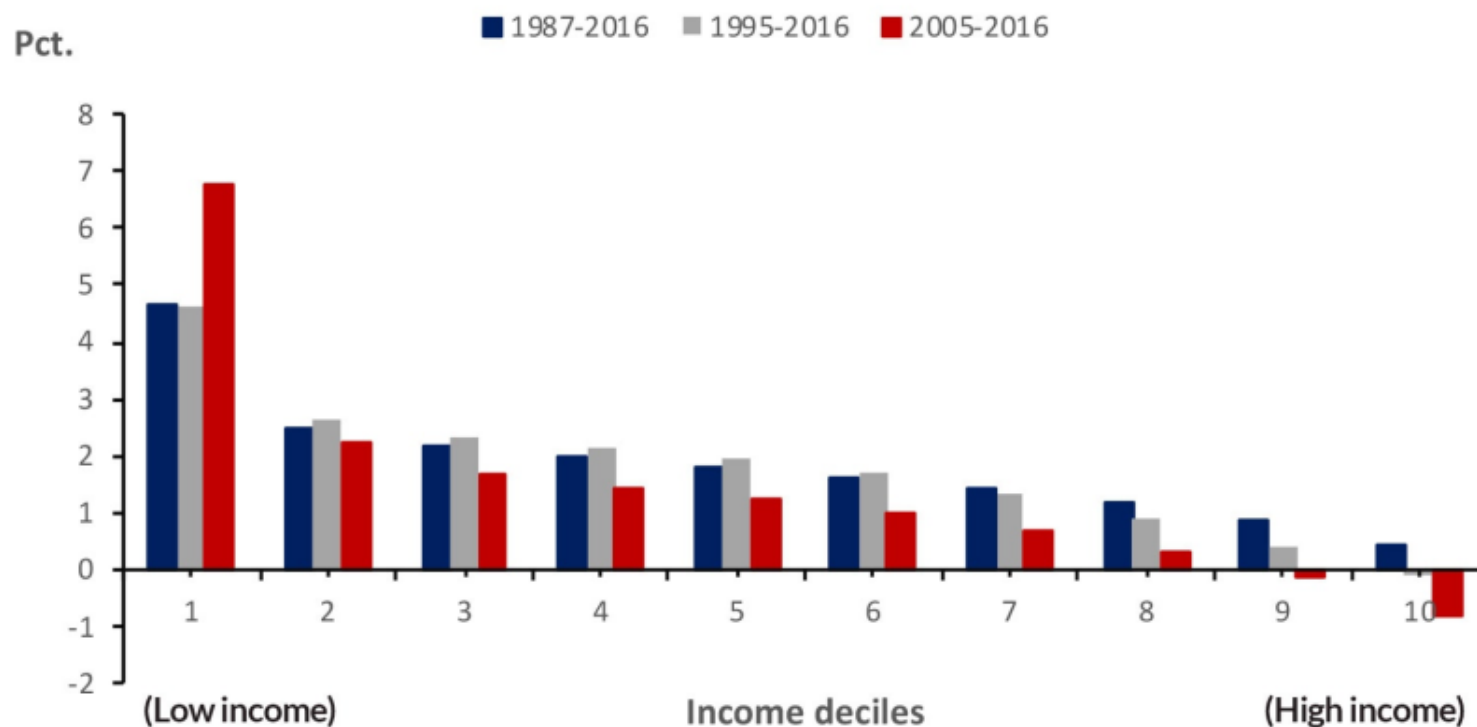
Growth in disposable income per income decile



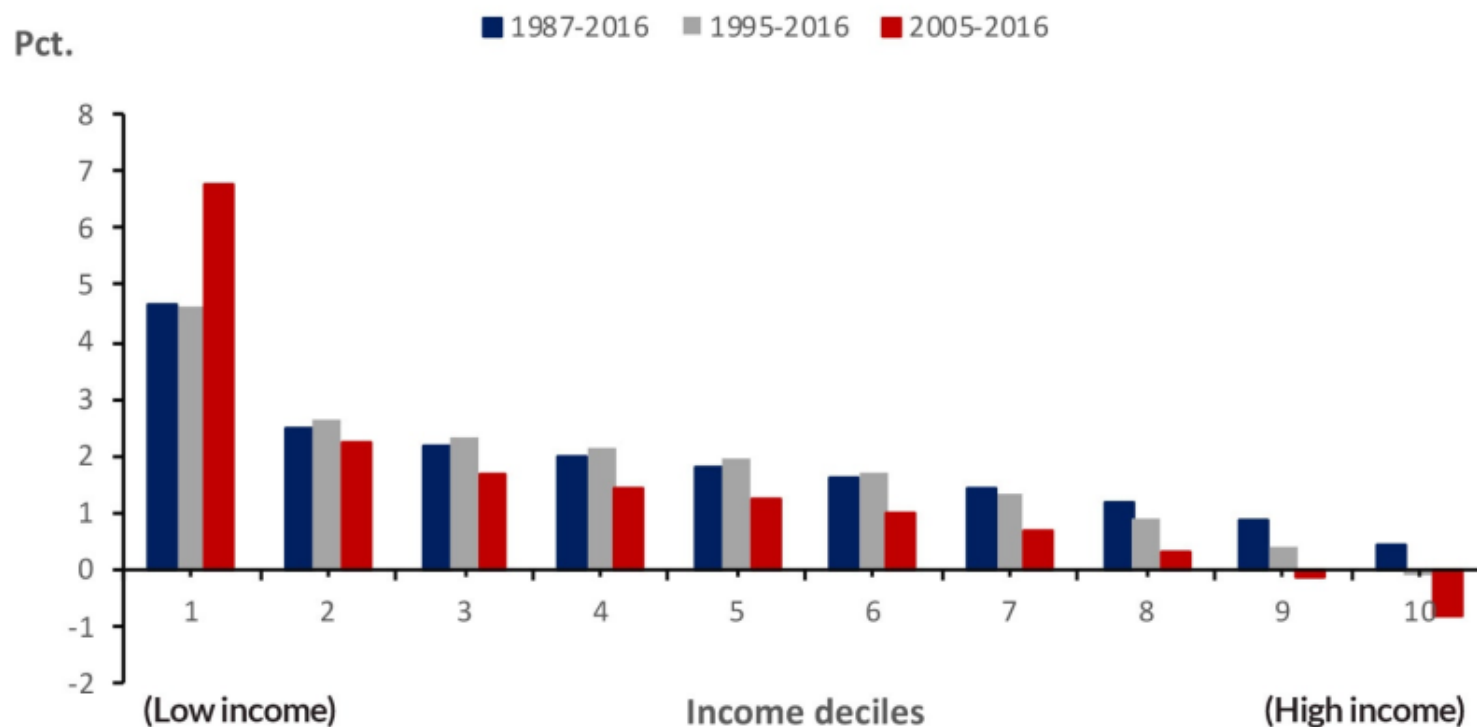
Who is an income decile?



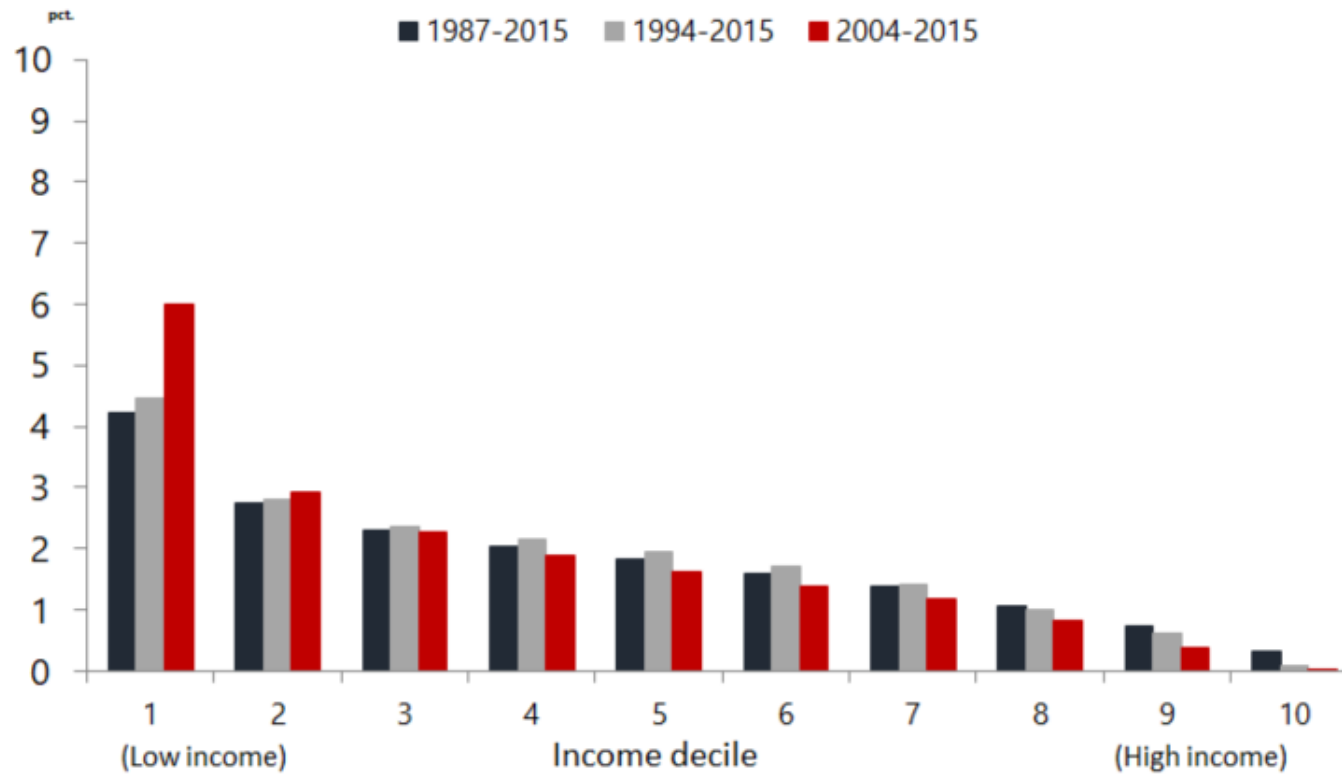
*Annual growth in disposable income of **actual people** who in the first year were in a given income decile*



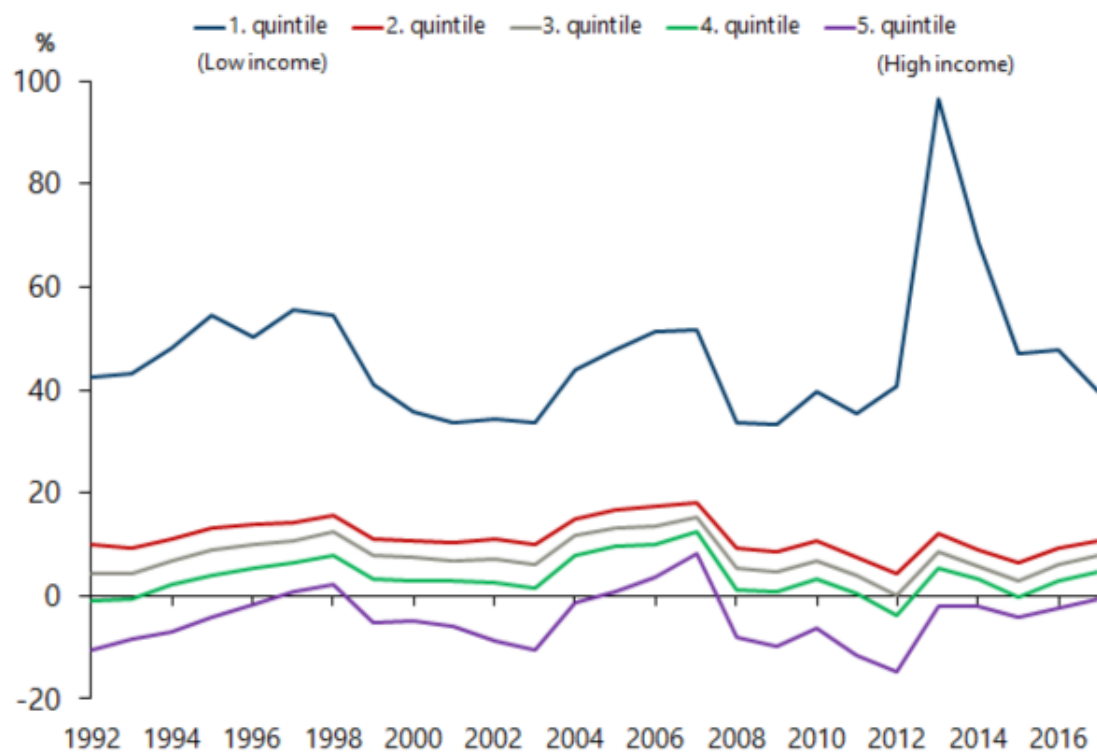
*Annual growth in disposable income of **actual people** who in the first year were in a given income decile*



The same - but excluding students



Average growth in disposable income for people who belonged to a particular income quintile in the starting year, 5-year growth rates



Source: CEPOS

Misleading official statement

 Danmarks Statistik
@DSTdk Følger

For de 10 pct. med lavest #indkomst er indkomstniveauet stort set uændret de seneste ti år, mens dem i toppen af indkomstfordelingen har oplevet indkomststigninger. dst.dk/nyt/29483 #dkøko #dkpol

Indkomststigning efter decilgrænser, Ækvivalenter disponibel indkomst, 2017-priser



Kilde: Find mere tal og data fra 1987-2017 på www.statistikbanken.dk/1022. Indkomstene er korrigert med folketalpræ-indekset www.statistikbanken.dk/1022.

Åbne: Læs mere om decilgrænser på <https://www.dst.dk/nyt/taleskifte-og-indkomstDeciler.pdf>

Statistics Denmark:

"For the 10 pct. with the lowest income the income level is almost unchanged for the last ten years, while those at the top of the income distribution have seen rising income" (my translation)

Misleading official statement

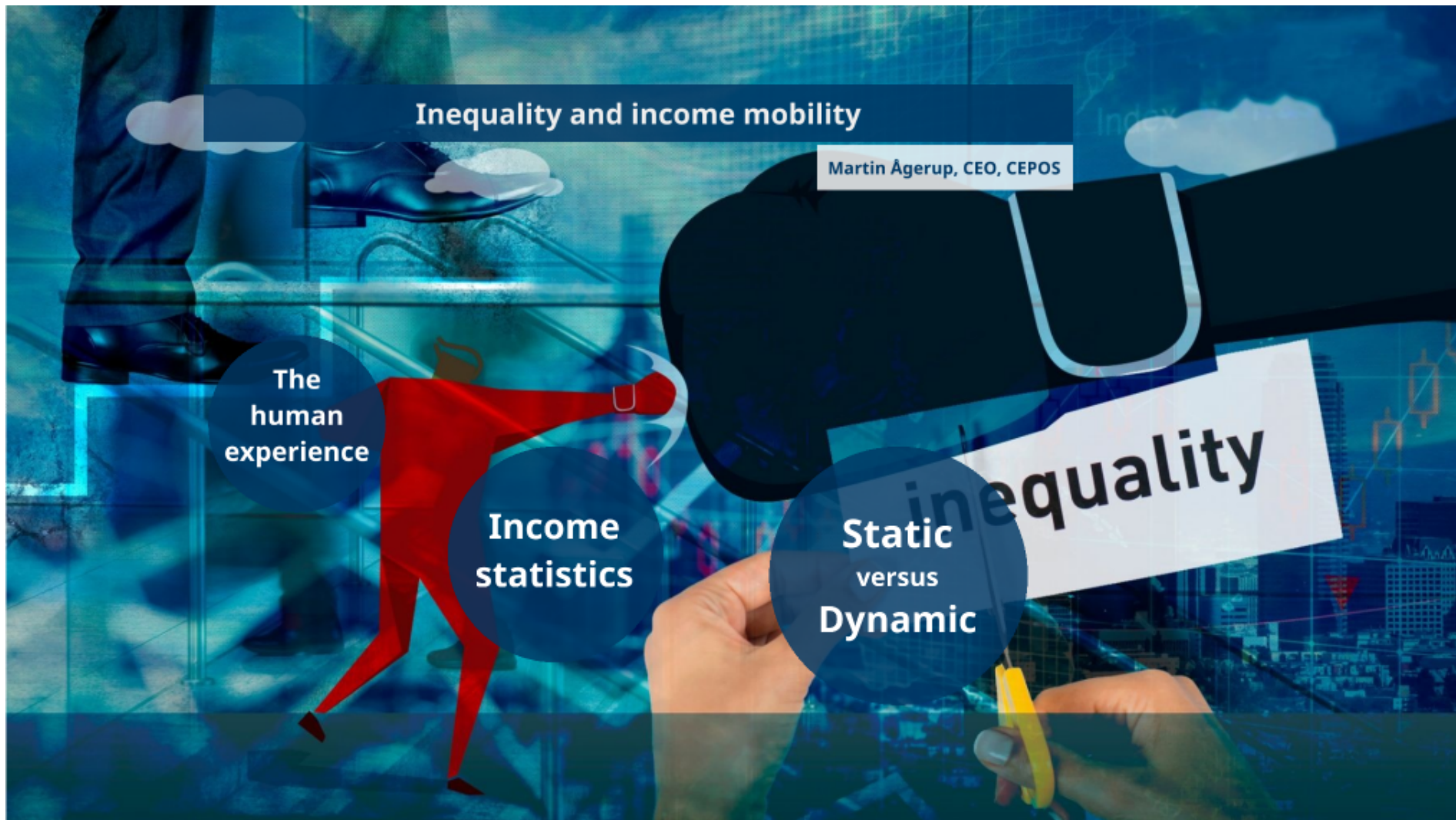


Statistics Denmark:

"For the 10 pct. with the lowest income the income level is almost unchanged for the last ten years, while those at the top of the income distribution have seen rising income" (my translation)

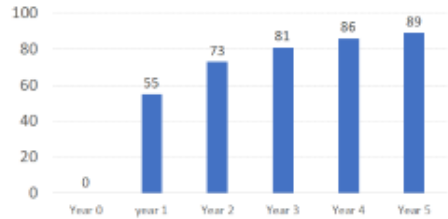
Correct Statement:

"The threshold for belonging to the lowest income decile is almost unchanged for the last ten years while the threshold for belonging to the top decile has increased"

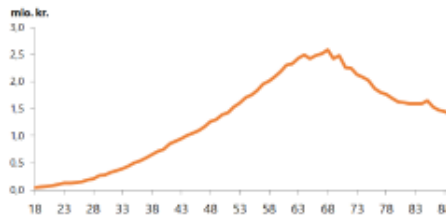


The dynamics of income, wealth and inequality

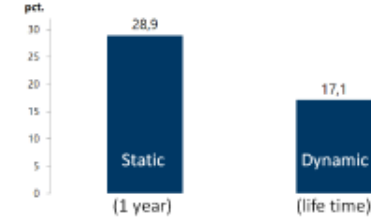
Share of low income earners having left the group (pct.)



Average net wealth according to age (Denmark)

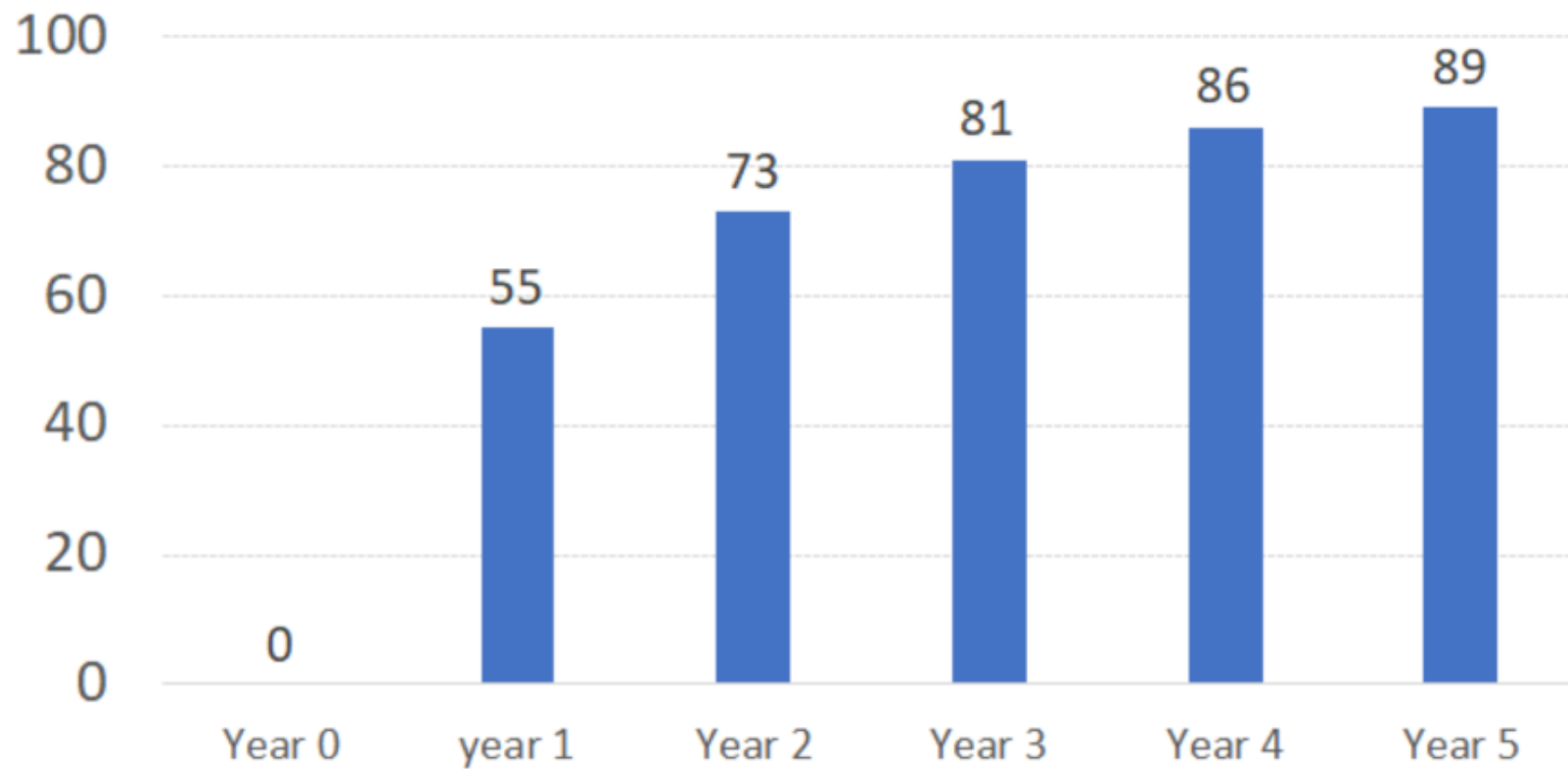


Inequality in Denmark (gini coefficient)



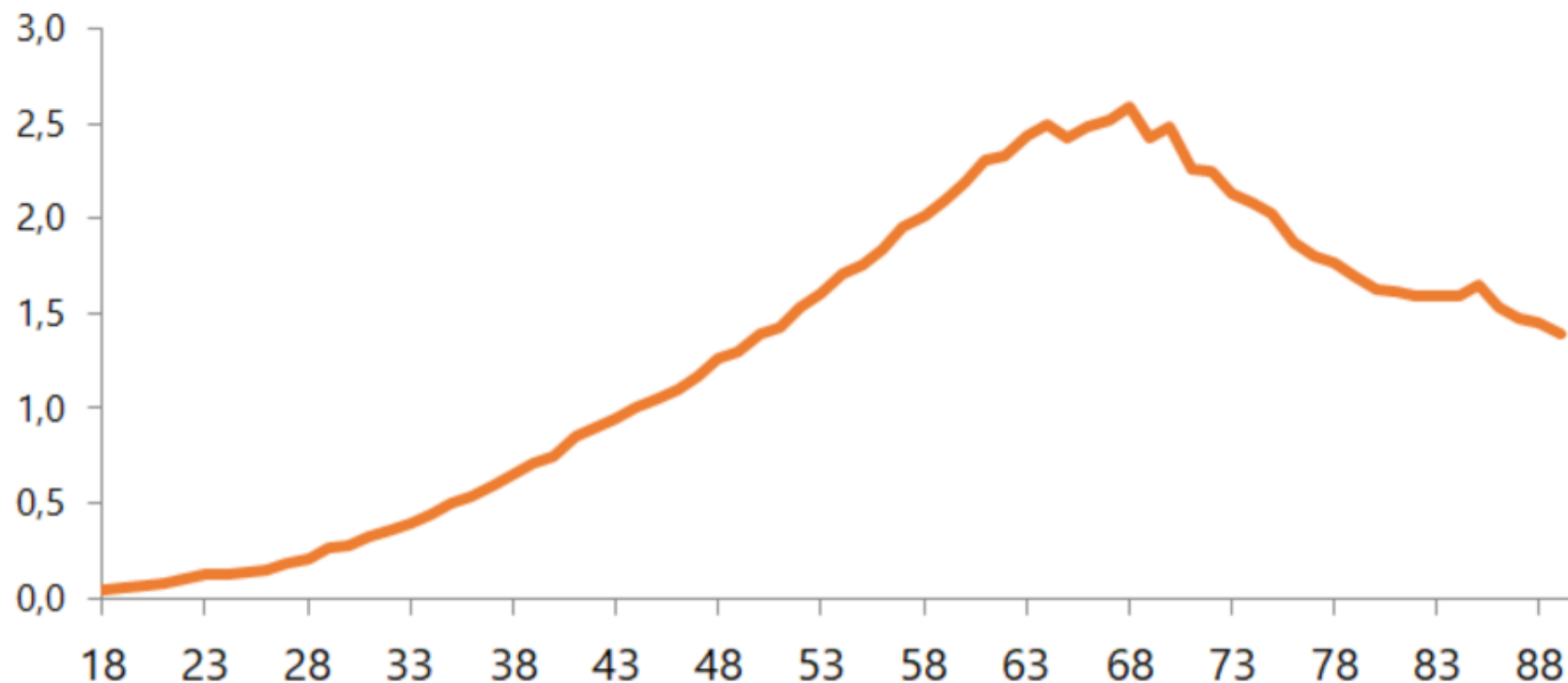
*Summing
up*

Share of low income earners having left the group (pct.)

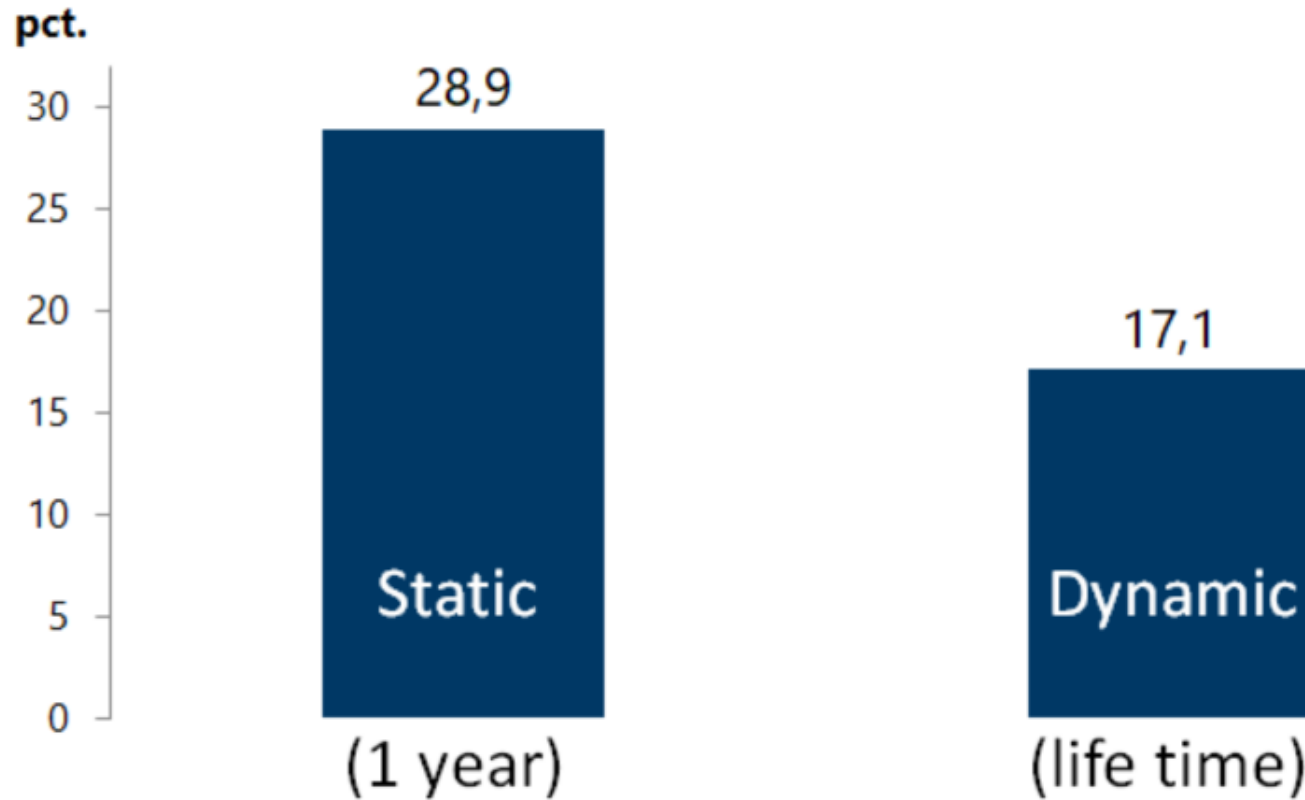


Average net wealth according to age (Denmark)

mio. kr.



Inequality in Denmark (gini coefficient)



Static

versus

Dynamic



Static

versus

Dynamic

Short term

Long term



Static

versus

Dynamic

Short term

Helpless victim of circumstance

Long term

Empowered and capable



Static

versus

Dynamic

Short term

Helpless victim of circumstance

Redistribution

Long term

Empowered and capable

Opportunity and wealth creation



