

Poverty Traps through the lens of resilience

by

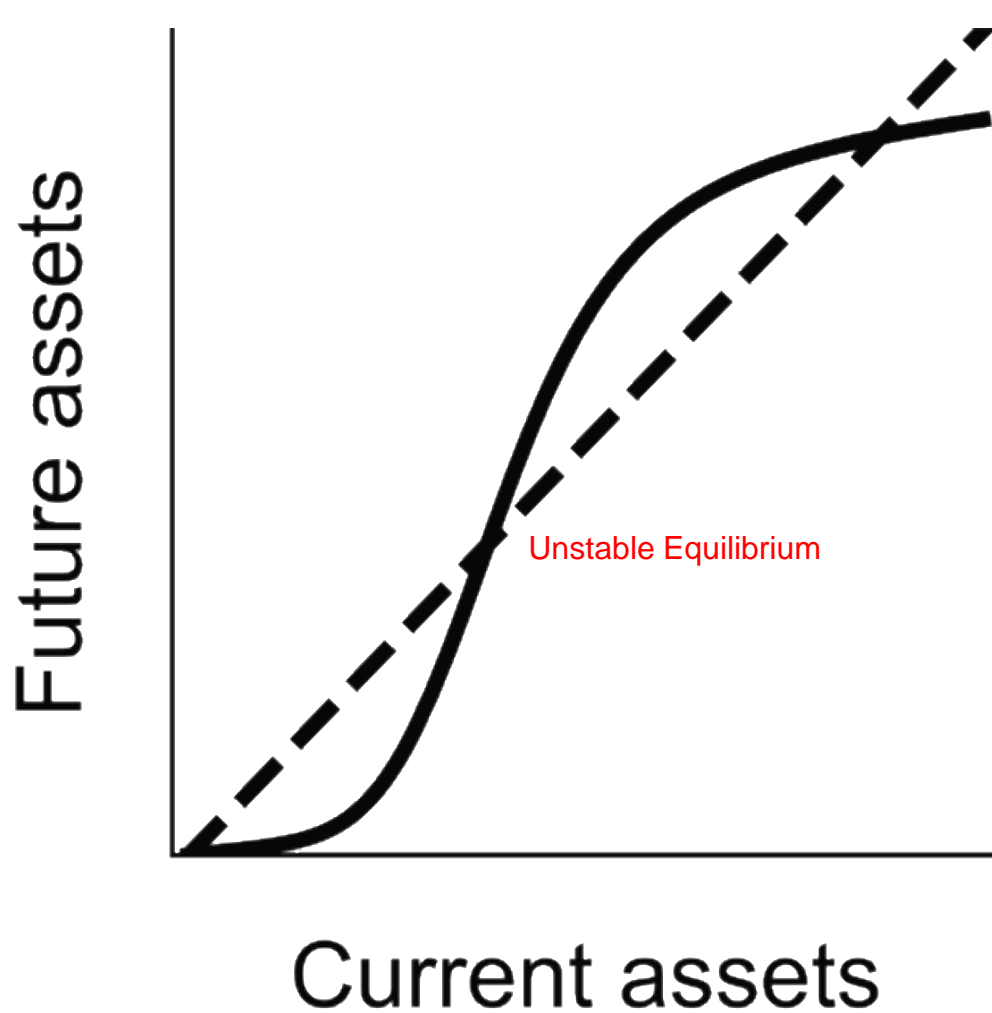
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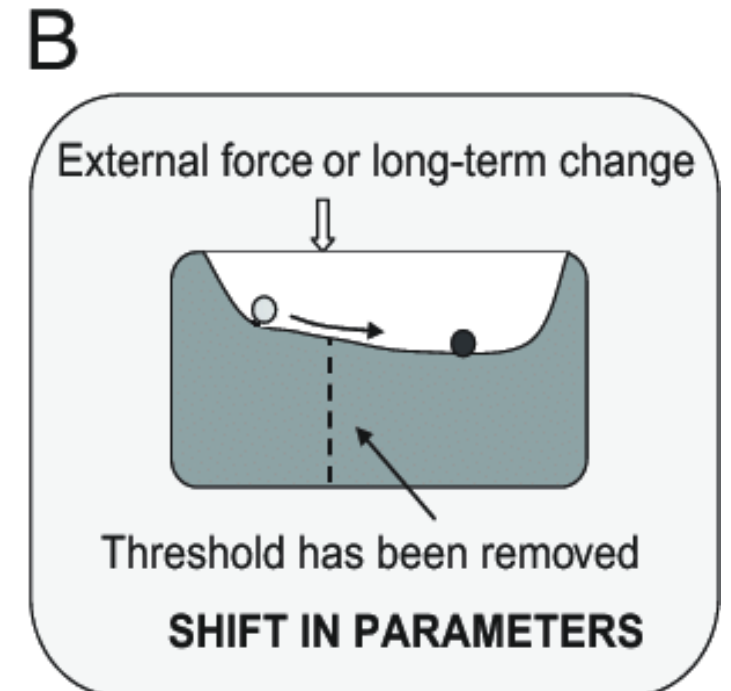
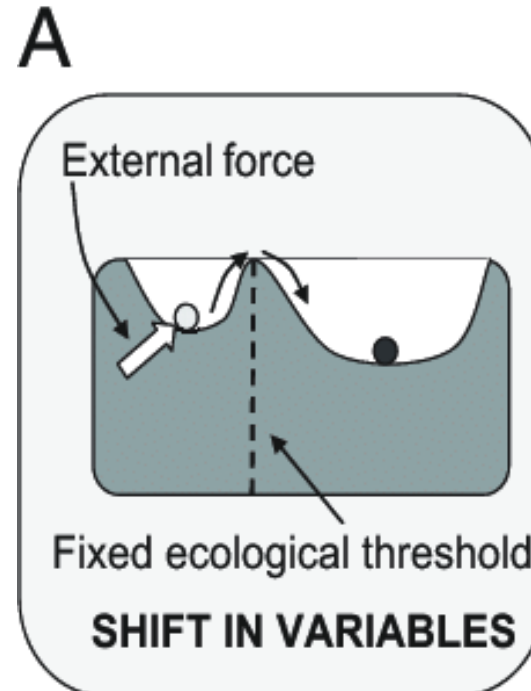
Tuesday, March 10, 2020

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Poverty Traps



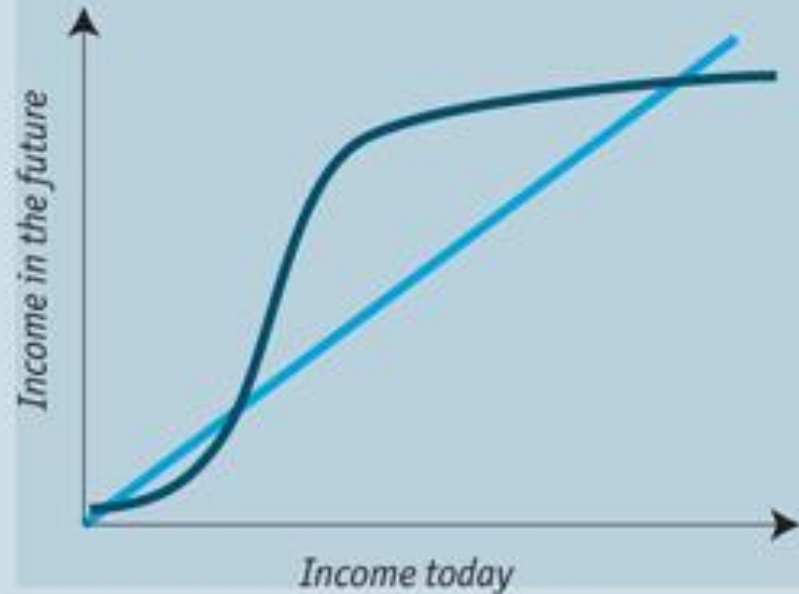
Conventional multiple-equilibrium one-dimensional poverty trap model.



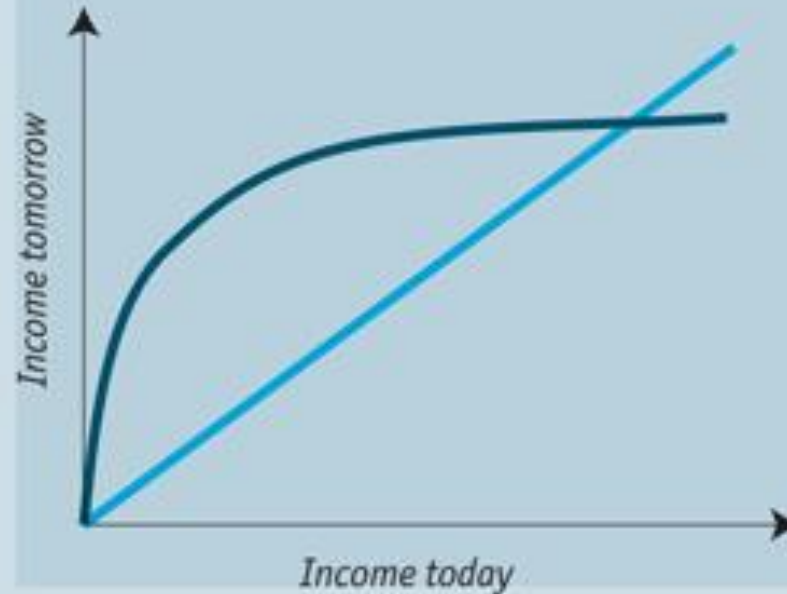
Poverty Traps – Research Question

The S&L crisis

The S-shape curve and the poverty trap



The inverted L-shape: no poverty trap



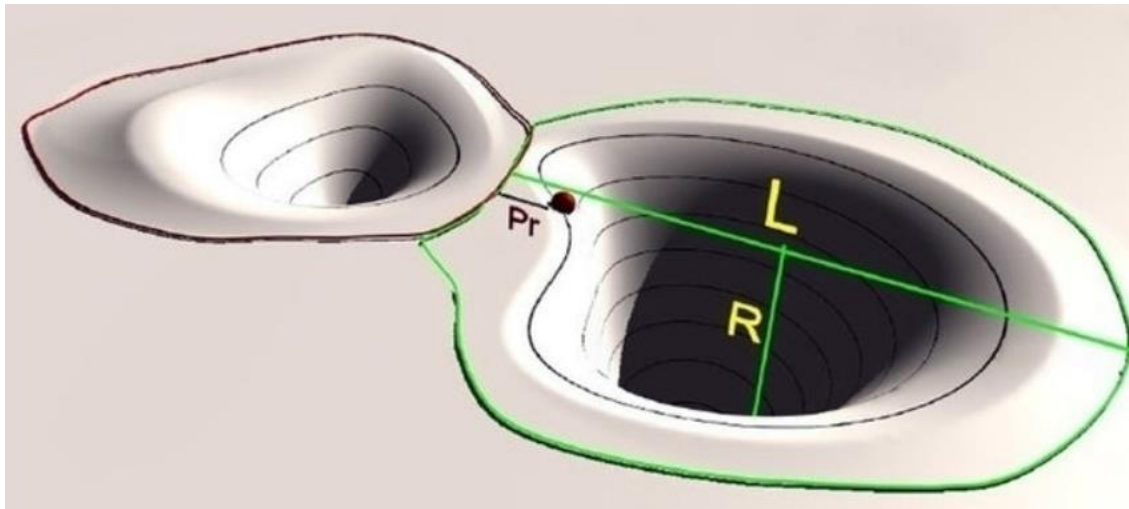
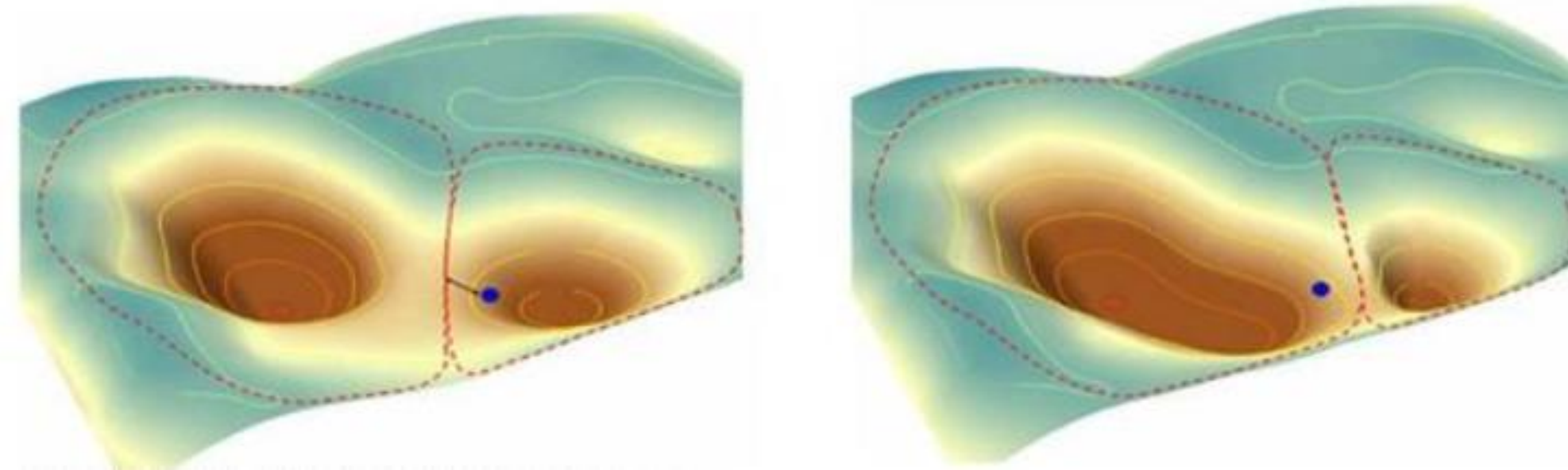
Source: Abhijit Banerjee and Esther Duflo

How does the capacity curve behave during these transition? How to move from S-shape to L-shape?

Why do we get this unstable equilibrium – latent dimension - cascading transition?

Explore the role of social capital in individual and community resilience?

Poverty Traps – Research Question



Can we measure this from data?