

Annex: Estimation of Household Disposable Income

Household disposable income has been estimated from the National Accounts Estimates, Statement of Budgetary Central Government Operations and the Balance of Payments using the following equation:

$$\text{Household disposable income} = \text{compensation of employees} + \text{budget transfers} + \text{inward remittances} - \text{personal income tax}$$

Compensation of employees is estimated from the national accounts published by Statistics Mauritius. These data include salaries paid by the public and private sectors. This definition is narrower than the National Accounts definition which includes income of individuals as consumers, entrepreneurs, individual proprietors and partnerships and Non-Profit Institutions Serving Households. Chart I shows the evolution of the estimated household disposable income from 2009Q2 to 2014Q3.

Chart I: Household Disposable Income

