# Poverty, rural population distribution and climate change 

Edward B. Barbier ${ }^{1 *}$ and Jacob P. Hochard ${ }^{2}$<br>${ }^{1}$ Department of Economics, Colorado State University, Fort Collins, CO, USA and ${ }^{2}$ Department of Economics and Institute for Coastal Science and Policy, East Carolina University, Greenville, NC, USA<br>*Corresponding author. Email: edward.barbier@colostate.edu

## ONLINE APPENDIX

## Appendix A. Supplementary statistical tables

Table A1. Descriptive statistics for key household survey and rural population distribution variables, by country

| Country | Region | Survey year T | Survey year t | Average monthly (\$) per capita income or consumption expenditure year t | Headcount <br> poverty <br> rate (\$2 <br> per day) <br> year t | Gini Index year t | Share (\%) of rural population on less favored agricultural land (2000) | Share (\%) of rural population in less favored agricultural areas (2000) | Share (\%) of rural population located on remote less favored agricultural land (2000) | ```Share (\%) of rural population on less favored agricultural land located on remote less favored agricultural land (2000)``` |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Albania | Europe and Central Asia | 2008 | 2002 | 135.86 | 8.86 | 28.15 | 76.90 | 76.90 | 12.43 | 16.16 |
| Angola | Sub-Saharan Africa | 2008 | 2000 | 62.92 | 70.30 | 58.64 | 16.94 | 17.93 | 10.47 | 61.83 |
| Armenia | Europe and Central Asia | 2010 | 2001 | 78.00 | 50.93 | 36.22 | 52.77 | 52.77 | 14.11 | 26.73 |
| Azerbaijan | Europe and Central Asia | 2008 | 2001 | 112.27 | 27.28 | 36.50 | 34.06 | 36.86 | 8.65 | 25.40 |
| Bangladesh | South Asia | 2010 | 2000 | 43.27 | 84.50 | 33.46 | 9.42 | 12.96 | 0.73 | 7.75 |
| Belarus | Europe and Central Asia | 2011 | 2000 | 206.42 | 1.91 | 30.35 | 26.33 | 27.24 | 0.73 | 2.79 |
| Bhutan | South Asia <br> Latin America and the | 2012 | 2003 | 2003 | 49.66 | 46.83 | 22.63 | 23.86 | 17.50 | 77.32 |
| Bolivia <br> Bosnia and | Caribbean | 2008 | 2000 | 176.32 | 37.91 | 62.78 | 6.24 | 7.78 | 4.95 | 79.40 |
| Herzegovina | Europe and Central Asia Latin America and the | 2007 | 2001 | 352.46 | 0.29 | 28.03 | 91.66 | 91.76 | 16.43 | 17.92 |
| Brazil | Caribbean | 2009 | 2001 | 289.22 | 21.73 | 60.13 | 49.65 | 50.06 | 3.31 | 6.67 |
| Bulgaria | Europe and Central Asia | 2007 | 2001 | 206.97 | 7.83 | 34.34 | 84.40 | 84.44 | 5.85 | 6.93 |
| Burkina Faso | Sub-Saharan Africa | 2009 | 2003 | 46.85 | 81.32 | 39.60 | 26.43 | 34.50 | 7.32 | 27.69 |
| Burundi | Sub-Saharan Africa | 2006 | 1998 | 24.32 | 95.44 | 42.39 | 76.11 | 76.80 | 10.94 | 14.37 |
| Cambodia | East Asia and Pacific | 2009 | 2004 | 67.06 | 41.85 | 41.85 | 53.02 | 57.40 | 6.05 | 11.41 |
| Cameroon <br> Central <br> African | Sub-Saharan Africa | 2009 | 2001 | 111.50 | 32.61 | 40.41 | 27.07 | 27.78 | 6.39 | 23.60 |
| Republic | Sub-Saharan Africa | 2008 | 2003 | 41.78 | 81.99 | 43.57 | 3.10 | 3.70 | 1.79 | 57.87 |
| China | East Asia and Pacific <br> Latin America and the | 2009 | 2002 | 84.09 | 51.29 | 42.59 | 46.69 | 48.85 | 12.42 | 26.61 |
| Colombia | Caribbean <br> Latin America and the | 2010 | 2000 | 172.64 | 31.83 | 58.68 | 29.17 | 29.71 | 6.99 | 23.96 |
| Costa Rica | Caribbean | 2009 | 2000 | 275.90 | 10.90 | 46.53 | 18.92 | 19.74 | 8.05 | 42.54 |
| Cote d'Ivoire Dominican | Sub-Saharan Africa <br> Latin America and the | 2008 | 2002 | 101.11 | 46.93 | 48.39 | 45.89 | 50.19 | 10.50 | 22.88 |
| Republic | Caribbean <br> Latin America and the | 2010 | 2000 | 298.24 | 10.99 | 52.01 | 10.22 | 10.23 | 2.42 | 23.71 |
| Ecuador | Caribbean | 2010 | 2000 | 146.89 | 37.73 | 56.59 | 24.47 | 27.24 | 5.94 | 24.28 |
| Egypt, Arab | Middle East and North |  |  |  |  |  |  |  |  |  |
| Rep. | Africa <br> Latin America and the | 2008 | 2004 | 112.51 | 18.64 | 32.76 | 1.70 | 1.89 | 0.02 | 1.33 |
| El Salvador | Caribbean | 2009 | 2001 | 214.56 | 23.04 | 53.60 | 53.74 | 53.74 | 0.71 | 1.32 |
| Ethiopia | Sub-Saharan Africa | 2010 | 2005 | 51.40 | 77.79 | 29.83 | 37.06 | 37.96 | 20.82 | 56.18 |
| Fiji | East Asia and Pacific | 2008 | 2002 | 90.97 | 48.78 | 46.81 |  |  |  |  |
| Gambia, The | Sub-Saharan Africa | 2003 | 1998 | 42.08 | 81.30 | 50.23 | 29.88 | 53.07 | 9.35 | 31.30 |
| Georgia | Europe and Central Asia | 2010 | 2000 | 97.48 | 41.09 | 41.09 | 41.49 | 42.34 | 9.75 | 23.51 |
| Ghana | Sub-Saharan Africa <br> Latin America and the | 2005 | 1998 | 62.66 | 63.48 | 40.75 | 41.07 | 45.75 | 4.78 | 11.64 |
| Guatemala | Caribbean | 2006 | 2000 | 186.11 | 39.24 | 54.28 | 39.40 | 40.32 | 5.23 | 13.27 |
| Guinea | Sub-Saharan Africa <br> Latin America and the | 2007 | 2003 | 46.37 | 80.90 | 40.30 | 44.49 | 46.85 | 11.30 | 25.40 |
| Honduras | Caribbean | 2009 | 2001 | 171.57 | 31.14 | 54.38 | 39.93 | 40.10 | 3.85 | 9.64 |
| Hungary | Europe and Central Asia | 2007 | 2000 | 285.92 | 0.39 | 27.32 | 39.57 | 39.73 | 0.82 | 2.07 |
| India | South Asia | 2009 | 2004 | 53.49 | 75.77 | 33.38 | 27.70 | 29.51 | 3.88 | 14.02 |


| Indonesia | East Asia and Pacific | 2010 | 2002 | 60.79 | 67.16 | 29.74 | 51.46 | 52.11 | 11.92 | 23.16 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Iran, Islamic | Middle East and North |  |  |  |  |  |  |  |  |  |
| Rep. | Africa | 2005 | 1998 | 251.94 | 8.37 | 44.10 | 18.94 | 18.99 | 4.74 | 25.04 |
|  | Latin America and the |  |  |  |  |  |  |  |  |  |
| Jamaica | Caribbean | 2004 | 2002 | 280.63 | 8.57 | 48.34 | 5.68 | 5.68 | 0.27 | 4.72 |
|  | Middle East and North |  |  |  |  |  |  |  |  |  |
| Jordan | Africa | 2010 | 2002 | 175.55 | 2.15 | 38.87 | 32.75 | 33.01 | 0.15 | 0.47 |
| Kazakhstan | Europe and Central Asia | 2009 | 2001 | 117.10 | 30.42 | 41.11 | 54.67 | 55.97 | 22.73 | 41.58 |
| Kenya | Sub-Saharan Africa | 2005 | 1997 | 97.41 | 42.85 | 42.51 | 38.82 | 41.93 | 9.09 | 23.43 |
| Kyrgyz |  |  |  |  |  |  |  |  |  |  |
| Republic | Europe and Central Asia | 2011 | 2002 | 57.83 | 66.83 | 31.67 | 41.47 | 41.79 | 14.32 | 34.53 |
| Lao PDR | East Asia and Pacific | 2008 | 2002 | 51.08 | 77.00 | 32.63 | 21.81 | 22.37 | 5.24 | 24.02 |
| Macedonia, |  |  |  |  |  |  |  |  |  |  |
| FYR | Europe and Central Asia | 2008 | 2000 | 169.87 | 11.57 | 34.44 | 85.87 | 85.87 | 11.28 | 13.14 |
| Madagascar | Sub-Saharan Africa | 2010 | 2001 | 31.63 | 88.81 | 47.47 | 19.96 | 21.14 | 4.07 | 20.39 |
| Malawi | Sub-Saharan Africa | 2010 | 2004 | 34.12 | 90.51 | 39.02 | 30.54 | 31.71 | 6.52 | 21.36 |
| Malaysia | East Asia and Pacific | 2009 | 2004 | 204.31 | 7.88 | 37.91 | 50.88 | 52.27 | 14.72 | 28.94 |
| Maldives | South Asia | 2004 | 1998 | 204.98 | 37.11 | 62.69 |  |  |  |  |
| Mali | Sub-Saharan Africa | 2010 | 2001 | 41.60 | 82.14 | 40.01 | 29.52 | 32.76 | 8.28 | 28.04 |
| Mauritania | Sub-Saharan Africa | 2008 | 2000 | 88.33 | 44.29 | 39.04 | 1.33 | 1.33 | 0.33 | 24.49 |
|  | Latin America and the |  |  |  |  |  |  |  |  |  |
| Mexico | Caribbean | 2010 | 2000 | 247.55 | 15.18 | 51.87 | 17.72 | 18.07 | 2.97 | 16.76 |
| Moldova | Europe and Central Asia Middle East and North | 2010 | 2001 | 74.83 | 54.50 | 38.59 | 87.06 | 87.14 | 1.25 | 1.44 |
| Morocco | Africa | 2007 | 2000 | 133.66 | 24.47 | 40.63 | 42.63 | 42.99 | 5.81 | 13.62 |
| Mozambique | Sub-Saharan Africa | 2007 | 2002 | 36.58 | 90.09 | 47.11 | 30.85 | 41.86 | 10.28 | 33.32 |
| Nepal | South Asia | 2010 | 2003 | 53.96 | 77.41 | 43.83 | 39.03 | 41.69 | 14.69 | 37.65 |
|  | Latin America and the |  |  |  |  |  |  |  |  |  |
| Nicaragua | Caribbean | 2005 | 2001 | 114.34 | 34.52 | 43.06 | 52.69 | 53.61 | 4.49 | 8.52 |
| Niger | Sub-Saharan Africa | 2007 | 2005 | 41.46 | 85.66 | 43.89 | 6.48 | 7.59 | 1.27 | 19.56 |
| Nigeria | Sub-Saharan Africa | 2011 | 2003 | 40.52 | 83.17 | 42.93 | 21.93 | 24.22 | 2.32 | 10.60 |
| Pakistan | South Asia | 2007 | 2001 | 54.66 | 74.09 | 30.39 | 12.08 | 14.05 | 3.61 | 29.87 |
|  | Latin America and the |  |  |  |  |  |  |  |  |  |
| Panama | Caribbean | 2010 | 2001 | 257.69 | 23.70 | 57.30 | 25.99 | 27.01 | 7.12 | 27.41 |
|  | Latin America and the |  |  |  |  |  |  |  |  |  |
| Paraguay | Caribbean | 2010 | 2001 | 190.50 | 24.17 | 50.75 | 31.22 | 32.86 | 10.85 | 34.74 |
|  | Latin America and the |  |  |  |  |  |  |  |  |  |
| Peru | Caribbean | 2010 | 2000 | 190.50 | 24.17 | 50.75 | 17.26 | 17.32 | 7.98 | 46.21 |
| Philippines | East Asia and Pacific | 2009 | 2000 | 103.16 | 44.97 | 46.09 | 63.46 | 64.19 | 19.23 | 30.31 |
| Romania | Europe and Central Asia | 2011 | 2000 | 117.94 | 17.37 | 30.25 | 60.19 | 60.24 | 3.36 | 5.58 |
| Rwanda | Sub-Saharan Africa | 2010 | 2000 | 38.64 | 89.12 | 51.51 | 73.41 | 73.23 | 14.78 | 20.18 |
| Senegal | Sub-Saharan Africa | 2011 | 2001 | 58.55 | 71.43 | 41.25 | 39.01 | 41.05 | 4.14 | 10.60 |
| Serbia | Europe and Central Asia | 2010 | 2002 | 337.83 | 0.61 | 32.74 |  |  |  |  |
| Sierra Leone | Sub-Saharan Africa | 2011 | 2003 | 51.20 | 76.19 | 42.52 | 41.61 | 43.24 | 4.28 | 10.28 |
| South Africa | Sub-Saharan Africa | 2008 | 2000 | 153.14 | 43.00 | 57.77 | 49.21 | 49.36 | 15.71 | 31.93 |
| Sri Lanka | South Asia | 2009 | 2002 | 100.06 | 39.92 | 41.06 | 52.54 | 56.46 | 8.81 | 16.76 |
| Swaziland | Sub-Saharan Africa | 2009 | 2000 | 47.15 | 81.10 | 50.68 | 60.56 | 60.74 | 19.79 | 32.68 |
| Tajikistan | Europe and Central Asia | 2009 | 2003 | 56.71 | 68.22 | 32.62 | 46.63 | 47.08 | 11.71 | 25.12 |
| Tanzania | Sub-Saharan Africa | 2007 | 2000 | 25.44 | 95.28 | 34.62 | 36.51 | 44.41 | 12.59 | 34.48 |
| Thailand | East Asia and Pacific | 2010 | 2000 | 157.63 | 18.15 | 42.84 | 40.56 | 43.13 | 9.96 | 24.56 |
| Timor-Leste | East Asia and Pacific | 2007 | 2001 | 49.18 | 77.60 | 39.52 | 64.80 | 66.01 | 64.68 | 99.81 |
| Togo | Sub-Saharan Africa | 2011 | 2006 | 56.21 | 69.48 | 34.41 | 26.80 | 35.60 | 7.28 | 27.17 |
|  | Middle East and North |  |  |  |  |  |  |  |  |  |
| Tunisia | Africa | 2010 | 2000 | 182.41 | 12.91 | 40.81 | 42.10 | 42.11 | 4.27 | 10.15 |
| Turkey | Europe and Central Asia | 2010 | 2002 | 212.07 | 9.65 | 42.71 | 67.27 | 67.32 | 7.66 | 11.38 |
| Uganda | Sub-Saharan Africa | 2009 | 2002 | 50.20 | 79.96 | 45.77 | 37.92 | 38.41 | 5.39 | 14.23 |
| Ukraine | Europe and Central Asia | 2010 | 2002 | 170.09 | 3.45 | 28.28 | 53.30 | 53.54 | 1.46 | 2.74 |
| Venezuela, | Latin America and the |  |  |  |  |  |  |  |  |  |
| RB | Caribbean | 2006 | 2001 | 178.70 | 20.80 | 47.23 | 30.04 | 31.05 | 7.97 | 26.53 |
| Vietnam | East Asia and Pacific | 2008 | 2002 | 59.72 | 68.86 | 37.55 | 30.79 | 32.82 | 3.37 | 10.94 |
|  | Middle East and North |  |  |  |  |  |  |  |  |  |
| Yemen, Rep. | Africa | 2005 | 1998 | 90.34 | 36.52 | 33.44 | 4.36 | 4.36 | 2.81 | 64.43 |
| Zambia | Sub-Saharan Africa | 2010 | 2002 | 41.07 | 85.23 | 42.08 | 33.89 | 43.34 | 19.91 | 58.75 |
|  | Number |  |  | 83 | 83 | 83 | 80 | 80 | 80 | 80 |


|  |  |  |  |  |  |  |  |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| Mean | 145.70 | 46.41 | 42.40 | 38.15 | 40.04 | 8.50 | 24.74 |
| Median | 100.06 | 42.85 | 41.85 | 38.37 | 41.37 | 7.06 | 23.55 |
| Minimum | 24.32 | 0.29 | 27.32 | 1.33 | 1.33 | 0.02 | 0.47 |
| Maximum | 2003.00 | 95.44 | 62.78 | 91.66 | 91.76 | 64.68 | 99.81 |
| Standard Deviation | 222.44 | 29.56 | 8.76 | 20.95 | 20.79 | 8.40 | 18.81 |

Source: Household survey variables are from PovcalNet, the on-line tool for poverty measurement developed by the Development Research Group of the World Bank (available online at http://iresearch.worldbank.org/PovcalNet/). Rural population distribution variables are based on authors' estimates; see "Technical notes, data sources and mapping methods" in online appendix B below.

Table A2. Key estimated parameters and statistical tests for $s_{1}$ and $s_{2}$ variables
A. Share (\%) of rural population on less favored agricultural land (2000), $s_{1}$

| Parameter estimates | OLS |  | 3SLS |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | $\alpha_{1}$ | $\beta_{1}$ | $\beta_{1}$ |  | $\delta_{1}$ |  |
|  |  |  | $\begin{aligned} & \text { With } \\ & \text { controls } \end{aligned}$ | Without controls | With controls | Without controls |
|  | $\begin{gathered} \hline 0.007 \\ (0.497) \end{gathered}$ | $\begin{gathered} -3.413 \\ (-3.223)^{* *} \end{gathered}$ | $\begin{gathered} -2.147 \\ (-3.846)^{* *} \end{gathered}$ | $\begin{gathered} -2.359 \\ (-3.755) * * \end{gathered}$ | $\begin{gathered} 0.608 \\ (8.996)^{* *} \end{gathered}$ | $\begin{gathered} 0.594 \\ (6.192)^{* *} \end{gathered}$ |
| Observations ( $N$ ) |  |  | 80 | 80 | 80 | 80 |
| $R^{2}$ |  |  | 0.57 | 0.46 | 0.69 | 0.32 |
| Likelihood ratio test |  |  | 74.54** | 50.67** | 96.85** | 33.35** |
| $F$-test |  |  | 19.96** | 65.28** | 55.42** | 37.39** |
| Homogeneity test |  |  |  |  |  |  |

B. Share (\%) of rural population in less favored agricultural areas (2000), $s_{2}$

|  | OLS |  | 3SLS |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | $\beta_{1}$ |  | $\delta_{1}$ |  |
|  | $\alpha_{1}$ | $\beta_{1}$ | With controls | Without controls | With controls | Without controls |
| Parameter estimates | $\begin{gathered} \hline 0.005 \\ (0.361) \end{gathered}$ | $\begin{gathered} -2.816 \\ (-2.560)^{* *} \end{gathered}$ | $\begin{gathered} -2.146 \\ (-3.846) * * \end{gathered}$ | $\begin{gathered} -2.393 \\ (-3.994)^{* *} \end{gathered}$ | $\begin{gathered} 0.650 \\ (9.174)^{* *} \end{gathered}$ | $\begin{gathered} 0.666 \\ (6.632)^{* *} \end{gathered}$ |
| Observations ( $N$ ) |  |  | 80 | 80 | 80 | 80 |
| $R^{2}$ |  |  | 0.57 | 0.46 | 0.69 | 0.35 |
| Likelihood ratio test |  |  | 74.54** | 51.00** | 98.97** | 37.08** |
| $F \text {-test }$ |  |  | 19.92** | $65.87 * *$ | 57.60** | 42.89** |
| Homogeneity test |  |  |  |  |  |  |

Notes:
OLS is ordinary least squares; 3SLS is three-stage least squares. $t$-ratios are in parentheses. $* *$ significant at the $1 \%$ level. The homogeneity test is the $t$-test for the restriction $\beta_{0}+\beta_{1}=0$ in equation (4) of the main text.
The first two columns report the results for the estimated parameters $\alpha_{1}$ and $\beta_{1}$, and the relevant test statistics for the OLS estimations of (4). The IV elasticity estimates were generally not significant, and so are not indicated in the table. In all estimations, the null hypothesis $\alpha_{1}=0$ cannot be rejected, which indicates that the spatial distribution variables do not influence directly changes in poverty. Although the homogeneity test suggests that this restriction can be rejected, further estimations and tests of estimations of (4) without the $s_{k}$ variables and imposing homogeneity indicate that this restriction should apply.

The final four columns report the results for the 3SLS estimated parameters $\beta_{1}$ and $\delta_{1}$ corresponding to equations (4a) and (4b) in the main text. These parameters are used in the analysis of how these spatial variables affect the poverty-reducing impact of growth in income per capita reported in table 5 in the main text.

Table A3. Key estimated parameters and statistical tests for $s_{3}$ and $s_{4}$ variables
A. Share (\%) of rural population located on remote less favored agricultural land (2000), $s_{3}$

|  | OLS |  | 3SLS |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | $\beta_{1}$ |  | $\delta_{1}$ |  |
|  | $\alpha_{1}$ | $\beta_{1}$ | With controls | Without controls | $\begin{gathered} \text { With } \\ \text { controls } \end{gathered}$ | Without controls |
| Parameter estimates | $\begin{gathered} 0.009 \\ (0.879) \end{gathered}$ | $\begin{gathered} -0.256 \\ (-0.063) \end{gathered}$ | $\begin{gathered} -2.351 \\ (-4.778) * * \end{gathered}$ | $\begin{gathered} -2.923 \\ (-6.346)^{* *} \end{gathered}$ | $\begin{gathered} 0.526 \\ (12.300)^{* *} \end{gathered}$ | $\begin{gathered} 0.572 \\ (10.496)^{* *} \end{gathered}$ |
| Observations ( $N$ ) |  | 80 | 80 | 80 | 80 | 80 |
| $R^{2}$ |  | 0.27 | 0.57 | 0.48 | 0.78 | 0.58 |
| Likelihood ratio test |  | 25.27** | 74.36** | 53.85** | 126.40** | 71.30 ** |
| $F$-test |  | 9.41** | 19.88** | 71.08** | 91.52** | 107.42** |
| Homogeneity test |  | 0.23 |  |  |  |  |

B. Share (\%) of rural population on less favored agricultural land located on remote land (2000), $s_{4}$

|  | OLS |  | 3SLS |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | $\alpha_{1}$ | $\beta_{1}$ | $\beta_{1}$ |  | $\delta_{1}$ |  |
|  |  |  | With controls | Without controls | $\begin{gathered} \text { With } \\ \text { controls } \end{gathered}$ | Without controls |
| Parameter estimates | $\begin{gathered} \hline 0.010 \\ (0.723) \end{gathered}$ | $\begin{gathered} 3.12 \\ (1.450) \end{gathered}$ | $\begin{gathered} -2.370 \\ (-4.812) * * \end{gathered}$ | $\begin{gathered} -3.046 \\ (-6.866)^{* *} \end{gathered}$ | $\begin{gathered} 0.634 \\ (12.512)^{* *} \end{gathered}$ | $\begin{gathered} 0.688 \\ (11.531)^{* *} \end{gathered}$ |
| Observations ( $N$ ) |  |  | 80 | 80 | 80 | 80 |
| $R^{2}$ |  |  | 0.57 | 0.48 | 0.79 | 0.62 |
| Likelihood ratio test |  |  | 74.33** | 53.87** | 128.20** | 80.35** |
| $F$-test |  |  | 19.87** | 71.12** | 94.17** | 129.64** |
| Homogeneity test |  |  |  |  |  |  |

## Notes:

OLS is ordinary least squares; 3SLS is three-stage least squares. $t$-ratios are in parentheses. $* *$ significant at the $1 \%$ level. The homogeneity test is the $t$-test for the restriction $\beta_{0}+\beta_{1}=0$ in equation (4) of the main text.
The first two columns report the results for the estimated parameters $\alpha_{1}$ and $\beta_{1}$, and the relevant test statistics for the OLS estimations of (4). The IV elasticity estimates were generally not significant, and so are not indicated in the table. In all estimations, the null hypothesis $\alpha_{1}=0$ cannot be rejected, which indicates that the spatial distribution variables do not influence directly changes in poverty. In addition, the homogeneity test for these spatial distribution variables suggests that this restriction cannot be rejected.

The final four columns report the results for the 3SLS estimated parameters $\beta_{1}$ and $\delta_{1}$ corresponding to equations (4a) and (4b) in the main text. These parameters are used in the analysis of how these spatial variables affect the poverty-reducing impact of growth in income per capita reported in table 5 in the main text.

Appendix B. Technical notes, data sources and mapping methods

## Data sources:

Several geospatial datasets were utilized in this analysis
(1) National boundaries were determined from the Gridded Population of the World, Version 3 (GPWv3): National Administrative Boundaries file as published by the Center for International Earth Science Information Network (CIESIN) and Centro Internacional de Agricultura Tropical (CIAT) in 2005. Country boundaries are denoted by polygons and are identified using unique ISO3V10 3-letter country/state codes. The geographic coordinates of this dataset are in decimal degrees using the World Geodetic System spheroid of 1984 (WGS84). Territories of countries were not included in this analysis.

Center for International Earth Science Information Network (CIESIN), Columbia University; and Centro Internacional de Agricultura Tropical (CIAT). 2005. Gridded Population of the World Version 3 (GPWv3): National Boundaries. Palisades, NY: Socioeconomic Data and Applications Center (SEDAC), Columbia University. [Available at] http://sedac.ciesin.columbia.edu/gpw
(2) Populations for 2000 and 2010 were identified using the Gridded Population of the World, Version 3 (GPWv3) dataset published in 2005 by the CIESIN, International Food Policy Research Institute (IFPRI) and CIAT. It was chosen not to use the higher resolution Global Rural-Urban Mapping Project (GRUMP), Version 1 also published by CIESIN because in addition to 1990, 1995 and 2000 population data, the GPWv3 also offers population projections for 2005, 2010 and 2015. The resolution of this GRID formatted raster is 0.041666667 by 0.041666667 decimal degrees or 2.5 by 2.5 arc-minutes (approximately $5 \mathrm{~km}^{2}$ cells).

Center for International Earth Science Information Network (CIESIN)/Columbia University, United Nations Food and Agriculture Programme (FAO), and Centro Internacional de Agricultura Tropical (CIAT). 2005. Gridded Population of the World, Version 3 (GPWv3): Population Count Grid. Palisades, NY: NASA Socioeconomic Data and Applications Center (SEDAC). [Available at] http://sedac.ciesin.columbia.edu/data/set/gpw-v3-population-count
(3) Urban areas were identified using the Urban Extents Grid, Version 1 (1995) from GRUMP V1. This data was published in 2011 by CIESIN, International Food Policy Research Institute (IFPRI), the World Bank and Centro Internacional de Agricultura Tropical (CIAT). The resolution of this GRID formatted raster is 0.0083333333 by 0.0083333333 decimal degrees or 30 arc-seconds (approximately $1 \mathrm{~km}^{2}$ cells). Rural areas were defined as those that are nonurban.

Center for International Earth Science Information Network (CIESIN)/Columbia University, International Food Policy Research Institute (IFPRI), The World Bank, and Centro Internacional de Agricultura Tropical (CIAT). 2011. Global Rural-Urban Mapping Project, Version 1 (GRUMPv1): Urban Extents Grid. Palisades, NY: NASA Socioeconomic Data and
(4) Length of growing period (LGP) data, using a baseline period of 1961-1990, was published by the FAO on the Global Agro-Ecological Zones (GAEZ) Data Portal on 2012-05-02 in the Agro-climatic resources series with the "Growing period" collective title. The resolution of this TIFF formatted raster is 0.083333333 by 0.083333333 decimal degrees or 5 by 5 arc-minutes (approximately $10 \mathrm{~km}^{2}$ cells).

FAO Global Agro-Ecological Zones Data Portal version 3. [Available at] http://gaez.fao.org/
(5) Terrain data, for median terrain slope classes, was published by the FAO on the Global AgroEcological Zones (GAEZ) Data Portal on 2012-05-02 in the land resources series with the "Terrain Resources" collective title. The dataset's eight relevant terrain classes include (i) 0-0.5 per cent, (ii) 0.5-2 per cent, (iii) $2-5$ per cent, (iv) $5-8$ per cent, (v) $8-16$ per cent, (vi) $16-$ 30 per cent, (vii) $30-45$ per cent and (viii) $>45$ per cent. The resolution of this TIFF formatted raster is 0.083333333 by 0.083333333 decimal degrees or 5 by 5 arc-minutes (approximately 10 $\mathrm{km}^{2}$ cells).

FAO Global Agro-Ecological Zones Data Portal version 3. [Available at] http://gaez.fao.org/
(6) Soil constraints are identified from a series of data sources published by the FAO on the Global Agro-Ecological Zones (GAEZ) Data Portal on 2012-05-02 in the land resources series with the "Soil Resources" collective title. There are seven constraints on soil including (i) nutrient availability, (ii) nutrient retention capacity, (iii) rooting conditions, (iv) oxygen availability to roots, (v) excess salts, (vi) toxicity, and (vii) workability. Within each soil constraint category there are four levels classifying how constrained soil is including (i) No or slight constraints, (ii) Moderate constraints, (iii) Severe constraints and (iv) Very severe constraints. We consider less favoured soil where any of these constraints are considered severe or very severe. The resolution of this TIFF formatted raster is 0.083333333 by 0.083333333 decimal degrees or 5 by 5 arc-minutes (approximately $10 \mathrm{~km}^{2}$ cells).

FAO Global Agro-Ecological Zones Data Portal version 3. [Available at] http://gaez.fao.org/(
(7) Irrigated cultivated land data was published by the FAO on the Global Agro-Ecological Zones (GAEZ) Data Portal on 2012-05-02 in the land resources series with the "Water Resources" collective title. The percentage of land equipped for irrigation is given for each pixel in the dataset. Consistent with the Fan and Hazell (1999), we classify land as irrigated if greater than 25 per cent of all cultivated land within a pixel is irrigated. The resolution of this TIFF formatted raster is 0.083333333 by 0.083333333 decimal degrees or 5 by 5 arc-minutes (approximately $10 \mathrm{~km}^{2}$ cells).

Fan, S., and P. Hazell. 1999. "Are Returns to Public Investment Lower in Less-Favoured Rural Areas? An Empirical Analysis of India". Environment and Production Technology Division Discussion Paper 43. International Food Policy Research Institute, Washington, DC.

FAO Global Agro-Ecological Zones Data Portal version 3. [Available at] http://gaez.fao.org/
(8) Market accessibility was used to identify remote areas using Nelson (2008) "Travel time to major cities: A global map of accessibility" as released by the Global Environment Monitoring Unit of the Joint Research Centre of the European Commission. Market access is identified as less than five hours of travel to a market city with a population of 50,000 or more. This dataset was published in seconds of travel to the nearest city and was converted to hours of travel. Additional details on how travel distances and speeds were calculated and accompanying assumptions can be found at http://bioval.jrc.ec.europa.eu/products/gam/description.htm. The resolution of this GRID formatted raster is 0.0083333333 by 0.0083333333 decimal degrees or 30 arc-seconds (approximately $1 \mathrm{~km}^{2}$ cells).

Nelson, A. 2008. Travel time to major cities: A global map of Accessibility. Global Environment Monitoring Unit - Joint Research Centre of the European Commission, Ispra Italy. [Available at] http://gem.jrc.ec.europa.eu/
(9) Global agricultural lands were identified using the International Food Policy Research Institute's (IFPRI) Pilot Analysis of Global Ecosystem (PAGE) agricultural extent (PAGE v.1).

Pilot Analysis of Global Ecosystems (PAGE): Agroecosystems, 2000. 2005. Washington, DC: World Resources Institute and the International Food Policy Research Institute.(datasets)[Available at] http://www.ifpri.org/dataset/pilot-analysis-global-ecosystemspage

Consistent with the original seasonal land cover region (SLCR) agriculture threshold (see You et al. (2008) for greater detail), we set the percent of land cover area consisting of "cropland, grazing land or irrigated area net of areas with a growing period of zero days" (Sebastian 2006) threshold at thirty percent.

You, Liangzhi, Stanley Wood, and Kate Sebastian. 2008 "Comparing And Synthesizing Different Global Agricultural Land Datasets For Crop Allocation Modeling." The International Archives of the Photogrammetry, Remote Sensing and Spatial Information Sciences, 37(B7), 1433-40.

Sebastian, K. 2006b. Global Extent of Agriculture. Dataset derived from Ramankutty (2005 \& 2002), Siebert (2006) and IIASA/FAO (2000). International Food Policy Research Institute (IFPRI).Washington, D.C. Unpublished data

Note the thirty percent threshold is slightly more restrictive than the ten percent threshold used in the World Development Report (WDR) 2008 analysis (Sebastian 2007), which will make our estimates of individuals on agricultural land conservative.

Sebastian, K. 2007. GIS/Spatial Analysis Contribution to 2008 WDR. [Available at] http://siteresources.worldbank.org/INTWDR2008/Resources/27950871191427986785/SebastianK_ch2_GIS_input_report.pdf

The source data for the agricultural extent is the 1992-93 Advanced High Resolution Radiometer (AVHRR) dataset, which was used to calculate individuals on agricultural land in the year 2000. Calculations of individuals on agricultural land for 2010 were scaled linearly by the change in agricultural land percentage from 2000 to 2010, respectively. Agricultural land ( per cent of land area) data for 2000 and 2010 is from the World Bank's World Development Indicators (WDI). Regional classifications (both developing and all countries) and income classifications were also extracted from the most recent version of the WDI. Developing economies are those that were low, lower-middle or upper-middle income as of 18 December 2013.

World Development Indicators, 1960-2013. The World Bank. Last updated 18-Dec-2013. [Available at] http://data.worldbank.org/data-catalog/world-development-indicators

Raster dataset management: ${ }^{1}$
All of the raster datasets used in these analyses were resampled to 30 arc-second ERDAS IMAGINE (.img) formatted raster layers using the nearest neighbor resampling technique. Raster alignment was ensured by setting the geoprocessing environment to snap all raster datasets to the extent of the LGP dataset (Top 90, Left -180, Right 180, Bottom -90). The population raster datasets from the GPWv3 were resampled (and values converted appropriately) from 2.5 arcminute resolution to 30 arc-second resolution.

## Less favoured land:

Length of growing period data was reclassified for cells with a LGP from $0-119$ (Arid and Semi-Arid) having an assigned value of "1" and all other cells having an assigned value of "NoData". Terrain was reclassified for cells with a median slope of 0 per cent -8 per cent having a value of "NoData" and cells with a slope $>8$ per cent having a value of " 1 ". The classes that corresponded to steep terrain included class 5 ( 8 per cent -16 per cent), class 6 ( 16 per cent -30 per cent), class 7 ( 30 per cent -45 per cent) and class 8 ( $>45$ per cent).

Irrigated land with poor soil and irrigated land with steep terrains were calculated with a cell value of " 1 " to create the product of each individual constraint (e.g. Irrigated*Poor Soil, Irrigated*Steep Terrain) for less favoured land and "NoData" for those areas not affected by these constraints.

Rainfed land with LGP>120 days on >8 per cent sloped land and rainfed land with LGP>120 days on poor soil quality land were also calculated for the product of each of the constraint. Rainfed land was defined as land that was not irrigated (land with per pixel irrigated cell area coverage of 25 per cent or less).

[^0]The four raster constraints on less favoured land, (i) irrigated land on > 8 per cent slope, (ii) rainfed land with LGP>120 days on >8 per cent slope (iii) rainfed land with LGP>120 days and poor soil and (iv) arid (LGP<60 days) and semi-arid (LGP 60-119 days) lands, were combined into a single less favoured land mosaic. This less favoured land mosaic was masked to include only agricultural land creating a mosaic of less favoured agricultural land (LFAL).

All population summations, within the boundaries of countries, were conducted within the extent of the urban-rural raster dataset. Population counts of interest were then calculated using zonal statistics and a mask on rural areas, at the country level, to create our key variables of interest.

## Less favoured areas:

An accessibility mask was created from the market accessibility dataset by reclassifying raster values as " 1 " if the cell was 5 hour more hours from the nearest market center of 50,000 or more individuals. This mask resembles remote areas. The favoured land dataset, defined as those areas that are not less favoured, was extracted to include only remote favoured locations. The "rural less favoured land" raster dataset and the "remote favoured land" raster datasets were combined into a single mosaic representing less favoured areas. Variables of interest were calculated using zonal statistics as the country level.

## Remote agricultural and less favoured agricultural land:

Additional refinements (extracting populations from the LFAL and LFAA datasets using the remoteness mask and summarizing those populations) were made to create our remaining indicators.

## Degrading and improving lands and areas:

Two decades of land degradation and improvement data are analysed (1981-2000), using the difference in the annual sum NPP between 2000 and 1981. Degrading land is defined as land with a negative NPP change over these twenty years. Improving land is defined as land that is not degrading (land with a non-negative change in NPP). These degrading and improving lands are dissected in a manner analogous to the divisions in the LFAL and LFAA analyses. Rural individuals on degrading and improving agricultural land were separately summarized using the improving and degrading land masks, respectively. These individuals were then masked, using the remoteness indicator, and summarized to find the rural population located on all remote degrading (and improving) agricultural land.

## Maps

All accompanying maps (see figures A1-A4) are projected using a standard Robinson (world) projection.

## Definitions

Less Favoured Agricultural Land (LFAL): Less favoured agricultural land (LFAL) consists of irrigated land on terrain greater than 8 per cent median slope; rainfed land with a length of growing period (LGP) of more than 120 days but either on terrain greater than 8 per cent
median slope or with poor soil quality; semi-arid land (land with LGP 60-119 days); and arid land (land with LGP < 60 days).

Less Favoured Agricultural Areas (LFAA): Less favoured agricultural areas (LFAA) include less favoured agricultural land as well as favoured agricultural land with limited market access (i.e. located in remote areas). Market access is identified as less than five hours of travel to a market city with a population of 50,000 or more.

Length of Growing Period (LGP): Length of growing period (LGP) data, using a baseline period of 1961-1990, was published by the FAO on the Global Agro-Ecological Zones (GAEZ) Data Portal on 2012-05-02 in the Agro-climatic resources series with the "Growing period" collective title.

Terrain: Terrain data, for median terrain slope classes, was published by the FAO on the Global Agro-Ecological Zones (GAEZ) Data Portal on 2012-05-02 in the land resources series with the "Terrain Resources" collective title. The dataset's eight relevant terrain classes include (i) 0-0.5 per cent, (ii) 0.5-2 per cent, (iii) $2-5$ per cent, (iv) $5-8$ per cent, (v) $8-16$ per cent, (vi) $16-$ 30 per cent, (vii) $30-45$ per cent and (viii) $>45$ per cent.

Soil Constraints: Soil constraints are identified from a series of data sources published by the FAO on the Global Agro-Ecological Zones (GAEZ) Data Portal on 2012-05-02. There are seven constraints on soil including (i) nutrient availability, (ii) nutrient retention capacity, (iii) rooting conditions, (iv) oxygen availability to roots, (v) excess salts, (vi) toxicity, and (vii) workability. Within each soil constraint category there are four levels classifying how constrained soil is including (i) No or slight constraints, (ii) Moderate constraints, (iii) Severe constraints and (iv) Very severe constraints. We consider less favoured soil where any of these constraints are considered severe or very severe.

Irrigated areas: Irrigated cultivated land data was published by the FAO on the Global AgroEcological Zones (GAEZ) Data Portal on 2012-05-02 in the land resources series with the "Water Resources" collective title. The percentage of land equipped for irrigation is given for each pixel in the dataset. Consistent with the Fan and Hazell (1999), we classify land as irrigated if greater than 25 per cent of all cultivated land within a pixel is irrigated.


Figure A1. Distribution of rural population of developing countries on less favoured agricultural land, 2000


Figure A2. Distribution of rural population of developing countries in less favoured agricultural areas, 2000


Figure A3. Distribution of rural population of developing countries on less favoured agricultural land, 2010


Figure A4. Distribution of rural population of developing countries in less favoured agricultural areas, 2010


[^0]:    ${ }^{1}$ All geospatial analysis was conducted using ESRI ArcGIS 10.1 licensed to the University of Wyoming.

