This brief provides an update to the Human Capital Index (HCI). First launched in 2018, the HCI measures the amount of human capital that a child born today can expect to attain by age 18. It conveys the productivity of the next generation of workers compared to a benchmark of complete education and full health. Worldwide a child born in 2020 can expect, on average, to be 56 percent as productive as she could be when she grows up. All data represent the status of countries pre-COVID-19.

**THE HUMAN CAPITAL INDEX**

**Human Capital Index.** A child born in the Marshall Islands today will be 42 percent as productive when she grows up as she could be if she enjoyed complete education and full health. This is lower than the average for East Asia & Pacific region and Upper middle income countries.

- **Probability of Survival to Age 5.** 97 out of 100 children born in the Marshall Islands survive to age 5.
- **Expected Years of School.** In the Marshall Islands, a child who starts school at age 4 can expect to complete 9.4 years of school by her 18th birthday.
- **Harmonized Test Scores.** Students in the Marshall Islands score 375 on a scale where 625 represents advanced attainment and 300 represents minimum attainment.
- **Learning-adjusted Years of School.** Factoring in what children actually learn, expected years of school is only 5.7 years.
- **Adult Survival Rate.** Across the Marshall Islands, 70 percent of 15-year olds will survive until age 60. This statistic is a proxy for the range of health risks that a child born today would experience as an adult under current conditions.
- **Healthy Growth (Not Stunted Rate).** 65 out of 100 children are not stunted. 35 out of 100 children are stunted, and so are at risk of cognitive and physical limitations that can last a lifetime.

**DIFFERENCES IN HCI ACROSS GENDER AND SOCIO-ECONOMIC GROUPS**

In the Marshall Islands, the HCI for girls is higher than for boys. Table 1 shows gender disaggregation for each of the HCI components.

In the Marshall Islands, there are not sufficient data to disaggregate HCI by socio-economic groups.

**Table 1. HCI by Gender and Socio-economic Group**

<table>
<thead>
<tr>
<th>Component</th>
<th>Boys</th>
<th>Girls</th>
<th>Overall</th>
</tr>
</thead>
<tbody>
<tr>
<td>HCI</td>
<td>0.40</td>
<td>0.44</td>
<td>0.42</td>
</tr>
<tr>
<td>Survival to Age 5</td>
<td>0.96</td>
<td>0.97</td>
<td>0.97</td>
</tr>
<tr>
<td>Expected Years of School</td>
<td>9.1</td>
<td>9.8</td>
<td>9.4</td>
</tr>
<tr>
<td>Harmonized Test Scores</td>
<td>368</td>
<td>383</td>
<td>375</td>
</tr>
<tr>
<td>Learning-adjusted Years of School</td>
<td>5.4</td>
<td>6.0</td>
<td>5.7</td>
</tr>
<tr>
<td>Adult Survival Rate</td>
<td>0.67</td>
<td>0.73</td>
<td>0.70</td>
</tr>
<tr>
<td>Not Stunted Rate</td>
<td>0.61</td>
<td>0.70</td>
<td>0.65</td>
</tr>
<tr>
<td>HCl Ratio (richest / poorest 20 percent)</td>
<td>-</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Countries in the East Asia and Pacific (EAP) region have made remarkable progress on almost every dimension of human capital in the last decade (2010-2020). COVID-19, however, threatens to wipe out much of the progress. Action is needed to boost learning achievement; reinvigorate the health, nutrition, and education systems; and deploy social safety nets to protect the most vulnerable, thus enabling an inclusive and sustainable recovery and accelerating human capital accumulation.

DOMESTIC RESOURCE UTILIZATION AND MOBILIZATION

- **Health Spending.** The Marshall Islands spends 13.5 percent (2017) of its GDP in public spending on health. This is higher than both the regional average (4.9%) and the average for its income group (4%).

- **Education Spending.** In the Marshall Islands, data on government education spending are not available. The average for its region is 4.7 percent and for its income group is 4.7 percent.

- **Social Assistance Spending.** In the Marshall Islands, data on social assistance spending are not available. The average for its region is 1.1 percent and for its income group is 1.5 percent.

- **Government Revenue.** General government revenue in the Marshall Islands is 70 percent (2017) of GDP. This is higher than both the regional average (40.7%) and the average for its income group (30.6%).

COMPLEMENTARY INDICATORS

- **Learning Poverty.** In the Marshall Islands, data on learning poverty are not available. In its region, 15 percent of 10-year-olds cannot read and understand a simple text by the end of primary school. The corresponding value for its income group is 38 percent.

- **Net Secondary Enrollment.** In the Marshall Islands, 56 percent (2016) of secondary-school age children are enrolled in secondary school. This is lower than both the average for its region (72%) and the average for its income group (78%).

- **NCD Deaths.** In the Marshall Islands, data on the probability of dying between ages 30 and 70 from cardiovascular disease, cancer, diabetes, or chronic respiratory diseases are not available. The average for its region is 21 percent and for its income group is 20 percent.

- **Diabetes.** In the Marshall Islands, 31 percent (2019) of the population ages 20-79 has type 1 or type 2 diabetes. This is higher than both the average for its region (12%) and the average for its income group (10%).

- **Smoking.** In the Marshall Islands, data on prevalence of smoking are not available. The average for its region is 25 percent and for its income group is 24 percent.

- **Universal Health Coverage (UHC) Index.** In the Marshall Islands, data on UHC Index are not available. In its region, 65 is the UHC Index score, and in its income group, 69 is the UHC Index score.

- **Social Safety Net Coverage.** In the Marshall Islands, data on social safety net coverage of the poorest quintile are not available. The average for its region is 45 percent and for its income group is 57 percent.

- **Social Safety Net Adequacy.** In the Marshall Islands, data on social safety net adequacy for the poorest quintile are not available. The average for its region is 9 percent and for its income group is 23 percent.

- **Human Capital Utilization.** In the Marshall Islands, data on human capital utilization are not available. The average for its region is 65 percent and for its income group is 57 percent.

- **Female Labor Force Participation.** In the Marshall Islands, data on the female labor force participation rate are not available. The average for its region is 57 percent and for its income group is 47 percent.

- **Drinking Water.** In the Marshall Islands, 88 percent (2017) of the population has at least a basic source of drinking water. This is lower than both the average for its region (92%) and the average for its income group (95%).

**Figure 2. Complementary Indicators**

Note:
- Large circle represents Marshall Islands
- Small circles represent other countries
- Lines and color of circles indicate quartiles of the distribution

This brief is based on the most recent data available from the Human Capital Project, World Development Indicators, Atlas of Social Protection Indicators of Resilience and Equity (ASPIRE), UNESCO Institute for Statistics, WHO Global Health Observatory and Global Health Expenditure Database, IMF World Economic Outlook, selected national sources and World Bank staff estimates.

For more information on the definition of indicators and data sources, please visit: www.worldbank.org/humancapital