Inequality Diagnostics

The Global Project on Reducing Inequalities on behalf of the German Federal Ministry for Economic Cooperation and Development (BMZ) offers to conduct Inequality Diagnostics at the country level.

The goal of the inequality diagnostic is to provide an assessment of national inequality in partner countries of German Development Cooperation. The objective is threefold. First, create deeper understanding of inequalities at the country level. Second, assess political strategies and the societal debate around reducing inequalities. Third, based on the first two assessments develop potential policy solutions and recommendations for reducing inequality.

The target group is colleagues and project planners of GIZ’s partner countries who are interested in receiving a structured analysis of inequality at a national level.

The structure of each inequality diagnostics will emphasize different aspects according to national circumstances. Four main key aspects will be included in each assessment which can be found on the next page. Depending on the inequality analysis of each country, each of these key aspects will be structured and widened differently.

The expected results of the inequality diagnostics will be communicated by the interested GIZ partner offices to interested actors in the countries, and through that can inform cross-sectoral policy mix for reducing inequality.

All costs for the Inequality Diagnostics are covered by the Global Project on Reducing Inequalities.

Please feel free to contact us with any further questions via email: inequalities@giz.de.
Exemplary Structure of Inequality Diagnostics

**Executive Summary**

**Overview: Macroeconomic development**

1. **Causes and drivers of inequality**
   - 1.1 Labour market developments
   - 1.2 Taxes and transfers
   - 1.3 Access to (public) services and discriminatory policies

2. **Inequality in the political and societal discourse**
   - 2.1 Inequality in the political and societal discourse (optional)
   - 2.2 Existing policies and strategies in national partner countries
   - 2.3 Donor strategies

3. **Policy options for reducing inequality**
   - 3.1 Labour market developments
   - 3.2 Taxes and transfers
   - 3.3 Access to (public) services and discriminatory policies

4. **Options for German Development Cooperation to contribute more to inequality reduction**

References