

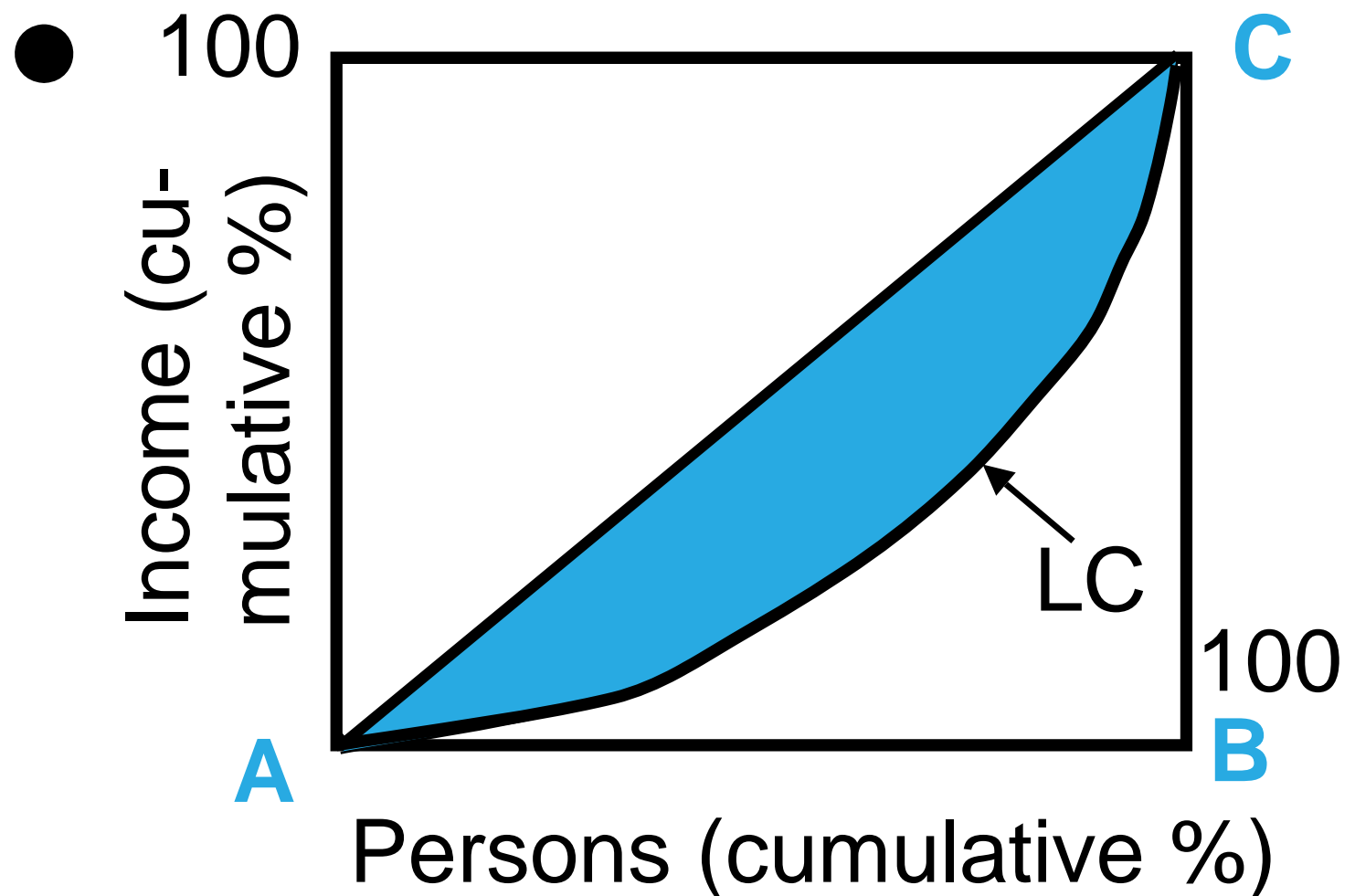
## 16.3 Gini coefficient

- The Gini coefficient is a measure of (in)equality in income.

- Gini coefficient =

$$\frac{\text{Area between diagonal and LC}}{\text{Area ABC}}$$

LC = Lorenz curve



- $0 < \text{Gini coeff.} \leq 1$