

## Contents

<i>Preface</i>	<i>page xi</i>
PART I HOUSEHOLDS AS CORPORATE FIRMS	
<b>1</b> Introduction	3
<b>1.1</b> The Challenges	4
<b>1.2</b> Our Solution: Constructing Financial Statements from Integrated Household Surveys	7
<b>1.3</b> What We Learn: Some Findings from the Townsend Thai Monthly Survey	11
<b>1.4</b> Plan of the Monograph	14
<b>2</b> Conceptual Framework	17
<b>2.1</b> Households as Corporate Firms: The Analogy	17
<b>2.2</b> Overview of Financial Accounting	20
PART II HOUSEHOLD FINANCIAL ACCOUNTING	
<b>3</b> Household Surveys	31
<b>3.1</b> Household Surveys and Household Finance	31
<b>3.2</b> Trade-Offs in Survey Designs	34
<b>3.3</b> The Townsend Thai Monthly Survey	40
<b>4</b> Constructing Household Financial Statements from a Household Survey	47
<b>4.1</b> Tangible Assets, Liabilities and Wealth	47
<b>4.2</b> Human Capital and Other Intangible Assets	50
<b>4.3</b> Gifts and Transfers	52
<b>4.4</b> Inventories and Multi-Period Production	56
	ix

4.5	Outputs from One Production Activity as Inputs in Others	62
4.6	Consumption of Household-Produced Outputs and Other Consumption Expenditures	63
4.7	In-Kind Transactions	65
4.8	Depreciation of Fixed Assets	66
4.9	Livestock	66
4.10	Loan Payments, Principal Repayments, and Interest Payments	67
4.11	Examples	68
PART III HOUSEHOLD FINANCE		
5	Financial Analysis	79
5.1	Two Case Studies	80
5.2	Productivity	84
5.3	Liquidity and Insurance	96
5.4	Financing and Liquidity Management	102
5.5	Wealth Management	109
5.6	Conclusion	114
6	An Application: Liquidity Constraints, Kinship Networks, and the Financing of Household Investment	117
6.1	Investment and Liquidity Constraints	119
6.2	Data	121
6.3	The Nature of Household Investment	127
6.4	Wealth and Liquidity Constraints	136
6.5	Kinship Networks and Liquidity Constraints	141
6.6	Financing Household Investment	144
6.7	Conclusion	149
7	Discussion: Measurement and Modeling	151
7.1	Lessons for Household Surveys	151
7.2	Limitations of Financial Accounts	156
7.3	Modeling Households as Corporate Firms	158
	<i>Appendix: Examples of Financial Statements</i>	165
	<i>References</i>	179
	<i>Index</i>	185