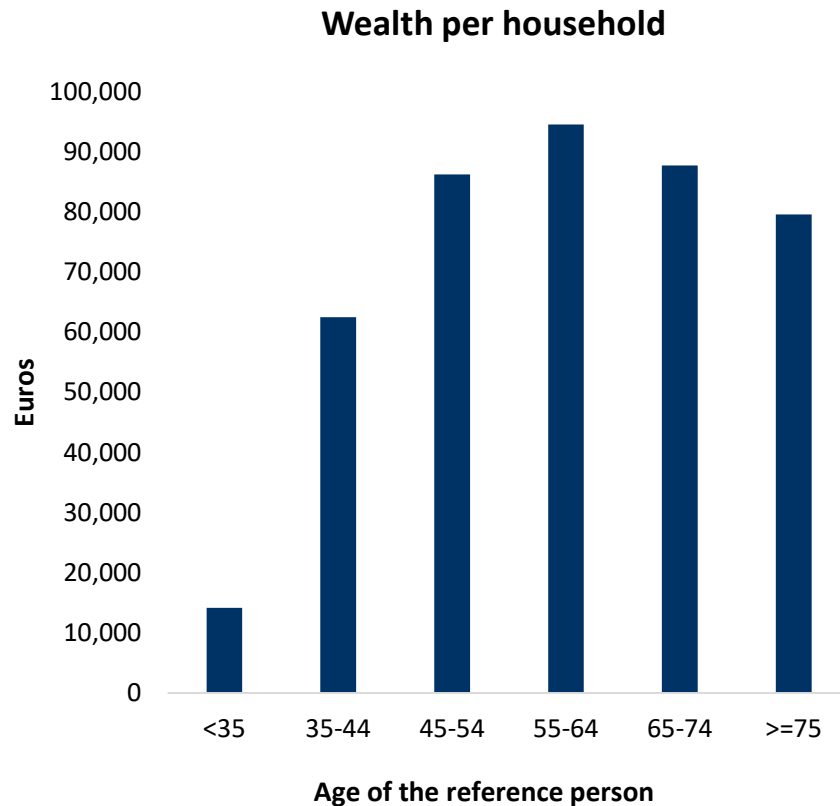


## Wealth and age: how do they relate?



**In Portugal, wealth per household increases with the age of the reference person until near the retirement age and decreases thereafter.**

**Households in which the reference person is under 35 years old have significantly lower wealth than the rest.**

$$\text{Wealth} = \text{real assets} + \text{financial assets} - \text{liabilities}$$

The wealth of a household is the value of all real and financial assets the household holds less the value of all their liabilities.

Real assets include all valuables (e.g. houses, land, vehicles, works of art, jewellery) and participation in non-publicly traded businesses.

Financial assets include all financial investments (e.g. deposits, savings certificates, retirement savings plans, mutual funds, listed shares).

Debt includes loans (e.g. for home or car purchases) and all other types of debt (e.g. credit cards, overdrafts).

Source: ISFF 2017.

Notes: The value of wealth per household corresponds to the median value. The reference person broadly corresponds to the individual with the highest income in the household.