Human capital – knowledge, skills, and good health – empowers people to achieve their potential and drives economic growth. This brief tracks progress by Nicaragua in building and using human capital. This page presents the Human Capital Index (HCI), its components parts, and relevant benchmarks. The HCI quantifies how underinvestment in education and health for today’s children reduces future incomes. Data are the most recently available as of 2020. The back page presents a set of Human Capital Complementary Indicators (HCCI) that shows progress at each stage of the lifecycle.

THE HUMAN CAPITAL INDEX

A child born in Nicaragua will be 51% 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 the Latin America & Caribbean region (56%) but higher than for Lower Middle Income countries (48%).

THE HUMAN CAPITAL INDEX COMPONENTS

- **Probability of Survival to Age 5.** Of every 100 children born in Nicaragua, 98 survive to age 5.

- **Expected Years of School.** In Nicaragua, a child who starts school at age 4 can expect to complete 10.8 years of school by her 18th birthday.

- **Learning-Adjusted Years of School.** Factoring in what children actually learn, expected years of school is 6.7 years.

- **Average Harmonized Test Scores.** Students in Nicaragua score 392 on a scale where 625 represents advanced attainment and 300 represents minimum attainment.

- **Adult Survival Rate.** Across Nicaragua, 85% of 15-year-olds survive until age 60.

- **Fraction of Children Under 5 Not Stunted.** Approximately 83 out of 100 children are not stunted. This means that 17 out of 100 children are at risk of cognitive and physical limitations that can last a lifetime.

UTILIZATION-ADJUSTED HUMAN CAPITAL INDEX

The Utilization-adjusted Human Capital Index (U-HCI) scales down the HCI by taking into account how many adults are not employed. The data on the utilization-adjusted human capital index are not available for Nicaragua. The regional average for this indicator is 0.36 and the income group average is 0.27.

<table>
<thead>
<tr>
<th>Gender differences in Human Capital and Utilization</th>
<th>Boys</th>
<th>Girls</th>
<th>Overall</th>
</tr>
</thead>
<tbody>
<tr>
<td>Human Capital Index</td>
<td>0.49</td>
<td>0.53</td>
<td>0.51</td>
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<tr>
<td>Utilization-Adjusted HCl</td>
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Note: - represents no internationally comparable data available.

HUMAN CAPITAL PROJECT
worldbank.org/humancapital

PROTECT AND INVEST in people
The Human Capital Complementary Indicators (HCCIs) offer a snapshot of human capital investments at four stages of the lifecycle. The figures show the latest available data, benchmarked against regional averages. The figures also report progress over the previous 5 years.

**EARLY CHILDHOOD**

- **Neonatal mortality rate.** The neonatal mortality rate is 7 per 1,000 live births (2021), compared to 11 in 2016. The indicator is lower than the regional average.
- **DTP vaccination rate, third dose.** In 2022, 92% of infants received the third dose of the diphtheria, tetanus and pertussis vaccine, compared to 98% in 2017. The indicator is above the regional average.
- **Pre-primary school gross enrollment ratio.** The pre-primary school gross enrollment ratio at the age group that officially correspond to that level of education is 69% (2020), compared to 63% in 2015. The indicator is lower than the regional average.

**SCHOOLAGE**

- **Child mortality rate.** The mortality rate for children ages 5-14 is 3 per 1,000 children aged 5 (2021), compared to 4 in 2016. The indicator is similar to the regional average.
- **Minimum proficiency in reading, primary.** In 2019, 13% of children who completed primary school achieved the minimum learning outcomes in reading. The indicator is below the regional average.
- **Minimum proficiency in mathematics, primary.** In 2019, 3% of children who completed primary school achieved the minimum learning outcomes in mathematics. The indicator is lower than the regional average.

**YOUTH**

- **Adolescent fertility rate.** The number of births for every 1,000 women ages 15-19 is 86 (2021), compared to 92 in 2016. The indicator is higher than the regional average.
- **Youth unemployment rate.** Unemployed youth as a share of the youth labor force (ages 15-24) is 11% (2022), compared to 6% in 2017. The indicator is below the regional average.
- **Gross school enrollment rate, tertiary.** Tertiary school enrollment as a percentage of people ages 18-24 is 20% (2019), compared to 19% in 2015. The indicator is lower than the regional average.

**ADULTS & ELDERLY**

- **Female labor force participation rate.** Female labor force participation as a percentage of the female working-age population (ages 25+) is 54% (2022), compared to 55% in 2017. The indicator is higher than the regional average.
- **Life expectancy at birth.** Life expectancy at birth is 74 years (2021), compared to 73 in 2016. The indicator is above the regional average.
- **Adult unemployment rate.** Unemployed adults as a share of the adult labor force (ages +25) is 4% (2022), compared to 2% in 2017. The indicator is lower than the regional average.

Note: Missing symbols indicate internationally comparable data are not available to generate the corresponding statistic.