



1. Background & Study Objectives

Background

- Kuwait experienced 667,158 COVID-19 cases and 2895 deaths as of March 2024 [1], leading to considerable direct and indirect financial burdens on patients, healthcare systems, and government resources [2].
- Direct medical costs of COVID-19 are well-known and have been explored locally [3-5].
- The economic impact of premature mortality of COVID-19 on Kuwait's economy remains uncertain.
- There is debate regarding optimum methods for estimating productivity loss from premature mortality.

Study objectives

- To assess the economic burden of premature mortality from COVID-19 on Kuwait's economy from a societal perspective applying three key approaches:
 - The Value of Statistical Life (VSL)
 - The Human Capital Approach (HCA)
 - The Friction Cost Approach (FCA)

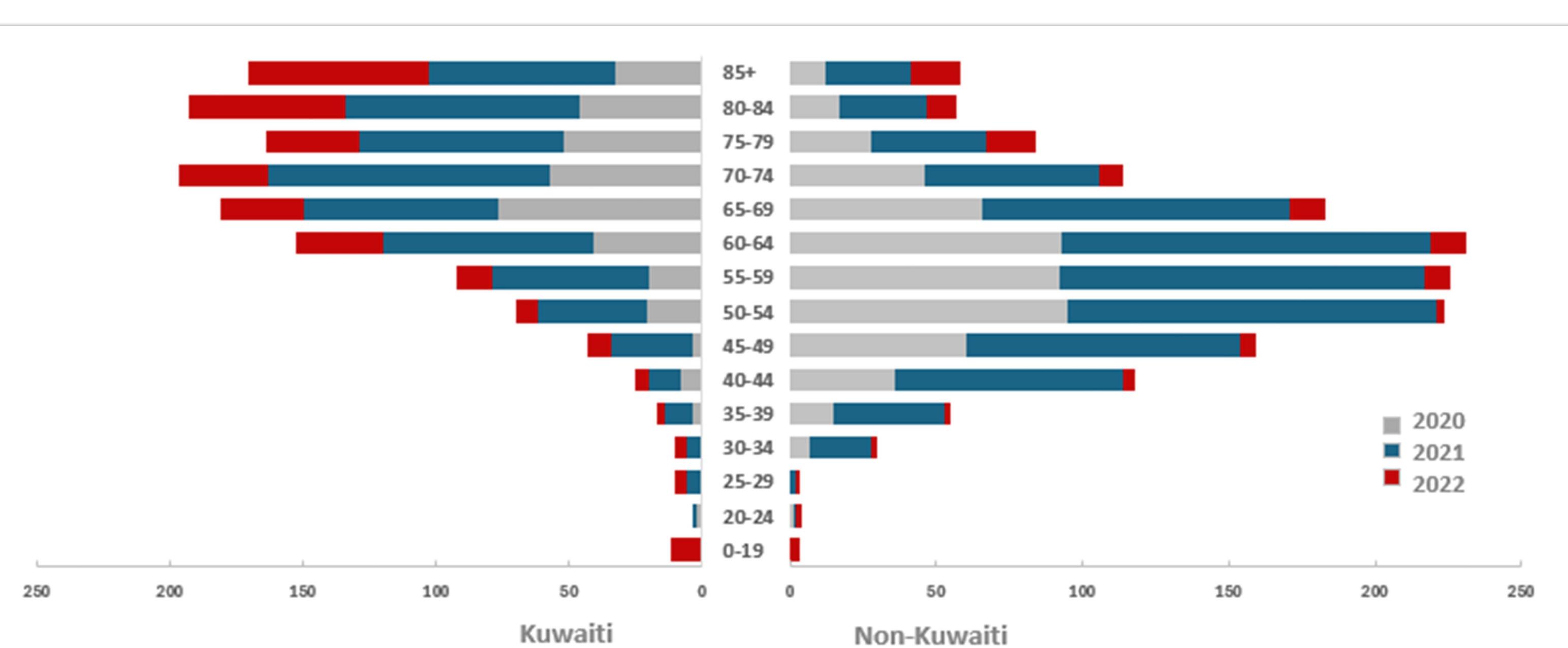


Figure 1. COVID-19 Deaths in three years by age group, gender & nationality

3. Results

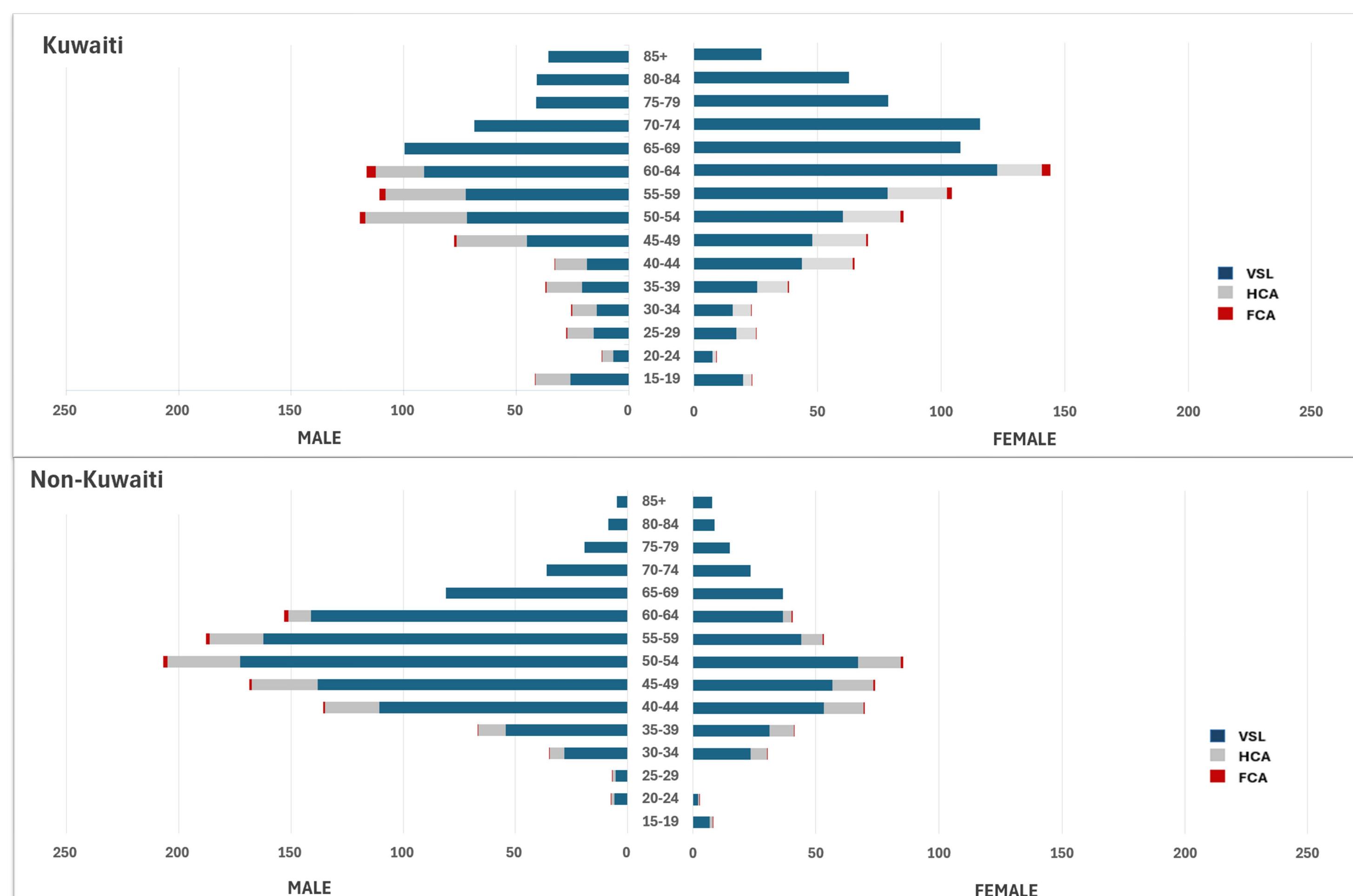


Figure 2. Costs for three methods by age group, gender & nationality in millions (PPP\$)

4. Main findings

- Total costs were 2.8 billion VSL, 569 million HCA, and 33.6 million FCA.
- Disparities in mortality and costs between Kuwaitis and non-Kuwaitis.
- Non-Kuwaiti mortality costs accounted for a significant share, with males as the highest among non-Kuwaiti and females in Kuwaiti for VSL approach.
- Non-Kuwaiti males dominated costs in all approaches compared to other groups.
- The VSL approach showed the highest costs, followed by the HCA and FCA.
- VSL costs highlight the lifelong effect of the disease on the economy (2.9 billion).
- HCA and FCA are limited to the labour force dynamics and depict the burden from a narrower perspective (people below 65).
- FCA costs were minimal given the limiting the effects of death to (90 days).

5. Limitations

- Secondary aggregated data with limited granular data (e.g., vaccine status & comorbidities) using secondary published data from MOH.

6. Strengths

- Ascertained cause of death.
- National reference of costs and population consumption data using CSB.
- Costs converted to international dollars (\$PPP) for across country comparisons.

6. References

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