Workplace Attributes and Women's Labor Supply Decisions Evidence from a Randomized Experiment

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Gender Gap in Education and Labor Supply in Pakistan

- ► GPI in secondary education is **0.81** as of 2017
- ► GPI in tertiary education is **0.87** as of 2017
- ▶ ratio of female to male LFP is 29% as of 2018
- ► FLFP is **24%** as of 2017

ILOStat

Costs for women working

- ► Stigma for women working outside the home (Field et al 2015, World Bank 2012)
 - ▶ 75% of women in urban Punjab say that other household members make their labor supply decisions for them
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- Costs from specific workplace attributes
 - Cultural norm of social segregation of women and men
 20% of job postings won't accept applications from women

Low Information Environment

► Beliefs about salary impact labor supply decisions (Jensen, 2010; Stinebrickner and Stinebrickner, 2013; Wiswall and Zafar, 2013; Zafar, 2013; Delavande and Zafar, 2018)

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- ► Other workplace attributes also matter: gender composition, gender of supervisor, flexible working hours (Akerlof and Kranton 2000, McKinnish 2007, Svarer 2007, Levanon et al 2009, Artz and Taengnoi 2016, Flory et al 2015, Mas and Pallais 2017)

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- Women who want to work don't have enough information to sort into firms that are a good fit

Research Questions

- 1. How does information about gender-related workplace attributes impact women's job application decisions?
- 2. Does family involvement in job search impact job application decisions?
- 3. How do women update their beliefs about workplace attributes in different occupations?
- 4. How do these beliefs impact occupational choice?

Context

- ► Job Asaan
- Job Matching: education, experience, interest in occupation, and gender
- Data on firms, jobseekers, and job search



Job Postings

64 Job Postings

- ► Median salary: 18000 PKR/month
- ► 74% of firms have majority male employees
- ▶ 77% of jobs have a male supervisor
- ▶ 17 occupations

Job Seekers

- ► All women
- ▶ 4081 jobseekers, 988 actively searching for jobs
- 22 years old on average
- ► 58% are currently enrolled in high school or college
- ▶ 90% are at least in their final year of college
- ► About 1 year of work experience, on average
- ▶ 7% are married
- ► About 50% are most interested in becoming a teacher

Cross-Randomized Experiments

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- Randomize jobseekers' access to information for each job posting about
 - gender composition of the firm
 - gender of the supervisor

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Priming Experiment

 Prime jobseeker to think about family job search involvement before job application decisions

Cross-Randomized Experiments

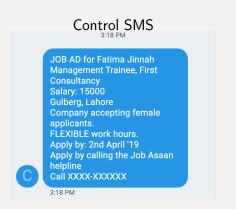
Information Experiment

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Priming Experiment

- Prime jobseeker to think about family job search involvement before job application decisions
- ► Control group job application rate: **5%**
- Control group job application rate among active jobseekers:7%

Control SMS JOB AD for Fatima Jinnah Management Trainee, First Consultancy Salary: 15000 Gulberg, Lahore Company accepting female applicants. FLEXIBLE work hours. Apply by: 2nd April '19 Apply by calling the Job Asaan helpline Call XXXX-XXXXXX 3:18 PM



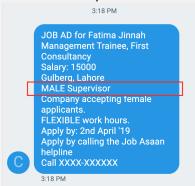


Gender Supervisor SMS 3:18 PM JOB AD for Fatima Jinnah Management Trainee, First Consultancy Salary: 15000 Gulberg, Lahore MALE Supervisor Company accepting female applicants. FLEXIBLE work hours. Apply by: 2nd April '19 Apply by calling the Job Asaan

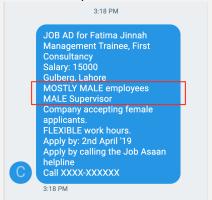
helpline Call XXXX-XXXXX

3:18 PM

Gender Supervisor SMS



Gender Composition and Gender of Supervisor SMS



Empirical Strategy - Any Information

$$Y_{ijk} = \alpha_0 + \alpha_1 T_i A_j + \alpha_2 T_i + \alpha_3 A_j + \Gamma W_{ijk} + \varepsilon_{ijk}$$
 (1)

 $\alpha_1 > 0$: Receiving information about workplace attribute increases job application rate

 W_{ijk} : natural log salary, flexible working hours, FE for occupation, FE for location of the job, received call to apply for jobs, number of matches in that round, education, experience

Results - Information about Gender of Supervisor

	(4)	(2)
	(1)	(2)
VARIABLES	Applied to job	Applied to job
Treat Info X Info Exists Gender Sup	0.0457**	0.0647*
	(0.0220)	(0.0369)
Treat Info Gender Sup	-0.0465**	-0.0660*
	(0.0220)	(0.0371)
Info Exists Gender Sup	-0.0300	0.00617
	(0.0471)	(0.0674)
Observations	20,650	8,110
Job Covars	Yes	Yes
Strata FE	Yes	Yes
Sample	All	Active

Results - Information about Gender Composition

	(1)	(2)
\	(1)	(2)
VARIABLES	Applied to job	Applied to job
Treat Info X Info Exists Gender Comp	0.00652	0.0143
	(0.00718)	(0.0131)
Treat Info Gender Comp	-0.00322	-0.0142
	(0.00685)	(0.0131)
Info Exists Gender Comp	0.0268*	0.0302
	(0.0163)	(0.0251)
Observations	20,650	8,110
Job Covars	Yes	Yes
Strata FE	Yes	Yes
Sample	All	Active

Empirical Strategy - Information

$$Y_{ijk} = \beta_0 + \beta_1 F_j T_i + \beta_2 M_j T_i + \beta_3 F_j + \beta_4 M_i + \beta_5 T_i + \Gamma W_{ijk} + \varepsilon_{ijk}$$
(2)

 $\beta_1 - \beta_2 > 0$: Receiving information that job is female- vs male-dominant increases the application rate, versus not receiving that information

Results - Information about Female vs Male Supervisor



Results - Information about Female vs Male Gender Composition



Empirical Strategy - Priming

$$Y_{ijk} = \gamma_0 + \gamma_1 P_i + \Gamma W_{ijk} + \varepsilon_{ijk} \tag{3}$$

 γ_1 < 0: Priming about family job search involvement decreases the job application rate

Priming Question Text

Results - Prime

	(1)	(2)
VARIABLES	Applied to job	Applied to job
Treat: Prime	-0.0119** (0.00571)	-0.0184* (0.0103)
Observations Job Covars Strata FE	12,503 Yes Yes	5,877 Yes Yes
Sample	All	Active

Heterogeneity - Priming

Panel	A٠	ΑII	Jobseek	ers
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	(1)	(2)	(3)
VARIABLES	employed_preround1	info_female_supervisor	info_women
Treat: Prime	0.193***	-0.000496	0.000410
	(0.0540)	(0.0105)	(0.0122)
Observations	2,260	12,503	12,503

Heterogeneity - Priming

Panel B: Active Jobseekers			
	(1)	(2)	(3)
VARIABLES	employed_preround1	info_female_supervisor	info_women
Treat: Prime	0.379*** (0.120)	0.0196 (0.0158)	0.0379** (0.0185)
Observations	1,263	5,877	5,877

Conclusions

- Providing information about gender of the supervisor nearly doubles the job application rate
- ► Women are more likely to apply to a job when they learn that it has a female supervisor than a male supervisor
- No significant impact of information about gender composition on job application rate

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- No significant impact of information about gender composition on job application rate
- ► Family job search involvement decreases women's job application rates by 24-36%
- Women who are already working are more likely to apply for a job when primed about family job search advice than their counterparts

Policy Implications

- ► Information about gender of the supervisor allows women to sort and increases the job application rate
- Promoting women to supervisory roles could have a multiplier effect and increase women's employment
- ► There is a threshold cost to working outside the home that women must first overcome with their family

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Priming Experiment: Treatment

We are also interested in understanding how women make decisions about their jobs. Have you discussed your job search with your family in the last week?

[Responses: Yes, No, I do not wish to answer]

Empirical Strategy: Priming