Job mobility in India

Empirical findings from field based survey

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Purpose of the paper

- Review of literature on job mobility in the Indian context
- To examine the extent and nature of job mobility
 - work status
 - occupation groups
 - Industry groups
 - Work contract
 - Enterprise type
- What are the determinants of job mobility?
- Whether job mobility improves one's pay outcomes controlling for other factors?

Defining job mobility

Job mobility is defined as:

"ability of workers to move up (or at times down) the scale of occupations inside an enterprise or from one enterprise to another within the same industry and across industries" (Acharya and Jose, 1991)

The concept further broadened over the years.

Mobility between employer (Job-to-job mobility)

Mobility between occupations and steps on career ladder

Mobility between different types of contracts

In and out of employment (employment mobility)

(Anderson et al., 2008, OECD)

We are defining *Job mobility* as change in work status, change across occupations, change in industry groups, change in enterprise

Review of literature

- Job mobility largely researched in advanced countries
- Empirical evidence quite scant for India
- 1970s-
 - Job mobility Papola and Subrahmanian (1975), Johri (1974)
- 1990s-
 - Sectoral and Income mobility Deshpande and Deshpande (1990); Acharya and Jose
 (1991);
 - Mobility from most vulnerable to least vulnerable work statuses—Hariss et al.,(1991)
- 2000's -
 - Income and labour mobility (Mitra, 2006; Pais, 2006)
 - Occupational mobility and castes (Deshpande and Palshikar, 2008)
 - Educational and occupation mobility (Jhilam and Rajshri, 2010)
 - Mobility from informal to formal sector and vice versa (Maloney, Bosch Latin American context)
- Most of these studies relate to urban households focussing on informal sector

Databases for Analysis

- All India Employment-Unemployment Survey data (NSSO)
 - During last 2 years, whether changed any job
 - Extent of job mobility over past 2 years (2.3%)
- IHD-IRMA database
 - Small module on work history of currently employed persons (main work only)
 - Information collected only partial first job and current job
 - No information on number of job changes during first and current job

Table 1: Job mobility during last two years preceding the date of survey

Change in	2004-05	2009-10
Activity status	0.70	0.50
Male	0.83	0.54
Females	0.35	0.38
Industry	0.89	0.63
Male	1.07	0.71
Females	0.38	0.38
Occupation	0.92	0.61
Male	1.09	0.67
Females	0.45	0.43
Enterprise type	7.29	4.56
Male	6.98	4.35
Females	8.14	5.26

Table 1: Job mobility during last two years preceding the date of survey

Change in	2004-05	2009-10							
Caste groups									
Scheduled tribes	0.51	0.53							
Scheduled castes	0.68	0.60							
Other backward castes	0.66	0.48							
Forward castes	0.84	0.41							
Reasons for job mobility		·							
For better income and									
remuneration	38.8	46.2							
Loss of earlier job due to									
retrenchment or closure of									
unit	12.6	7.4							
Lack of work in the									
enterprise (for self-									
employed)	9.7	6.3							

Job mobility - Basic characteristics

- Extent of job mobility (8.2%)
 - Delhi (7%) Ranchi(I9%)
- Males (9.2%) Females (2.5%)
- Across caste groups
 - SC(7%) ST(12.2%)
 - Other backward castes (7.9%)
 - Forward castes (8.8%)
- Across education groups
 - Illiterate (10%) Primary (7%) Middle (7.7%)
 - Sec/Higher Sec (8.6%)
 - Graduate and above (7.1%)Tech education-ITI (10.8%)

Table 2: Job mobility among workers by sex, caste, education, age and migrant status

	Delhi	Ranchi	All
Job mobility	7.4	18.8	8.2
Male	8.0	22.8	9.0
Female	2.1	4.7	2.5
Caste groups			
Scheduled tribes	3.9	18.2	14.2
Scheduled castes	6.9	16.2	7.0
Other backward castes	6.4	19.6	7.9
Forward castes	8.5	19.4	8.8
Education groups			
Illiterate	9.6	13.3	10
Primary	6.0	22.3	7.0
Middle	6.9	19.3	7.7
Secondary/Higher			
secondary	7.8	19.2	8.6
Graduates	6.4	20.7	7.1
ITI/ Diploma	8.3	22.3	10.8
Technical education	5.2	28.6	6.8

Age groups (in years)`								
17-24	3.0	5.3	3.2					
25-34	5.7	14.8	6.4					
35-44	8.0	25.6	9.1					
45-54	10.6	23.0	11.6					
55-64	12.9	20.8	13.7					
Migrants								
Migrant	8.7	31.2	9.9					
Non-Migrant	7.2	17.6	8.0					

Source: Estimates based on Institute of Human Development (IHD) and Institute of Rural Management, Anand (IRMA) household survey of Delhi and Ranchi, 2010.

Number of years spent in the first job

	Work status										
	Own account worker	Employer	Unpaid family worker	Regular salaried/ wage worker	Casual wage labourer	Total					
Less than 1 year	1.0	0.0	14.3	0.8	3.1	1.6					
1-2 years	6.2	0.0	42.9	15.3	14.7	13.7					
3-5 years	20.6	0.0	14.3	24.0	21.7	22.6					
6-8 years	17.5	0.0	14.3	17.9	20.2	18.3					
9 -10 years	12.4	100.0	14.3	13.0	12.4	12.9					
10-15 years	18.6	0.0	0.0	9.2	12.4	11.7					
15- 20 years	14.4	0.0	0.0	9.5	8.5	10.1					
More than 20 years	9.3	0.0	0.0	10.3	7.0	9.1					
	100	100	100	100	100	100					

Table 3: Mechanisms of obtaining a job, by caste

	Market	Relative	Self-effort	Others
	forces	S		
ST	17.2	21.6	56.5	4.6
SC	16.4	32.9	50.7	0.0
OBC	8.3	34.5	57.0	0.2
Forward caste	20.8	32.2	47.0	0.0
All workers	16.2	32.3	51.1	0.3

Table 4: Voluntary and Involuntary mobility

		Self-employed	Salaried	Casual	All
Delhi	Voluntary	13.5	74.3	12.2	55.6
	Involuntar				
	у	17.4	61.3	21.3	44.4
Ranchi	Voluntary	23.1	41.1	35.8	57.6
	Involuntar				
	y	28.4	41.1	30.5	42.4
All	Voluntary	15.1	68.7	16.1	55.9
Source: Same as to	Inv oluntar				
	y	19.1	58.1	22.8	44.1

Table 5: Nature of mobility among workers who changed jobs

	Delhi	Ranch	All
		i	
Upward mobility 1	13.7	22.9	15.2
With fixed term contracts	1.4	6.2	2.2
With short-term contracts	4.4	0.7	3.8
With no written contracts	7.9	16.0	9.2
Upward Mobility 2			
Mobility from salaried to salaried			
work	47.1	22.6	43.1
No mobility	17.8	36.0	20.7
Downward mobility	21.4	18.4 se	әше <u>қ :</u> әліпоқ

Table 6: Job mobility across employment status and regions

Region	First empl.	Emp. status in	Upwa	rd mobility	ı with	Upward mobility	No mobility	Downwar d
	status	the first job	Fixed- contracts	Short- term contracts	No written contracts	2 Sal. to Sal. mobility	mobility	mobility
Delhi	Self- employed	4.0	1.4	17.6	31.7	0.0	49.3	0.0
	Salaried	10.1	0.0	0.0	0.0	68.7	0.0	31.3
	Casual labour	5.8	7.2	10.7	19.0	0.0	63.1	0.0
Ranchi	Self- employed	18.2	13.6	1.4	24.5	0.0	60.6	0.0
	Salaried	18.9	0.0	0.0	0.0	55.1	0.0	44.9
	Casual labour	22.2	8.2	1.0	29.3	0.0	61.5	0.0
All	Self- employed	4.9	4.4	13.6	29.9	0.0	52.1	0.0
	Salaried	10.6	0.0	0.0	0.0	67.3	0.0	32.7
Source: Sa	Casual mejas table 2.	7.4	7.5	7.9	22.0	0.0	62.6	0.0

Table 7: Job mobility across employment status and caste groups

Caste	First empl.	Emp.	Upwai	rd mobilit	y 1 with	Upward	No	Downwa
S	status	status in the first job	Fixed- contrac ts	Short- term contrac ts	No written contract s	mobility 2 Sal. to Sal. mobility	mobilit y	rd mobility
ST	Self-employed	13.2	5.3	0.0	16.0	0.0	78.7	0.0
	Salaried	12.6	0.0	0.0	0.0	60.8	0.0	39.2
	Casual labour	17.4	14.0	2.0	21.6	0.0	62.4	0.0
	All	14.2	7.3	0.9	12.7	22.4	42.2	14.5
SC	Self-employed	5.2	5.4	11.2	37.2	0.0	46.2	0.0
	Salaried	9.4	0.0	0.0	0.0	74.3	0.0	25.7
	Casual labour	4.5	0.0	9.7	37.9	0.0	52.4	0.0
	All	7.0	0.9	3.5	12.8	48.9	16.9	16.9
OBC	Self-employed	5.0	3.3	23.2	11.1	0.0	62.4	0.0
	Salaried	11.4	0.0	0.0	0.0	53.3	0.0	46.7
	Casual labour	5.9	0.0	0.0	24.7	0.0	75.3	0.0
	All	7.9	0.7	4.7	6.6	33.1	25.9	29.0
Forwa	Self-employed	4.3	4.4	9.9	42.2	0.0	43.5	0.0
rd	Salaried	10.9	0.0	0.0	0.0	71.0	0.0	29.0
castes	Casual labour	11.9	15.0	14.2	8.7	0.0	62.1	0.0
	All	8.8	3.2	3.9	8.o	48.3	17.0	19.7

Table 8: Job mobility across education groups

Regio n		Job mobilit	Upwai	rd mobility		Upward mobility	No mobility	Downwa rd
		y	Fixed-	Short-	No	2		mobility
			contract	term	written	Sal. to		
		A.A.A.A.A.A.A.A.A.A.A.A.A.A.A.A.A.A.A.	S	contract	contract	Sal.		
		A.A.A.A.A.A.A.A.A.A.A.A.A.A.A.A.A.A.A.		S	S	mobility		
Delhi	Illiterate	9.6	3.0	6.0	7.0	30.9	28.1	24.9
	Primary	6.0	0.0	0.0	13.0	28.8	30.4	27.8
	Middle	6.9	3.2	9.6	4.2	48.9	10.6	23.4
	Sec. and	7.8	0.6	2.8	10.3	49.0	16.4	20.9
	High Sec.							
	Graduates	6.4	0.0	5.0	5.0	71.6	6.6	11.8
	ITI/	8.3	0.0	0.0	0.0	92.1	0.0	7.9
	Diploma							
	Technical	5.2	0.0	0.0	0.0	100.0	0.0	0.0
	education							
Ranchi	Illiterate	13.3	2.3	0.0	13.9	9.3	62.8	11.6
	Primary	22.3	2.3	0.0	18.1	9.0	57.0	13.6
	Middle	19.3	3.9	2.0	29.5	21.7	23.2	19.7
	Sec. and	19.2	5.2	1.0	17.1	20.6	32.6	23.5
	High Sec.							
	Graduates	20.7	25.2	0.0	3.6	36.0	21.6	13.7
	ITI/	22.3	10.1	0.0	0.0	54.5	10.1	25.3
	Diploma							
Source: Sar	nTechnica!	28.6	0.0	0.0	0.0	74.9	12.5	12.5
	education							

Table 9: Job mobility across industry groups

Region s	Industry groups	Workers who left	Industry groups					
		their first job (in %)	Agricultu re	Manufact uring	Constru ction	Low productive services	High productiv e services	
Delhi	Agriculture	28.6	0.0	100.0	0.0	0.0	0.0	
	Manufacturin g	10.5	0.0	51.8	1.8	42.2	4.2	
	Construction	7.0	0.0	30.0	21.4	27.1	21.4	
	Low productive services	6.7	0.0	12.7	10.4	64.7	12.2	
	High Productive services	5.3	0.0	8.9	0.0	20.2	70.9	
Ranchi	Agriculture	35.7	0.0	19.3	29.0	32.3	19.3	
	Manufacturin g	23.8	8.7	45.2	8.3	31.7	6.1	
	Construction	17.4	1.9	9.3	38.1	40.8	9.7	
	Low productive services	18.6	3.4	3.4	11.9	60.8	20.5	
Source: San	High Productive ne as table 2. services	16.7	0.0	6.6	8.7	41.1	43.7	

00	First occupation	% changed occupation			% share in total employment		
	Low paid occupations	Delhi	Ranchi	Total	Delhi	Ranchi	Total
	sweepers, sanitation workers, manual scavengers	0.00	0.00	0.00	1.73	1.68	1.73
	domestic workers, cleaners, washerman, caretakers, gardener	1.30	6.00	1.70	5.25	5.59	5.27
	home based workers, artisans, tailors, blacksmiths	1.70	1.90	1.70	3.57	3.64	3.58
	street vendors, cobbler, other service providing on streets	7.20	13.20	7.40	6.57	3.38	6.35
	construction workers, masons, plumbers, painters, welders	2.00	6.40	2.50	14.11	21.00	14.58
	guards, loaders, coolie and packers	3.80	25.00	4.60	3.11	1.36	2.99
	service providers, barbers, carpentar, priest, cook	3.70	7.10	4.10	2.38	4.91	2.56
	agriculture related workers and cultivators	0.00	47.90	40.60	0.04	2.03	0.18
	transport workers, drivers, conductors, rickshaw pullers	2.40					2
	shop workers, assistants, peons, delivery boy, waiters	5.70	12.30	6.10	20.24	16.24	19.96
	Better paid occupations						<u> </u>
	small shop keepers, traders	2.00	2.10	2.00	13.15	13.13	13.15
	electricians, mechanics, fitters, repairers	7.10	22.70	9.20	2.63	4.42	2.76
	clerks, defence workers, police, constables	6.20	13.60	6.90	2.96	4.48	3.06
	managers, operators, officers, engineers	1.70	5.30	1.80	14.71	9.78	14.37

Table 10: Determinants of job mobility

Variables	Job mobility	Upward	Upward	No mobility	Downward	
		mobility 1	mobility 2		mobility	
Age	0.003	0.00184	-0.00483	0.0049	0.00113	
	-0.00349	-0.00153	-0.00601	-0.006	-0.00113	
Age squared	-1.46E-05	-1.52E-05	-5.87E-06	-2.32E-05	-6.87E-06	
	-4.10E-05	-1.79E-05	-7.35E-05	-7.33E-05	-1.30E-05	
Female	-0.0561***	-0.0141***	0.211***	-0.185***	-0.00702	
	-0.0108	-0.00508	-0.0288	-0.0266	-0.00485	
Married	0.0226	0.00115	-0.0166	0.0289	-0.00654	
	-0.0177	-0.00893	-0.0325	-0.0325	-0.00894	
Hhold head	0.0313**	0.00721	0.0202	-0.0364	0.00501	
	-0.0139	-0.00623	-0.0252	-0.0257	-0.00498	
Hhold size	0.0033	0.00239**	-0.00554	0.00258	-0.000785	
	-0.00243	-0.00106	-0.00434	-0.00439	-0.000862	
Vol, mobility	0.948***	0.0981***	-0.144***	-0.275***	0.162***	
	-0.00807	-0.0191	-0.0314	-0.0266	-0.0245	
Total Annual	-6.15E-08	-6.00e-08***	-1.39e-07***	1.83e-07***	5.15E-09	
Income	-4.29E-08	-2.23E-08	-4.55E-08	-4.57E-08	-1.06E-08	
Informal	0.0181	-0.0101	-0.359***	0.354***	0.00677	
Worker hhold	-0.0149	-0.00877	-0.0268	-0.0232	-0.00466	
Migrant	0.0322**	0.00288	-0.00764	-0.00169	0.000191	
Household	-0.0164	-0.00645	-0.0259	-0.0265	-0.00483	

Table 10: Contd....

Variables	Job mobility	Upward	Upward	No mobility	Downward
		mobility 1	mobility 2		mobility
Scheduled	0.0593***	0.0181*	-0.00425	-0.0137	-0.00582
Tribe	-0.0219	-0.00995	-0.032	-0.0322	-0.00421
Scheduled	-0.0237*	-0.00761	0.116***	-0.0955***	-0.00747*
Caste	-0.0123	-0.00522	-0.0247	-0.0241	-0.00387
Other back-	0.0111	-0.000687	-0.0109	-0.005	0.00429
Ward caste	-0.0127	-0.0053	-0.0228	-0.0233	-0.0045
Illiterate	-0.0157	-0.0124	-0.216***	0.196***	0.0236
	-0.0312	-0.00983	-0.0576	-0.0742	-0.0365
Primary	-0.0364	-0.0171**	-0.233***	0.230***	0.0193
	-0.0252	-0.00777	-0.055	-0.0722	-0.0341
Middle	-0.0195	-0.0126	-0.147**	0.115	0.0254
	-0.0298	-0.00969	-0.0613	-0.0753	-0.0371
Secondary	-0.0268	-0.0195*	-0.105*	0.073	0.0261
	-0.0299	-0.0106	-0.0629	-0.0735	-0.0304
Graduate	-0.0286	-0.0179***	-0.068	0.0592	0.0122
	-0.0252	-0.00629	-0.0632	-0.0748	-0.0295
Diploma	0.0108	-0.0118	-0.0339	-0.0112	0.0339
	-0.0416	-0.00841	-0.0758	-0.0872	-0.0537

Table 10: Contd....

Variables	Job mobility	Upward mobility 1	Upward mobility 2	No mobility	Downward mobility
Market forces	0.00557	0.0147	0.674***	0.103	-0.0124**
	-0.0355	-0.0217	-0.0244	-0.0722	-0.00633
Relatives/friends	0.0202	0.022	0.702***	0.152**	-0.00864
	-0.0374	-0.0226	-0.0316	-0.0683	-0.00888
Self-efforts	-0.00106	-0.00129	0.544***	0.403***	-0.00157
	-0.0331	-0.0156	-0.0489	-0.0571	-0.0117
Observations	4,356	4,356	4,356	4,356	4,356

Job mobility by occupation status

		Present Occupations							
	Past	Profess	Managerial	Clerical	Sales	Service	Farmer	Prod,	
	occupati	i onal						work	
	ons							ers	
Professional	2.1 (10)	60.0	0.0	0.0	10.0	10.0	0.0	10.0	
Managerial	2.5 (12)	0.0	58.3	8.3	8.3	0.0	0.0	16.7	
Clerical	8.3 (39)	0.0	10.3	41.0	25.6	5.1	2.6	10.3	
Sales	24.8 (117)	1.7	5.1	6.8	54.7	6.8	0.0	20.5	
Service	10.4 (49)	2.0	0.0	4.1	20.4	36.7	6.1	26.5	
Farmer	6.8 (32)	0.0	0.0	9.4	18.8	3.1	3.1	62.5	
Production workers	45.1 (213)	0.9	0.9	5.6	18.3	7.5	3.3	61.5	
	100.0	2.3	4.0	8.9	27.8	9.7	2.5	41.3	