#### IZA/DFID CONFERENCE

# LABOUR MARKETS IN WESTERN AFRICA: EVIDENCE AND POLICY LESSON

African Development Bank, Abidjan 16-17 November 2017



## ASM, Salaries Disparities and WEE In Côte D'Ivoire



INIVERSITA

OUPHOUET B

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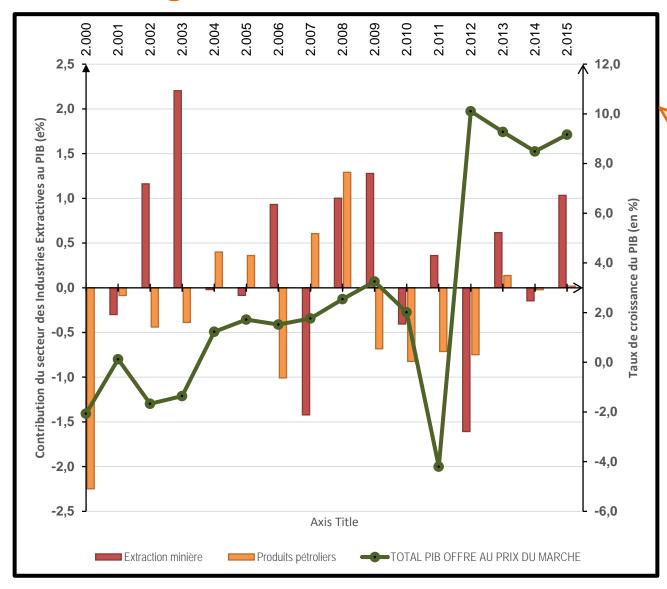




#### **OUTLINE**

- o Background
- o Objectives
- Methodology
- o Findings
- Conclusion & Recommendations

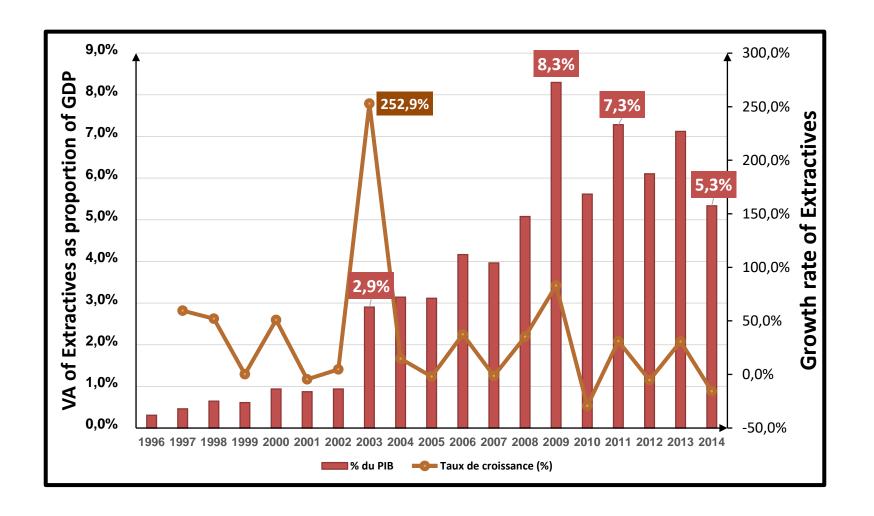
## 1- Background (1/2)



Strong contribution to growth

#### 1- Bakcground (2/2)

#### Growth-driven sector



#### 2- Objectives

Main objective :. Aanalyze the impact of artisanal and small scale mining on wages inequalities and on women's empowerment

SO1 : Compute Women's Empowerment index

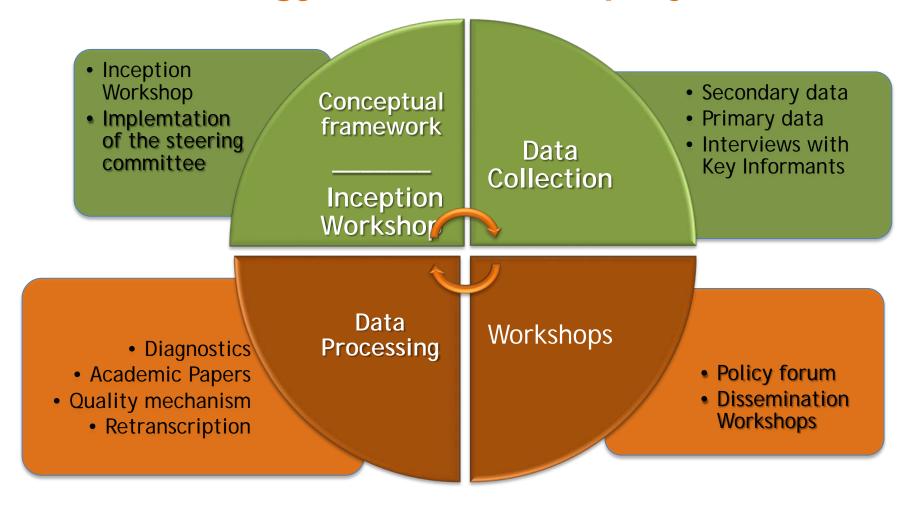
SO2 : Assess the impact of mining activities on Wage inequalities

SO3 : Assess the impact of mining activities on women's empowerment

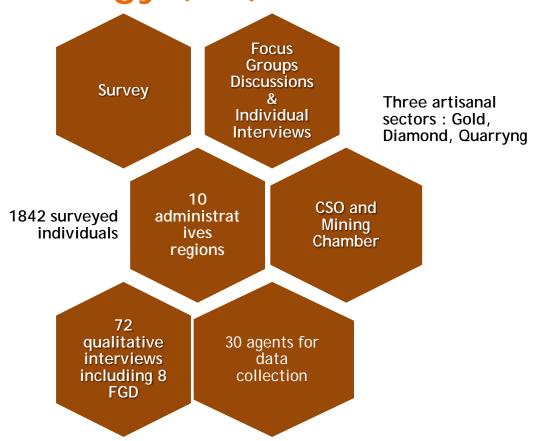
SO4: Analyze the social norms and access barriers to women

SO5 : Analyze the trade-off between mining activities and agriculture

## 3- Methodology of the GrOW project (1/6)



## 3- Methodology (2/6)



#### 3- Methodology (3/6)

- ☐ Many definitions of Women's Empowerment in the littérature: Benett., L. & al., 1981; Keller et Mbwewe,1991; Kaber, 2001
- ☐ Focus on: Options; Choice; Control; Power.
- □ Alsop and Heinsohn (2005): 'they possess the capacity to make effective choices: that is, to translate these choices into desired actions and outcomes'.
- ☐ Refer to women's ability to make decisions and affect outcomes of importance to themselves and their families

## 3- Methodology (4/6)

- ☐ Frequent reference to some variant of the ability to "affect one's own well being," and "make strategic life choices."
- □ Kabeer (2001): "The expansion in people's ability to make strategic life choices in a context where this ability was previously denied to them."
- Many dimensions and variables to capture Women's empowerment

#### 3- Methodology (5/6)

- ☐ 6 dimensions: economic, sociocultural, family or interpersonal, political, judicial, psychological dimensions. (Malhotra et Schuler, 2005; Haque et al., 2011)
- ☐ Multidimensional Empowerment Index based on the inertia approach (Multiple Correspondence Analysis (MCA), Ascending Hierarchical Classification (AHC)), Anselin, 2003
- Estimation of Propensity Score by Kernel method using  $\begin{cases} Y_i = 1 \text{ if the person works in the mining sector} \\ 0 \text{ If not} \end{cases}$

## 3- Methodology (6/6)

- □ Oaxaca-Blinder Decomposition of the source of salaries disparities
- ☐ Difference of Earnings between M-H

$$\overline{E}_m - \overline{E}_f = (\overline{X}_m - \overline{X}_f)\beta_m + (\beta_m - \beta_f)\overline{X}_f$$

- $\square$  Portion of Difference explained by observable characteristics  $(\bar{X}_m \bar{X}_f)\beta_m$
- $\square$  Portion of Difference not explained by observable characteristics  $(\beta_m \beta_f) \overline{X}_f$

## 4- Main Findings (1/11)

#### Some pictures

Gold washing in Fodio\_Bagoué Region, North Cl



Manual quarryng in Djekanou, Central Region of Cl



## 4- Main findings (2/11)

## Gender based inequalities in extractives

#### **EVIDENCE 1**

 Représentation importante des femmes dans le secteur (environ 52% dans l'artisanal)

#### **EVIDENCE 2**

 Cependant, une spécialisation défavorable des tâches pour les femmes (concasseuse, laveuse, ouvrière, trieuse, etc.)

#### **EVIDENCE 3**

- Discrimination salariale en défaveur de la femme
- Environ 40000 FCFA(Artisanat)
- Plus de 180000 FCFA (Industriel)

L'autonomisation économique de la femme peut aider à réduire les disparités de genre

## 4- Main findings (3/11)

#### Women's Empowerme in ASM

Global Empowerment

• 40%

Women's Economic Empowerment

• 58%

Empowerment in Household

• 63%

Empowerment in the Community

• 66%

## 4- Main Findings (4/11)

#### Women's Empowerment Index

	Empowered Women (40%)		Non Empowered Women (60%)	
Attributes	Living with a partner (57%)	Single (38%)	Living with a partner (43%)	Single (62%)
Support of household expenses	Contribution m		Contributi	
Control and contribution to family				
resources and investment	Great	Middle	No	)
Decision making	Yes, most of the time	Middle	No	)
Participation to children schooling and health	Yes, always	Sometines	No	)
Free displacement from house to another place	Ye	S	Yes	S

## 4- Main Findings (5/11)

#### Matching of workers (in extractives and not)

Table 1: Estimation of the propensity score for the whole individuals

Explanatory variables		Coefficient	Standard deviation &	
Marital status - Reference : Widow or Sin	gle		•	
	Neither single. Nor widow	-0.043	0.147	
Number of individuals targeted in the hon	ne - Reference : None			
_	Between 1 and 4	2.738	0.139***	
	5 and more	4.207	0.437***	
Was enrolled in school - Reference :	yes			
	No	0.356	0.142**	
To be a migrant - Reference :	No			
-	Oui	0.561	0.14***	
Victim of mining related conflict - Referen	ice : Yes			
-	No	0.209	0.138	
Nationality - Reference : Ivorian				
v	Burkinabe	1.436	0.308***	
	Malian	0.838	0.456*	
To have undergone mining training - Refe	erence : Yes			
2 0 0	No	0.370	0.15**	
Constant		-2.291	0.234***	
Number of observations	• 1	1712	•	
LR Chi2(9)		835.84***		
Pseudo-R2	3	36.21***		
Log Likelihood	-	-736.35		
ATT (Kernel density, logit model)	1	11.30 (T-stat=0.61)	)	
Number of individuals on the Common Su	ipport	1540 (89.43%***)		

\*\*\* Significance at 1%, \*\* significance at 5%, \* significance at 10%

#### 4- Main findings (6/11)

#### Impact of mining on Women's Empowerment

Table 4: Estimation of impact of mining activities on the Women's Empowerment status

Explanatory variables	Coefficient	Odds ratio	Marginal effets	Standard deviation & significance
Types of employment - Reference: Self en	ployed with emplo	oyees	•	•
Self employed without employees	-0.245	0.681	-0.091	0.097**
Formal employee (s)	0.544	2.435	0.212	0.403
Informal employee (s)	-0.849	0.248	-0.250	0.175***
Employee on contract	-0.428	0.507	-0.141	0.286
Autre	0.136	1.252	0.051	0.178
Working in the mining sector - Reference	: No			
Yes	0.390	1.843	0.147	0.105***
Degree of employment difficulty - Referen	ce : difficult			
Normal	0.166	1.300	0.062	0.094*
Status of the head of the family - Referen	ce : No			
Yes	0.244	1.509	0.092	0.128*
Level of job satisfaction - Reference : Not	satisfied			
satisfied	0.254	1.508	0.094	0.09***
School enrolment - Reference: Yes				
Non	0.076	1.158	0.027	0.103
HMOD	-0.004	0.994	-0.002	0.002**
Place of residence - Référence : Rural				
Urban	-0.297	0.630	-0.107	0.088***
Age range - Reference : Less than 26 year	'S			
26 and above	0.337	1.750	0.128	0.111***
Length of service	0.002	1.003	0.001	3.63E-4***
Kind of work - Reference : Full time				
Part time	0.351	1.782	0.130	0.102***
Covered by health insurance - Reference:	Yes			
No	-0.331	0.577	-0.121	0.129**
Constant	-0.002	0.988		0.254
	Total observ	ations : 1302		
	Pseudo I	R2: 7.13		

<sup>\*\*\*</sup> Significance at 1%, \*\* Significance at 5%, \* Significance at 10%

## 4- Main findings (7/11)

#### Impact of mining on Women's Empowerment

- Women rely on mining activities through which they earn financial means to perform traditional activities (trading, farming) and to implement their projects
- ☐ women empowerment is achieved through :
  - o The revenues they earn from the mining
  - o The new perception that the mining activity generates about women in the minds of people.

## 4- Main Findings (8/11)

#### Oaxaca-Blinder Decomposition by gender

Table 3: Oaxaca-Blinder decomposition for the whole individuals

Explanatory variables		Coefficient	Standard deviation & significance
School enrolment - Reference :	Oui		
	Non	0.752	0.3**
HMOD		-0.048	0.145
Region of residence - Reference:: Loh-Dji	boua		
-	Tonkpi	0.063	0.047
	Poro	0.299	0.061***
	Bagoué	0.361	0.055***
Types of employment - Reference : Self emp	loyed with employees		
	ployed without employees	0.076	0.063
	Formal employee	-0.007	0.006
	Informal employee	0.024	0.017
Length of service		-0.212	0.048***
Age		2.194	1.179*
Age squared		-0.603	0.569
Working in the mining sector - Reference:	Non		
	Oui	-0.768	0.096***
Degree of employment difficulty - Reference	e: Normal		
	Very difficult	0.299	0.068***
	Difficult	0.196	0.072***
Level of job satisfaction - Reference :	Satisfied		
•	Not satisfied	-0.210	0.091**
Covered by health insurance - Reference:	Yes		
	No	-1.937	0.436***
Constant		1.300	0.909
Average for men		11.55***	
Average for women		10.88***	
Difference		0.67***	
Observable sources of the variation		0.352 (52.23***)	
Non explicable sources of the variation		0.318(47.77***)	
Model used : linear		, ,	
Number of observations		896	

\*\*\* Significance at 1%, \*\* s Significance at 5%, \* Significance at 10%

## 4- Main Findings (9/11)

Social Norms and access barriers faced by women in extractives

Low representation of Extension of Domestic women in decision making activities bodies in the community Social Norms and access barriers Persistence of social norms (religion, menstruations, Persistence of Gender etc.) prohibiting access **Based Violence** mining sites to women

## 4- Main Findings (10/11)

Mining, environnement, heath, conflicts and agricultural transitions

Strong Impact of Ivorian scenario of crises on the growth of ASM

- For Men: Poverty and rural exodus
- For Women : Poverty

Environmental and health effects

- Pollution
- Damage of environment
- Increased health care costs and vulnerability risks

Agricultural Transitions

- Decline of the productivity and efficiency of agriculture
- Decline of the amount of land devoted to agriculture
- Rising of the price of basic foodstuffs
- Reduction in agricultural labor input

#### 4- Main findings (11/11)

#### Mining and agricultural transitions

- ☐ About 48% of mining workers move from farming to mining activities and women are more affected than men.
- ☐ Spillover effect from farming to mining activities (47%)
- ☐ A decrease in the amount of land devoted to agriculture (52%)
- ☐ The main motives is the returns of investment in mining activities (for 31% of people surveyed)
- ☐ More than 61% of those surveyed believe that mining activities creates a shortage of basic foodstuffs

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#### **MANY THANKS**

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