# Share the Love: Parental Bias, Women Empowerment and Intergenerational Mobility

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#### Abstract

This paper introduces a collective household decision-making process into a gender-based overlapping generations model with heterogeneous agents. Gender bias is modeled as part of parents' psychic cost – a reflection of their pessimism, which leads to different mobility thresholds for daughters and sons. In this setting, the degree of women's bargaining power is found to be crucial in defining the psychic cost and hence their children's mobility. The framework is applied to the Nigerian General Household Survey panel data. We estimate a multinomial logit model with unobserved heterogeneity, using simulated maximum likelihood, to determine intergenerational mobility across primary, secondary and tertiary sectors. We find that children whose parents work in the secondary and tertiary sectors are more likely to work in the same sector. Greater intra-household female bargaining power leads to greater upward mobility for boys more than girls. Parental gender bias could thus be a driving force behind gender-based intergenerational persistence.

Key words: Occupation mobility, gender bias, women bargaining power, sub-Saharan Africa JEL classification: J16; J62, C35; D10, O55

## 1 Introduction

Many parents rightly claim the same degree of love for their children, regardless of their sex. However, it is also evident that there exists some form of gender bias and sex preferences in families. Barcellos, Carvalho and Lleras-Muney (2014) find for example that boys fare better than girls in

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India. They receive more child care, are breastfed longer and even get more dietary supplements. Such differential treatments of sons and daughters in intra-household resource allocation, in the form of disproportional parental time spending and investment in children education, could be important to intergenerational occupational mobility (hereafter IG mobility) of men and women. Given that women attach a relatively higher weight to the welfare of their children, the degree of their empowerment in household decision-making process could even be more important. However, in spite of a growing literature on gender and social mobility, the role of women empowerment on IG mobility has received a scant attention (Currie and Moretti, 2003; Behrman and Rosenzweig, 2005).

When social mobility varies by class, gender or race, it may be an indication of the existence of a differential access to opportunities, which is determined based on these characteristics. Intergenerational persistence becomes more of a policy concern if it is an outcome of inequality of opportunity rather than differences in ability that are often transmitted from parent to child. The unobservability of the latter makes the task of understanding the underlying causes of the intergenerational correlation quite challenging.

This paper develops a model and provides some empirical evidences on the role of gender and women bargaining power in IG mobility, using data from Nigeria, while accounting for unobserved heterogeneity. The framework for our theoretical analysis is a gender-based overlapping generations model, in which married/partnered couples face a trade-off between investment in their children education, their consumption and labour force participation. The theory builds on models of altruistic parents that face a warm glow utility and a human capital investment threshold (e.g. Galor and Zeira, 1993). We follow Chiappori (1988) in introducing a collective household decisionmaking process that considers intra-household bargaining power within the couples. A distinctive feature of our model comes with our specification of parental attitudes towards different gendered children. Gender bias is modeled as part of parents' psychic cost – a reflection of their pessimism, which negatively impacts the marginal benefits of investing in children's human capital.<sup>1</sup> Differences in psychic costs lead to differences in human capital investment thresholds for daughters and sons, which, in turn, determine the mobility thresholds for women and men in the economy.

We show that parental gender bias could be a basis of gender-based intergenerational persistence.

<sup>&</sup>lt;sup>1</sup>Parents may for example become disinclined to send their daughters to school if they fear that they are, at greater risk of being sexually assaulted and harassed, or, more likely to dropout of school due to a practice of child marriage.

Individuals benefit from their opposite sex sibling misfortunes. When parents are biased against a particular gender, then they tend to compensate it by investing more in the opposite sex. However, the total household saving tends to be lower than what it would have been without gender bias, implying that parental gender bias could be a basis for aggregate inefficiency. We also find that IG mobility depends on intra-household bargaining power, parents' occupational background, parental gender bias and sex preferences. Increased women's bargaining power leads to higher IG mobility, given that they attach a higher weight to their children's education.

We apply the framework to a representative panel data survey from Nigeria, over 5,000 households and about 14,000 individuals in the years 2011 and 2013. We estimate a multinomial logit model with unobserved heterogeneity using simulated maximum likelihood. We consider mobility across three sectors: primary, secondary and tertiary. Our main empirical findings are twofold. First, children with parents working in the secondary and tertiary sectors are more likely to work in the same sector. Second, a greater intra-household female bargaining power leads to greater upward mobility while it benefits boys more than proportionally. Therefore, parental gender bias could be a driving force behind gender-based intergenerational persistence.

## 2 The Model

Suppose an overlapping generations of individuals identified as males and females. Each person lives for two periods as a child and as an adult. Children accumulate human capital if their parents invest in their education. Adulthood begins by women and men joining in a partnership.<sup>2</sup> Couples collectively decide in working or spending time with their children, in their consumption, and for the level of their children education.

#### 2.1 Preferences

The utility function of the *i*th household is given by

(1) 
$$u_{it}(c_{it}, h_{it+1}) = \theta_{it}u^{f}(c_{it}, h_{it+1}) + (1 - \theta_{it})u^{m}(c_{it}, h_{it+1})$$

where  $u^{f}$  and  $u^{m}$  represent the utility of the female and male adults, respectively;  $c_{it}$  and  $h_{it+1}$ 

 $<sup>^{2}</sup>$ For the sake of simplicity, we abstract from the possibility of remaining single, being divorced or being in a same-sex marriage. We also assume a constant population size, as we abstract from fertility issues.

denote the respective total household consumption and children human capital;  $\theta_{it}$  represents the bargaining power of the female adult. Following de la Croix and Donckt (2010), we model  $\theta_{it}$  as a function of the couple's relative human capital:

(2) 
$$\theta_{it} = (1 - \epsilon) \left(1 - \overline{\theta}\right) + \epsilon h_{it}^f / \left(h_{it}^f + h_{it}^m\right)$$

where parameters  $\epsilon$  and  $\overline{\theta}$  capture the exogenous institutional and social factors.  $\overline{\theta} > 0.5$ , for e.g., implies that the bargaining power of women is less than that of men even if  $h_{it}^f = h_{it}^m$ . Let

(3) 
$$u^{j}(c_{it}, h_{it+1}) = \ln\left(c_{it}^{j} - \bar{c}\right) + \frac{1}{2}\beta^{j}\ln\left\{\left(h_{it+1}^{f} + \gamma^{f}\right)^{\sigma}\left(h_{it+1}^{m} + \gamma^{m}\right)^{1-\sigma}\right\}$$

 $j \equiv \{f, m\}$  where f and m stand for female and male, respectively; -j, the opposite sex;  $\sigma$  denotes the parental sex preference;  $\bar{c} \ge 0$  stands for subsistence consumption. According to (3), individuals have 'warm glow' preferences (as in Galor and Weil, 2000). We assume  $\beta^f > \beta^m$ , which implies that women attach a relatively higher weight to the human capital of their children.  $\gamma > 0$  is a nonpecuniary (psychic) cost, which negatively impacts the marginal benefit of investing in children's education. Parental bias towards a certain gender is captured by  $\gamma^j \neq \gamma^{-j}$ . Such a bias could be a result of some gender stereotypes.<sup>3</sup>

#### 2.2 Technologies and Constraints

The human capital of the *j*th gender of the *i*th household is given:

(4) 
$$h_{it+1}^j = \left(e_{it}^j\right)^{\upsilon} \left(h_t l_{it}^j\right)^{\tau}$$

where  $e_{it}$  and  $l_{it}$  denote parental education investment in goods and time, respectively and  $h_t$  is the average human capital of the parents' generation. We suppose in every period, that the economy has access to both traditional (farm) and modern technologies (nonfarm). Only individuals who received an education during their childhood would have access to modern technologies.<sup>4</sup> The

<sup>&</sup>lt;sup>3</sup>For example, if child marriage is widely common, parents may fear that investing in their daughters is little rewarding, and hence,  $\gamma^f > \gamma^m$ .

<sup>&</sup>lt;sup>4</sup>The outcome will not change if raw labor is assumed to have been upgraded, say, as a result of a universal compulsory primary or secondary education. Then,  $h_{it}$  could be interpreted as the special skill required to work in the modern sector.

budget constraint of the *i*th household is

(5) 
$$c_{it}^{f} + c_{it}^{m} + \left(e_{it}^{f} + e_{it}^{m}\right)/2 = y_{it}$$

 $y_{it}$  is the total income of the household, given by  $y_{it} = \omega_t (1 - l_{it}) + b_{it}$ , where  $\omega_t (h_t)$  is the wage rate in the farm and  $b_{it}$  represents the non-farm wage premium as defined in Online Appendix.

#### 2.3 Households Optimal Decisions

Households maximize (1) and (3) subject to (4), (5) and their income constraints. The solutions consist of optimal investment in sons' and daughters' educations, in terms of goods and time, and lead to the following result (see Online Appendix):

**Proposition 1** (i) The greater  $\gamma^{-j}$  or the lesser  $\gamma^{j}$ , the higher  $e_{it}^{j}$  becomes. (ii) An increase in women's bargaining power increases couples' investment in children's education. (iii) Parental gender bias ( $\gamma^{j} \neq 0$ ) reduces the total household investment in education.

From Proposition 1, it appears that individuals benefit from their opposite sex sibling misfortunes (higher  $\gamma^{-j}$ ). Not only the non-pecuniary cost related to one's gender but also to the opposite sex is important to the person's human capital accumulation. When parents are biased against a particular gender, then they tend to compensate by investing more in the opposite sex. However, households' savings are lower than the case where there is no psychic cost at all,  $\gamma = 0$ . Therefore, parental gender bias could be a basis for aggregate inefficiency.

Couples' optimal decisions have a corner solution where some do not invest in the human capital of their children (see Online Appendix):  $h_{it+1}^j = \max\left(0, h_{it+1}^{j*}\right)$ .

#### 2.4 Intergenerational Occupational Mobility

An individual who is born at time t works in the nonfarm iff  $h_{it+1}^j > 0$  and in farm iff  $h_{it+1}^j = 0 \equiv \overline{\Omega}_i^j$  (see Online Appendix). The implicit functions  $\overline{\Omega}_i^j$  define the thresholds at which parents do not invest in children's education. While they determine the offsprings' mobility, their relevance largely depends on the presence of parental psychic cost,  $\gamma^j > 0.5$ 

#### **Proposition 2** Women's bargaining power is positively associated to IG mobility.

<sup>&</sup>lt;sup>5</sup>For example, if  $\gamma^{j} = 0$ , then mobility is inevitable  $(h_{it+1}^{j} > 0)$ , as long as the household minimum consumption is satisfied.

When comparing the mobility of males and females, and between individuals with different family backgrounds, we consider two cases: i) when parents show no particular sex preference and gender bias, and ii) when parents are gender-biased and favor boys. In the first case,  $\gamma^m = \gamma^f$  and  $\sigma = 1/2$ , there would be no intrinsic differences between the human capital of men and women, i.e.  $h^f = h^m$ .

**Proposition 3** (i) Children whose parents work in non-farm sectors are more likely to work in nonfarm than those whose two parents work in farm or than those whose fathers work in nonfarm. (ii) Children whose mothers work in non-farm sectors are more likely to work in nonfarm than those whose fathers work in nonfarm or than those whose two parents work in farm.

In the second case where  $\gamma^m < \gamma^f$  and  $\sigma < 1/2$ , boys are favored while parents invest more than proportional in their sons' education. Thus, not only there are mobility differences among individuals with different family backgrounds but also within families themselves (between opposite sex siblings):

**Proposition 4** (i) Between siblings, sons are relatively more mobile than their sisters. (ii) Sons (daughters) whose mothers work in non-farm sectors are more likely to work in nonfarm than sons (daughters) whose two parents work in farm. (iii) Sons (daughters) whose two parents work in non-farm sectors are more likely to work in nonfarm than sons (daughters) whose fathers work in nonfarm.

In summary, IG mobility depends on couples' preferences and biases towards certain sex of their children, their relative bargaining powers and their occupational backgrounds.

## 3 Application to Sub-Saharan Africa

We apply the framework to the Nigerian General Household Survey (NGHS) data, a two waves (2011 and 2013) panel of 5,000 households with about 14,000 individuals (see Online Appendix).<sup>6</sup>

#### 3.1 Data and Variables

The survey collects parental education and occupation of all household members, regardless of whether the parents are alive or reside in the same household. In both waves, we observe the

<sup>&</sup>lt;sup>6</sup>The data is collected by the National Bureau of Statistics of Nigeria in collaboration with the Bill and Melinda Gates Foundation and the World Bank.

main industry of occupation and the highest level of education for both generations. For children, we observe their most recent job; for parents, the industry of occupation they got engaged into throughout most of their life. We restrict our study to adult individuals between the age of 15 and 65 years old (see Online Appendix).

We use three economic sectors: primary (agriculture, forestry, fishing), secondary (manufacturing, construction) and tertiary (service), in contrast to the (limited) literature in developing countries that merely focuses on two sectors – agriculture and non-agriculture.<sup>7</sup> In most of sub-Saharan Africa, the service sector is fast expanding, contributing substantially to GDP and employment opportunities. In Nigeria, farm jobs as a share of total jobs has also declined recently, suggesting a major structural shift within the economy (see Online Appendix). Given that sectoral shift is one of the determinants of IG mobility, it is also important to account for its contribution.

	Mot	her	Father	
	Daughters	Sons	Daughters	$\underline{\mathrm{Sons}}$
Primary sector	0.12	0.22	0.09	0.09
Secondary sector	0.40	0.49	0.18	0.27
Tertiary sector	0.57	0.53	0.33	0.42
	Gross mobility	Net mobility	Minimum share of movers	# Obs.
Daughters	0.54	0.28	0.26	14,976
Sons	0.65	0.39	0.26	$13,\!427$

 Table 1 – Children's service sector participation conditional on parents' sector

The coefficients for intergenerational persistence and mobility may become spurious if parents and children have similar labor market opportunities in their respective generation and geographical locations. To account for unobserved location and generation specific heterogeneity, we control for region and time dummies. These may also capture peer effects, agglomeration forces and cohort effects.

Table 1 presents the occupation status for daughters and sons conditional on parents' occupation. The probability of being employed in the service and manufacturing sector is much higher for children if their parents were employed in the same sector. There is a relatively higher intergenerational persistence between mothers' and daughters' employment status in the tertiary sector. Sons with farmer mothers are relatively more mobile; they have a higher chance (about 22%) of joining the service sector than daughters with farmer mothers (about 12%).

By comparing gross and net mobility, we identify the effects of structural change on IG mobility.

<sup>&</sup>lt;sup>7</sup>In the theoretical framework, the industry and service sectors are identified as a modern sector.

Gross mobility captures the likelihood of children to have a different occupation than that of their parents. Net mobility is gross mobility minus the minimum movement across sectors due to structural change. We call *minimum movement* the situation where children whose parents are engaged in modern sectors remain in the same sector. Gross mobility for daughters and sons are 54% and 65% while net mobility are 29% and 39%, respectively. This ultimately implies that more than half of IG mobility is left unexplained by structural change. One of our hypothesis is that women's bargaining power, partly, explains the net IG mobility.

#### 3.2 Estimation Strategy

Given that the measure of sectoral mobility is ordinal, panel multinomial logit model with unobserved heterogeneity suits our purpose. Let  $\mathscr{S}_{it} = s$  denotes the sector in which individual i(i = 1, ..., N) is at time t  $(t = 1, ..., T_i)$ . The probability of making choice s in period t conditional on observed characteristics  $\mathbf{x}_{it}$  and unobserved heterogeneity  $\eta_i$  has the structure

(6) 
$$\mathbb{P}(\mathscr{S}_{it} = s | \mathbf{x}_{it}, \eta_i) = \frac{\exp\left(\mathbf{x}_{it}\boldsymbol{\beta}_s + \eta_{is}\right)}{\sum\limits_{l=1}^{S} \exp\left(\mathbf{x}_{it}\boldsymbol{\beta}_{sl} + \eta_{il}\right)}$$

For identification, we impose the usual restriction by normalizing  $\beta_1 = 0$  and  $\eta_1 = 0$  meaning that the primary sector is our base outcome. We assume that the unobserved heterogeneity varies between the two other sectors ( $\eta_{i2} \neq \eta_{i3}$ ) and we allow for correlation between them. Then, their distribution follows a bivariate standard normal distribution with mean  $\bar{\eta} = [0,0]'$  and covariance matrix  $\Sigma$  with variances  $\sigma_{\eta_{i2}}^2$  and  $\sigma_{\eta_{i3}}^2$ , and covariance  $\sigma_{\eta_{i2}\eta_{i2}}$ . Let define  $\kappa_{ist} = 1$  if individual *i* is in sector *s* at time *t* and zero otherwise. The likelihood function associated with Eq.(6) is

(7) 
$$\mathscr{L} = \prod_{i=1}^{N} \left( \int_{-\infty}^{+\infty} \prod_{t=1}^{T_i} \prod_{s=1}^{S} \left[ \mathscr{S}_{it} = s | \mathbf{x}_{it}, \eta_i \right]^{\kappa_{ist}} \varphi(\eta_i) \, \mathrm{d}(\eta_i) \right), \quad s = 1, 2, 3$$

where  $\varphi(\eta)$  denotes the distribution of  $\eta$ . We maximize Eq.(7) using simulated maximum likelihood (see Online Appendix).

#### 4 Empirical Results

Specification tests (likelihood ratio and significance of  $\sigma_{\eta_i}^2$ ) show that the model with unobserved heterogeneity is preferred. All estimations include a number of main and control variables: parental

years of schooling, age, household consumption, household size, sex, occupation of parents, women bargaining power, marital status, regional and time dummies (see Online Appendix). The marginal effect of sex is positive and strongly significant, implying a strong gender effect on IG mobility. This supports our theoretical framework and further provides a rationale to split the data into sub-samples of sons and daughters.

#### 4.1 Intergenerational Occupational Persistence

The results reveal the presence of a strong and positive IG persistence. Children whose mothers have worked in the tertiary sector are more likely to work in the same sector. The marginal effect is slightly larger for daughters, which is 0.08 compared to 0.07 for sons. The marginal effects of fathers' participation in the service sector on children's choice of occupation are 0.09 and 0.20 for daughters and sons, respectively. Children whose parents work in the primary sector are less likely to work in the modern sector. This effect is much stronger for daughters.

#### 4.2 The Role of Women Bargaining Power in IG mobility

Measures of women empowerment are constructed based on two concepts. Firstly, we use mothers' education relative to fathers'. Women empowerment is positively related to IG mobility (from the primary to the modern sectors). It increases the likelihood of children being employed in the secondary and tertiary sectors by 1.4% and 3%, respectively. However, the effect is much stronger for boys than for girls, particularly in the service sector. Increasing women empowerment may barely benefit the mobility of daughters but sons, to the service sector. This may imply that either the decisions regarding daughters' service sector participation are made by both parents or that mothers attach a greater psychic cost to their daughters' human capital investment (the latter being more likely).<sup>8</sup>

Secondly, relying on a sub-sample of children who are still living with their parents, we define women empowerment intensity by interacting age and education differences within couples. This leads to four variables: mothers who are older and have more years of schooling than fathers, younger mothers with more years of schooling, older mothers with less years of schooling, and younger mothers with less years of schooling (base). Mothers' empowerment intensity is positively

<sup>&</sup>lt;sup>8</sup>The Chibok schoolgirls kidnapping by Boko Haram Militia best exemplifies the challenges that parents in Nigeria face in sending their daughters to schools.

related to children's upward mobility. Having a younger mother with higher years of schooling increases the likelihood of working in the secondary and tertiary sector by 3.1% and 3.6%, respectively

#### 4.3 Robustness Check

To study the effect of mothers' empowerment on younger children, we repeated our analysis using the sub-sample of children who are still living with their parents. Our result holds up reasonably well. Mothers' bargaining power significantly increases the likelihood of children working in the secondary and tertiary sectors. However, the effect on the likelihood of children working in the service sector is not significant for daughters but for sons.

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## Share the Love: Parental Bias, Women Empowerment and Intergenerational Mobility

Supplementary Online Appendix

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## A Appendix for the Theory

#### A.1 Overview

The paper introduces gender effects into intergenerational occupational mobility (hereafter IG mobility).<sup>1</sup> In the model, IG mobility is determined by the education or training that individuals receive during childhood. Parental investment in children's education is a function of parental characteristics such as their occupation and income, their attitude towards different gender of their children and their bargaining power, given differences between the parents on the weight they attach to the welfare of their children.

The framework for our theoretical analysis is a gender based overlapping generations model in which married/partnered couples face a trade off between investment in their children education, their consumption and labour force participation. The theory builds on models of altruistic parents that face a warm glow utility and human capital investment threshold (e.g. Banerjee and Newman, 1993; Galor and Zeira, 1993; Moav, 2002; Galor and Moav, 2004; Galor and Mountford, 2008), which defines individual intergenerational occupational mobility.<sup>2</sup> We follow Chiappori (1988) and Chiappori (1992) in introducing a collective household decision-making process that considers

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<sup>&</sup>lt;sup>1</sup>There are limited empirical studies that emphasize the gender effects of intergenerational occupational mobility in developing countries, particularly in Asia (e.g., Emran and Shilpi, 2011 and Emran and Shilpi, 2015).

 $<sup>^{2}</sup>$ Aiyagari, Greenwood and Guner (2000) also apply a gender based overlapping generations model with warm glow utility functions.

intra-household bargaining power between couples, which is determined according to the human capital of the couples (as in de la Croix and Donckt, 2010).<sup>3</sup> Another important motivation comes from the work of Ben-Porath and Welch (1976) and Davies and Zhang (1995) who treated gender inequality a result of parental sex preference, which is a feature of parental utility function.

A distinctive feature of our models comes with our specification of parental attitude towards different gendered children that determines their children's IG mobility. In particular, we treat parental gender bias as part of parental psychic cost, which negatively impacts their marginal benefit of investing in their children's human capital. This may be a reflection of their pessimistic view of the world as a result of intrinsic values placed by the society in gender roles (or gender stereotypes). Parental bias against a certain gender group is associated to a relatively larger psychic cost attached to the specific gender.<sup>4</sup> Differences in psychic cost (parental gender bias) leads to differences in between human capital investment threshold of girls and boys. This in turn determines the IG mobility threshold for women and men in the economy. Given that women attach a relatively high weight to the welfare of their children (Doepke and Tertilt, 2009), then the degree of their intra-household bargaining power is important in defining the psychic costs and hence the mobility of their children.

This paper is also related to the recent debate over gender inequality in human capital investment. Prominent examples include the work of Galor and Weil (1996), Echevarria and Merlo (1999), Lagerlof (2003), Jyigun and Walsh (2007) and de la Croix and Donckt (2010). Motivated by Becker (1981), Echevarria and Merlo (1999), Iyigun and Walsh (2007) and de la Croix and Donckt (2010) put biological differences between women and men at the centre of gender inequality in human capital accumulation. A restricted time allocation by women, in this literature, due to their biological time commitment to childcare during pregnancy, childbirth and breast-feeding, leads to a systematic gender differences in human capital investment. When women devote lower amount of their time to labor market activities, it negatively impacts their returns to education relative to men. This in turn leads to lower parental investment in daughters education. In Lagerlof (2003), gender inequality in human capital rather arises through a coordination process. Families play a coordination game against one another, not only caring about the income of their daughters but also the income of their future spouses. In this case, it may be optimal for an atomistic parent to discriminate when all other families discriminate against their daughters. In contrast, in Galor and Weil (1996), gender heterogeneity is rather a result of technological differences related to men's and women's types of labor.

 $<sup>^{3}</sup>$ Early work in modelling of intra-household decision making process as a bargaining problem goes back to Manser and Brown (1980) and McElroy and Horney (1981).

<sup>&</sup>lt;sup>4</sup>In a society where child marriage is commonly practiced, for instance, parents may fear that their investment in their daughters is little rewarding, and hence may attach a relatively larger psychic cost to their daughter human capital investment.

#### A.2 Couples' Income and Occupation

We assume income pooling and denote the *i*th couple income by  $y_{it}$ . In the second period of their life, each couple is endowed with a unit of labor. Couple allocates their time between child rearing,  $l_{it}$ , and work,  $1 - l_{it}$ . Individuals either work in a farm or in non-farm sectors. Only individuals whose parents invest in their human capital have access to non-farm jobs. If an individual receives education during childhood, she/he will have an additional  $h_{it}$  unit of efficient labor, which immediately qualifies her/him to work in the non-farm sectors.<sup>5</sup> While the wage rate in the farm is  $\omega_t$ per unit of labor, the non-farm sectors pay an additional  $\alpha$  per unit of human capital. The pooled income of a couple, born at date t - 1, where only one of them works in the non-farm sectors, for instance, is given by  $\omega_t + \alpha h_{it}^j$ . One may consider a linear production technology at the aggregate level, without loss of generality, such as  $\omega_t = (1 - \alpha) Ah_t$  where A is a deterministic total factor productivity (TFP).<sup>6</sup> Therefore, aggregate income in the economy, from the traditional and modern sectors, becomes  $Ah_t$ . This also implies that the same type of goods are produced in both sectors.<sup>7</sup>

Suppose there are four types of couples at date t. We refer to group 1 couple, denoted by i = 1, when both members of the household work in the non-farm sectors. Group 2, i = 2, is when the female works in farm while the male works in the non-farm sectors. Group 3, i = 3, is the opposite of the that. In group 4 couple, i = 4, both work in farm. We also assume couples are ex ante homogeneous within groups. In this case, the pooled income of the *i*th couple is given by

(A.1) 
$$y_{it} = (1 - l_{it})\omega_t + b_{it}$$

where  $b_{it}$  is income premium defined as follows:

(A.2) 
$$b_{it} \equiv \begin{cases} \alpha \left( h_{it}^f + h_{it}^m \right) \text{ if } i = 1 \\ \alpha h_{it}^f \text{ if } i = 2 \\ \alpha h_{it}^m \text{ if } i = 3 \\ 0 \text{ if } i = 4 \end{cases}$$

The first line of Eq. (A.2) shows the pooled income premium as both couples work in the non-farm sectors. The second (third) line is the wage premium earned by the female (male) adult member of the household. The wage premium is nil in the last line since there is no one in this household who works in the non-farm sectors.

<sup>&</sup>lt;sup>5</sup>One may rather interpret  $h_{it}$  as the special skill required to work in the modern sector.

<sup>&</sup>lt;sup>6</sup>Such an assumption, particularly, could be useful for a future extension of the model to aggregate issues. We focus here in mobility, which is mainly an individual matter.

<sup>&</sup>lt;sup>7</sup>Explicit differentiation of the final goods as an agriculture and manufacture goods (as in Galor and Mountford, 2008) may lead to a further complication of the model (as it might add another heterogeneity) but with little benefit to our purpose.

#### A.3 Household Optimal Decision

#### A.3.1 Solutions for the Couple's Problem

The couples solve the following problem, from Eqs. (1) and (3) (in the manuscript),

(A.3) 
$$\max_{\left\{c_{it}^{m}, c_{it}^{f}, e_{it}^{m}, l_{it}^{f}, l_{it}^{m}\right\}} \left\{ \begin{array}{l} \theta_{it} \ln\left(c_{it}^{f} - \overline{c}\right) + (1 - \theta_{it}) \ln\left(c_{it}^{m} - \overline{c}\right) \\ + \psi_{it} \ln\left[\left(h_{it+1}^{f} + \gamma^{f}\right)^{\sigma} + \ln\left(h_{it+1}^{m} + \gamma^{m}\right)^{1 - \sigma}\right] \end{array} \right\}$$

subject to Eqs. (4), (5) (in the manuscript) and (A.1).  $\psi_{it}$  represents the weighted intra-household bargaining power of the female, as given by

(A.4) 
$$\psi_{it} \equiv \theta_{it}\beta^f + (1 - \theta_{it})\beta^m$$

From the first order conditions of the problem, we have:

(A.5) 
$$\frac{c_{it}^m - \overline{c}}{c_{it}^f - \overline{c}} = \frac{1 - \theta_{it}}{\theta_{it}}$$

(A.6) 
$$\frac{\theta_{it}}{c_{it}^f - \overline{c}} = \frac{h_{it+1}^f \sigma \upsilon \psi_{it}}{\left(h_{it+1}^f + \gamma\right) e_{it}^f} = \frac{\psi_{it} \left(1 - \sigma\right) \upsilon}{h_{it+1}^m + \gamma^m} \frac{h_{it+1}^m}{e_{it}^m}$$

(A.7) 
$$\frac{\theta_{it}}{c_{it}^f - \overline{c}} \omega_t = \frac{\eta \sigma \psi_{it}}{h_{it+1}^f + \gamma^f} \frac{h_{it+1}^f}{l_{it}^f} = \frac{\psi_{it} (1 - \sigma) \eta}{h_{it+1}^m + \gamma^m} \frac{h_{it+1}^m}{\omega_t l_{it}^m}$$

From (A.5), the relative consumption of male and female is determined by their relative intrahousehold bargaining power. Eqs. (A.6) and (A.7) equate the marginal benefits in sons' and daughters' education investment, in terms of goods and time spending, respectively. Combing (A.6) and (A.7) will lead to

(A.8) 
$$\frac{e_{it}^f}{l_{it}^f} = \frac{e_{it}^m}{l_{it}^m} = \omega_t \frac{\upsilon}{\eta}$$

Thus, the ratio of parental investment in goods and time is the same for both sons and daughters, which is proportional to the wage rate in the agricultural sector.

To derive optimal education investment, first substitute Eq. (4) (in the manuscript) and (A.8) into (A.6) to get<sup>8</sup>

(A.9) 
$$e_{it}^f = \frac{\sigma}{1-\sigma} e_{it}^m - \gamma z_t$$

<sup>&</sup>lt;sup>8</sup>We consider first degree homogeneity in Eq. (4) (in the manuscript),  $v + \eta = 1$ .

where

$$z_t \equiv (\omega_t v / (h_t \eta))^{1-v}$$
  
$$\gamma \equiv \frac{(1-\sigma) \gamma^f - \sigma \gamma^m}{1-\sigma}$$

Then, from Eqs. (4) (in the manuscript), (A.6) and (A.8), one obtains:

(A.10) 
$$c_{it}^{f} - \overline{c} = \frac{\theta_{it}}{(1-\sigma) \, \upsilon \psi_{it}} \left( e_{it}^{m} + z_t \gamma^m \right)$$

But, we can rewrite (A.5) as

(A.11) 
$$c_{it}^m = \varkappa c_{it}^f + b$$

where  $\varkappa \equiv \frac{1-\theta_{it}}{\theta_{it}}$  and  $b \equiv \overline{c} \frac{2\theta_{it}-1}{\theta_{it}}$ . Then substitute (A.11) into the budget constraint (5) (see manuscript) to get

(A.12) 
$$c_{it}^{f} - \overline{c} + \theta_{it} \left( e_{it}^{f} + e_{it}^{m} \right) / 2 = \theta_{it} y_{it} - 2\overline{c}\theta_{it}$$

Combining (A.10) and (A.12), and using (A.9), finally, gives

(A.13) 
$$e_{it}^{m} = \left(y_{it} - 2\overline{c} + z_t \gamma^f / 2\right) a_{it} \left(1 - \sigma\right) + \left(a_{it} \left(1 - \sigma\right) / 2 - 1\right) z_t \gamma^m$$

where

(A.14) 
$$a_{it} \equiv \frac{v\psi_{it}}{1 + \frac{1}{2}v\psi_{it}}$$

Eq. (A.13) represents the optimal education investment for sons. In order to get the one for daughters, substitute (A.13) into (A.9):

(A.15) 
$$e_{it}^{f} = (y_{it} - 2\overline{c} + z\gamma^{m}/2) \sigma a_{it} + z_{t}\gamma^{f} (\sigma a_{it}/2 - 1)$$

Combining (A.8), (A.13) and (A.15), one could easily solve for optimal time spending in children education, for daughters and sons.

#### A.3.2 Optimal Investment in Education

Thus, optimal investment in sons' and daughters' education, in terms of goods and time spending, are given by

(A.16a) 
$$e_{it}^{m*} = \left(y_{it} - \overline{c} + z\gamma^{f}/2\right) a_{it} (1 - \sigma) - \gamma^{m} (1 - a_{it} (1 - \sigma)/2) z$$

(A.16b) 
$$e_{it}^{J^*} = (y_{it} - \overline{c} + z\gamma^m/2) a_{it}\sigma - \gamma^J [(1 - a_{it}\sigma/2)] z$$

(A.16c)  $l_{it}^{j*}/e_{it}^{j*} = \eta/(\omega_t \upsilon)$ 

Eq. (A.16) shows that parental investment in children's education depends on their income, some basic needs ( $\overline{c}$ ), their sex preference ( $\sigma$ ), education technologies (v and  $\eta$ ), TFP and productivity parameters (A and  $\alpha$ ), and their psychic cost,  $\gamma$ . Given that  $\beta^f > \beta^m$  that women attach relatively more weight to the welfare of their children, the higher their bargaining power in the household decision-making process (higher  $\psi_{it}$ ) the higher becomes parental investment in children's human capital (Proposition 1, in the manuscript). Eq. (A.16c) captures the trade off between parental time spending and material investment in child education. The ratio  $l_{it}^j/e_{it}^j$  decreases in the farm wage rate  $\omega_t$  and depends on schooling technologies, v and  $\eta$ . If wages are higher, parents may prefer to allocate more time to work and compensate their children with more of material investment. According to (A.16a) and (A.16b), individuals with income below the subsistence level  $\overline{c}$  will not invest in the human capital of their children. Furthermore, since the last terms in (A.16a) and (A.16b) are positive, the presence of psychic costs creates additional pressure on parental investment in children's human capital.

Effective investments in children's education are given by, with respect to parental goods and time spending, respectively

(A.17a) 
$$e_{it}^j = \max\left(0, e_{it}^{j*}\right)$$

(A.17b) 
$$l_{it}^j = \max\left(0, l_{it}^{j*}\right)$$

There are thus three types of couples in the economy. The first are those couples whose consumption decision entail consuming the full amount of their income, and do not invest in their children's human capital due to their failure to meet the minimum consumption requirement ( $\overline{c} > 0$ ) and overcome their psychic cost ( $\gamma > 0$ ). The second are those who invest in only one of their children due to the presence of parental gender bias,  $\gamma^{j} \neq \gamma^{-j}$ . The third are those couples who invest in the human capital of both of their children.

Eq. (A.16) shows that individuals benefit from their opposite sex misfortunes (higher  $\gamma^{-j}$ ). Not only the non-pecuniary cost related to the ones gender but also the psychic cost associated to the opposite sex is important to a person's human capital accumulation. When parents are biased towards a particular gender of their child they tend to compensate that by investing more in the opposite sex. However, total saving (in a household),  $e_{it}^*$ , is lower than the case where there is no psychic cost,  $\gamma = 0$ . This is easily seen by adding (A.16a) and (A.16b):

(A.18) 
$$e_{it}^* = (y_{it} - \overline{c}) a_{it} - \left(\gamma^m + \gamma^f\right) (1 - a/2)$$

Total saving  $(e_{it}^*)$  in the case  $\gamma_i^j = 0$  and  $\gamma_i^{-j} \neq 0$  is smaller than total saving in the case where  $\gamma^j = \gamma^{-j} = 0$ . Therefore, parental gender bias can be a basis for inefficiency in the economy.

Combining  $l_{it} \equiv \left(l_{it}^m + l_{it}^f\right)/2$  and (A.16) gives total time spending in children education for the *i*th household:

(A.19) 
$$l_{it}^* = \left[ y_{it}a_{it} - 2\overline{c}a_{it} - (1 - a_{it}/2) z \left(\gamma^m + \gamma^f\right) \right] \eta / (2\omega_t \upsilon)$$

which is also lower than the case where there is no psychic cost,  $\gamma^j = \gamma^{-j} = 0$ . Using, (A.2) and (A.19), we can rewrite (A.1) as follows:

(A.20) 
$$y_{it}^{*} = \begin{cases} \xi_{it} + x_{it}\alpha \left(h_{it}^{f} + h_{it}^{m}\right) & \text{if } i = 1\\ \xi_{it} + \alpha x_{it}h_{it}^{f} & \text{if } i = 2\\ \xi_{it} + \alpha x_{it}h_{it}^{m} & \text{if } i = 3\\ \xi_{it} & \text{if } i = 4 \end{cases}$$

where

$$\xi_{it} \equiv x\omega_t + 2\overline{c}\eta \frac{\psi_{it}}{2 + \psi_{it}} + \frac{\eta/\upsilon}{2 + \psi_{it}} z_t \left(\gamma^m + \gamma^f\right)$$
$$x_{it} \equiv \frac{2 + \upsilon\psi_{it}}{2 + \psi_{it}}$$

(A.20) are couples' pooled incomes that consider optimal allocation of time spending in child rearing and work, given that couples choose to invest in their children's education. Apparently, factors that are important to  $l_{it}^{j*}$  are also important to  $y_{it}^*$ .

#### A.4 Optimal Human Capital

From Eqs. (4) (in the manuscript) and (A.16), we derive the jth offspring optimal human capital accumulation function, which also determines its mobility:

(A.21) 
$$h_{it+1}^{*j} = \begin{cases} \left( y_{it}^* - \overline{c} + z\gamma_i^f / 2 \right) a_{it} \left( 1 - \sigma \right) z^{-1} - \gamma_i^m \left( 1 - a_{it} \left( 1 - \sigma \right) / 2 \right) & \text{if } j = m \\ (y_{it}^* - \overline{c} + z\gamma_i^m / 2) \sigma a z^{-1} - \gamma_i^f \left( 1 - a_{it} \sigma / 2 \right) & \text{if } j = f \end{cases}$$

where  $y_{it}^*$  is defined in eq. (A.20).

It is straightforward to see that Proposition 1 (in the manuscript) and the preceding discussion also apply to individual optimal human capital. It follows that from (A.17) and (A.21), an individual's human capital who is born at time t is given by

(A.22) 
$$h_{it+1}^j = \max\left(0, h_{it+1}^{j*}\right)$$

Individuals with  $h_{it+1}^j = 0$  are destined to work in farm at t+1 and earn the farm wage rate  $\omega_{t+1}$  per unit of their labor supply. However, individuals with  $h_{it+1}^j = h_{it+1}^{j*} \neq 0$  will work in the non-farm sectors and earn the premium wage rate.

#### A.5 Intergenerational Linkage

Note that given that there are four groups of households at time t, at time t + 1 there could be a maximum of eight groups of heterogenous individuals, categorized based on their gender and family background, who will work in the non-farm sectors. These are four female and four male offsprings. One group of females and males are from farmer parents while the other are from nonfarmer parents. There is one more group of male and female offsprings with farmer fathers but non-farmer mothers; and another one, with farmer mothers but non-farmer fathers.

Formally, this is shown by combining (A.20) and (A.21), which gives the optimal human capital, for each group, associated to female,

$$(A.23) h_{it+1}^f = \begin{cases} \chi_{it}^f \sigma z^{-1} - q_{it}\gamma^f + \sigma \vartheta_{it} \left(h_{it}^m + h_{it}^f\right) & \text{if } i = 1\\ \chi_{it}^f \sigma z^{-1} - q_{it}\gamma^f + \sigma \vartheta_{it}h_{it}^f & \text{if } i = 2\\ \chi_{it}^f \sigma z^{-1} - q_{it}\gamma^f + \sigma \vartheta_{it}h_{it}^m & \text{if } i = 3\\ \chi_{it}^f \sigma z^{-1} - q_{it}\gamma^f & \text{if } i = 4 \end{cases}$$

and male offsprings,

(A.24) 
$$h_{it+1}^{m} = \begin{cases} \chi_{it}^{m} (1-\sigma) - p_{it}\gamma^{m} + (1-\sigma) \vartheta_{it} \left(h_{it}^{m} + h_{it}^{f}\right) & \text{if } i = 1\\ \chi_{it}^{m} (1-\sigma) - p_{it}\gamma^{m} + (1-\sigma) \vartheta_{it}h_{it}^{f} & \text{if } i = 2\\ \chi_{it}^{m} (1-\sigma) - p_{it}\gamma^{m} + (1-\sigma) \vartheta_{it}h_{it}^{m} & \text{if } i = 3\\ \chi_{it}^{m} (1-\sigma) - p_{it}\gamma^{m} & \text{if } i = 4 \end{cases}$$

where

$$\begin{split} \chi_{it}^{j} &\equiv \left(\omega_{t} - 2\overline{c} + z_{t}\gamma^{-j}\frac{1}{2\upsilon}\right)z_{t}^{-1}\frac{2\upsilon\psi_{it}}{2+\psi_{i}}\\ p_{it} &\equiv 1 - (1-\sigma)\frac{\psi_{it}}{2+\psi_{it}}\\ q_{it} &\equiv 1 - \sigma\frac{\psi_{it}}{2+\psi_{it}}\\ \vartheta_{it} &= \alpha a_{it}xz_{t}^{-1} = z_{t}^{-1}\alpha\frac{2\upsilon\psi_{it}}{2+\psi_{it}} \end{split}$$

Eqs. (A.23) and (A.24) capture the intergenerational linkages between the occupations (and human capital) of children and their parents, for daughters and sons, respectively.<sup>9</sup> In the first lines, offsprings who are working in the modern sector are linked with parents who worked in the same sector. In the second (third) lines, only the mothers (fathers) worked in the modern sector while the fathers (mothers) worked in the agriculture sector. The last lines show the upward mobility of sons and daughters of farmer parents.

The difference between the human capital of daughters and sons, in (A.23) and (A.24), respectively, arise due to differences in gender preferences ( $\sigma \neq \frac{1}{2}$ ) and gender bias,  $\gamma^m \neq \gamma^{f,10}$ 

 $<sup>^{9}</sup>$ We dropped the stars (\*) for simplicity.

<sup>&</sup>lt;sup>10</sup>An important distinction between the two types of parental gender bias ( $\gamma^m \neq \gamma^f$  and  $\sigma \neq \frac{1}{2}$ ) is made based on their short- and long-run impacts, respectively. For instance,  $\gamma^m < \gamma^f$  implies the marginal benefit of investing in sons is higher than that of daughters in the short run. In this case, when resources are meager, parents may prefer to allocate little resources to their daughters. However, such bias may decline, and eventually disappear, at the later

Differences between individuals of the same gender comes from heterogeneity in family occupational background.

#### A.6 Mobility Threshold

Let's define

(A.25) 
$$h_{it+1}^j \ge 0 \equiv \Omega_i^j \text{ and } h_{it+1}^j = 0 \equiv \overline{\Omega}_i^j$$

Then an individual works in the non-farm sectors iff  $\Omega_i^j > \overline{\Omega}_i^j$ . The individual works in farm, however, iff  $\Omega_i^j = \overline{\Omega}_i^j$ . The implicit function  $\overline{\Omega}_i^j$  thus defines critical points at which parents do not invest in their children human capital.<sup>11</sup> The higher  $\Omega_i^j$  becomes the more likely the individual becomes mobile. The mobility of two individuals can thus be compared and contrasted using the associated  $\Omega_i^j$ . For instance, if  $\Omega_2^m > \Omega_3^f$ , then sons whose mothers work in the non-farm sectors are more likely to show (upward) mobility than daughters whose fathers work in the same sectors.

Considering (A.23) and (A.24),  $\overline{\Omega}_i^j$  are given for females and males, respectively, as follows:

(A.26) 
$$\overline{\Omega}_{i}^{f} = \begin{cases} \omega + \alpha \left(h_{i}^{f} + h_{i}^{m}\right) - \left(\frac{z}{2\upsilon}\varrho_{i}^{f} + 2\overline{c}\right) & \text{if } i = 1\\ \omega + \alpha h_{i}^{f} - \left(\frac{z}{2\upsilon}\varrho_{i}^{f} + 2\overline{c}\right) & \text{if } i = 2\\ \omega + \alpha h_{i}^{m} - \left(\frac{z}{2\upsilon}\varrho_{i}^{f} + 2\overline{c}\right) & \text{if } i = 3\\ \omega - \left(\frac{z}{2\upsilon}\varrho_{i}^{f} + 2\overline{c}\right) & \text{if } i = 4 \end{cases}$$

and

(A.27) 
$$\overline{\Omega}_{i}^{m} = \begin{cases} \omega + \alpha \left( h_{it}^{f} + h_{it}^{m} \right) - \left( \frac{z}{2v} \varrho_{i}^{m} + 2\overline{c} \right) & \text{if } i = 1 \\ \omega + \alpha h_{i}^{f} - \left( \frac{z}{2v} \varrho_{i}^{m} + 2\overline{c} \right) & \text{if } i = 2 \\ \omega + \alpha h_{i}^{m} - \left( \frac{z}{2v} \varrho_{i}^{m} + 2\overline{c} \right) & \text{if } i = 3 \\ \omega - \left( \frac{z}{2v} \varrho_{i}^{m} + 2\overline{c} \right) & \text{if } i = 4 \end{cases}$$

 $where^{12}$ 

$$\begin{split} \varrho_i^f &\equiv \gamma^f \left( \frac{1}{\sigma} \frac{2 + \psi_i}{\psi_i} - 1 \right) - \gamma^m \\ \varrho_i^m &\equiv \gamma^m \left( \frac{1}{1 - \sigma} \frac{2 + \psi_i}{\psi_i} - 1 \right) - \gamma^f \end{split}$$

The first and fourth lines in (A.26) and (A.27) define critical points for individuals whose both stage of the development process. Particularly, for similar parental preferences towards sons and daughters,  $\sigma = \frac{1}{2}$ :

$$\lim_{h_{it+1}^{m} \to \infty} u'_{h_{it+1}} = \lim_{h_{it+1}^{f} \to \infty} u'_{h_{it+1}} = 0$$

<sup>11</sup>We drop the time subscripts as all variables are in contemporary terms.

<sup>12</sup>Time subscripts are dropped as all variables are in contemporaneous terms.

parents work in nonfarm and farm, respectively. The second (third) lines are related to mobility threshold for individuals only whose mothers (fathers) work in nonfarm.

According to (A.26) and (A.27), mobility threshold is the difference between the pooled income of a family and its basic needs plus the non-pecuniary costs. Once families are able to meet their basic needs, their children's mobility is determined by the parents attitude towards different gendered children. Therefore, the presence of mobility threshold largely depends on the presence of parental psychic cost. Given that  $\overline{c} > 0$  and  $\rho_i^j > 0$ , there will be some parents that fall short of investing in their children education, condemning them to work in the low-paying farm work.<sup>13</sup>

 $\varrho_i^j$  captures *effective* parental gender bias. The higher it is, the less mobile the particular child becomes. It is the psychic cost related to the *j*th person weighted by relative bargaining power of the couples and parental sex preference, net of the psychic cost associated to the opposite sex. For instance, the higher  $\varrho_i^f$  becomes the more parents are biased towards their sons (the lower  $\gamma^m$ ), making their daughters less mobile. However, the more an individual is favored by his/her parents (as reflected on  $\sigma$ ) or the higher the bargaining power of the women (the higher  $\psi_i$ ), the lesser  $\varrho_i^j$  becomes. This is quite intuitive given that women are assumed to put relatively more weight in the welfare of their children, showing more willingness to allocate household resources to their children's education.

The IG mobility are thus a function of many aggregate and individual factors. It depends, for instance, on aggregate productivity parameters  $(A, \alpha \text{ and } h)$ ; it also depends on a parent's education level or occupation type (whether  $h_i^j \neq 0$  or not), relative bargaining power of couples (as captured in  $\psi_i$ ), the psychic cost specific to ones child gender  $(\gamma^j)$ , parental sex preference  $(\sigma)$ , the level of subsistence consumption  $(\overline{c})$  and education technologies  $(\eta \text{ and } v)$ :

(A.28) 
$$\Omega_i^j = \mathcal{F}\left(A, \overline{c}, \alpha, \eta, \upsilon, \sigma, h, \psi_i, h_i^j, h_i^{-j}, \gamma^j, \gamma^{-j}\right)$$

#### A.7 Proofs for the Propositions

#### A.7.1 Proposition 1

**Proof.** (i) It is straightforward to see, from (A.16),  $e_{it}^{j*}$  and  $l_{it}^{j*}$  increase in  $\gamma^{-j}$ . (ii) Given that  $\beta^{f} > \beta^{m}$ ,  $\partial e_{it}^{j*}/\partial \psi_{it} > 0$  and  $\partial l_{it}^{j*}/\partial \psi_{it} > 0$ . (iii) See (A.18) and (A.19) and the related discussion.

#### A.7.2 Proposition 2

**Proof.** Given  $\beta^f > \beta^m$ , higher  $\theta_i$  implies higher  $\psi_i$ , which in turn implies lower  $\varrho_i^j$  and hence higher  $\Omega_i^j$ .

<sup>&</sup>lt;sup>13</sup>On the contrary, if  $\overline{c} = \varrho_i^j = 0$ , then *all* parents invest in their children human capital, regardless of their initial endowment or family occupation composition, leading to a complete IG mobility.

#### A.7.3 Proposition 3

**Proof.** Given,  $h_i^m = h_i^f$ , and considering Eq. (2) (in the manuscript) and (A.4), we have  $\psi_2 > \psi_1 = \psi_4 > \psi_3$ . Then , from (A.26) and (A.27),  $\Omega_2 > \{\Omega_3, \Omega_4\}$  and  $\Omega_1 > \{\Omega_3, \Omega_4\}$ 

However, the relations between children from group 1 and 2 households, and between children from group 3 and 4 households are ambiguous. For instance, the bargaining power of the mothers for households in group 2 is higher than that of the mothers in group 1 households ( $\psi_2 > \psi_1$ ), implying a higher IG mobility in the former. But, the fact that both parents of households in group 1 work in the modern sector makes mobility relatively more likely in this group of households. The same analysis applies when comparing individuals in group 3 and 4 households. Although the bargaining power of the mothers is relatively higher in the group 4 households, this would be compromised by the fact that both parents in this group work in the farm.

#### A.7.4 Proposition 4

**Proof.** From (2), (A.4) and considering  $h_i^m > h_i^f$ , we know  $\psi_2 > \psi_4 > \psi_1 > \psi_3$ . Then, from (A.26) and (A.27): (i)  $\Omega_i^m > \Omega_i^f$ , (ii)  $\Omega_2^j > \Omega_4^j$  and (iii)  $\Omega_1^j > \Omega_3^j$ .

With respect to the relative mobility between the opposite sex, it follows from Proposition 4: (i) Sons whose mothers work in nonfarm are more likely to work in nonfarm than daughters whose both parents work in farm. (ii) Sons whose both parents work in nonfarm are more likely to work in nonfarm than daughters whose fathers work in nonfarm.

The relative mobility of sons (daughters) between group 1 and 2, between group 2 and 3 and between group 1 and 4 households are ambiguous. Although the intra-household bargaining power of the mothers is relatively larger in group 2 households than group 1 and 3 households, the human capital of group 2 of households is relatively smaller compared to the human capital of the households in group 1 and group 3. Similarly, mobility in group 1 households (where both parents work in the non-farm sectors) is not necessarily higher than mobility in group 4 households (where both parents work in farm). Because, even though there is relatively larger human capital in group 1 households, the bargaining power of the mothers is relatively better in group 4 households.

## **B** Appendix for Data

Nigeria General Household Survey (NGHS) is a nationwide survey that collects detailed information on demographic characteristics, education, health, employment, time use and migration of household head and household members. The survey includes parental background information (education and occupation) of all household members, regardless of whether the parent is alive or, resides in the same household. NGHS is one of the very few national representative panel survey available in developing countries that collects information on adult's parental background.

#### **B.1** Summary Statistics

We consider individuals between the ages of 15 and 65 years who have been active in the labor market in the last 12 months at the time of data collection. We use both restricted/sub-sample and un-restricted samples of children, each one having its own advantages and disadvantages. The un-restricted sample includes all adult individuals for whom we observe the parents' education and occupation status regardless of whether they are alive or reside in the same household while the restricted sample includes only young adults who still live with their parents. Most of existing intergenerational studies in developing countries rely solely on cohabitation in identifying parent-child pairs. There are two major concerns regarding this. First, coresidence may lead to a sample selection problem that biases the intergenerational persistence coefficient downward. For instance, Francesconi and Nicoletti (2006) and Azam and Bhatt (2012) document a substantial bias in intergenerational educational persistence when constructing father-son pairs in the UK and India, respectively. Second, coresidence overrepresents younger adults who are still living with their parents, which in turn restricts the analysis to un-representative young population (Hnatkovska, Amartya and Sourabh, 2013; Jalan and Murgai, 2007).

While the un-restricted sample tackles these issues, the restricted/sub-sample sample provides the opportunity to assess the effect of life course variation of parental characteristics on intergenerational occupational mobility. We thus repeat our main analysis using a sample of children who are still living with their parents. This enables us to compare the contribution of maternal and paternal occupation observed at different ages to children's occupational choice (see Table B.2 for summary statistics of this sample). In addition, the sub-sample sample gives us the luxury to use additional proxies for women bargain power.<sup>14</sup> For the un-restricted sample, we use a dummy indicator for women empowerment – whether or not the mother's educational attainment is higher than that of the father. Women are expected to have more bargaining power when they attain more education than their partners. In the restricted sample, however, we interact education with age differences within couples to measure the *intensity of women empowerment*. Women are expected to be more empowered when they are younger and have higher educational attainment than their husbands.

Table B.1 and B.2 show the summary statistics, which includes the mean and standard deviation of each variables. NGHS covers a panel sample of 5000 households and 28,747 individuals that spread over six zones in rural and urban areas. The majority of the population (about 50%) in the survey engaged in agriculture while about 47% of the population are male and have 6 years of schooling on average. Nigerian households are large, with slightly more than seven members in a household on average. The families are multi-generational and they are extended both horizontally and vertically; about 6% of household members in the un-restricted sample are neither the household head nor a spouse or a child. Polygamous unions are also common. About 16% of married individuals are engaged in this type of relationship. In addition to the usual information on individual characteristics, the survey collects information on mothers' and fathers' highest education

 $<sup>^{14}</sup>$ The literature has used various bargaining power measures depending on data availability such as relative education, employment type, asset ownership. See Doss (2013) for a survey of the literature.

level, and the main industry of their occupation. On average, children have more years of schooling (7 years) than their fathers (3 years) and their mother (2 years). About 21% of mothers have more years of schooling than fathers. About 70% and 47% of fathers and mothers are mainly engaged in the primary sector, respectively. More mothers (about 38%) are engaged in the service sector than fathers (about 24%). More statistical addendum of NGHS is available on Living Standards Measurement Study (LSMS) website of the World Bank.<sup>15</sup>

In all estimations, we include a number of main and control variables including parental years of schooling, age, household consumption, household size, sex, marital status, regional and time dummies. Parents' years of schooling is used as a proxy for their human capital. Children education and age are proxies to their human capital, representing the level of their education and work experience, respectively. Household consumption, marital status, and household size are used to control taste, preference and income related heterogeneity between children. Regional and time dummies capture structural changes in occupation across generation, differences in modern-sector job availability and other regional and time-specific determinants of occupational choices (such as peer effects, agglomeration forces, and cohort effects).

Group(Variable)	Mean	Std. Dev. $^{c}$	$Min.^{a}$	$Max.^{b}$
<b>Dependent</b> : Children's sector				
1=primary (base), 2=Secondary, 3=Tertiary				
Controls:				
Consumption $(10,000)$	70.395	95.930	1.516	6,789.529
Age	33.300	14.064	15	65
Household size	7.297	3.484	1	31
Years of schooling	6.589	5.385	0	18
Father schooling	3.20	4.936	0	18
Mother schooling	2.196	4.036	0	18
Mother more schooling	0.206			
Sex	0.527			
Father primary sector	0.696			
Father secondary sector	0.066			
Father tertiary sector	0.238			
Mother primary sector	0.473			
Mother secondary sector	0.147			
Mother tertiary sector	0.380			
Married	0.558			
North-Central Zone	0.169			
		Continu	ied on ne	ext page

Table B.1 – Descriptive statistics for the un-restricted sample

<sup>15</sup>See http://go.worldbank.org/IFS9WG7EO0.

Group(Variable)	Mean	Std. Dev. <sup><math>c</math></sup>	$Min.^{a}$	$Max.^{b}$
North-East Zone	0.186			
North-West Zone	0.197			
South-East Zone	0.147			
South-South Zone	0.163			
South-West Zone	0.138			
Year 2011	0.504			
Year 2013	0.496			

Note. Number of observations: 28,402 over all waves.

 $^{a,b}$  Min. and Max. are not reported for binary variables as per 0 and 1 respectively.

 $^c$  Standard Deviation for binary variables can be retrieved using  $\sqrt{p(1-p)}$ 

where  $\boldsymbol{p}$  is the probability of event.

Group(Variable)	Mean	Std. Dev. <sup><math>c</math></sup>	$Min.^{a}$	$Max.^{b}$
Dependent: Children's sector				
1=primary (base), 2=Secondary, 3=Tertiary				
Controls:				
Consumption $(10,000)$	13.353	0.746	9.626	16.481
Age	20.469	5.469	15	65
Household size	7.30	3.48	1	31
Years of schooling	8.697	3.506	3	31
Father schooling	5.567	5.585	0	18
Mother schooling	4.202	4.882	0	18
Mother more schooling	0.256			
Mother older educated	0.040			
Mother younger educated	0.215			
Mother older less educated	0.151			
Mother younger less educated	0.592			
Sex	0.381			
Father primary sector	0.586			
Father secondary sector	0.087			
Father tertiary sector	0.328			
Mother primary sector	0.434			
Mother secondary sector	0.104			
Mother tertiary sector	0.461			
		Continued	on next	page

 ${\bf Table \ B.2} - {\rm Descriptive \ statistics \ for \ the \ restricted/sub-sample}$ 

Group(Variable)	Mean	Std. Dev. <sup><math>c</math></sup>	$Min.^{a}$	$Max.^{b}$
Married	0.026			
North-Central Zone	0.172			
North-East Zone	0.192			
North-West Zone	0.196			
South-East Zone	0.151			
South-South Zone	0.168			
South-West Zone	0.121			
Year 2011	0.477			
Year 2013	0.523			

Note. Number of observations: 7,160 over all waves.

 $^{a,b}$  Min. and Max. are not reported for binary variables as per 0 and 1 respectively.

<sup>c</sup> Standard Deviation for binary variables can be retrieved using  $\sqrt{p(1-p)}$ 

where p is the probability of event.

#### B.2 Sectoral Shift

Sectoral shift is one of the determinants of intergenerational mobility across occupations. If there are more jobs created in the non-agricultural sector than it used to be, the number of individuals working in the modern (secondary and tertiary) sectors whose parents worked or are still working in agriculture sector declines. Following Bossuroy and Cogneau (2013), we call this gross mobility across generations. Figure 1 plots the proportion of individuals working in each sector across 10 years birth cohorts for both genders. Despite nearly 20 years of growth in Nigeria, agriculture still represents a large share of employment. But still, there has been a significant shift of labor force participation from agriculture to the manufacturing and service sectors. In the youngest cohort, there is an increase in the proportion of individuals who are engaged in the agriculture sector. This doesn't not necessarily correspond to the slowdown of structural change;<sup>16</sup> rather, it corresponds to the age of individuals in the last cohort. Individuals in this cohort are still young (aged between 15 and 27) at the time of the survey; and, entry to non-agriculture sector mostly happens in the later life cycle due to queuing effects (unemployment) in the labor market. Comparing the first (the oldest) and the fourth (the second youngest) cohorts, the rate of structural change (a decline in the share of primary sector jobs) is about 26%. The declining rate varies across gender: comparing the youngest and the oldest cohort, we document about 31% and 17% decline in the proportion of female and male workers in the agriculture sector, respectively (see panel B and C of figure 1).

The descriptive analysis seems to suggest that there is a significant difference on intergenerational occupation mobility between men and women. In section 3, this is further investigated using

<sup>&</sup>lt;sup>16</sup>Structural change is loosely defined as a decline in the share of primary sector jobs.

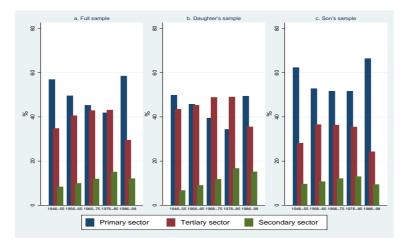


Figure 1 – Proportion of jobs across 10 years birth cohort

an econometric model that overcomes the challenges that arise due to unobservable heterogeneity.<sup>17</sup>

## C Appendix for Results

The econometric specification is the empirical analogue of Eq. (A.28) for which we specify a multinomial logit model. To maximize the associated likelihood function, we must integrate over the distribution  $\varphi(\eta)$ . We use the simulated maximum likelihood method, which is given by:

(C.1) 
$$\mathscr{L}_{\text{sim}} = \prod_{i=1}^{N} \frac{1}{R} \sum_{r=1}^{R} \prod_{t=2}^{T_i} \prod_{s=1}^{S} \left( \frac{\exp(\mathbf{x}_{it}\boldsymbol{\beta}_s + \eta_s^r)}{\sum\limits_{l=1}^{S} \exp(\mathbf{x}_{it}\boldsymbol{\beta}_{sl} + \eta_l^r)} \right)^{\kappa_{ist}}$$

where R is the number of draws values from the distribution of the unobserved heterogeneity distribution.<sup>18</sup>

The coefficients reported are the average marginal effects of the explanatory variables on the log odds ratios  $[\mathbb{P}_{is}(t)/\mathbb{P}_{i1}(t)]$  for s = 1, 2, 3. For continuous control variables  $\mathbf{x}^k$ , the marginal effect

<sup>&</sup>lt;sup>17</sup>Intergenerational mobility studies have been fraught with econometric challenges that arise due to unobservable heterogeneity – heredity of genetic endowments such as ability and preference across generations. Previous studies attribute the partial, but high correlations between parents' and children's outcomes to nature and nurture *interalia* (Becker and Tomes, 1986; Haveman and Wolfe, 1995; Black and Devereux, 2011; Checchi, Fiorio and Leonardi, 2013). Nature refers to a genetic transmission of the ability of a parent to a child: able parents have a higher chance to have more able children that can attain higher levels of education and hence higher income. Nurture pertains to a parent's time and investment on her child's human capital. The standard approach to tackle unobserved heterogeneity is to use instrumental variables. In this study, we use multinomial logit model for panel data with unobserved heterogeneity.

 $<sup>^{18}</sup>$ The simulation is based on Halton sequences draws. For each draw, the likelihood is evaluated and averaged over the R draws. We use 50 draws.

computed as:

(C.2) 
$$\tilde{\beta}_s = \frac{\partial \mathbb{P}_s}{\partial x_s^k} = \mathbb{P}_s \left( \beta_s^k - \sum_{l=1}^S \beta_l^k \mathbb{P}_l \right)$$

Parameters (C.2) are affected by unobserved heterogeneity. In the case of discrete variables, Eq. (C.2) does not apply and the marginal effects are computed as the difference in the predicted probabilities evaluated at alternative values of discrete variables. In the sequel, the marginal effects are computed at means and at zero unobserved heterogeneity. The later choice is consistent with our specification, as expected value of the random heterogeneity effect is null.

 $\label{eq:table C.1} \textbf{Table C.1} - \textbf{Estimation results (average marginal effects) for the pooled model (model without heterogeneity)}$ 

	Full sa	ample	Daug	ghters	So	ns
Variable	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Err.
Sector: Primary (base)						
Consumption (in log)	-0.118***	0.007	-0.105***	0.014	-0.109***	0.015
Age	-0.015***	0.002	-0.016***	0.004	-0.018***	0.004
Age squared	0.0002***	0.000	0.0002***	0.000	$0.0002^{***}$	0.000
Household size	$0.018^{***}$	0.001	$0.015^{***}$	0.003	$0.021^{***}$	0.003
Years of schooling	-0.013***	0.001	-0.009***	0.003	-0.016***	0.002
Father schooling	-0.001	0.002	0.001	0.004	-0.002	0.003
Mother schooling	0.0003	0.002	-0.0004	0.005	0.002	0.004
Mother more schooling	-0.030***	0.011	-0.007	0.023	-0.060***	0.022
Sex	-0.177***	.008				
Father in primary sector	0.226***	0.031	$0.152^{**}$	0.071	$0.298^{***}$	0.059
Father in tertiary sector	0.027	0.032	0.044	0.075	.033	0.051
Mother in primary sector	$0.234^{***}$	0.013	$0.397^{***}$	0.050	$0.102^{***}$	0.027
Mother in tertiary sector	-0.029**	0.013	0.025	0.048	-0.044	0.027
Married	-0.094***	0.011	-0.071***	0.022	-0.021	0.037
North-Central Zone	0.002	0.013	$0.105^{***}$	0.040	-0.057**	0.027
North-East Zone	0.045***	0.012	$0.156^{***}$	0.041	-0.015	0.028
South-East Zone	0.014	0.016	$0.199^{***}$	0.044	-0.147***	0.034
South-South Zone	-0.059***	0.017	0.118***	0.045	-0.187***	0.036
South-West Zone	-0.097***	0.018	0.023	0.051	-0.154***	0.035
Year 2013	0.090***	0.009	0.094***	0.020	0.066***	0.019
Sector: Secondary						
Consumption (in log)	0.013***	0.004	-0.008	0.009	0.025***	0.009
				Co	ontinued on ne	xt page

					Table C.1 –	continued	
	Full sa	ample	Daug	hters	Sons		
Variable	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Err.	
Age	0.0004	0.001	0.003	0.003	.002	.003	
Age squared	-0.00002	0.00003	-0.00005	0.00004	-0.00002	0.000	
Household size	-0.003***	0.0009	0.0009	0.002	-0.009***	0.002	
Years of schooling	-0.001*	0.0005	-0.003*	0.002	0.001	0.001	
Father schooling	-0.0003	0.0008	0.0004	0.002	-0.001	0.001	
Mother schooling	$0.002^{*}$	0.001	0.004	0.002	0.0002	0.002	
Mother more schooling	0.017***	0.007	0.011	0.016	0.026*	0.014	
Sex	0.022***	0.005					
Father in primary sector	-0.169***	0.016	-0.126***	0.037	-0.203***	0.032	
Father in tertiary sector	-0.104***	0.009	-0.099***	0.023	-0.110***	0.015	
Mother in primary sector	-0.119***	0.008	-0.190***	0.018	-0.029	0.025	
Mother in tertiary sector	-0.049***	0.007	-0.084***	0.015	0.004	0.024	
Married	0.036***	0.007	-0.002	0.018	0.008	0.022	
North-Central Zone	-0.026***	0.008	-0.083***	0.014	0.057*	0.031	
North-East Zone	0.023***	0.009	0.008	0.017	0.026	0.036	
South-East Zone	-0.003	0.011	-0.088***	0.018	0.104***	0.038	
South-South South-South	0.015	0.011	-0.100***	0.017	0.147***	0.040	
South-West Zone	-0.009	0.009	-0.103***	0.016	0.101***	0.036	
Year 2013	-0.026***	0.006	-0.016	0.012	-0.029**	0.013	
Sector: Tertiary							
Consumption (in log)	0.105***	0.007	0.113***	0.013	0.085***	0.013	
Age	0.014***	0.002	0.013***	0.004	0.016***	0.004	
Age squared	-0.0001***	0.000	-0.0001**	0.000	-0.0002***	0.000	
Household size	-0.015***	0.001	-0.016***	0.003	-0.012***	0.003	
Years of schooling	$0.014^{***}$	0.001	0.012***	0.002	0.015***	0.001	
Father schooling	0.001	0.001	-0.001	0.003	0.003	0.002	
Mother schooling	-0.002	0.002	-0.003	0.004	-0.002	0.003	
Mother more schooling	0.013	0.009	-0.004	0.021	$0.034^{*}$	0.019	
Sex	$0.154^{***}$	0.008		_			
Father in primary sector	-0.057*	0.022	-0.026	0.052	-0.094**	0.040	
Father in tertiary sector	$0.077^{***}$	0.028	0.055	0.064	$0.077^{*}$	0.043	
Mother in primary sector	-0.115***	0.013	-0.207***	0.042	-0.073***	0.024	
Mother in tertiary sector	0.079***	0.013	0.058	0.041	0.040*	0.024	
Married	0.059***	0.010	0.073***	0.021	0.013	0.033	
North-Central Zone	0.025***	0.012	-0.021	0.034	-0.0005	0.028	
North-East Zone	-0.068***	0.012	-0.164***	0.032	-0.011	0.028	
South-East Zone	-0.012	0.015	-0.111***	0.038	0.042	0.034	
South-South Zone	0.043***	0.015	-0.017	0.039	0.040	0.033	

Table C.1 – continued

Continued on next page...

					Table C.1 –	continued	
	Full san	nple	Daugh	iters	Sons		
Variable	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Err.	
South-West Zone	0.106***	0.016	$0.081^{*}$	0.046	0.053	0.033	
Year 2013	-0.064***	0.009	-0.078***	0.018	-0.038**	0.017	
Log likelihood	-14501.	006	-7078.503		-6555.901		
Wald $\chi_2(d.o.f)^a$	4593.9	91	3317.	.47	2354.96		
$d.o.f^a$	40		38		38		
$Prob > \chi_2$	0.000		0.00	0.000		0.000	
# Observations	1900	1	965	4	934	9347	

Notes:  $^a$  d.o.f=degree of freedom of the Wald statistic.

Significance levels: \*: 10% \*\*: 5% \*\*\*: 1%

2

 ${\bf Table} \ {\bf C.2-} {\rm Estimation\ results\ (average\ marginal\ effects)\ for\ the\ model\ with\ unobserved\ heterogeneity}$ 

	Full s	mplo	Daug	htors	So	ng
Variable	Coef.	Std. Err.	Coef.	Std. Err.		
variable	0001.	Stu. LII.		Dia. Lii.		Std. Err.
Sector: Primary (base)						
Consumption (in log)	-0.109***	0.007	-0.092***	0.008	-0.085***	0.008
Age	-0.019***	0.002	-0.016***	0.002	-0.019***	0.002
Age squared	0.0002***	0.000	0.0002***	0.00003	0.0002	0.00003
Household size	0.019***	0.002	$0.014^{***}$	0.002	$0.018^{***}$	0.002
Years of schooling	-0.015***	0.001	-0.010***	0.001	-0.016***	0.001
Father schooling	-0.003*	0.001	-0.0002	0.002	-0.003**	0.001
Mother schooling	0.00008	0.002	-0.0007	0.002	0.001	0.002
Mother more schooling	-0.041***	0.012	-0.011	0.014	-0.061***	0.013
Sex	-0.215***	0.009				
Father in primary sector	$0.342^{***}$	0.026	0.180***	0.032	$0.412^{***}$	0.038
Father in tertiary sector	0.025	0.023	0.025	0.028	0.018	0.023
Mother in primary sector	0.322***	0.020	$0.567^{***}$	0.028	$0.094^{***}$	0.018
Mother in tertiary sector	-0.055***	0.017	0.022	0.018	-0.073***	0.018
Married	-0.117***	0.011	-0.087***	0.013	-0.032**	0.015
North-Central Zone	0.003	0.016	0.110***	0.020	-0.061***	0.018
North-East Zone	$0.067^{***}$	0.016	$0.170^{***}$	0.021	-0.020	0.017
South-East Zone	0.015	0.019	$0.215^{***}$	0.026	-0.156***	0.023
South-South Zone	-0.068***	0.019	$0.118^{***}$	0.023	-0.196***	0.024
South-West Zone	-0.144***	0.021	-0.001	0.024	-0.182***	0.025
Year 2013	0.080***	0.007	0.081***	0.008	$0.051^{***}$	0.008
				С	ontinued on ne	ext page

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	Full sa	mple	Daug	htors	Sons		
Variable	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Err	
Sector: Secondary							
Consumption (in log)	0.008**	0.003	-0.010	0.006	0.010**	0.00	
Age	0.0003	0.003	-0.010	0.000	2.81e-06	0.00	
Age squared	-0.00001	0.001	-0.00003	0.0002	-2.95e-06	0.0000	
Household size	-0.003***	0.001	0.0009	0.0002	-0.005***	0.00	
Years of schooling	-0.0009*	0.001	-0.003***	0.001	0.0001	0.000	
Father schooling	-0.0005	0.0007	0.0005	0.001	-0.001	0.000	
Mother schooling	0.001*	0.0008	0.003	0.001	0.0003	0.00	
Mother more schooling	0.014**	0.0008	0.010**	0.001	0.018***	0.00	
Sex	0.014 $0.013^{**}$	0.005	0.010	0.010	0.010	0.00	
Father in primary sector	-0.217***	0.000	-0.142***	0.022	-0.253***	0.03	
Father in tertiary sector	-0.104***	0.021	-0.142	0.022	-0.126***	0.03	
Mother in primary sector	-0.107***	0.000	-0.220***	0.016	-0.022**	0.01	
Mother in tertiary sector	-0.050***	0.010	-0.105***	0.013	0.001	0.01	
Married	0.027***	0.006	-0.008	0.011	0.001	0.00	
North-Central Zone	-0.024***	0.007	-0.086***	0.011	0.048***	0.00	
North-East Zone	0.013	0.009	0.000	0.013	0.040	0.01	
South-East Zone	-0.008	0.009	-0.091***	0.015	0.088***	0.01	
South-South Zone	0.005	0.009	-0.104***	0.011	0.128***	0.02	
South-West Zone	-0.011	0.009	-0.104	0.010	0.089***	0.02	
Year 2013	-0.016***	0.004	-0.009	0.007	-0.016***	0.00	
Sector: Tertiary							
Consumption (in log)	0.102***	0.007	0.102***	0.009	0.075***	0.00	
Age	0.018***	0.002	0.015***	0.003	0.019***	0.00	
Age squared	-0.0002***	0.00002	-0.0001***	0.00004	-0.0002***	0.0000	
Household size	-0.016***	0.002	-0.015***	0.002	-0.013***	0.00	
Years of schooling	0.016***	0.001	0.013***	0.002	0.016***	0.00	
Father schooling	0.003**	0.001	-0.0003	0.002	0.005***	0.00	
Mother schooling	-0.002	0.002	-0.003	0.002	-0.002	0.00	
Mother more schooling	0.026**	0.012	0.002	0.016	$0.042^{***}$	0.01	
Sex	0.202***	0.009				_	
Father in primary sector	-0.125***	0.025	-0.038	0.031	-0.158***	0.03	
Father in tertiary sector	0.078***	0.023	0.086***	0.029	0.107***	0.02	
Mother in primary sector	-0.215***	0.018	-0.346***	0.028	-0.072***	0.01	
Mother in tertiary sector	0.105***	0.017	0.083***	0.022	0.072***	0.01	
Married	0.090***	0.011	0.095***	0.015	0.024	0.01	

					Table C.2 $-$	continued	
	Full san	nple	Daught	ters	Sons		
Variable	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Err.	
North-Central Zone	0.021	0.016	-0.024	0.021	0.012	0.021	
North-East Zone	-0.079***	0.015	-0.182***	0.021	-0.001	0.019	
South-East Zone	-0.007	0.018	-0.123***	0.026	$0.067^{**}$	0.027	
South-South Zone	0.063***	0.018	-0.014	0.024	0.068**	0.027	
South-West Zone	$0.155^{***}$ $0.020$		0.107***	0.026	0.093***	0.027	
Year 2013	-0.064***	0.007	-0.072***	0.010	-0.035***	0.009	
$\sigma^2_{\eta_{i2}}$	14.949***	1.228	10.623***	1.427	9.712***	1.244	
$\sigma^2_{\eta_{i3}}$	$13.162^{***}$	0.941	11.801***	1.226	9.086***	0.989	
$\sigma_{\eta_{i2}\eta_{i3}}$	$0.825^{***}$	0.019	0.850***	0.027	$0.692^{***}$	0.047	
Log likelihood	-13413.	355	-6655.1	016	-6125	.258	
Wald $\chi_2(\text{d.o.f})^a$	862.3	8	465.6	4	48	0	
$d.o.f^a$	20		19		19		
$Prob > \chi_2$	0.000	)	0.000	)	0.000		
# Observations	1900	1	9654	ł	9347		

Notes:  $^{a}$  dof=degree of freedom of the Wald statistic.

Significance levels: \*: 10% \*\*: 5% \* \*\*: 1%

		Full s	ample			Daug	ghters			S	ons	
	Poo		Heterog		Poole		Heteroge	0	Pool		Heteroge	b
Variable	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Er
Sector: Primary (base)												
Consumption (in log)	-0.031*	0.018	-0.028***	0.010	-0.055	0.054	-0.055***	0.018	-0.015	0.029	-0.010	0.01
Age	0.004	0.006	.004	.004	-0.008	0.054	-0.008	0.011	0.009	0.020	0.008	0.0
Age squared	-0.0001	0.0001	-0.0001	0.00008	0.0002	0.001	0.0002	0.0002	-0.0003	0.0004	-0.0002	0.00
Household size	$0.009^{***}$	0.003	$0.009^{***}$	0.003	0.009	0.009	$0.009^{***}$	0.003	$0.009^{*}$	0.005	$0.009^{***}$	0.0
Years of schooling	-0.005**	0.002	-0.005***	0.002	-0.002	0.008	-0.003	0.003	-0.006*	0.003	-0.006***	0.0
Father schooling	-0.004*	0.002	-0.004***	0.001	-0.005	0.007	-0.005**	0.002	-0.003	0.004	-0.003**	0.0
Mother schooling	0.0006	0.003	0.0004	0.002	0.0009	0.008	0.0009	0.003	-0.0006	0.005	-0.0004	0.0
Mother more schooling	-0.054**	0.024	-0.049***	0.014	-0.065	0.075	-0.064**	0.025	-0.044	0.038	-0.040**	0.0
Sex	-0.056***	0.021	-0.051***	0.011	_						_	
Father in primary	$0.444^{***}$	0.078	$0.482^{***}$	0.045	$0.376^{*}$	0.205	$0.376^{***}$	0.056	0.499***	0.129	$0.568^{***}$	0.0
Father in tertiary	0.013	0.053	0.015	0.025	-0.008	0.162	-0.015	0.045	0.033	0.079	0.038	0.0
Mother in primary	0.192***	0.034	$0.182^{***}$	0.026	0.287***	0.108	0.282***	0.047	0.140**	0.054	0.134***	0.0
Mother in tertiary	-0.051*	0.027	-0.055***	0.020	-0.020	0.093	-0.023	0.035	$-0.072^{*}$	0.043	-0.073***	0.0
Married	-0.042	0.053	-0.032	0.037	-0.052	0.172	-0.047	0.070	-0.025	0.085	-0.023	0.0
North-Central Zone	-0.0002	0.029	0.002	0.019	-0.004	0.118	-0.003	0.039	0.008	0.042	0.008	0.0
North-East Zone	-0.024	0.025	-0.022	0.019	-0.036	0.107	-0.035	0.038	-0.015	0.042	-0.015	0.0
South-East Zone	0.075**	0.037	-0.070***	0.023	-0.070	0.129	-0.068	0.043	-0.078	0.064	-0.072**	0.0
South-South Zone	-0.137***	0.042	-0.119***	0.023	-0.108	0.123	-0.105**	0.045	-0.148**	0.070	-0.129***	0.0
South-South Zone	-0.137	0.042	-0.070***	0.024	-0.054	0.142 0.179	-0.105	0.045	-0.148	0.070	-0.068**	0.0
Year 2013	0.048	0.033	0.040***	0.020	0.122	0.175	0.120***	0.024	0.011	0.053	-0.008	0.0
Tear 2013	0.048	0.034	0.040	0.013	0.122	0.105	0.120	0.024	0.011	0.055	0.005	0.0
Sector: Secondary												
Consumption (in log)	0.009	0.012	0.006	0.008	-0.004	0.032	-0.005	0.016	0.016	0.021	0.012	0.0
Age	-0.005	0.005	-0.003	0.004	0.024	0.112	0.022	0.019	-0.007	0.011	-0.005	0.0
Age squared	0.00007	0.00008	0.00003	0.00008	-0.0006	0.002	-0.0006	0.0005	0.0001	0.0002	0.0001	0.00
Household size	-0.0004	0.002	-0.0006	0.002	0.003	0.005	0.003	0.003	-0.003	0.004	-0.002	0.0
Years of schooling	0.002	0.002	0.001	0.001	0.0008	0.005	0.0009	0.003	0.002	0.003	0.001	0.0
Father schooling	-0.002	0.002	-0.001	0.001	0.001	0.004	0.001	0.002	-0.005*	0.002	-0.004**	0.0
Mother schooling	0.0007	0.002	0.0007	0.001	-0.001	0.005	-0.001	0.002	0.003	0.003	0.002	0.0
Mother more schooling	$0.029^{*}$	0.016	0.024**	0.012	0.068	0.050	$0.067^{***}$	0.024	0.006	0.027	0.003	0.0
Sex	0.030**	0.014	$0.024^{**}$	0.010								
Father in primary	-0.326***	0.046	-0.349***	0.029	-0.318**	0.126	-0.325***	0.041	-0.344***	0.079	-0.376***	0.0
Father in tertiary	-0.212***	0.024	-0.232***	0.021	-0.230***	0.068	-0.237***	0.028	-0.206***	0.041	-0.232***	0.0
Mother in primary	-0.087***	0.022	-0.072***	0.017	-0.153**	0.061	-0.147***	0.033	-0.040	0.042	-0.031	0.0
Mother in tertiary	-0.042**	0.021	-0.036**	0.016	-0.073	0.062	-0.071**	0.031	-0.016	0.037	-0.014	0.0
Married	0.072	0.049	0.059	0.042	0.047	0.176	0.041	0.078	0.053	0.080	0.049	0.0
North-Central Zone	0.012	0.024	0.007	0.012	-0.021	0.070	-0.022	0.034	0.017	0.040	0.014	0.0
North-East Zone	0.008	0.024	0.007	0.015	-0.008	0.066	-0.0022	0.033	0.008	0.037	0.007	0.0
South-East Zone	0.008	0.022	0.019	0.018	-0.008	0.000	-0.011	0.033	0.044	0.055	0.039	0.0
South-South Zone	0.057*	0.023	0.041*	0.023	0.015	0.075	0.011	0.040	0.044	0.059	$0.054^{*}$	0.0
South-West Zone	0.029	0.033	0.023	0.024	-0.019	0.088	-0.011	0.038	0.051	0.063	0.042	0.0
Year 2013	-0.066***	0.034	-0.056***	0.023	-0.059	0.080	-0.056**	0.023	-0.072**	0.034	-0.065***	0.
1041 2010	-0.000	0.020	-0.000	0.012	-0.039	0.000	-0.000	0.040	-0.012	0.004	-0.000	0.

Variable			ample			Daug	ters			Sc	ons		
variable	Pooled Coef. Std. Err.		Heterogeneity Coef. Std. Err.		Pooled Coef. Std. Err.		Heterogeneity Coef. Std. Err.		Pooled Coef. Std. Err.		Heterogeneity Coef. Std. Err		
Sector: Tertiary													
Consumption (in log)	0.022	0.015	0.022**	0.011	0.059	0.044	0.061***	0.019	-0.0007	0.024	-0.002	0.01	
Age	0.0006	0.005	-0.0003	0.004	-0.015	0.062	-0.014	0.012	-0.002	0.016	-0.002	0.00	
Age squared	0.00007	0.00009	0.00008	0.00009	0.0004	0.001	0.0004	0.0003	0.0001	0.0003	0.0001	0.000	
Household size	-0.009***	0.003	-0.009***	0.002	-0.013	0.008	-0.013***	0.004	-0.006	0.004	-0.006**	0.00	
Years of schooling	0.004	0.002	$0.004^{**}$	0.001	0.001	0.007	0.002	0.003	0.005	0.003	0.005**	0.00	
Father schooling	0.006***	0.002	0.006***	0.001	0.004	0.006	0.004	0.003	$0.007^{**}$	0.003	0.008***	0.00	
Mother schooling	-0.001	0.002	-0.001	0.001	0.0005	0.007	0.0006	0.003	-0.002	0.003	-0.002	0.00	
Mother more schooling	0.024	0.020	$0.025^{*}$	0.015	-0.003	0.060	-0.003	0.026	0.037	0.032	0.038**	0.01	
Sex	0.026	0.017	0.027**	0.012	_	_	_	_	_	_	_	-	
Father in primary	$-0.117^{***}$	0.041	-0.133***	0.035	-0.058	0.112	-0.051	0.047	-0.155**	0.066	-0.192***	0.04	
Father in tertiary	$0.198^{***}$	0.037	0.217***	0.034	0.239	0.122	$0.252^{***}$	0.054	$0.173^{***}$	0.054	0.193***	0.03	
Mother in primary	-0.104***	0.028	-0.109***	0.026	-0.133	0.089	-0.134***	0.044	-0.100**	0.046	-0.103***	0.03	
Mother in tertiary	0.093***	0.026	0.092***	0.023	0.093	0.083	0.095***	0.041	0.088**	0.040	0.087***	0.02	
Married	-0.029	0.052	-0.026	0.045	0.004	0.174	0.006	0.081	-0.027	0.091	-0.026	0.05	
North-Central Zone	-0.010	0.027	-0.009	0.023	0.025	0.108	0.025	0.045	-0.026	0.040	-0.022	0.02	
North-East Zone	0.016	0.026	0.015	0.023	0.045	0.101	0.044	0.044	0.006	0.039	0.008	0.02	
South-East Zone	0.049	0.035	$0.051^{*}$	0.028	0.079	0.120	0.080	0.050	0.034	0.058	0.033	0.03	
South-South Zone	$0.079^{**}$	0.035***	0.078	0.028	0.093	0.128	$0.094^{*}$	0.051	0.077	$0.056^{**}$	0.074	0.03	
South-West Zone	0.046	0.041	$0.047^{*}$	0.028	0.074	0.151	0.074	0.054	0.025	0.059	0.025	0.03	
Year 2013	0.017	0.028	0.016	0.015	-0.063	0.088	-0.064**	0.027	0.061	0.041	0.060***	0.01	
$\sigma_{n,n}^2$			2.212**	0.971			0.379	0.875			$2.610^{*}$	1.37	
$\sigma_{\eta_{i2}}^2 \\ \sigma_{\eta_{i3}}^2$			0.546	0.434			0.041	0.180			$1.409^{*}$	0.77	
$\sigma_{\eta_{i2}\eta_{i3}}$			0.619	0.520			-0.171	2.678			0.672**	0.32	
Log likelihood	-2080.314		-2074.	-2074.132		-845.03831		-844.806		-1197.7985		-1191.013	
Wald $\chi_2$ (d.o.f) <sup><i>a</i></sup>	1454.01		155.35		591.53		102.27		940.19		91.75		
d.o.f <sup>a</sup>	4		20		38		19		38		19		
Prob > $\chi_2$	0.0		0.000		0.000			0.000		0.000		00	

Significance levels: \*: 10% \*\*: 5% \*\*\*: 1%

	Full sample					Daughters				Sons			
	Poo	led	Heteros	geneity	Poole	ed	Heterog	eneity	Pool	led	Heteros	geneity	
Variable	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Err.	Coef.	Std. Er	
Sector: Primary (base)													
Consumption (in log)	-0.030*	0.018	-0.025**	0.010	-0.054	0.054	-0.052***	0.017	-0.012	0.029	-0.009	0.01	
Age	0.003	0.006	0.003	0.004	-0.008	0.052	-0.006	0.010	0.010	0.022	0.011	0.00	
Age squared	-0.0001	0.0001	00001	0.00008	0.0001	0.001	0.0001	0.0002	-0.0003	0.0004	-0.0003**	0.000	
Household size	$0.009^{**}$	0.003	$0.009^{***}$	0.002	0.009	0.009	$0.009^{***}$	0.003	$0.009^{*}$	0.005	$0.009^{***}$	0.00	
Years of schooling	-0.005**	0.002	-0.005***	0.001	-0.002	0.008	-0.002	0.003	-0.0058	0.003	-0.005***	0.00	
Father schooling	-0.004*	0.002	-0.004***	0.001	-0.005	0.007	-0.005**	0.002	-0.002	0.003	-0.002	0.00	
Mother schooling	0.001	0.003	0.0006	0.001	0.001	0.009	0.001	0.003	-0.00032	0.004	-0.0004	0.00	
Mother older educated	0.025	0.047	0.024	0.031	0.014	0.148	0.012	0.056	0.062	0.087	0.067	0.04	
Mother younger educated	-0.067**	0.027	-0.063***	0.015	-0.076	0.081	-0.073***	0.027	-0.060	0.043	-0.060***	0.0	
Mother older less educated	-0.019	0.028	-0.020	0.017	-0.023	0.084	-0.021	0.030	-0.009	0.046	-0.011	0.0	
Sex	-0.057***	0.021	-0.050***	0.011	_	_	_	_	_		_		
Father in primary sector	$0.450^{***}$	0.084	$0.504^{***}$	0.046	$0.403^{*}$	0.227	$0.415^{***}$	0.061	$0.492^{***}$	0.137	0.493***	0.0	
Father in tertiary sector	0.011	0.057	0.504	0.046	0.006	0.174	0.001	0.043	0.022	0.086	0.0005	0.0	
Mother in primary sector	$0.194^{***}$	0.033	0.180***	0.026	0.296***	0.110	0.292***	0.048	0.138***	0.054	$0.134^{***}$	0.0	
Mother in tertiary sector	-0.049*	0.027	-0.055***	0.019	-0.013	0.093	-0.016	0.035	-0.075*	0.043	-0.076***	0.0	
Married	-0.036	0.052	-0.028	0.036	-0.046	0.169	-0.037	0.069	-0.020	0.084	-0.021	0.0	
North-Central Zone	-0.005	0.028	-0.004	0.019	-0.020	0.120	-0.018	0.040	0.008	0.042	0.005	0.0	
North-East Zone	-0.031	0.025	-0.029	0.018	-0.048	0.109	-0.046	0.038	-0.018	0.036	-0.017	0.0	
South-East Zone	-0.080**	0.039	-0.074***	0.023	-0.079	0.133	-0.076*	0.043	-0.085	0.067	-0.080***	0.0	
South-South Zone	-0.141***	0.042	-0.120***	0.025	-0.119	0.144	-0.108**	0.045	-0.151**	0.071	-0.144***	0.03	
South-West Zone	-0.078	0.054	-0.071***	0.026	-0.061	0.182	-0.061	0.050	-0.076	0.082	-0.077**	0.0	
Year 2013	0.051	0.035	0.040***	0.013	0.128	0.106	0.124***	0.023	0.011	0.054	0.010	0.0	
Sector: Secondary													
Consumption (in log)	0.010	0.012	0.006	0.008	-0.006	0.033	-0.007	0.015	0.019	0.022	0.020	0.03	
Age	-0.004	0.004	-0.003	0.003	0.023	0.108	0.020	0.019	-0.007	0.011	-0.007	0.0	
Age squared	0.00006	0.00007	0.00006	0.00007	-0.0006	0.002	-0.0005	0.0004	0.0001	0.0002	0.0001	0.00	
Household size	-0.0005	0.002	-0.0006	0.001	0.003	0.006	0.002	0.003	-0.002	0.0043	-0.002	0.0	
Years of schooling	0.001	0.001	0.001	0.001	0.0009	0.006	0.001	0.002	0.001	0.002	0.0007	0.0	
Father schooling	-0.002	0.001	-0.002	0.001	0.001	0.004	0.001	0.002	-0.005*	0.002	-0.005***	0.0	
Mother schooling	0.0009	0.001	0.0008	0.001	-0.002	0.005	-0.001	0.002	0.003	0.003	$0.003^{*}$	0.0	
Mother older educated	-0.023	0.033	-0.016	0.027	-0.059	0.102	053	0.048	-0.018	0.056	-0.017	0.0	
Mother younger educated	$0.031^{*}$	0.018	$0.024^{*}$	0.012	0.080	0.056	$0.076^{***}$	0.026	0.002	0.031	0.001	0.0	
Mother older less educated	-0.017	0.020	-0.015	0.014	-0.029	0.057	-0.031	0.028	-0.014	0.032	-0.014	0.0	
Sex	0.030**	0.014	0.022***	0.010				_	_		_		
Father in primary sector	-0.335***	0.050	-0.368***	0.032	-0.331***	0.135	-0.341***	0.043	-0.351***	0.085	-0.367***	0.0	
Father in tertiary sector	-0.212***	0.025	-0.240***	0.020	-0.232***	0.071	-0.239***	0.027	-0.205***	0.043	-0.230***	0.0	
Mother in primary sector	-0.096***	0.022	-0.079***	0.017	-0.166**	0.066	-0.158***	0.033	-0.051	0.041	-0.045*	0.0	
Mother in tertiary sector	-0.052**	0.021	-0.048***	0.016	-0.087	0.064	-0.086***	0.031	-0.027	0.036	-0.031	0.0	
Married	0.067	0.048	0.046	0.039	0.042	0.168	0.024	0.073	0.047	0.078	0.031	0.0	
North-Central Zone	0.018	0.025	0.015	0.019	-0.006	0.108	-0.007	0.035	0.019	0.042	0.023	0.0	
North-East Zone	0.018	0.023	0.010	0.019	-0.003	0.070	-0.007	0.033	0.007	0.042	0.005	0.0	
	0.000	0.044	0.010	0.010	-0.005	0.010	-0.002	0.004	0.001	0.001	0.000	0.0	

**Table C.4** – Estimation results (average marginal effects) for the sub-sample (kids living with their parents). Women empowerment: intensity (interaction between age and education of mother)

		Full s	ample		Daughters				Sons				
Variable	Pool Coef.	led Std. Err.	Heterog Coef.	eneity Std. Err.	Poole Coef.	d Std. Err.	Heteroge Coef.	eneity Std. Err.	Pool Coef.	led Std. Err.	Heterog Coef.	geneity Std. Ei	
South-East Zone	0.026	0.031	0.019	0.023	-0.014	0.083	-0.016	0.037	0.051	0.059	0.052	0.0	
South-South Zone	$0.059^{*}$	0.035	$0.044^{*}$	0.024	0.016	0.091	0.010	0.039	0.075	0.062**	0.076	0.0	
South-West Zone	0.034	0.036	0.026	0.023	-0.012	0.092	-0.011	0.039	0.054	0.065	0.060	0.0	
Year 2013	-0.073***	0.021	-0.060***	0.012	0.066	0.062	-0.061***	0.023	-0.081**	0.036	-0.081***	0.0	
Sector: Tertiary													
Consumption (in log)	0.019	0.015	0.018	0.011	0.060	0.044	0.060***	0.019	-0.006	0.025	-0.010	0.0	
Age	0.0009	0.005	0.0003	0.004	-0.015	0.060	-0.014	0.012	-0.003	0.017	-0.003	0.0	
Age squared	0.00005	0.00008	0.00006	0.00008	0.0004	0.001	0.0004	0.0002	0.0001	0.0003	0.0001	0.0	
Household size	-0.008***	0.002	-0.008***	0.002	-0.012	0.009	-0.012***	0.0041	-0.006	0.004	-0.006**	0.	
Years of schooling	0.003	0.002	0.003**	0.001	0.0009	0.007	0.0009	0.003	0.004	0.003	$0.005^{**}$	0.	
Father schooling	0.006***	0.002	0.006***	0.001	0.004	0.006	0.004	0.002	0.007**	0.003	0.008***	0.	
Mother schooling	-0.002	0.002	-0.001	0.001	0.0004	0.007	0.0007	0.003	-0.003	0.003	-0.003	0.	
Mother older educated	-0.001	0.047	-0.007	0.038	0.046	0.144	0.041	0.066	-0.043	0.081	-0.049	0.	
Mother younger educated	$0.036^{*}$	0.022	0.038**	0.016	-0.003	0.063	-0.002	0.028	$0.058^{*}$	0.035	$0.059^{***}$	0.	
Mother older less educated	0.036	0.027	$0.036^{*}$	0.020	0.052	0.079	0.052	0.035	0.024	0.043	0.025	0.	
Sex	0.026	0.017	0.028**	0.012									
Father in primary sector	-0.115***	0.044	-0.136***	0.034	-0.072	0.125	-0.073	0.051	-0.140**	0.069	-0.126***	0.	
Father in tertiary sector	0.200***	0.040	$0.227^{***}$	0.030	$0.225^{*}$	0.129	0.238***	0.050	0.183***	0.059	0.230***	0.	
Mother in primary sector	-0.097***	0.028	-0.100***	0.026	-0.130	0.090	-0.134***	0.046	-0.087**	0.045	-0.088***	0.	
Mother in tertiary sector	0.102***	0.026	0.104***	0.023	0.101	0.085	0.102**	0.041	0.102**	0.040	0.107***	0.	
Married	-0.030	0.052	-0.018	0.045	0.004	0.172	0.012	0.081	-0.026	0.089	-0.010	0.	
North-Central Zone	-0.012	0.027	-0.010	0.023	0.027	0.110	0.026	0.045	-0.028	0.040	-0.028	0.	
North-East Zone	0.022	0.026	0.019	0.023	0.051	0.103	0.048	0.045	0.010	0.039	0.012	0.	
South-East Zone	0.054	0.036	$0.055^{*}$	0.028	0.093	0.123	$0.092^{*}$	0.050	0.033	0.059	0.028	0.	
South-South Zone	0.081**	0.036	0.076***	0.028	0.103	0.130	$0.098^{*}$	0.051	0.075	0.056	$0.067^{*}$	0.	
South-West Zone	0.043	0.041	0.044	0.028	0.073	0.152	0.072	0.054	0.022	0.058	0.017	0.	
Year 2013	0.021	0.028	0.019	0.015	-0.061	0.087	-0.063**	0.027	$0.069^{*}$	0.041	$0.071^{***}$	0.	
$\sigma_{min}^2$			2.971**	1.180			1.043	1.080			3.41e-12	5.34e	
$\sigma_{\eta_{i2}}^2 \sigma_{\eta_{i3}}^2$			1.128**	0.533			0.305	0.485			1.739**	0.	
$\sigma_{\eta_{i2}\eta_{i3}}$			0.619**	0.248			0.619	0.718			-0.774**	0.	
Log likelihood	-2057.492 -2045.503		.503	-833.105 -831.789		'89	-1181.941		-1175	5.946			
Wald $\chi_2$ (d.o.f) <sup><i>a</i></sup>	1429.88		143.39		583.28		83.14		933.54		340.61		
d.o.f <sup><math>a</math></sup>	44		22					21		42		21	
Prob > $\chi_2$	0.000		0.000			0.000 0.000		0	0.000			0.000	
# Observations	3803		1435			2368							

Variable name	Definition	Nature
Children's sector, $\mathscr{S}_{i,t} = 1, 2, 3$	1=primary (agriculture:base), 2=secondary (industry), 3=tertiary (service)	discrete
Consumption	Per capita household food and non-food consumption expenditure in regional price	continuous
Age	age of individuals (completed years)	continuous
Age square	Age square	continuous
Household size	Household family size	continuous
Years of schooling	Children number of years of schooling associated with the highest grade completed	continuous
Father schooling	Father's number of years of schooling associated with the highest grade completed	continuous
Mother schooling	Mother's number of years of schooling associated with the highest grade completed	continuous
Mother more schooling	Mother has more years of schooling than father's	binary (yes=1)
Mother older educated	Mother is older and has more years of schooling than father's	binary (yes=1)
Mother younger educated	Mother is younger and has more years of schooling than father's	binary (yes=1)
Mother older less educated	Mother is older and has less years of schooling than father's	binary (yes=1)
Mother younger less educated (base)	Mother is younger and has less years of schooling than father's	binary (yes=1)
Sex	Gender of children	binary (female=1)
Father primary sector	Father engaged in agriculture, forestry, fishing and mining for most of his life	binary (yes=1)
Father secondary sector (base)	Father engaged in manufacturing and construction sector for most of his life	binary (yes=1)
Father tertiary sector	Fathers engaged in the service sector for most of his life	binary (yes=1)
Mother primary sector	Mothers engaged in agriculture, forestry, fishing and mining for most of her life	binary (yes=1)
Mother secondary sector (base)	Mothers engaged in manufacturing and construction sector for most of her life	binary (yes=1)
Mother tertiary sector	Mothers engaged in the service sector for most of his life	binary (yes=1)
Married	Married (Monogamous or polygamous)	binary (yes=1)
North-Central Zone	Includes Benue, Kogi, Kwara, Nasarawa, Niger, Plateau and FCT Abuja states	binary (yes=1)
North-East Zone	Includes Adamawa, Bauchi, Borno, Gombe, Taraba, and Yobe states	binary (yes=1)
North-West Zone	Includes Jigawa, Kaduna, Kano, Katsina, Kebbi, Sokoto and Zamfara states	binary (yes=1)
South-East Zone	Includes Abia, Anambra, Ebonyi, Enugu, and Imo states	binary (yes=1)
South-South Zone	Includes Akwa-Ibom, Bayelsa, Cross River, Delta, Edo and Rivers states	binary (yes=1)
South-West Zone	Includes Ekiti, Lagos, Ogun, Ondo, Osun and Oyo states	binary (yes=1)
Time	Structural change indicator: Years 2011 (base) and 2013	binary (yes=1)

Table C.5 – List and definitions of variables

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