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## Blind dates: quasi-experimental evidence on discrimination

# Per-Anders Edin Jonas Lagerström

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# Blind dates: quasi-experimental evidence on discrimination<sup>\*</sup>

by

Per-Anders Edin<sup>a</sup> and Jonas Lagerström<sup>b</sup>

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#### Abstract

This paper provides evidence on discrimination in the hiring process. We use data generated from a "policy experiment" conducted at the Swedish public employment offices. Individuals registered at these offices can post their qualifications in a database available to employers over the Internet. Potential employers are free to search this database for job candidates and contacts between employers and candidates are recorded. We use two complementary identification strategies. First, since our data contain all information available to employers, we argue that selection on observables is viable. Second, we utilize the fact that individuals can choose not to reveal their name and gender to potential employers. Our main finding is that women have a 15 percent lower chance than men of getting contacted by employers and that this differential is fully explained by discrimination. Our results concerning ethnic discrimination are less conclusive, probably due to measurement errors.

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## 1 Introduction

Like in many other Western economies, discrimination in the labor market is a major issue in the Swedish policy debate. In spite of its well known equality of outcomes, the Swedish labor market still produces large differentials in labor market outcomes. The two groups that are most often mentioned in the Swedish debate are immigrants and women. The key question, which is very hard to answer, is how important labor market discrimination is to explain these differences. This paper analyzes discrimination in the hiring process. There is ample evidence that observed differentials are mainly driven by differences in hiring and promotion, rather than by differences in wages within jobs.

Immigrants in the Swedish labor market earn substantially less than native Swedes and have actually been loosing ground over the last decade. In 1998, the average non-OECD immigrant earned about 45 percent of what a native Swede with similar observed characteristics earned per year (Edin & Åslund, 2001). Roughly a quarter of this difference was due to differences in hourly wages. Another quarter was due to less working hours among those employed. The remaining half of the earnings difference was due to lower employment rates among immigrants.

Even though Swedish women are relatively high paid, compared to in most other Western economies, they still earn only about 80 percent of men's hourly wage. A large share of the earnings gap is driven by occupational segregation. Controlling for standard "human capital variables", reduces the wage gap by about half, e.g. le Grand (1997) and Albrecht *et al.* (2003). Most of the remaining gap, though, is eliminated if detailed controls for occupations are introduced (Meyerson & Petersen, 1997). Both these examples illustrate that the sorting of workers to jobs, through hiring and promotion, is crucial for generating the observed differences in outcomes across groups in the labor market. Consequently, we need to get a better understanding for how this sorting occurs to get a grip of the role of discrimination in the labor market.

The standard approach to analyzing discrimination, building on the seminal work by Becker (1957), has been to estimate various outcome equations in the spirit of Blinder-Oaxaca. Even though these analyses are informative, they require very strong assumptions to infer anything about discrimination. For instance, we have to assume that the unobservables are not systematically different across groups.

One approach that tries to deal with this issue in the hiring process is the "Audit method", surveyed by Riach & Rich (2002). Here, observably similar individuals from different groups, e.g. sex or ethnicity, apply for jobs at the same firms. A recent example is Bertrand & Mullainathan (2004) who found that résumés carrying distinctively Black names are less likely to receive job interviews. This approach seems to be a step forward, but also has it's limitations as discussed by Heckman (1998). He shows that the Audit studies may actually be worse than regular observational studies under some assumptions. For example, a man and a woman who share the same personal characteristic may send a different signal in terms of anticipated productivity which the researcher cannot control for. Also, Heckman argues that the findings considering discrimination depend on differences in the variance of uncontrolled characteristics between groups and/or the qualifications needed for the applied job. In addition, of course, there are ethical issues: in these experiments the firms cannot choose whether to participate and they get an extra cost of recruiting applicants who have no intention of accepting a job offer.

The most compelling evidence of discrimination in the recruitment process using observational data has been produced in an analysis of what we refer to as a natural experiment. Goldin & Rouse (2000) use the introduction of blind auditions in U.S. symphony orchestras to analyze discrimination of women in hiring. In a differences-in-differences analysis, they find that the introduction of blind auditions increased the probability that a woman will be hired by a substantial amount. The probability that a woman would be advanced out of a preliminary round was increased by 50 percent, and her likelihood of winning the final round increased by 30 percent when blind auditions were introduced.

Our paper is mainly concerned with gender discrimination. We use data from the Swedish public employment offices. Individuals registered at these offices can post their qualifications in a database available to employers over the Internet. Potential employers are free to search this database for job candidates and contacts between employers and candidates are recorded. An important feature of this system is that individuals can choose to "censor" some of the information available to potential employers. In particular, individuals can choose not to reveal their name and gender.

We use two complementary empirical strategies for identification. The first strategy is closely related to the audit method in that it relies on selection on observables. We argue that our data, that contain all information observed to employers, provides a good setting for identifying discrimination. The second approach is heavily inspired by the Goldin & Rouse (2000) paper in that we make use of a "quasi-experiment". By comparing the "contact rate" of censored and non-censored women and minorities, we are able to investigate how employers use gender and "foreign names" as a screening device in their hiring process.

The rest of the paper is outlined as follows. In Section 2 we describe the institutional features of the internet search service and the "experiment" we are using. We then turn to describing the data collection procedure and our sample in Section 3. Section 4 contains our estimation strategy and the empirical estimates of discrimination. In Section 5 we conclude by discussing the implications of our results for outcomes in the labor market.

## 2 The Internet Applicant database

Sweden has a long history of publicly provided employment exchanges. Already in the 1930's, there were public (municipal) employment offices whose main objective was to improve the matching process in the labor market. Nowadays, the employment offices are run by the National Labor Market Board (AMS), who also administer the large supply of various active labor market policies.

In the fall of 1997 AMS started up a new internet based search database to further promote efficiency in the matching of job searchers and employers. This database, called the Applicant database ("Sökandebanken"), provides the data for our study. The basic idea with this tool is that all job applicants (employed or not) can post their resumes on the applicant database free of charge. Furthermore, there is no requirement to register at the employment office before entering the database. Job searchers can present their job histories and qualifications, as well as list their preferred occupations and other aspirations. They are also required to write a more personal letter about themselves. All this can be done either at one of the employment offices or through internet. The software also provides examples of how to put up a CV and similar practical issues. By the spring of 2001, when our sample was drawn, about 50,000 individuals were registered in the Applicant database. This corresponded to about 30 percent of the number of unemployed according

to the Labor Force Survey. The monthly inflow of new individuals in the database was about 11,000 individuals.

The Applicant database is open for employers who are recruiting, provided that they are registered employers in the public registers and in AMS's internal customer register. If an employer finds a potential candidate in the pool of job searchers in the database, she is free to contact the candidate. In some cases the contact can occur outside the system, e.g. by an e-mail to the job searchers private address, and the contacts are not registered. According to AMS, however, the most usual way of contacting is by e-mail to the job searcher's mailbox within the Applicant database. These contacts are registered in the database.

The most important feature of the Applicant database, for our purposes, is that the individual job searcher can choose not to disclose all personal information. This option allows individuals to censor information on their name, sex and age. In practice, since there is no separate entry for ethnicity, this means that individuals can choose to censor information on age, sex and ethnicity. This option was primarily introduced as a service to employed job searchers, who did not want their employers to find out that they were looking for other jobs. The presence of "blind" observations concerning some key variables is the cornerstone of our identification strategy further discussed below. A second important feature of the data is that we observe all the information that the employers observe.

## 3 The data

The Applicant database has not been readily available for research purposes. In order to get access to the data we had to obtain permission from each individual job searcher. This was achieved, in cooperation with AMS, by adding an introductory page to the Applicant database. This page contained a question about whether the job searchers were willing to permit that the data was used for research purposes. All individuals that were or became users of the applicant database got this question the first time they logged in to the database from March 1, 2001. If they then agreed to "participate", they got two additional questions directly motivated by our research topic:

1. Are you a male or a female?

2. Do you think that employers in general perceive your name as Swedish or foreign?

The answers to these questions were needed to get information on sex and "ethnicity" for individuals who had exercised their option to censor these entries in the applicant database.

The primary data used in this paper was collected in March 2001. It consists of all individuals who accepted to participate among those who were in the database and logged in to the database between March 1 and March 12. Approximately 50 percent of those who logged in during this time period accepted to participate, resulting in a sample of 8,666 individuals. Because we did not want to include youth in secondary school in the sample, we excluded all individuals aged below 20.<sup>1</sup> That gives us the sample used in this study consisting of 8,043 individuals.

The sample characteristics are reported in Table 1. The first column refers to the entire sample, while the second column refers to individuals who have censored information on gender and/or name. In the full sample we note that the average duration in the database is over 34 weeks and that a third of the sample has been contacted by an employer at least once during their "spell". We also see that half the sample is female and that 13 percent consider themselves having a foreign name.

The number of individuals that have concealed their gender or name (in column 2) was 922, corresponding to roughly 11 percent of the full sample. There are at least three differences between the sample with blind observations and the full sample worth mentioning: i) they have shorter duration in the database, ii) they have not received as many employer contacts, and iii) they are to a larger extent low educated.

In most other respects, the two samples look pretty similar. In particular, it's worth noting that the share of females and foreign names are fairly similar across samples.

<sup>&</sup>lt;sup>1</sup> Most of the applicants aged below 20 look for work during the summer break or temporary work on school holidays etc. Therefore, it seems natural to exclude them in our empirical investigation.

Variable	Full sample	Blind observations only	LINDA	
		(name or sex)	(Händel)	
Contacted	0.341	0.293	-	
Duration (weeks)	34.5	25.7	58,7	
Education:				
Primary	0.079	0.172	0.228	
Secondary (gymnasium)	0.489	0.372	0.616	
University	0.439	0.456	0.156	
Good language skills:				
Swedish	0.969	0.966	-	
English	0.561	0.498	-	
French, Spanish or German	0.197	0.192	-	
Good computer skills	0.738	0.629	-	
Managerial experience	0.343	0.344	-	
Telecommuting experience	0.124	0.124	-	
Research experience	0.054	0.057	-	
$\geq$ 5 years work experience	0.421	0.393	0.298	
Drivers license	0.788	0.772	-	
Region:				
Stockholm	0.293	0.304	0.089	
Uppsala	0.089	0.087	0.023	
Södermanland	0.078	0.066	0.033	
Östergötland	0.080	0.073	0.053	
Jönköping	0.059	0.047	0.038	
Kronoberg	0.046	0.036	0.021	
Kalmar	0.049	0.047	0.031	
Gotland	0.020	0.013	0.008	
Blekinge	0.046	0.034	0.020	
Skåne	0.187	0.149	0.131	
Halland	0.075	0.044	0.041	
Västra Götaland	0.182	0.144	0.190	
Värmland	0.049	0.042	0.042	
Örebro	0.066	0.042	0.042	
Västmanland	0.074	0.060	0.034	
Dalarna	0.052	0.039	0.033	
Gävleborg	0.052	0.042	0.045	
Västernorrland	0.033	0.042	0.043	
Jämtland	0.042	0.023	0.037	
Västerbotten	0.021	0.021	0.021	
Norrbotten	0.041	0.030	0.028	
Proformed accumations:				
Preferred occupations: Elementary occupations (Amsyk 9)	0.105	0.064	0.103	
	0.103	0.084	0.103	
Legislators, senior officials and managers (Amsyk 1)	0.050	0.050	0.014	

### Table 1 Descriptive statistics, means

Variable	Full sample	Blind observations only	LINDA
	1	(name or sex)	(Händel)
			``´´
Professionals (Amsyk 2)	0.279	0.280	0.090
Technicians and associate	0.290	0.253	0.104
professionals (Amsyk 3)			
Clerks (Amsyk 4)	0.248	0.178	0.143
Service workers and shop sales	0.190	0.134	0.309
workers (Amsyk 5)			
Skilled agricultural and fishery	0.021	0.011	0.026
workers (Amsyk 6)			
Craft and related trades workers	0.116	0.085	0.102
(Amsyk 7)			
Plant and machine operators and	0.100	0.062	0.102
assemblers (Amsyk 8)			
Familian annua	0 124	0.152	0.200
Foreign name Female	0.134 0.487	0.152 0.474	0.206 0.584
	33.8	34.5	0.384 41.0
Age Age 20-25	0.289	0.279	0.091
Age 26-35	0.331	0.279	0.259
Age 36-50	0.279	0.287	0.374
Age 50-	0.101	0.118	0.256
	0.101	0.110	0.200
Employed	0.490	0.441	0.357
Unemployed	0.385	0.459	0.520
University student	0.081	0.074	0.087
In other training	0.040	0.022	0.054
On child leave	0.009	0.011	0.028
Blind name	0.033		-
Blind gender	0.084		-
Blind age	0.084		-
	0.007		
Blind name * Foreign name	0.007		-
Blind gender * Female	0.041		-
Blind age * Age > 45 years	0.029		-
# Observations	8.043	922	26.532
# Observations	8,043	922	26,532

An issue that arises naturally here is the question of representativity. To what population can we possibly generalize our results? There are several steps in the selection process on which we have very little information. First, both employed and unemployed individuals choose whether to register in the database. This selected sample may well be very different from the typically used samples of unemployed. Second, individuals were free to choose whether to release their data for research. We have no way of assessing this selection process.

One way of assessing the specificity of our sample is to compare it with a random sample of job searchers. In the third column of Table 1 we report the mean characteristics of the stock of job searchers in 2001 using data from the unemployment register (Händel) in LINDA (Edin & Fredriksson, 2000). There are some distinctive differences between the two groups of job searchers. We find that our sample is younger, more educated, and has more work experience. We also have a smaller share of females and minorities in our sample.

One explanation of these differences is that the individuals in our sample have much shorter job search duration, i.e. we compare high quality individuals in the Applicant database to low quality individuals in LINDA. In Table A1, we account for these effects by comparing inflows instead of stocks. The two first columns show that the difference between the samples decreases if we compare the inflow into the Applicant database to the inflow into LINDA. The similarities are even more striking in the last two columns of Table A1, where we compare the inflows of unemployed into the two bases. This is because an unemployed individual who register at the Employment Office is encouraged by the caseworker to join the Applicant database. Participation is not forced upon the individual but simply recommended; there are no sanctions should the client refuse. However, the vast majority of the people who register also choose to join the base.

Concerning the representativity of our results, this indicates that our results have some external validity to the unemployed population in Sweden. However, there are other selection issues as well. For example, there may be differences in the left-out variables between those who agreed to participate in this study and those who did not. This should be kept in mind when drawing inferences from our study to broader settings.

### 4 Empirical results

The empirical strategy of this paper is two-folded. In our baseline analysis we rely on the assumption of selection on observables and estimate a simple linear probability model of the form

$$P_i = \alpha + \beta' F_i + \theta' X_i$$

where P is the probability of receiving at least one employer contact, F is a vector of characteristics that we believe may be subject to discrimination (female, foreign name and age), and X is a vector of individual characteristics including information on job preferences and a quadratic in duration in the Applicant database.

Under our maintained assumptions, this simple procedure provides an estimate of  $\beta$  that can be interpreted as a measure of discrimination. However, even if we have access to all information available to employers, we cannot rule out that our empirical specification is not properly specified. In particular, it is very difficult to introduce the information contained in the "personal letter" of the job applicants in a quantitative model. Therefore, we also apply a second empirical strategy.

The second approach is inspired by the work of Goldin & Rouse (2000). We make use of the fact that some individuals have concealed their gender, age and (foreign) name in a "differences-in-differences" framework. We write our estimating equation as

$$P_i = \alpha + \beta' F_i + \gamma' B_i + \delta'(F_i * B_i) + \theta' X_i$$

where B is vector of variables showing what characteristics are concealed. The parameter of interest here is  $\delta$ , the vector of coefficients on the interactions between F and B. There are three interactions; between female and concealed gender, between foreign name and concealed name, and between age and concealed age. Under some additional assumptions, the coefficients of these interactions measure the change in the probability of receiving an employer contact that e.g. a female experiences by concealing her gender.

The key assumption here is that there are no systematic differences in the selection (on left-out variables) into "blindness" across groups. To get an indication whether this assumption is valid, we have estimated linear probability models of concealed identity (see A2 in the Appendix). The effects of the observable characteristics are similar across sexes; only four of the 55 are significantly different.<sup>2</sup> The fact that the observable variables determine

 $<sup>^2</sup>$  Formally, including interaction terms of gender with all the other explanatory variables does not make our model significantly better (F-value of 1.28, p-value of 9 percent).

"blindness" in the same way across groups may support the assumption that the effect of potential left-out variables is the same across groups as well.

The vector of coefficients on B,  $\gamma$ , captures the change in contact probability that applicants face by not disclosing different parts of their identity (i.e. name, gender or age). These effects probably consist of several things. For example, they might reflect discrimination; given that discriminating employers understand that a share of "blind" applicants consists of individuals from the group that is discriminated against, these employers will be resistant to contact an applicant who has not revealed his/her identity. In addition, noting that the option of concealing the identity was introduced as a service to employed job searchers who desired anonymity, the effects may partly capture employers' preferences towards employed applicants.

We start our empirical analysis by showing some further descriptive information. In Table 2 we report the share of individuals in four groups that have been contacted at least once by an employer. It turns out that the share of women that have been contacted is about 7 percentage points lower than for men. Similarly, individuals with foreign names have a 3 percentage point lower share than individuals with a Swedish name. The issue in the remainder of this section is to what extent these differences in employer contacts reflect discrimination of women and ethnic groups.

Group	Contact	# Observations
Males	0.378	4,127
Females	0.302	3,916
Swedish name	0.346	6,965
Foreign name	0.310	1,078

Table 2 Employer contacts by group

The main results of our analysis are presented as linear probability models of employer contacts in Table 3.<sup>3</sup> In the first column we report estimates from our first specification that relies on the assumption of selection on observables. Here we restrict ourselves to the sub-sample of individuals with no concealed

<sup>&</sup>lt;sup>3</sup> Using Logit models we obtain the same qualitative results.

information. The dependent variable is the probability of having been contacted at least once by an employer. The estimates for the control variables show that the contact rate is increasing at a decreasing rate with duration in the database and is increasing with different measures of skills. A higher level of completed education, or more labour market experience, has a clear positive effect on the probability to get contacted. Also, employed applicants face significantly higher probabilities of getting a contact.<sup>4</sup>

Turning to our variables of interest, it is evident that the age of the applicant is strongly related to the contact rate. An applicant above age 50 is 11 percentage points less likely to have been contacted by an employer compared to an applicant age 25 or less. There is also a significant gender difference. Females have a 4.7 percentage points lower contact rate than males. However, we find no strong association between foreign names and the contact rate. Our estimates indicate a 1 percentage point disadvantage for applicants with foreign names, but this estimate is not statistically significant.

The absence of a significant differential in contact rates between applicants with Swedish and foreign names may seem surprising, but we suspect that this is at least partly a result of measurement errors. Our indicator for foreign names does not distinguish between names of different national or ethnic origin. Consequently, labor immigrants from the Nordic countries and Western Europe are lumped together with refugee immigrants from Africa and the Middle East. This aggregation results in a very heterogenous group of "immigrants". The included groups differ greatly in terms of labor market outcomes (see e.g. Edin & Åslund, 2001).

Taking the results in column 1 at face value, we find that employer are using age and gender as a screening device in hiring in a way that clearly indicate discriminatory behavior. However, this interpretation relies crucially on the maintained assumption of selection on observables. Even if we are in the unusually favorable situation of having the same information as the employers, we are still dependent on having a correctly specified model. The most obvious problem is to handle the personal letter written by the job applicant. Our estimates seem robust to the inclusion of various quantitative measures of the

<sup>&</sup>lt;sup>4</sup> Eriksson and Lagerström (2004) provide an analysis of whether firms view employment status as an important signal for productivity that can explain the persistence of unemployment.

letter.<sup>5</sup> Still, we cannot argue that we can capture all relevant information in our specification. Therefore, we turn to our second identification strategy.

	Non-blind	Full sample	Female	Male
	sample	i un sumpre	dominated	dominated
	sumpre		occupations	occupations
			oruputions	ouquitono
Foreign name	010	019	0.019	0.113
	(.015)	(.014)	(.028)	(.056)
Female	047	051	002	218
	(.011)	(.011)	(.024)	(.038)
Over 50 years of age	113	099	088	123
	(.022)	(.020)	(.041)	(.068)
36-50 years of age	079	076	090	073
2	(.016)	(.014)	(.031)	(.048)
26-35 years of age	032	029	004	056
, C	(.013)	(.012)	(.026)	(.043)
Blind name	-	.031	.037	.137
		(.033)	(.075)	(.118)
Blind gender	-	005	064	004
C C		(.020)	(.047)	(.064)
Blind age	-	013	023	.032
C		(.024)	(.049)	(.096)
Blind name * Foreign name	-	.051	166	039
5		(.068)	(.178)	(.280)
Blind gender * Female	-	.057	.145	.185
e		(.029)	(.064)	(.167)
Blind age * Over 50 years	-	.042	.102	.100
<i>2 y</i>		(.037)	(.087)	(.157)
# observations	6,657	8,043	1,837	703
$R^2$	0.2780	0.2819	0.2319	0.3264

Table 3 Linear probability models of employer contact

Note: Standard errors in parentheses. Controls for other personal characteristics, region of residence and preferred occupations are included (for more detail, see Table A3). Female (male) dominated occupations are defined as the three occupations where women (men) are most likely to apply for jobs, relative to the other sex.

In the second column of Table 3 we use the full sample and utilize the interactions between characteristics and concealed information to identify

<sup>&</sup>lt;sup>5</sup> In Table A4, we report estimates where we have extended the model with 1) the length of the private letter, 2) the numbers of unknown words/spelling errors (using a spell check), and 3) whether a private e-mail address was included.

potential discrimination. A first observation is that the effects of control variables and the main effect for our variables of interest are very similar to those in column 1. Interestingly, there seems to be no effects of concealing information on the contact rate. None of the main effects (blind name, blind gender, and blind age) is statistically significant and the point estimates are fairly small.

Turning to the parameters of interest, we see that only the interaction effect for women is significant. It indicates that a woman's chance of receiving an employer contact increases by 5 percentage points if she conceals her gender. Thus, women can undo their lower contact rate by concealing their gender.

The estimates of the interaction effect foreign names and those over 50 years of age are similar in magnitude, but not statistically significant. Once again, we need to consider the role of measurement errors. It turns out that this may be a serious problem with the interaction with foreign names, where only about 50 percent of the "blind foreign names" are truly blind. We were able to accurately identify the other half using for example rare language skills or the personal letter in the database. This will of course introduce potentially serious attenuation bias in our estimate of the effect of having a foreign name. Similarly, information on work experience may be a way of identifying older applicants. For the female applicants with "blind gender", the share that is truly blind is higher and the attenuation bias smaller since we have found it harder to identify the gender using for instance working experiences or skills.

In the final two columns of Table 3 we report separate estimates for occupations with different gender composition of applicants. Earlier studies suggest that the degree of gender discrimination may depend on the gender composition of the industry and/or occupation. For example, using data from a field experiment, Riach & Rich (2006) find evidence of discrimination against males in a female occupation (secretary), and females in a male occupation (engineer). In order to investigate this we singled out the three most female and male dominated occupations in our sample.<sup>6</sup> The male occupations are "Legislators, senior officials and managers", "Craft and related trades workers", and "Plant and machine operators and assemblers". The female

<sup>&</sup>lt;sup>6</sup> We have defined these as the occupations with the largest relative difference across gender in the probability to apply in an occupation.

occupations are "Clerks", "Service workers and shop sales workers", and "Elementary occupations".

Our results lend some support to the hypothesis that discrimination against females is more important in male occupations. The main effect of gender is very large, 22 percentage points lower contact rates, and statistically significant. In female dominated occupations, on the other hand, there is no evidence of discrimination against females. These result are not so clear using the blind observations as an additional "robustness check". The interactions between concealed gender and females are large and positive, but the standard errors are also large.

## 5 Concluding remarks

In this paper we use data generated from a "policy experiment" conducted at the Swedish public employment offices. Individuals registered at these offices can post their qualifications in a database available to employers over the Internet. Potential employers are free to search this database for job candidates and contacts between employers and candidates are recorded. We use two complementary identification strategies. First, since our data contain all information available to employers, we argue that selection on observables is viable. Second, we utilize the fact that individuals can choose not to reveal their name and gender to potential employers. By comparing the "contact rate" of censored and non-censored women and minorities we are able to investigate how employers use gender and "foreign" names as a screening device in their hiring process.

Our empirical results show that women receive less job contacts than men do even when controlling for qualifications. We also find that women that do not reveal their gender receive as many job contacts as men with similar characteristics. These results clearly demonstrate that employers use the gender of the applicant as a screening device, and we interpret this as a clear sign of discrimination.

Our empirical findings on discrimination against applicants with foreign names and older applicants are less conclusive. This is probably mainly due to weaknesses in our data concerning these two groups. Our measure of foreign names is a catch all variable that makes it impossible to look closer at this very heterogenous group. Also, there are major measurement error problems when it comes to concealing foreign names or age.

We have found strong evidence of discrimination against females in the hiring process. Assessing the importance of this discrimination for outcomes in the Swedish labor market using these estimates is a much more difficult task. First, we have no clear "structural" interpretation of our estimate. Second, we only observe the first part of the chain of events that lead to a possible hiring. We have no idea whether the mechanism we observe is reinforced or weakened in later stages of the hiring process.

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# Appendix 1: Comparison of the characteristics of the inflows

				,
Variable	All	All	Unemployed	Unemployed
	The	LINDA	The	LINDA
	Applicant	(Händel)	Applicant	(Händel)
	database		database	
Highest level of completed				
education:				
Primary	0.17	0.34	0.29	0.34
Secondary	0.45	0.41	0.48	0.39
University	0.38	0.25	0.23	0.27
Work experience:				
None	0.30	0.24	0.43	0.36
Some or long	0.70	0.66	0.57	0.64
Age:				
Mean (years)	31.1	35.1	30.5	33.4
Age 20-25	0.39	0.32	0.43	0.38
Age 26-35	0.33	0.21	0.30	0.23
Age 36-50	0.22	0.32	0.21	0.26
Age 51-	0.06	0.15	0.06	0.14
Gender:				
Female	0.49	0.47	0.41	0.43
Ethnicity:				
Foreign name	0.16	0.28	0.19	0.34
Region:				
Stockholm	0.22	0.18	0.18	0.19
Uppsala	0.06	0.03	0.06	0.04
Södermanland	0.04	0.04	0.03	0.05
Östergötland	0.05	0.07	0.05	0.06
Jönköping	0.03	0.04	0.04	0.04
Kronoberg	0.02	0.02	0.02	0.02
Kalmar	0.02	0.04	0.02	0.05
Gotland	0.01	0.00	0.01	0.00
Blekinge	0.02	0.00	0.02	0.00
Skåne	0.11	0.11	0.10	0.11
Halland	0.04	0.03	0.04	0.03
Västra Götaland	0.12	0.18	0.13	0.19
Värmland	0.03	0.03	0.04	0.03
Örebro	0.04	0.03	0.04	0.03
Västmanland	0.06	0.03	0.06	0.03
Dalarna	0.03	0.02	0.03	0.01
Gävleborg	0.03	0.03	0.03	0.03
Västernorrland	0.02	0.03	0.02	0.03

**Table A 1** Comparison of the characteristics of the inflow of unemployed in the

 Applicant Database and the inflow of unemployed in Händel (in fractions)

Variable	All The Applicant database	All LINDA (Händel)	Unemployed The Applicant database	Unemployed LINDA (Händel)
Jämtland	0.01	0.02	0.01	0.01
Västerbotten	0.02	0.03	0.03	0.03
Norrbotten	0.03	0.04	0.03	0.04
Preferred occupations:				
Legislators, senior officials and	0.02	0.03	0.01	0.04
managers (Amsyk 1)	0.02	0.05	0.01	0.04
Professionals (Amsyk 2)	0.21	0.15	0.16	0.17
Technicians and associate	0.19	0.08	0.18	0.07
professionals (Amsyk 3)	0.19	0.00	0.10	0.07
Clerks (Amsyk 4)	0.17	0.12	0.18	0.11
Service workers and shop sales	0.15	0.26	0.20	0.25
workers (Amsyk 5)				
Skilled agricultural and fishery	0.02	0.02	0.02	0.02
workers (Amsyk 6)				
Craft and related trades	0.08	0.10	0.11	0.11
workers (Amsyk 7)				
Plant and machine operators	0.07	0.12	0.10	0.09
and assemblers (Amsyk 8)				
Elementary occupations	0.10	0.13	0.14	0.14
(Amsyk 9)				
(				
# observations	1,285	797	538	588
	-,200		200	2.00

### Table A 1 (continued)

Note: The data from the bases is for the inflow into unemployment in March 2001. The variable "foreign name" in the Applicant database is compared to the variable "being born in a country other than Sweden" in Händel. The regions and the preferred occupations sum to more than one in the Applicant Database, since it is possible to apply for several jobs.

# Appendix 2: Comparison of the selection into "blindness"

	Full sample	Men	Women
Duration in the data base	002	002	002
(weeks)	(.0002)	(.0003)	(.0003)
Duration in the data base <sup>2</sup> /100	.000007	.000008	.000007
Duration in the data base / 100	(.000001)	(.000002)	(.000002)
Foreign name	014	014	017
r oreign nume	(.009)	(.012)	(.013)
Female	002	-	(.015)
i enfuie	(.007)		
Over 50 years of age	003	006	009
over 50 years of age	(.013)	(.018)	(.020)
36-50 years of age	006	009	.0001
so so years of age	(.010)	(.014)	(.014)
26-35 years of age	012	023	0004
20 55 years of age	(.008)	(.012)	(.012)
Education:	()	()	(.012)
Secondary (Gymnasium)	118	120	113
~~~~~~,	(.013)	(.017)	(.019)
University	106	116	094
	(.014)	(.019)	(.021)
Good language skills:			
Swedish	003	.014	034
	(.018)	(.022)	(.029)
English	019	018	020
5	(.007)	(.010)	(.010)
French, Spanish or German	.001	007	.008
	(.008)	(.012)	(.011)
Good computer skills	038	030	042
	(.007)	(.011)	(.010)
Managerial experience	.004	013	.023
<b>C</b>	(.007)	(.010)	(.011)
Telecommuting experience	.007	.015	002
	(.010)	(.012)	(.016)
Research experience	.007	.027	023
	(.014)	(.018)	(.022)
$\geq$ 5 years work experience	002	.008	008
- 1	(.008)	(.011)	(.011)
No work experience	.064	.091	.034
•	(.010)	(.013)	(.014)
Labor market status:			
Employed in preferred	022	016	028
occupation	(.007)	(.009)	(.010)

Table A 2 Linear probability models of concealed sex, by sex

### Table A 2 (continued)

	Full sample	Men	Women
University student	047	080	021
Oniversity student	(.013)	(.019)	(.017)
In other training	062	059	068
	(.016)	(.022)	(.022)
On child leave	003	.043	003
	(.032)	(.154)	(.034)
Drivers license	.004	003	.009
	(.008)	(.012)	(.011)
Constant	.302	.299	.316
	(.023)	(.029)	(.036)
# observations	8,043	4,127	3,916
R <sup>2</sup>	0.071	0.096	0.060

Note: Standard errors in parentheses. Controls for regions of residence and preferred occupations included.

## **Appendix 3: Baseline models**

	Non-blind sample	Full sample	Female dominated branches	Male dominated branches
Duration in the database	.011	.010	.009	.010
(weeks)	(.0003)	(.0003)	(.001)	(.001)
Duration in the data	004	004	003	003
base <sup>2</sup> /100	(0.0002)	(0.0002)	(0.0005)	(0.0009)
Foreign name	010	019	0.019	0.113
	(.015)	(.014)	(.028)	(.056)
Female	047	051	002	218
	(.011)	(.011)	(.024)	(.038)
Over 50 years of age	113	099	088	123
e ver e e years er age	(.022)	(.020)	(.041)	(.068)
36-50 years of age	079	076	090	073
	(.016)	(.014)	(.031)	(.048)
26-35 years of age	032	029	004	056
20 55 years of age	(.013)	(.012)	(.026)	(.043)
Blind name	-	.031	.037	.137
		(.033)	(.075)	(.118)
Blind gender	-	005	064	004
Dinia genael		(.020)	(.047)	(.064)
Blind age	-	013	023	.032
Blind age		(.024)	(.049)	(.096)
Blind name * Foreign name	-	.051	166	039
		(.068)	(.178)	(.280)
Blind gender * Female	-	.057	.145	.185
Dinid gender Tentale		(.029)	(.064)	(.167)
Blind age * Over 45 years	-	.042	.102	.100
Billia age over 15 years		(.037)	(.087)	(.157)
Education:		(.057)	(.007)	(.157)
Secondary (Gymnasium)	.014	.022	.012	045
Secondary (Gynnasiani)	(.019)	(.017)	(.028)	(.048)
University	.045	.053	.089	004
oniversity	(.021)	(.019)	(.036)	(.062)
Good language skills:	(.021)	(.01))	(.050)	(.002)
Swedish	.025	.011	.058	017
S Outon	(.025)	(.025)	(.041)	(.072)
English	.034	.032	.022	.005
English	(.011)	(.010)	(.021)	(.036)
French, Spanish or	.031	.031	.038	.080
German	(.014)	(.013)	(.029)	(.058)
German	(.017)	(.013)	(.02))	(.050)
Good computer skills	.013	.012	.028	.011
Good computer skins	(.012)	(.011)	(.022)	(.033)

Table A 3 Linear probability models of employer contact

Table A 3	(continued)
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	Non-blind sample	Full sample	Female dominated branches	Male dominated branches
			oranenes	branches
Managerial experience	.037	.052	.059	034
	(.012)	(.011)	(.027)	(.042)
Telecommuting experience	.026	.025	072	.075
5	(.017)	(.015)	(.044)	(.059)
Research experience	.015	.005	.174	021
ressearen enperiense	(.024)	(.022)	(.128)	(.161)
$\geq$ 5 years work experience	.034	.024	003	.078
≥ 5 years work experience	(.013)	(.012)	(.025)	(.039)
No work experience	017	030	026	069
No work experience	(.015)	(.013)	(.032)	(.046)
Labor market status:	(	()	()	()
Employed in preferred	.027	.032	.055	.018
occupation	(.011)	(.010)	(.021)	(.033)
University student	032	025	041	176
- ···· · · · · · ·	(.020)	(.018)	(.053)	(.060)
In other training	.024	.024	.059	015
e	(.025)	(.023)	(.049)	(.073)
On child leave	.069	.059	.153	.188
	(.057)	(.050)	(.080)	(.090)
Drivers license	.011	.005	.015	.077
	(.013)	(.012)	(.022)	(.041)
Constant	020	003	146	146
Constant	(.033)	(.031)	(.050)	(.050)
	(.055)	(.031)	(.050)	(.050)
# observations	6,657	8,043	1,837	703
$R^2$	0.2780	0.2819	0.2319	0.3264

Note: Standard errors in parentheses. Controls for regions of residence and preferred occupations included. The female (male) dominated branches consist of the three branches where women (men) are most likely to apply for jobs, relative to the other sex.

## **Appendix 4: Extended models**

	Non-blind sample	Full sample	Female dominated branches	Male dominated branches
Duration in the database	.011	.010	.009	.010
(weeks)	(.0004)	(.0003)	(.0008)	(.001)
Duration in the data	004	004	003	004
base <sup>2</sup> /100	(0.0002)	(0.0002)	(0.0005)	(0.0004)
Foreign name	012	020	017	0.110
	(.015)	(.014)	(.028)	(.056)
Female	046	051	001	220
	(.011)	(.011)	(.024)	(.039)
Over 50 years of age	113	100	086	119
	(.022)	(.020)	(.041)	(.068)
36-50 years of age	079	077	088	072
	(.016)	(.014)	(.031)	(.048)
26-35 years of age	032	029	003	054
	(.013)	(.012)	(.026)	(.043)
Blind name	(.015)	.030	.034	.130
		(.033)	(.075)	(.117)
Blind gender	_	005	063	001
Dinia genaer		(.020)	(.048)	(.063)
Blind age	_	012	025	.027
Billiu age		(.024)	(.049)	(.098)
Blind name * Foreign name	_	.051	139	033
Dinid name Toreign name	-	(.068)	(.178)	(.283)
Blind gender * Female		.057	.146	.192
	-	(.029)	(.064)	(.168)
Blind age * Over 45 years		.042	.101	.101
	-	(.037)	(.087)	(.158)
Education:		(.057)	(.087)	(.156)
Secondary (Gymnasium)	.014	.022	.012	047
	(.014)	(.017)	(.029)	(.048)
University	.046	.052	.088	004
	(.021)		(.036)	(0.061)
Good language skills:	(.021)	(.019)	(.030)	(0.001)
Swedish	.027	.013	.058	024
Sweuisii				
English	(.027)	(.025)	(.041)	(.071)
English	.034	.032	.023	.009
French Spenish as	(.011)	(.010)	(.021)	(.036)
French, Spanish or	.030	.031	.037	.075
German	(.014)	(.013)	(.029)	(.059)
Cood computer status	.014	012	020	017
Good computer skills		.013	.030	.017
	(.012)	(.011)	(.022)	(.034)

Table A 4 Linear probability models of employer contact

	Non-blind sample	Full sample	Female dominated branches	Male dominated branches
Managerial experience	.037	.051	.060	032
	(.012)	(.011)	(.027)	(.042)
Telecommuting experience	.026	.026	068	.073
	(.017)	(.015)	(.044)	(.059)
Research experience	.014	.004	.168	027
	(.024)	(.022)	(.128)	(.159)
$\geq$ 5 years work experience	.035	.024	004	.078
- 1	(.013)	(.012)	(.025)	(.040)
No work experience	017	030	028	063
<b>r</b>	(.015)	(.013)	(.032)	(.046)
Labor market status:				
Employed in preferred	.027	.032	.055	.022
occupation	(.011)	(.010)	(.021)	(.033)
University student	032	025	038	179
	(.020)	(.018)	(.053)	(.060)
In other training	.024	.024	.060	004
	(.025)	(.023)	(.049)	(.073)
On child leave	.069	.059	.152	.196
	(.057)	(.050)	(.079)	(.099)
Drivers license	.011	.004	.016	.078
	(.013)	(.012)	(.022)	(.042)
Private e-mail included	014	023	078	110
	(.023)	(.021)	(.050)	(.082)
Length of the private letter	.00007	.0003	.00001	.0007
(# letters/100)	(.0006)	(.0006)	(.001)	(.003)
Unknown words in the	.005	.006	.005	.007
private letter	(.003)	(.003)	(.005)	(.006)
Constant	027	010	150	.066
	(.033)	(.031)	(.051)	(.112)
# observations	6,657	8,043	1,837	703
$R^2$	0.2784	0.2819	0.2331	0.3298

Note: Standard errors in parentheses. Controls for regions of residence and preferred occupations included. The female (male) dominated branches consist of the three branches where women (men) are most likely to apply for jobs, relative to the other sex.

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