Gender Dynamics in Search Frictions in Online Job Matching in Bangladesh

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### Job matching technologies and their potential

- COVID-19 pandemic has introduced new barriers to the labour market, disproportionately affecting women and young people.
- New **job matching technologies** offer the opportunity to overcome these barriers.
- While the focus has been predominantly on high-skilled jobs to date, new technologies have been developed for **low-skilled jobs**.

# What would be the best way to design these technologies?

- It remains an open question about how to best design online matching markets.
- Technology aims to reduce all "frictions" or application costs, but the effect is ambiguous.
  - On the one hand, lower frictions mean that **it is easier for jobseekers to apply** for jobs and for firms to sift through applications
  - On the other hand, there are **high volumes of ill-targeted online applications**, and it is difficult to filter for "good fit"
- Firms rely on referrals and proxies to filter through applications, which tend to be inequality-enhancing



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- There is enormous variation in preferences and aspirations across jobseekers
- 5 Entry-level jobseekers hold high aspirations and misaligned expectations for their first job

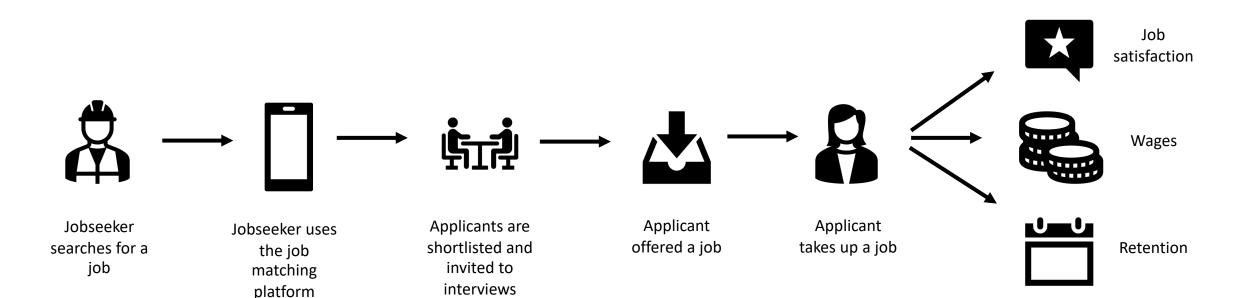
## Research questions

1. How are job matching technologies being used to support jobseekers find jobs in the service sector?

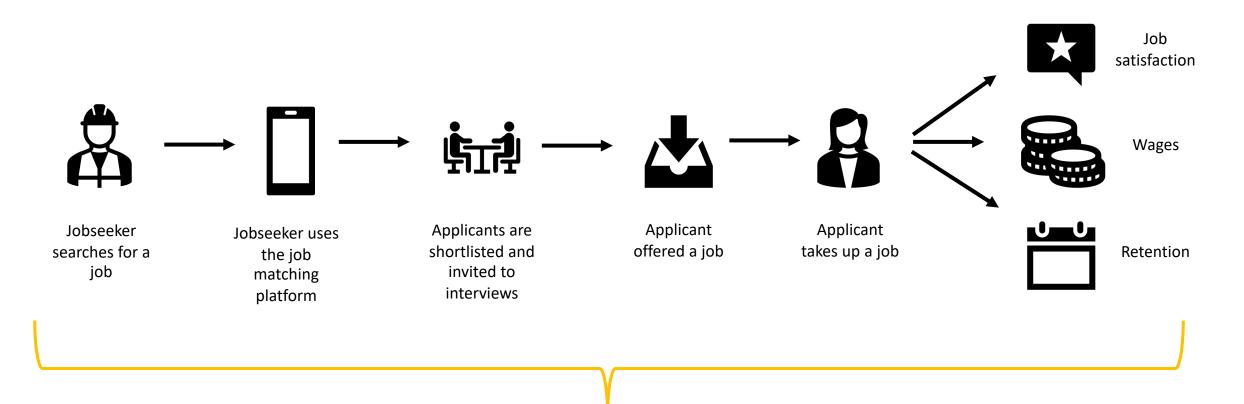
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- 1. How are job matching technologies being used to support jobseekers find jobs in the service sector?
- 2. Can positive frictions result in better matches between firms and jobseekers and reduce inequality for women and other marginalised jobseekers?

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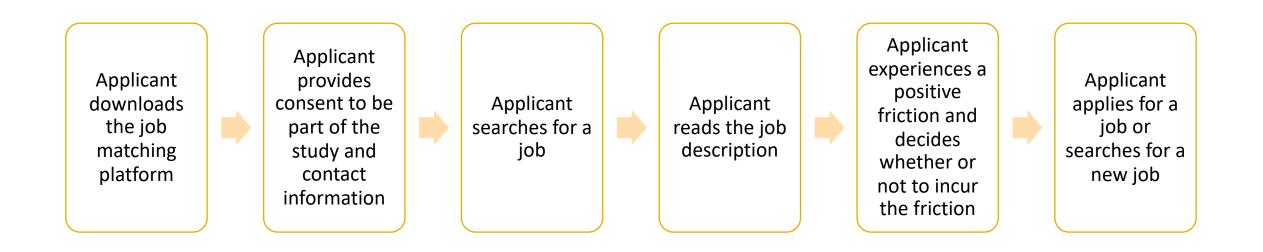


How are job matching technologies being used to support jobseekers find jobs in the service sector?



How does these outcomes differ by gender?

# The positive friction appears before applicants apply



## Research design: A randomized control trial

2000 jobseekers per treatment arm



#### **Small positive friction**

One multiple-choice question about the job description during the application process



#### Large positive friction

Three multiple-choice question about the job description



#### **Competency test**

One multiple-choice question about the soft skills required for the job



#### Control group

No positive friction

## Outcomes of interest

Disaggregate by gender



**Short term** Drop-off rates, application rates, and shortlist to hire



#### Medium term Interview attendance,

job offer, job take-up



Long term Retention, wages, job satisfaction

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Collected via surveys with jobseekers and firms

### What are the implications for policy?

This project seeks to:



Provide granular insights into how jobseekers are using a job matching technology

- Explore how this experience differs by gender and other dimensions proxying for exclusion (urban vs rural)
- 3 Explore **how best to design a job matching platform** and leverage behavioural tools to broaden the information used to match jobseekers and employers.