

## A Selection of Labor Force Survey Results

Summer, the Year 1402<sup>1</sup> (22 June - 22 September 2023)



The Iranian year which usually begins on the day of 21 March of Gregorian calendar. To find the corresponding year of Gregorian calendar, add 621 or 622 (depending on the time of the year) to a <u>solar Hijri</u> year. For example, the corresponding year of the year 1402 in Gregorian calendar is (21 March 2023-19 March 2024).

Iranian seasons and their equivalent in Gregorian calendar

Spring (21 March-21 June)

Summer (22 June - 22 September)

Autumn (23 September -21 December)

Winter (22 December - 19 March)

## Introduction

The pair concepts of employment and unemployment are so basic to national economies that any rise in the employment rate, which means a drop in unemployment, is reckoned as an index of the national development. Unemployment rate is an index for appraising the national economic conditions. The information on the nation's market is collected through the Household Employment and Unemployment Characteristics Survey (HEUCS) as of the year 1376. However, in order to improve the HEUCS quality and its conformance with the international concepts, particularly, with those of the ILO, the survey plan was revised so that the current plan namely "Labour Force Survey" could be implemented. The "Labour Force Survey" was first conducted in the year 1384, and since then has regularly been taken in the middle month of every season.

The "Labour Force Survey" is conducted to get information on the composition and the current condition of the labour force and its changes. This aim is accomplished by "estimation of seasonal and annual labour force indexes at national and provincial levels", "estimation of the annual number of the labour force at national and provincial levels", "estimation of seasonal and annual changes in the labour force at national and provincial levels", and "estimation of annual changes in labour force indexes at provincial levels".

The population covered in this survey includes the people who, according to the definition, are members of private or collective settled households in rural or urban areas, so the members of private unsettled households and institutional households are not included in this survey. The method used for conducting this survey is a two-stage classified clustering method. In this survey, in addition to the estimation of current levels, the estimate of changes is made; therefore, the rotation sampling is used. The rotation sampling can provide the estimate of current levels and changes in the best manner by fixing some sample units between two quarters of the survey and changing the remaining units. With respect to the aim of the survey, the selected rotation pattern for this survey is a "2-2-2" pattern which means that during the Master Sample period, each sample household is enumerated four times; accordingly, that sample household is in the sample for two successive quarters and then is excluded from the sample temporarily for two successive quarters and again is included in the sample for the two next successive quarters. This household is then excluded from the sample until the end of the years related to the master sample period. It should be noted that for optimal conduct of rotation sampling, the master sample is needed. The master sample refers to the sample that can be used for the selection of sub-samples to satisfy the needs of several surveys or several rounds of a survey. The sampling frame of the first stage (from the spring of the year 1397) is the fourth master sample of the household surveys. The master sample includes the sampling units (clusters) of the first stage. Each cluster includes one block/village, part of a large block/village, or in some cases a combination of some small blocks/villages which were created from the 2016 National Population and Housing Census. With respect to the changes in population and housing units in urban areas and in order to prepare an appropriate and updated frame in urban areas, some households were listed within the master sample clusters in the winter of the year 1401, but due to minor changes in population and housing units in rural areas, no listing was made in rural areas (unless in exceptional cases).

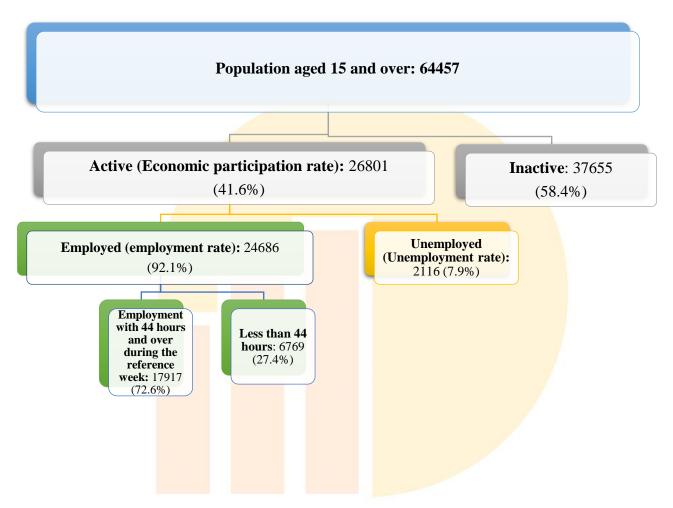
It should be noted that since the spring of the year 1397, the confidence interval for the unemployment rate has been 95 percent in the release of the Survey results. In view of the statistical methodology, the confidence interval means that if several samples are selected from the target population by using the same sampling method, and based on each of the samples, a confidence interval is calculated for the real unemployment rate. It is expected that 95% of these confidence intervals include the real unemployment rate.

It should be mentioned that according to the studies conducted, due to social changes in the entry age into the labour market in recent years in different countries, the minimum age at 15 has been considered for reviewing key indexes of the labour market. Due to similar changes in our country, the major indexes of the country's labour market have been calculated and presented based on the population aged 15 and over since the spring of the year 1398.

## **Findings**

Based on the results of this survey conducted for summer, the year 1402, the major indexes of the labour market and its changes in this season compared to the last corresponding season (summer, the year 1401), are presented in Table 1. Besides, Table 2 shows the major characteristics of the labour market by province.

Figure 1. Major indexes of labour market in summer, the year 1402 (the figures are at thousand persons)



A review of the economic participation rate for the population aged 15 and over (activity rate) reveals that 41.6% of the population at working-age (15 years and over) are economically active; i.e., they lie either in the employed or the unemployed group. In addition, the results indicate that the economic participation rate stands lower for women compared to men and urban areas in contrast to rural areas. The review of the trend of changes in the national economic participation rate shows that this index experienced 0.6 percent rise compared with the last corresponding season (summer, the year 1401). The review of the employment to population ratio of the population aged 15 and over shows that 38.3 percent of the working-age population (15 years and over) were employed. This index stands higher for men and rural areas compared to women and urban areas.

TABLE 1. MAJOR LABOUR MARKET INDEXES AND THEIR CHANGES BY SEX, URBAN AND RURAL AREAS; SUMMER, THE YEAR 1402 COMPARED TO THE SUMMER, THE YEAR 1401

(Number person-rate, share and ratio: percent)

(C. (C. C. C		Total country			Male			Female		
Labour force indexes				Summer			Summer, Summer,			
	I	Summer, the year 1402	Summer, the year 1401	Changes	the year 1402	Summer, the year 1401	Changes	the year 1402	the year 1401	Changes
Population aged 15 and over <sup>1</sup>	Number	64456745	63702400	754345	32187689	31823633	364056	32269055	31878767	390288
Economic participation rate of population aged 15 and over	Rate	41.6	41.0	0.6	68.6	68.4	0.2	14.6	13.7	0.9
	Number	26801341	26112171	689170	22092009	21757834	334175	4709332	4354337	354995
Economically inactive population aged 15 and over	Number	37655404	37590229	65175	10095680	10065799	29881	27559723	27524430	35293
Employment of population aged	Ratio	38.3	37.3	1.0	64.3	63.4	0.9	12.3	11.3	1.0
15 and over	Number	24685513	23778714	906799	20701378	20172713	528665	3984135	3606001	378134
Unemployment of population	Rate	7.9	8.9	-1.0	6.3	7.3	-1.0	15.4	17.2	-1.8
aged 15 and over	Number	2115828	2333457	-217629	1390631	1585121	-194490	725197	748336	-23139
Unemployment of population	Rate	20.1	23.0	-2.9	17.4	19.9	-2.5	30.4	39.0	-8.6
aged 15-24	Number	53 <mark>6181</mark>	593452	-57271	368496	430641	-62145	167685	162810	4875
Unemployment of population	Rate	15.0	16.2	-1.2	12.0	13.1	-1.1	26.6	29.3	-2.7
aged 18-35	Number	1520635	1643272	-122637	957663	1069154	-111491	562972	574117	-11145
Unemployment of the population aged 15 and over graduated from	Rate	12.0	13.2	-1.2	8.1	8.8	-0.7	20.7	23.2	-2.5
higher education institutes	Number	905149	955398	-50249	42450 <mark>7</mark>	441503	-16996	480642	513895	-33253
Employment in agriculture sector	Share	15.5	15.8	-0.3	15.6	15.8	-0.2	14.9	16.0	-1.1
	Number	3822200	3763449	58751	3228554	3186568	41986	593646	576881	16765
Employment in manufacturing	Share	34.0	33.8	0.2	35.5	35.2	0.3	26.5	25.9	0.6
sector	Number	8399816	8029313	370503	7343983	7096515	247468	1055834	932798	123036
Employment in services sector	Share	50.5	50.4	0.1	48.9	49.0	-0.1	58.6	58.0	0.6
	Number	12458828	11976081	482747	10125709	9882824	242885	2333120	2093257	239863
Underemployment	Share	7.9	9.2	-1.3	8.4	10.0	-1.6	4.8	4.6	0.2
	Number	1942161	2183239	-241078	1749203	2018444	-269241	192958	164796	28162
The share of the unemployed (aged 15 and over) higher education graduates out of the total unemployed population	Share	42.8	40.9	1.9	30.5	27.9	2.6	66.3	68.7	-2.4
The share of the employed (aged 15 and over) higher education graduates out of the total employed population	share	26.8	26.5	0.3	23.1	22.8	0.3	46.2	47.1	-0.9

TABLE 1. MAJOR LABOUR MARKET INDEXES AND THEIR CHANGES BY SEX, URBAN AND RURAL AREAS; SUMMER, THE YEAR 1402 COMPARED TO THE SUMMER, THE YEAR 1401

(continued) (Number person, rate, share and ratio: percent)

		Urban areas			Rural areas		
Labour force indexes		Summer, the year 1402	Summer, the year 1401	Changes	Summer, the year 1402	Summer, the year 1401	Changes
Population aged 15 and over <sup>1</sup>	Number	50004675	49211028	793647	14452070	14491372	-39302
Economic participation rate of population aged 15 and	Rate	41.0	40.4	0.6	43.6	43.1	0.5
over	Number	20495471	19872297	623174	6305869	6239874	65995
Economically inactive population aged 15 and over	Number	29509204	29338731	170473	8146201	8251498	-105297
Employment of population aged 15 and over	Ratio	37.4	36.5	0.9	41.4	40.1	1.3
Employment of population ages 10 and over	Number	18697428	17961574	735854	5988084	5817140	170944
	Rate	8.8	9.6	-0.8	50.	6.8	-1.8
Unemployment of population aged 15 and over	Number	1798043	1910723	-112680	317785	422734	-104949
Unemployment of population aged 15-24	Rate	220.	24.9	-2.9	14.8	18.3	-3.5
Onemployment of population aged 13-24	Number	430787	461237	-30450	105394	132215	-26821
Unemployment of population aged 18-35	Rate	16.2	17.2	-1	10.8	130.	-2.2
Chemployment of population aged 18-55	Number	1283546	1340259	-56713	237089	303012	-65923
Unemployment of the population aged 15 and over graduated	Rate	11.7	12.6	-0.9	150.	190.	-40.
from higher education institutes	Number	810446	835457	-25011	94703	119941	-25238
Employment in agriculture sector	Share	6.2	6.4	-0.2	44.5	44.8	-0.3
Employment in agriculture sector	Number	1157996	1158009	-13	2664204	2605440	58764
Employment in manufacturing sector	Share	35.7	35.2	0.5	28.8	29.3	-0.5
Employment in institute turing sector	Number	6673695	6323843	349852	1726121	1705471	20650
Employment in services sector	Share	58.1	58.3	-0.2	26.7	25.9	0.8
	Number	10861070	10469852	391218	1597759	1506229	91530
Underemployment	Share	6.9	80.	-1.1	110.	12.8	-1.8
• •	Number	1283471	1437994	-154523	658690	745246	-86556
The share of the unemployed (aged 15 and over) higher education graduates out of the total unemployed population	Share	45.1	43.7	1.4	29.8	28.4	1.4
The share of the employed (aged 15 and over) higher education graduates out of the total employed population	share	32.6	32.2	0.4	90.	8.8	0.2

<sup>-</sup>The difference between the total number of employees and the total number of employees in the three sectors is due to the unreported major sectors of economic activity.

A review of employment in major economic sectors indicates that the services sector holds the biggest share of employment with 50.5% of the total, followed by the manufacturing sector with 34.0% and the agriculture sector with 15.5%. In the summer of the year 1402, the contribution of the employed people to the agriculture sector decreased by 0.3 percent and the contribution of the employed people to the manufacturing and services sectors increased by 0.2 and 0.1 percent respectively in comparison with the last corresponding season (summer, the year 1401).

<sup>-</sup> The difference is due to rounding.

<sup>1.</sup> The target population of the labour force survey is the people at working age from private settled and collective households in urban and rural areas.

A review of the unemployment rate among the population aged 15 and over shows that 7.9 percent of the economically active population were unemployed. Moreover, based on the confidence interval of 95%, the total national unemployment rate was between 7.5 and 8.3 percent with a 7.9 percent point estimation. This means that with the confidence interval of 95 percent, this interval shows the national real unemployment rate. Based on the results, the unemployment rate was higher for women and urban areas than men and rural areas respectively. A review of the trend of changes that happened in the index at the national level shows that this index experienced a 1.0 percent decrease compared to the last corresponding season (summer, the year 1401).

The unemployment rate among the youths aged 15-24 indicates that 20.1 percent of the economically active population in this age group was unemployed. This index stands higher for women and urban areas than for men and rural areas respectively. A review of the trend of the changes in the national unemployment rate among the youths aged 15-24 shows that the index witnessed a 2.9 percent fall compared to the last corresponding season (summer, the year 1401).

The unemployment rate among the youths aged 18-35 indicates that 15.0% of the active population aged 18-35 was unemployed. This index stands higher for women and urban areas than men and rural areas respectively. A review of the trend of the changes among the youths aged 18-35 shows that this index fell by 1.2% compared to the last corresponding season (summer, the year 1401).

A review of the unemployment rate among the population aged 15 and over graduated from higher education shows that 12.0 percent of the active population among higher education graduates was unemployed. This index stands higher for women and rural areas than men and urban areas respectively. A review of the trend of the changes shows that this index dropped by 1.2 % in the summer of the year 1402 compared to the last corresponding season (summer, the year 1401).

The underemployment share tells that 7.9% of the employed population aged 15 and over was underemployed. The index stands higher for men and rural areas than for women and urban areas respectively. The underemployment share in the summer of year 1402 experienced a 1.3 percent decrease compared to the last corresponding season (summer, the year 1401).

The study of the employed share aged 15 and over with the usual working hours of 49 hours and over shows that 39.8% of the employed, typically work 49 hours and over per week. This index, which is one of the indexes of decent work, shows that a large share of the employed work more than the standard hour. This index experienced a 0.2% increase compared to the last corresponding season (summer, the year 1401).

In the summer of the year 1402, the share of the unemployed higher education graduates out of the total unemployed population was 42.8 percent. The index stands higher for women and urban areas than for men and rural areas respectively. A review of the changes shows that this index experienced a 1.9 percent rise compared to the last corresponding season (summer, the year 1401).

In the summer of the year 1402, the share of the employed higher education graduates out of the total employed people was 26.8 percent. The index stands higher for women and urban areas than for men and rural areas respectively. A review of the changes shows that this index increased by 0.3 percent over the last corresponding season (summer, the year 1401).

Figure 2. Unemployment rate of the population aged 15 and over in successive seasons from the year 1397 to 1402.



Statistical Centre of Iran

Table 2 shows some major labour market indexes for the population aged 15 and over in the summer, the year 1402 compared to the last corresponding season (summer, the year 1401).

TABLE 2- SOME MAJOR LABOUR MARKET INDEXES FOR THE POPULATION AGED 15 AND OVER IN THE SUMMER, THE YEAR 1402 COMPARED TO LAST CORRESPONDING SEASON (SUMMER, THE YEAR 1401) (percent)

	Economic participation rate		Employ	ment ratio	Unemployment rate		
Province	C	C	Summer, Summer,		Summer,	C	
	Summer, the year	Summer, the year	the year	the year	Point-to-	The	Summer, the year
	1402	1401	1402	1401	point estimation	confidence interval (95%)	1401
Total country	41.6	41.0	38.3	37.3	7.9	(7.5-8.3)	8.9
East Azarbayejan	43.5	40.6	40.6	37.5	6.6	(5.2-7.9)	7.7
West Azarbayejan	45.6	46.0	43.3	42.8	5.1	(3.6-6.6)	7.0
Ardebil	47.6	47.5	42.9	42.0	9.8	(8.0-11.6)	11.7
Esfahan	42.9	42.2	39.1	37.7	8.9	(7.5-10.4)	10.6
Alborz	38.1	39.5	35.3	36.4	7.4	(5.9-8.9)	8.0
Ilam	33.1	32.5	30.6	30.3	7.7	(6.1-9.2)	6.6
Bushehr	39.3	39.0	35.7	35.9	9.1	(7.1-11.1)	7.9
Tehran	41.2	40.3	38.1	37.4	7.5	(6.0-9.1)	7.2
Chaharmahal & Bakhtiyari	43.0	42.1	38.7	38.8	10.0	(7.5-12.5)	8.0
South Khorasan	40.7	38.9	38.0	35.9	6.6	(5.5-7.7)	7.8
Khorasan-e-Razavi	43.1	42.4	40.1	39.3	7.1	(5.4-8.7)	7.2
North Khorasan	41.7	43.6	39.6	39.6	5.1	(3.6-6.6)	9.2
Khuzestan	41.0	39.7	36.8	33.5	10.3	(8.7-12.0)	15.6
Zanjan	51.5	49.4	48.3	46.6	6.2	(4.6-7.8)	5.5
Semnan	38.0	38.4	35.5	35.9	6.5	(4.8-8.1)	6.3
Sistan & Baluchestan	34.8	33.4	30.4	29.6	12.5	(9.9-15.1)	11.4
Fars	37.1	36.0	34.6	33.4	6.8	(5.2-8.3)	7.2
Qazvin	44.5	43.9	41.5	40.6	6.9	(5.3-8.5)	7.6
Qom	38.0	36.5	35.0	33.5	8.0	(6.2-9.8)	8.4
Kordestan	44.2	43.0	40.4	38.6	8.8	(7.1-10.5)	10.2
Kerman	39.7	40.0	36.8	36.8	7.4	(5.1-9.6)	8.1
Kermanshah	42.1	43.2	37.8	37.3	10.3	(7.8-12.9)	13.6
Kohgiluyeh & Boyerahmad	32.5	34.0	30.0	31.0	7.7	(5.7-9.6)	8.7
Golestan	40.2	37.3	36.3	34.5	9.6	(7.7-11.5)	7.6
Gilan	44.1	46.1	40.6	42.6	7.9	(6.2-9.6)	7.8
Lorestan	39.9	41.3	35.4	36.5	11.1	(9.1-13.1)	11.7
Mazandaran	46.0	44.7	43.1	41.2	6.4	(5.1-7.6)	7.7
Markazi	36.1	36.4	33.7	34.1	6.8	(5.0-8.6)	6.4
Hormozgan	41.5	40.9	36.8	31.7	11.5	(10.0-13.0)	22.6
Hamedan	45.0	45.7	41.9	41.5	6.8	(4.9-8.7)	9.3
Yazd	44.6	43.8	41.7	40.5	6.3	(4.9-7.8)	7.7

## **Definitions and concepts**

The Statistical Centre of Iran employs new international definitions and concepts based on the ICLS 1983<sup>1</sup> for measuring employment and unemployment in the Labour Force Survey.

**Work**: This key term is used to determine the status of the economic activity of the people. The term "work" refers to the group of economic activities (mentally or physically) which are done for earning income (cash or in-kind) and its objective is to produce goods or services. Generally, the people who work are divided into two groups: self-employed, who work for themselves, and wage and salary earners, who earn money for the work they do.

**Statistical period (Reference week):** Refers to the second or third calendar week (Saturday to Friday) of the middle month of each season.

**Employed:** All people aged 15 or over who, according to the definition of work, have worked for at least one hour during the reference week or have temporarily left their job for one reason or another, are reckoned as employed. Persons who, without receiving any remuneration, work for a member of their household that is a relative (unpaid family workers); trainees who perform an activity in relation to the activity of the institute for apprenticeships during the training period, namely, they directly contribute to the production of goods or services, their activity is considered "work"; students who have worked during the reference week, according to the definition of work; and all people who are serving as a permanent and temporary cadre in the armed forces (armed forces, cadre personnel, soldiers, commissioned officers, non-commissioned officers of the military forces and the police) are considered employed.

Unemployed: The unemployed are all people aged 15 or over who have the following three criteria together:

- 1. have no job during the reference week (not engaged in a wage/salary job or self-employment),
- 2. have been seeking job during the reference week and the preceding three weeks (have taken specific steps to seek paid employment or self-employment),
- 3. are available to work during the reference week or the following week (available for a wage/salary employment or self-employment). All people who, because of expecting to start a job in future or return to their former job, have not been seeking a job, but have had no job and have been available to work are also considered unemployed.

Labour force (active population): is the sum of persons in employment plus persons in unemployment.

**Underemployment:** The underemployed people are all employed people who have been present in or temporarily absent from the workplace and have worked less than 44 hours during the reference week due to economic reasons such as work recession, not finding a job with more hours, or non-work season, but have been willing and ready to do more work in the reference week.

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<sup>&</sup>lt;sup>1</sup> ILO, Thirteenth International Conference of Labor Statisticians (Geneva, 1983).

Economic participation rate (Economic activity rate) The ratio of the active population (employed & unemployed) to the working age population multiplied by 100. Economically active population aged 15 and over Economic participation rate =  $\times 100$ Population aged 15 and over **Employment to population ratio:** The ratio of the employed population to the total population at working age, multiplied by 100. Employed population aged 15 and over Employment to population ratio = - $\times 100$ Population aged 15 and over **Unemployment rate** The ratio of the unemployed population to the active population (employed & unemployed) multiplied by 100. Unemployed population aged 15 and over Unemployment rate =  $\times 100$ Active population aged 15 and over **Employment rate** The ratio of the employed population to the active population (employed & unemployed) multiplied by 100. Employed population aged 15 and over Employment rate =  $\times 100_{=} 100$ -unemployment rate Active population aged 15 and over Unemployment rate of the population aged 15-24 The ratio of the unemployed population aged 15-24 to the economically active population aged 15-24 multiplied by 100. Unemployed population aged 15-24 Unemploym Economically active population aged 15-24

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The ratio of the unemployed population aged 18-35 to the economically active population aged 18-35 multiplied by 100.
Unemployed population aged 18-35
Unemployment rate aged 18-35 = ×100
Economically active population aged 18-35
Unemployment rate of higher education graduates
The ratio of unemployed higher education graduates to active higher education graduates multiplied by 100.
Unemployed higher education graduates
Unemployment rate of higher education graduates $=$ $\times 100$
Economically active higher education graduates
Share of unemployed higher education graduates aged 15 and over
The ratio of unemployed higher education graduates to the total unemployed population aged 15 and over multiplied by 100.
Unemployed higher education graduates aged 15 and over
Share of unemployed higher education graduates aged 15 and over =
Unemployed population aged 15 and over
Share of employed higher education graduates aged 15 and over
The ratio of employed higher education graduates to the total employed population aged 15 and over multiplied by 100.
Employed higher education graduates aged 15 and over
Share of employed higher education graduates aged 15 and over =
Total employed population aged 15 and over  Underemployment share of population aged 15 and over
The ratio of the underemployed population aged 15 and over to the employed population aged 15 and over multiplied by 100.
Underemployed population aged 15 and over
Underemployment rate =
Employed population aged 15 and over

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