# Economic Re-integration of Return Migrants in the Construction Sector in India

Dr. Avinash Kumar Jawaharlal Nehru University New Delhi

## Objectives

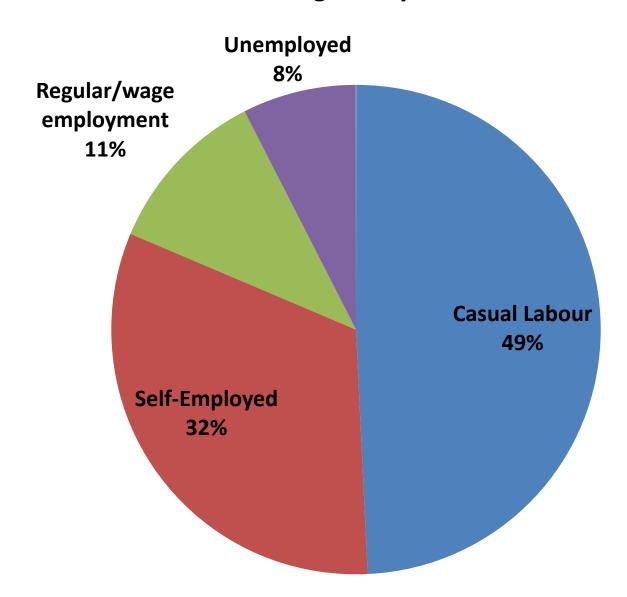
- Whether the return migrants get re-integrated in the construction sector.
- Whether the skills acquired in Gulf increases their employability.
- Whether the skills acquired fetch them better wages/jobs.
- Are they able to get better working conditions.
- What are the difficulties that the returnees face in finding decent work and what are the coping mechanisms that they adopt.
- Whether the construction industry in India values the skills, knowledge and experience of return migrants.
- What role do return migrants play in enhancing the skills of the other workers.
- What role do social, political and economic institutions play in the re-integration of the return migrants.

## Sample Profile

- 252 returnees from NCR, Gorkhpur, Jagtiyal and East Godawari.
- 7.1 % technical education; 42.1% vocational education
- 73% with work experience more than 2 years in the Gulf. 48% more than 5 years; mean period of stay in Gulf is more than 5 years (5.23).
- The mean age of the migrants at the time of first episode of migration was 27 years and the current mean age is 37 years.
- 54% had been to Gulf twice or more than that.

# Trends and Patterns of Reintegration of Return Migrants

#### **Distribution of Return Migrant by Current Usual Activity**



#### **Average Duration of Unemployment after Return**

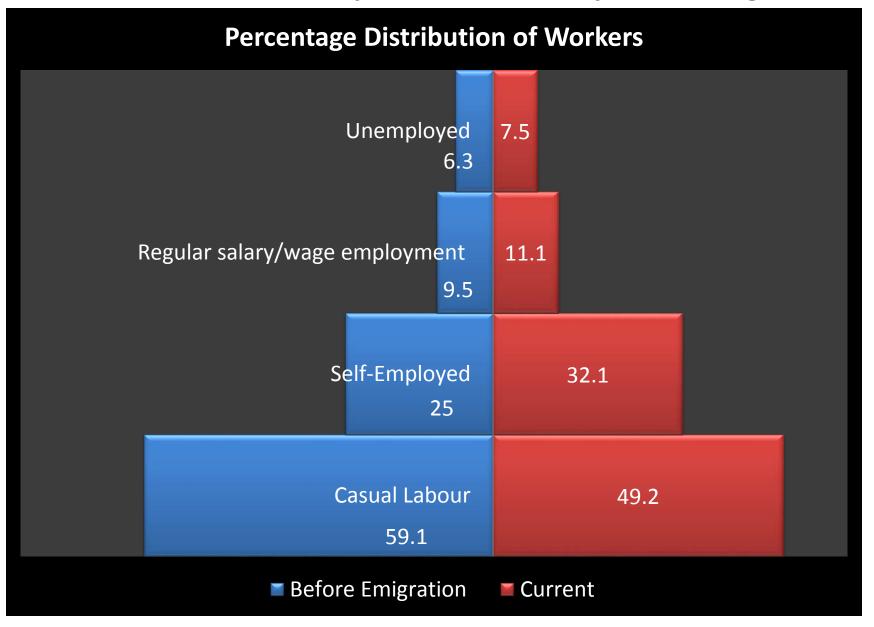
58% of the return migrants remain unemployed at least for three months to find a job upon their return

7% have of the sample were unemployed for prolonged periods

The distribution of unemployment by current usual activity looks like the following:

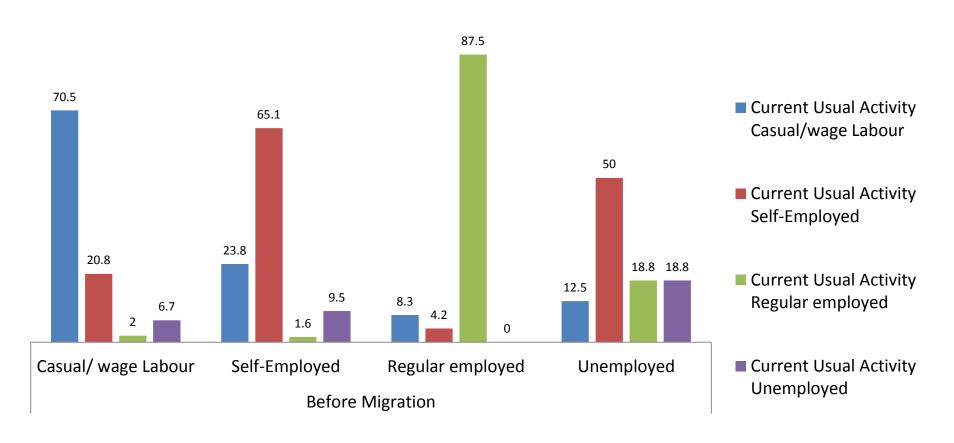


#### **Current Usual Activity V/s Usual Activity Before Migration**



#### Impact of Human Capital (SKILLS) acquired in Gulf on Usual Activity before migration

#### Persentage Distribution of Current Usual Activity by their Usual Activity before Migration

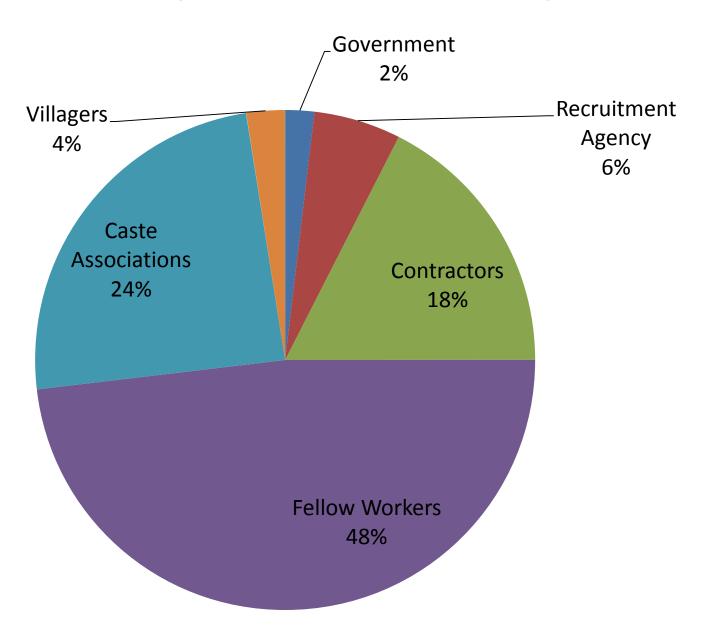


#### **FINDINGS**

Most returnees are forced to choose between casual labour, work in the informal sector or self-employment or remain unemployed.

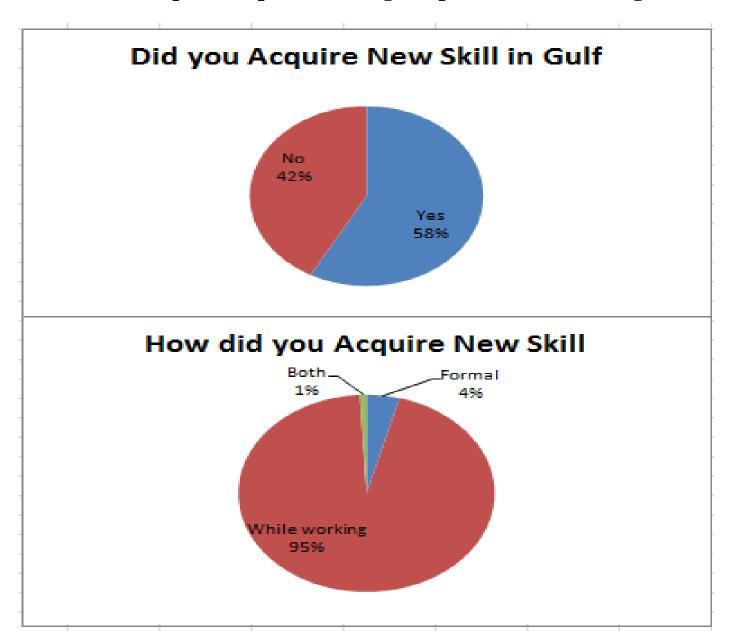
- 21 percent the casual labourers have shifted to self-employment after migrating.
- However, higher proportion of those engaged in self-employment before migration, i.e. 34 percent have now shifted either as casual labour or are unemployed (24 % and 10 % respectively).
- There is hardly any change in the share of regular salary/wage employment.
- 90% found employment through the informal networks of contractors, family and co-workers. Only 10% are directly employed by the employer or through recruitment agencies.
- It clearly shows that the workers move back and forth between casual labour and self-employment. And due to this uncertainty in the job market, nearly half of the respondents i.e. 46% still are willing to re-migrate to Gulf.
- While the shift from casual labour to self-employment seems encouraging, it is important to note here that among those who are engaged in self-emp currently; 89% are Own-Account Enterprises and 60% of them have taken credit from informal sources (money-lenders, property-mortgage and friends and relatives)

#### Role of various Agencies in Economic Re-integration

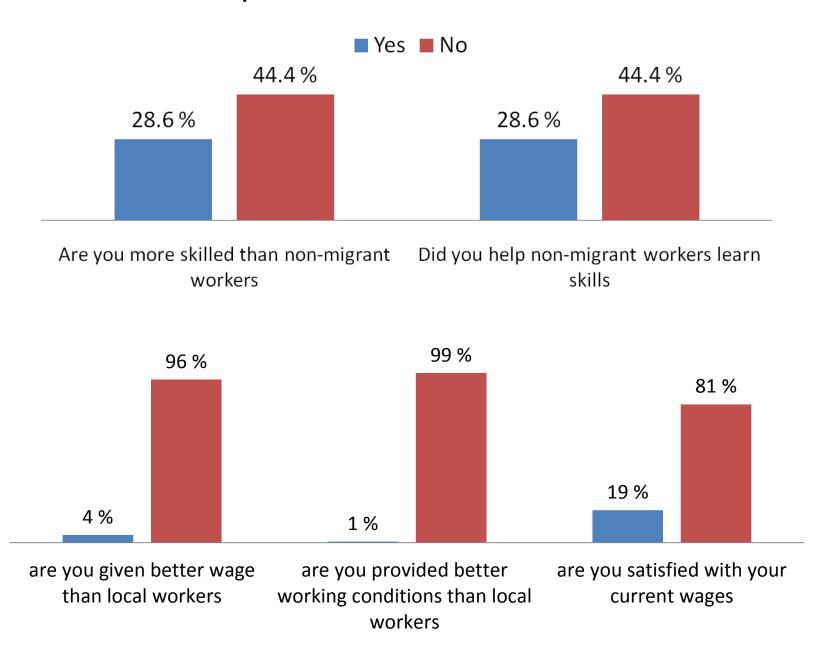


# Skills Acquired in Gulf and Spill-Over in India

#### **Human Capital Acquired during the period of Gulf Emigration**



#### Perception about Skill and Skill-Premium



#### **IMPORTANT OBSERVATIONS and Recommendations**

- That the employment status of the return migrants presently is worse off than in their host country.
- That the skills acquired during their work at Gulf have hardly enhanced their employability after return in the local market.
- That the skills acquired during their work at Gulf have no positive impact upon their work profile/status of the period before migration.
- That due to very limited labor market opportunities, return migrants from Gulf, are forced to choose from unemployment, self-employment in the informal sector, and casual labour.
- The formal regular employment for the return migrants remains limited.
- Hence, it is very unlikely that the human capital gained by them during their stay at Gulf has given them higher returns or have enhanced their employability after return in the local market.