Figure 2: Coefficients of the interactions of program intensity and survey year dummies. Dependent variable: % of primary school graduates.
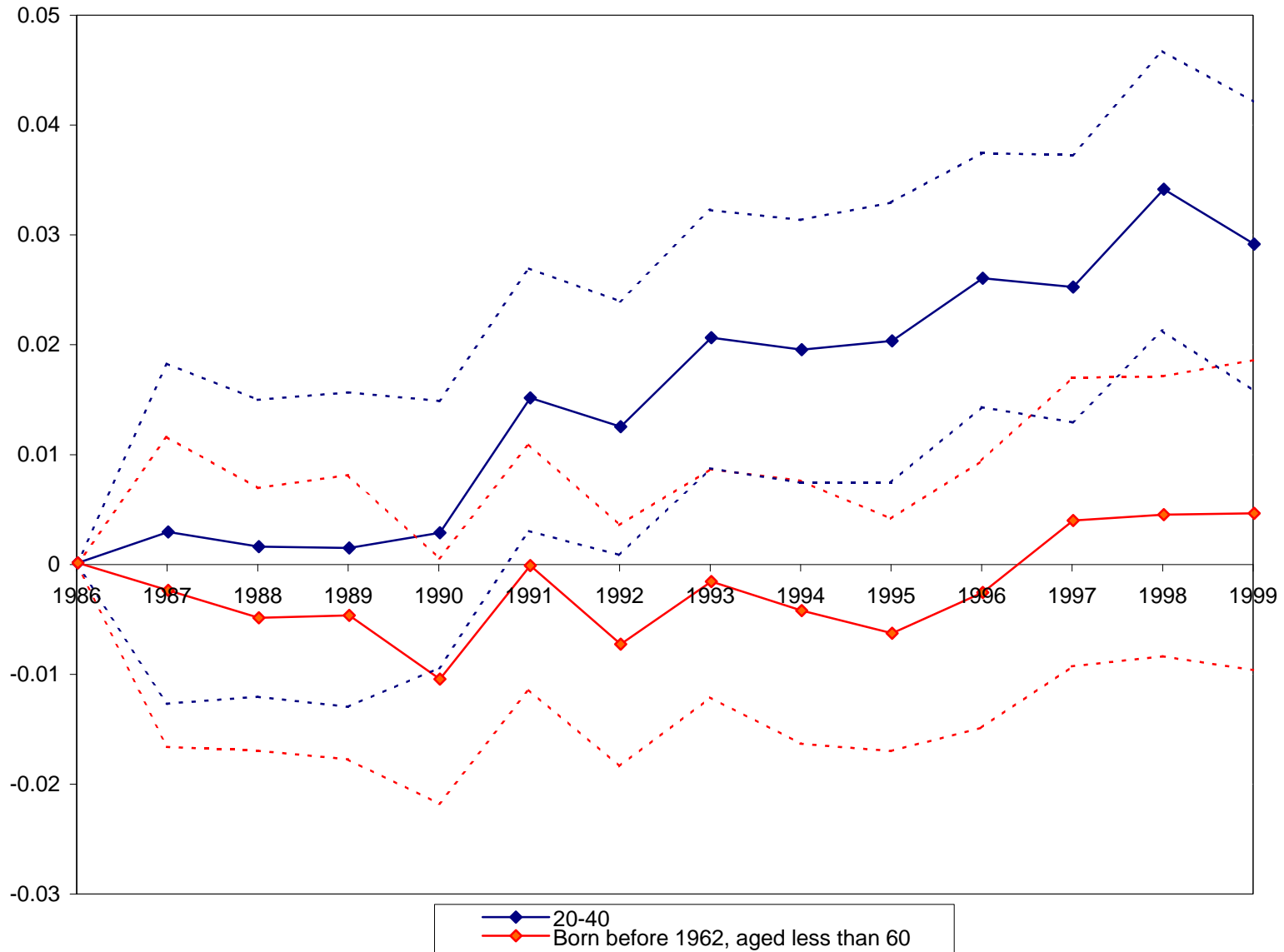
Figure 4B: Coefficients of the interactions of program intensity and survey year dummies.
Dependent variables: average log(wage) and average formal sector employment among individuals born before 1962 and aged less than 60.
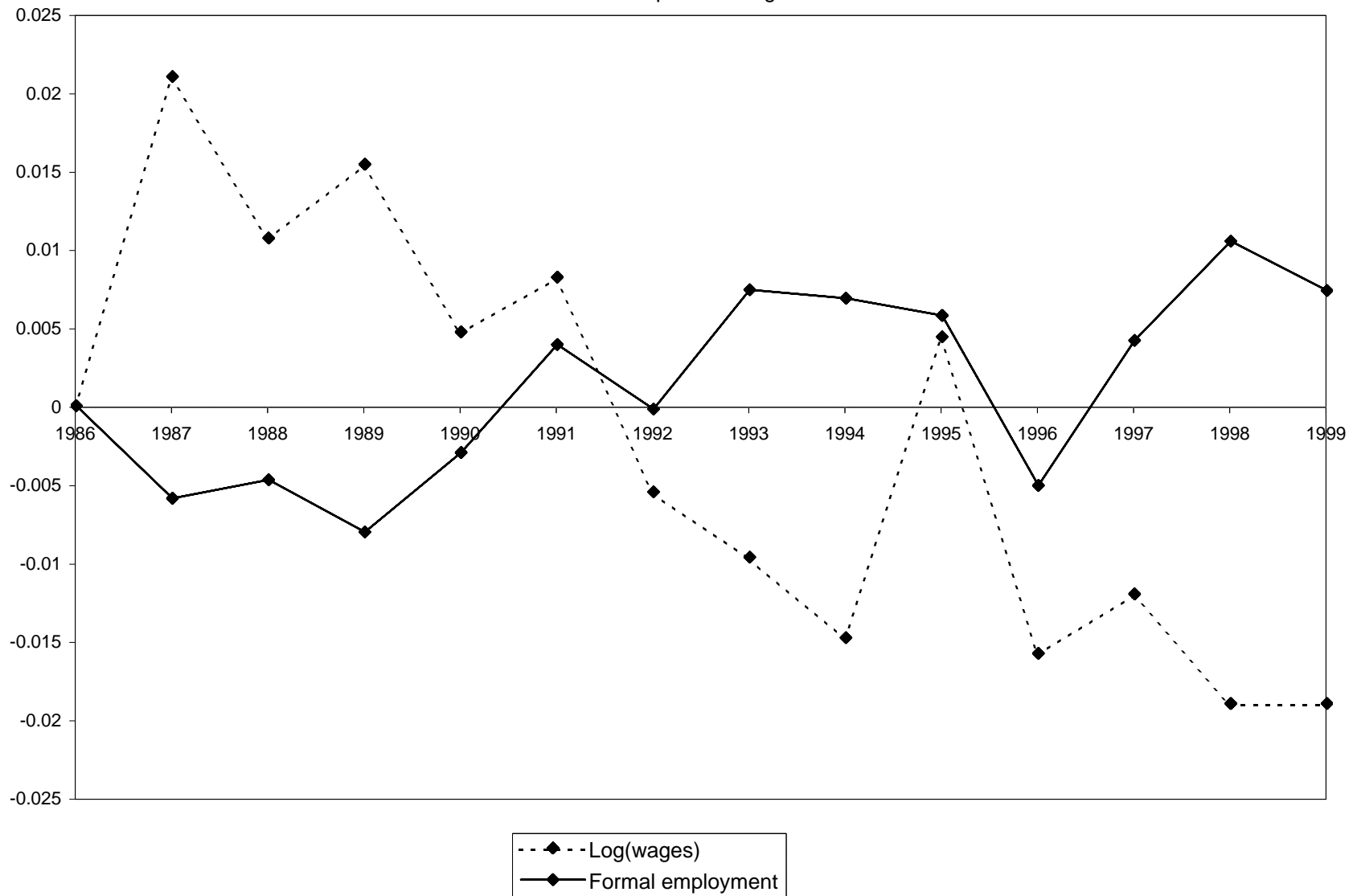
Sample: rural regions.

Table 5: OLS estimates of the impact of average education on individual wages.
Men aged 20-60 and born before 1962.

	Independent variable: % of primary school graduates in the 20-40 sample		Independent variable: % of primary school graduates in the 20-60 sample	
	Sample: Rural and urban areas	Sample: Rural areas only	Sample: Rural and urban areas	Sample: Rural areas only
	(1)	(2)	(3)	(4)
PANEL A: OLS, without region fixed effects (1986-1999)				
Log(wage)	0.852	0.754	0.881	0.875
	(0.035)	(0.041)	(0.030)	(0.037)
Log(wage) residual	0.195	0.226	0.228	0.312
	(0.024)	(0.028)	(0.021)	(0.027)
Skill premium	-0.458	-0.531	-0.423	-0.533
	(0.041)	(0.047)	(0.038)	(0.045)
Formal employment	0.431	0.162	0.459	0.170
	(0.016)	(0.015)	(0.015)	(0.015)
Formal employment among educated workers	0.095	-0.036	0.108	-0.035
	(0.015)	(0.015)	(0.013)	(0.015)
Formal employment among uneducated workers	0.035	0.0046	0.045	0.0088
	(0.011)	(0.011)	(0.011)	(0.011)
PANEL B: OLS, with region fixed effects (1986-1999)				
Log(wage)	0.409	0.436	0.537	0.594
	(0.041)	(0.046)	(0.041)	(0.047)
Log(wage) residual	0.040	0.060	0.086	0.121
	(0.032)	(0.035)	(0.032)	(0.037)
Skill premium	-0.082	-0.092	-0.094	-0.106
	(0.073)	(0.080)	(0.077)	(0.085)
Formal employment	0.160	0.134	0.228	0.201
	(0.016)	(0.017)	(0.016)	(0.018)
Formal employment among educated workers	-0.0019	0.0079	0.017	0.031
	(0.020)	(0.022)	(0.021)	(0.022)
Formal employment among uneducated workers	0.012	0.015	0.031	0.033
	(0.016)	(0.017)	(0.018)	(0.018)

Notes:

1. Survey year dummies, region dummies, interactions between survey year dummies and the enrollment rate in 1971, and interactions between suvey year dummies and the number of children are included in the regressions.

2. Regression run using kabupaten-year averages, weighted by the number of observations in each kabupaten-year cell.

Table 6: 2SLS estimates of the impact of average education on individual wages.
Men aged 20-60 and born before 1962.

	Independent variable: % of primary school graduates in the 20-40 sample		Independent variable: % of primary school graduates in the 20-60 sample	
	Sample: Rural and urban areas	Sample: Rural areas only	Sample: Rural and urban areas	Sample: Rural areas only
	(1)	(2)	(3)	(4)
PANEL A: YEARS 1986-1999				
Log(wage)	-0.204	-0.834	-0.208	-0.871
	(.443)	(.701)	(.615)	(.837)
Log(wage) residual	-0.292	-0.633	-0.379	-0.994
	(.355)	(.431)	(.512)	(.556)
Skill premium	-0.434	-0.982	-0.596	-0.636
	(.916)	(1.408)	(1.197)	(1.645)
Formal employment	0.441	0.454	0.661	0.745
	(.159)	(.203)	(.238)	(.352)
Formal employment among educated workers	0.432	0.501	0.543	0.713
	(.197)	(.259)	(.264)	(.406)
Formal employment among uneducated workers	0.379	0.409	0.510	0.318
	(.203)	(.232)	(.354)	(.318)
PANEL B: YEARS 1986-1997				
Log(wage)	-0.358	-0.710	-0.451	-0.480
	(.493)	(.821)	(.716)	(.801)
Log(wage) residual	-0.330	-0.588	-0.437	-0.902
	(.412)	(.529)	(.618)	(.602)
Skill premium	-0.225	-0.635	-0.291	0.536
	(1.033)	(1.461)	(1.488)	(1.576)
Formal employment	0.463	0.442	0.716	0.694
	(.183)	(.233)	(.282)	(.379)
Formal employment among educated workers	0.428	0.473	0.530	0.622
	(.229)	(.301)	(.317)	(.479)
Formal employment among uneducated workers	0.478	0.449	0.624	0.263
	(.249)	(.277)	(.415)	(.319)

Notes:

1. Survey year dummies, region dummies, interactions between survey year dummies and the enrollment rate in 1971,
 and interactions between suvey year dummies and the number of children are included in the regressions.

2. Regression run using kabupaten-year averages, weighted by the number of observations in each kabupaten-year cell.

3. The instruments are interactions between survey year dummies and the program intensity

4. The standard errors are corrected for auto-correlation within kabupaten.