

Self-employed Return Migrants and Rural Development in China

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Date: 20th Oct. 2011

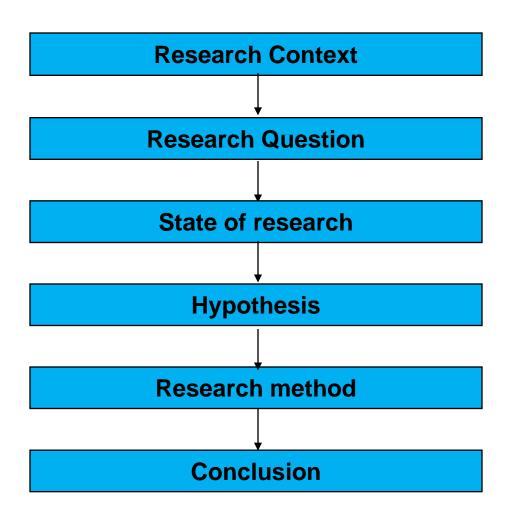




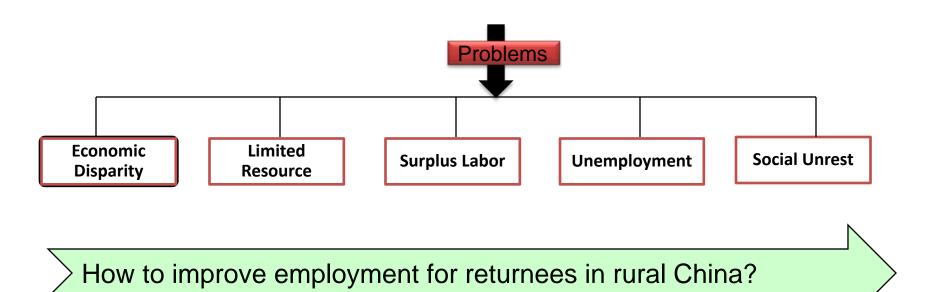




Overview



1. Problem Setting



2. Research Questions

1

How self-employed return migrants act in the rural development?

2

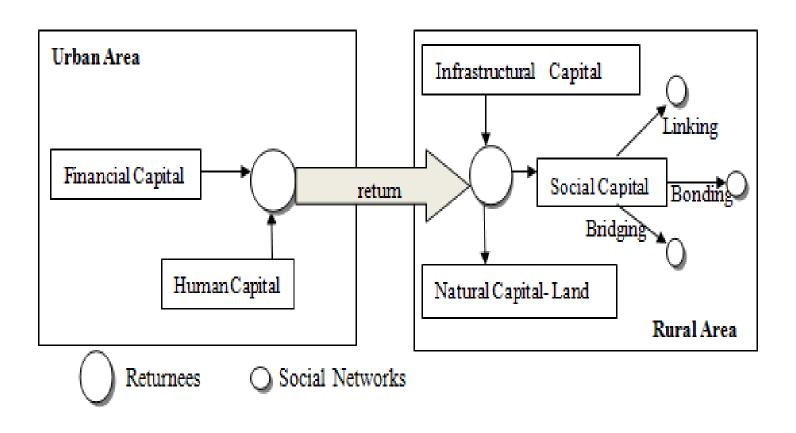
What local policies promote returnees to run their own business?

3. State of research

- Rural development dimension (OECD 2006):
 - --demography and migration, access to services and infrastructure, social well-being, **economy and human capital** (percentage of self-employed persons)
- Return migrants and rural development (Ma 2001, Murphy 2002, Huina Shi 2008)
- Self-employed return migrants and job creation (CNRCD 2007, Yang 2007)

Theory Framework:

Five Capital Categories in the Process of Return Migration



Source from author's own concept 2011

4. Research Hypotheses

- Self-employed returnees who run their own business play a positive role in China's rural development by employment creation.
- The local policies support returnees to run their own business.





5. Field Survey

• Time:

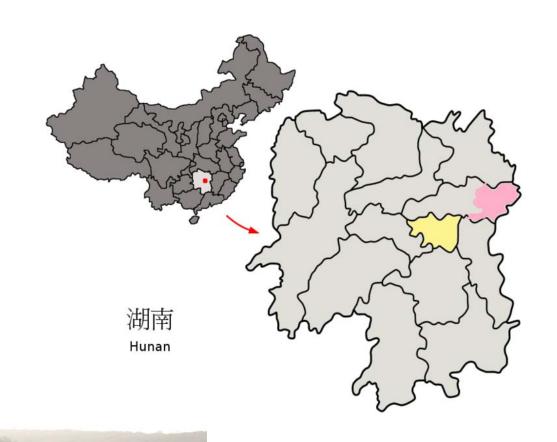
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• Site:

Hunan province

5 villages

- --Maojia Village,
- --Heling Village,
- --Jinling Village,
- --Shangpai Village
- --Xiyuan Village



Survey Methods:

- --Expert interview (30—village leaders, researchers, government officers)
 - --Group discussion (village officials, return migrants)
 - -- questionnaire distribution 450 returnees (snowball sampling)
 - -- in-depth interview 30 self-employed returnees



Self-employed return migrants in survey (2011)

| Attributes | | | Attributes | | |
|------------------------|-----------|----|---------------------|------------------------|----|
| Gender | Male | 26 | Marital status | Single | 2 |
| | Female | 4 | | Married | 28 |
| Age | 25—30 | 8 | School Education | 12 years (high school) | 24 |
| | 31—35 | 15 | | 15 years (College) | 6 |
| | 3640 | 7 | Business sector | Agriculture | 10 |
| Children | Yes | 28 | | Industrial | 10 |
| | No | 2 | | Service | 10 |
| Worked in urban center | 13 years | 3 | Number of employees | 1—10 | 14 |
| | 4—6 years | 16 | | 11—20 | 12 |
| | 7—9 years | 9 | | 21—30 | 4 |

Data from the field survey by author from February to April 2011

Case in survey --Pig farm













Other cases



Watermelon cultivation



clothes factory



construction



restaurant & hotel



Machinery service



supermarket

6. Policy incentives to self-employed return migrants

- Improvement of infrastructure
- Improvement of financial environment
- Free training service
- Establishment of industry associations
- Integration of urban and rural management
- Tax relief and land concessions









7. Concluding remarks

- Self-employed return migrants promote rural development by job creation and economic diversification
- Local policies play a positive role for self-employed return migrants to open their own business and therefore promote rural development





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Thanks!



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