The Role of Trainee Selection in the Effectiveness of Vocational Training: Evidence from a Randomized Controlled Trial in Nepal\*

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## Abstract

Based on a randomized controlled trial conducted on extremely poor youths in Nepal, we report the impact of a vocational training program that offered three-months training combined with incentives for trainers tied to trainees' success. Furthermore, to mimic practices in the field, a component of the program allowed trainers to select motivated trainees from eligible applicants. For the trainees that were randomly selected, nine months after program completion, we found no significant effect of the training on the outcomes except for employment prospects. However, we observed some improved outcomes for the trainees, selected by trainers. Our subsequent analysis suggests that these improvements are unlikely to be directly attributable to the selection process itself. These findings align with the observed pattern where non-random treatment assignments by program implementers tend to yield better outcomes. Thus our investigation suggests that trainee selection in vocational training programs can provide a better outcome in low-income countries.

JEL-Classification: L25, L26, L53, M53, O12

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## 1. Introduction

Enhancing the capacity of poor youths through vocational training is often prescribed as a solution to poverty and unemployment in developing countries. As a result, often with the support of international donors, governments in those economies invest heavily in vocational training (Acevedo et al., 2020; Doerr, 2022; Katz et al., 2022; Barrera-Osorio et al., 2023). This article re-examines the effectiveness of such training by providing evidence from a carefully designed incentive-based program that offered vocational training in Nepal in a randomized controlled trial (RCT) setting. Upon evaluating the program, we reconfirm that vocational training has a limited short-run effect on economic outcomes. We subsequently explore one potential way to improve the program design and conclude that trainer selection of motivated trainees can be effective in this regard.

We study the short-run impact of Nepal's youth vocational training program "Path to Prosperity" for four specific reasons. First, Nepal relies heavily on vocational training programs as a strategy to reduce its poverty, so causal evidence of their effectiveness can be helpful in poverty reduction (Employment Fund, 2013; Asian Development Bank, 2017). However, no randomized assignment-based research design has been employed to evaluate their effectiveness. Second, the training incorporate an incentive mechanism in which the training providers receive part of the payment only if the trainees are employed within the first six months of training completion. The mechanism is likely to make the trainees receive the best possible training.

Third, the length of the training is three months, reasonable compared to many other similar training programs (e.g., Barrera-Osorio et al., 2023), and thus more likely to detect the impact of the training, if any. Shorter training, even when highly effective, can generate low benefits that are difficult to detect statistically.<sup>1</sup> A fourth advantage is the opportunity to examine the case when trainers select the trainees who are motivated, as we have convinced the policymakers to retain randomly selected (about) half of the eligible candidates for a trial for that purpose. We compare the outcome of the trainer selected group with that of the randomly selected trainees to find whether a better outcome–conditional (on the trainer selection) average treatment effect (CATE)–can be achieved.

<sup>&</sup>lt;sup>1</sup>Relying on a meta-analysis with 200 recent studies, Card et al. (2018) find training to have modest positive effects only in the long-run. Since training costs are usually low, the implied returns are higher than those in education.

The results in this article highlight that vocational training may generate more short-run benefits when trainers select the trainees, as trainers may have important information on the unobservable trainee characteristics that allow them to find motivated candidates with higher return potential. Previous studies on the effectiveness of training programs in developing countries find both positive (e.g., Maitra & Mani, 2017; Alfonsi et al., 2020; Das, 2021) and small or null (e.g., Card et al., 2011; Cho et al., 2013; Blattman et al., 2020) effects.<sup>2</sup> Our study can confirm the previous findings and, by focusing on program design, suggest an effective way to provide higher benefits.<sup>3</sup>

Random program assignment can provide a more reliable causal effect of training. Yet, non-random assignments are common in training programs. So, it is worthwhile to examine the consequence of such selection on the outcome.<sup>4</sup> In fact, while most of the vocational training for unemployed youth were ineffective (see, Heckman et al., 1999; McKenzie, 2017; Agarwal & Mani, 2024), some studies, mostly non-experimental, find the contrary (e.g. Chakravarty et al., 2019; Van den Berg & Vikström, 2022).<sup>5</sup> For instance, using a regression-discontinuity design, Chakravarty et al. (2019) find vocational training to raise non-farm employment and earnings of Nepalese youth.

We address this issue by using a setting that allow us to examine whether trainer-selected trainees do better than randomly-selected trainees from an identical trainee pool.<sup>6,7</sup> This is particularly interesting as the program uses an incentive-based payment system to motivate trainers

<sup>&</sup>lt;sup>2</sup>Vocational training in developing countries vary with regard to the target population, training type, length and contents and the provision of certification (Agarwal & Mani, 2024).

<sup>&</sup>lt;sup>3</sup>The impacts can differ between the short and long run. For example, randomly provided small unsupervised grants to young adults in Uganda's conflict-affected north increase their business assets, work hours, and earnings, but those benefits disappear after nine years (Blattman et al., 2013, 2020). In contrast, large effects of training on formal employment and earning persist in the long run (Attanasio et al., 2011, 2017). Agarwal & Mani (2024), on the other hand, find no over time differences in the impacts of skills training programs.

<sup>&</sup>lt;sup>4</sup>Training providers, both public and private, often resist random assignments as they arguably can identify applicants who are most likely to benefit from such training. If program participants are selected non-randomly, the treatment and control group participants differ in observable and/or unobservable characteristics before the program's implementation. As a result, differences in outcomes between selected (by the program implementers) and not-selected participants can be wrongly attributed to the program.

<sup>&</sup>lt;sup>5</sup>Variation in the estimated impact of microcredit can be considered as a classic example of the selection issue. RCT-based studies find only a modest impact of microcredit on borrowers' income growth and poverty reduction (Banerjee et al., 2015). In contrast, non-experimental studies, which are likely to suffer from selection issues, mostly found positive impacts (e.g. Pitt & Khandker, 1998; Khandker, 2005). However, researchers have not excluded the possibility that the effect of microcredit can vary among subgroups (e.g. Banerjee et al., 2018).

<sup>&</sup>lt;sup>6</sup>Heckman et al. (1999) found the gains from vocational training to generally low as they target unskilled and less able individuals. Card et al. (2018) found that selection is important in matching training type with enterprise type. Rodríguez et al. (2022) found the average returns to training to vary across the unobserved ability distribution.

<sup>&</sup>lt;sup>7</sup>Another option for selecting effective candidate is through providing incentive to the applicants for program participation, as young people possess valuable skills that are unobservable to employers (Abebe et al., 2021a) and application incentive improves the quality of the applicant pool (Abebe et al., 2021b).

to select candidates with a higher success potential. Moreover, the reasonable training duration is likely to generate detectable benefits. Evaluating the training programs in this way allows us to overcome the low statistical power issue faced by many earlier studies (McKenzie, 2017).<sup>8</sup>

Specifically, our study follows a two-stage procedure to examine whether outcomes improve with the trainer selection of trainees. In the first stage, the research team randomly divides the eligible applicants into two parts. In the second stage, in the first part, trainees have been selected randomly to match the number of spots available, leaving the rest as the randomly selected control group. In the other part, trainers select those they think are motivated, excluding the rest from getting their training. It means that, in the latter case, the selection of trainees has not been random but rather chosen by the trainers from the eligible candidates.

We examine whether vocational training benefited low-income youths in terms of employment, working hours, income, business ownership, and international migration. Our study reveals that randomly assigned training participants become 18 percentage points (pp) more likely to be employed, but other outcomes do not change significantly. In contrast, when trainers select the trainees, their employment prospects, working hours, and the likelihood of international migration increase by 28 pp, 37 hours, and 7 pp, respectively. The pattern is generally consistent with the use of regression adjustment, inverse probability weighting, covariate selection by LASSO, randomization inference test, and multiple hypotheses corrected p-values, and in the presence of treatment heterogeneity.

The estimated employment effect for the trainer-selected group is higher than the corresponding estimates in some previous studies on Nepal (e.g., Chakravarty et al., 2019). The effect on income also seems large in a country with high poverty incidence, as individual benefits are close to the poverty threshold.<sup>10</sup> Thus, this study may assist Nepal and other low-income countries by suggesting how to design vocational training and whom to target for maximising program benefits.

We further examine whether a higher impact on the trainer-selected participants can be attributed to the positive selection of the trainers. To do so, we investigate the post-training outcomes of the group who were left out by the trainers. Furthermore, we use the trainers' selection

<sup>&</sup>lt;sup>8</sup>Simultaneously to the vocational training, we have conducted an RCT on entrepreneurship training. As the two studies belong to different strands of literature, we have not discussed the outcome of entrepreneurship training here.

<sup>&</sup>lt;sup>9</sup>The coefficients are significant at the 5 percent level against a one-sided alternative.

<sup>&</sup>lt;sup>10</sup>Poverty threshold in Nepal is defined by per capita consumption of NRs.3,500 (NRs. stands for Nepalese Rupees) per month in 2015 (Asian Development Bank, 2017).

criteria (of relying on motivation scores to select the trainees) to choose from the randomized control participants who are comparable to the trainer-selected participants and compare the outcomes of those two groups. We have also compared the part of the randomized control participants who would have been selected by the interviewers against those who would not. In all cases, we find no evidence of a direct effect of selection, indicating that the return is higher for the selected trainees than those who are randomly selected.

By confirming that training can be more effective when trainers select the motivated trainees, we make important contributions to the literature on vocational training programs in developing countries. Since trainers in the program receive full payment only when trainees secure employment, they are likely to put in more effort to ensure that their graduates are employed. Additionally, trainers are likely to select trainees with a higher likelihood of success (e.g., those with greater motivation), as they may better understand applicants' characteristics that are not observed by researchers or policymakers. By comparing the magnitudes of the impacts with and without trainer selection of trainees, we can identify the contribution of trainer selection. Confirming the role of motivation in the selection mechanism by interviewing the trainers, we join the literature on the design and effectiveness of training programs. Our focus on targeting also contributes to the impact evaluation literature by comparing outcomes under alternative targeting policies. <sup>11</sup>

The rest of the paper proceeds as follows. Section 2 describes the program background and research design, including sampling procedures, training details, and the timeline of activities. Section 3 discusses the empirical model, data and the attrition issue. Section 4 presents the main results, and the robustness and heterogeneity checks. Policy implications and costing issues are discussed in Section 5. Section 6 concludes with a discussion on the potential of scaling up.

# 2. Research context and research design

### 2.1. Background

The flagship training program evaluated in this study is "The Skills Training and Employment Services for the Very Poor and Youth with Special Needs (Path to Prosperity)," providing vocational

<sup>&</sup>lt;sup>11</sup>Recent studies evaluated alternative targeting policies using observable characteristics/features in the data and machine learning technique (e.g., Blumenstock et al., 2015; Aiken et al., 2022, 2023; Athey et al., 2023). We, however, evaluate the use of trainers' insights on unobservable trainees' characteristics–motivation–in training assignments.

training to the extremely poor youths in Nepal. The program was implemented by a large Nepal-based NGO, the Employment Fund (EF), with financial support from the UK's Department for International Development (DFID), the Swiss Agency for Development and Cooperation (SDC), and the World Bank. The training program was part of a larger anti-poverty initiative aimed at stimulating microenterprise and employment opportunities for low-income people by providing vocational training to about 55,000 trainees per year. The training was conducted in 23 of Nepal's 77 districts in early 2014 (Employment Fund, 2013).

## 2.2. The training

The training program evaluated in this study had two important features. Firstly, trainers were offered explicit incentive-based payment. Specifically, the trainers received the final 60 percent of their remuneration if the trainees became employed within three to six months after the training (Employment Fund, 2013). Secondly, unlike many vocational training programs in low-income countries, the training was more extensive, with each trainee receiving three months of training, making the effect more likely to be detected statistically.

In the program, each trainee was trained for at least 390 hours (equivalent to three months of intensive training), of which one-third was dedicated to on-the-job training/apprenticeship-based learning. The training was exclusively offered to the extremely poor youth and focused on common occupations in Nepal, such as furniture making, handicraft manufacturing, tailoring/garment making, food catering, hospitality service, and brick-making. Excluding administrative expenditures, the training cost was around NRs.40,000 (≈US\$400) per participant, with slight variations across training types and providers. Participants took the training free of charge. <sup>13</sup>

#### 2.3. Research design

Our research relies on an RCT design, where the allocation into treatment and control groups from the eligible training applicants involves two steps. In the first step, applicants are randomly divided into two groups. In the second step, from the first group, a predetermined number of training participants are randomly selected based on the number of available training spots. We

<sup>&</sup>lt;sup>12</sup>In 2013, EF was responsible for around 30 percent of the trainees participating in vocational and entrepreneurial training programs in Nepal (Employment Fund, 2013).

<sup>&</sup>lt;sup>13</sup>We learned about the costs through personal communications. For other details, see Employment Fund (2013).

refer to this as the random treatment (RT) group. The remainder forms the random control (RC) group. The RT and RC groups together provided our *first analysis sample*.

In the second group, during the second step, trainers selected a predetermined number of trainees based on the number of available training spots. These selected participants – referred to as the trainer treatment (TT) group – are compared against the RC group (from the first part). Thus, the TT and RC groups constitute our second analysis sample. We also compare the outcomes of the remaining participants—the trainer control (TC) group—against the RC group. The TC and RC groups together form our third analysis sample. Our research is designed to estimate the effects of vocational training with trainers' incentives, further exploring whether outcomes differ when trainers select trainees – a practice common in the field.

### 2.4. Sampling and randomization

Applicants aged between 18 and 40 years and not enrolled in formal education at the time of the application were eligible for program participation. EF relied on the Training & Employment (T&E) providers to select applicants based on their own guidelines (Employment Fund, 2013). The total number of participants in the program was 1,036, which appears reasonable compared to previous studies detecting the effect of the training.<sup>14</sup> This study includes the 34 vocational training events organized by EF across Nepal. Each event typically trained around 22 trainees, meaning there were about 748 training spots.

To examine the effect of selection, all program participants were ranked by a motivation score that relied on an interview by the T&E providers. The interviewers attempted to assess the motivation of the participants related to the job that they were interested in. <sup>15,16</sup> No specific scoring criteria were given to the T&E providers to ensure that the selection reflected the selectors' understanding of motivation in the context of local situations.

Out of the total applicants selected for this research, the *first analysis sample* contains 512 applicants from the first group. Of these, 373 persons were randomly selected to participate in

<sup>&</sup>lt;sup>14</sup>A review by Agarwal & Mani (2024) provided a list of studies on low-income countries and their sample sizes.

<sup>&</sup>lt;sup>15</sup>Following Kanfer (1990), we use the term training motivation in a broader sense referring to the direction (what a person does), intensity (how hard a person works), and persistence (how long a person works) of learning-directed behaviour. In that sense, ability in partly included in employee motivation for training.

<sup>&</sup>lt;sup>16</sup>Other common success factors like network may not be too useful for successful job market outcomes in the context of vocational jobs in Nepal. On the other hand, better matching can motivate the trainees for the training.

one of the 17 training events (RT group). The remaining 139 individuals were kept in the RC group. The motivation for selecting a specific number of trainees was to fulfil the available training capacity. Of the retained 524 persons in the second group, solely on the basis of the suitability score, 374 applicants (TT group) were selected by the T&E providers to participate in one of the 17 training events. The TT and RC group members (from the first group) provided our second analysis sample of size 513. The remaining 150 applicants (TC) from the second group and the RC group from the first group constituted in our third analysis sample of size 289 (Table 1).<sup>17</sup>

[Table 1]

## 2.5. Study Timeline and Data Collection

The baseline survey was conducted from March to early April of 2014, before the program was implemented. The training programs started in late April and concluded in early July of 2014. The endline survey began in March 2015, nine months after the training ended. Data collection was halted temporarily due to a major earthquake in Nepal on 25 April 2015. The survey resumed on 28 May 2015 and was completed on 22 July 2015. For those living outside Nepal, whenever possible, phone interviews were conducted. Both rounds of the survey employed a similar set of questionnaires, although a shorter questionnaire was used for those interviewed through phone. <sup>18</sup>

#### 2.6. Data

We selected a specialized survey company, Nielsen, through a competitive bidding process to collect data from the study participants. Nielsen is a survey firm with a proven track record, and it methodically collected baseline and endline information for all study participants who were available at the time of the interview.

Nielsen collected information on the following outcome variables: i) whether the applicant was gainfully employed, ii) total hours worked in the last month, iii) income in the last month, iv)

<sup>&</sup>lt;sup>17</sup>Event-wise motivation scores were higher for three TC group members compared to their TT group counterparts. This happened because, instead of the one with a better score, the next best participant from the wait list entered into the TT group. Dropping them does not affect our conclusions, so we ignored the issue in our analysis. Furthermore, two RT and four TT group members had missing motivation scores. We dropped them from our analysis.

<sup>&</sup>lt;sup>18</sup>We conducted the follow-up survey at least three months after the verification of employment, which was the basis for incentive payment. We did so as, by our research design, a significant portion of training providers' earnings relied on trainees' post-training employment. As a result, the training providers had incentives to collude with firms to hire their trainees for a brief period.

monthly income working for oneself in the last month, v) whether the person owns a business, and vi) whether the applicant has migrated overseas.<sup>19</sup> Those outcome variables are commonly employed in the studies on vocational training (e.g., Cho & Honorati, 2014; Blattman & Ralston, 2015). They were considered important to indicate the intervention's effectiveness (McKenzie, 2017; Agarwal & Mani, 2024), and so we chose them as the primary outcome variables in our analysis.

Nielsen also collected information for another set of outcome variables similar to the primary outcome variables: i) gainfully employed (including home cultivation), ii) average daily hours worked, iii) internal migration, iv) formal family business, and v) other family members' income. Since they have limited usefulness in explaining/complementing the main sets of results, we occasionally discussed them but included the results in the appendix.

The information related to the control variables were age, sex, years of education, marital status, and caste. The selection of the control variables, important for modelling training outcomes and thus reducing the error variance, were based on previous studies (e.g., Hirshleifer et al., 2016; Acevedo et al., 2020; Baird et al., 2022). The continuous independent variables were converted into group dummies to make the estimates consistent, as suggested in J-PAL (2022).

#### 2.7. Balance check and summary statistics

We examine the summary statistics for the control and outcome variables collected in the baseline survey to check whether the groups were balanced before the intervention, and thus, the setup remains valid for the unbiased estimation of the treatment effect (TE). Table 2 provides the means and standard errors (SEs) for all control and outcome variables organized under four groups: i) RC (column 1), ii) RT (column 2), iii) TT (column 4), and iv) TC (column 6). We also present the differences in means separately between the RC group—the universal reference group in our investigations—and each of the RT, TT and TC groups (columns 3, 5 and 7, respectively).

[Table 2]

Table 2 shows no systematic differences in the control variables between the baseline values of the RC group and each of the RT, TT and TC groups (Panel a). The *F-test* results confirm that

<sup>&</sup>lt;sup>19</sup>We used the level values of all monetary dependent variables since using their logarithmic transformations may artificially show very high treatment effects for certain outcomes with baseline values close to zero.

the differences in the control variables between each pair are not jointly significant. Looking at the outcome variables, we only find a significant difference for gainful employment and income between TT and RC, and for income between TC and RC (Panel b). The *F-test* results again show that the differences in the outcome variables between each pair are not jointly significant.

#### 2.8. Attrition

Of the 1,036 study participants in the baseline, 241 (23.2 percent) could not be contacted in person in the follow-up survey. Of those, 80 participants were outside Nepal, and their interviews were taken over the phone using a shorter questionnaire. The remaining 161 participants attrited during the endline, and the attrition rates were slightly higher for the RC group than the RT or TT groups but lower than the TC group (Appendix Table A.1).<sup>20</sup> The overall attrition rate in our study (15.5 percent) was similar to the corresponding average of the recent RCT-based studies on vocational training (15 percent). Furthermore, the take-up rate in our study was about 84 percent—higher than the median take-up rate of 70 percent for similar studies; see Agarwal & Mani (2024).

To investigate the impact of treatment assignment on attrition, we regressed attrition on group assignment (RT, TT and TC) and the control variables using our main specification (equation (1) in Section 3), as suggested in J-PAL (2022). We found that group assignments were negatively associated with attrition of study participants for the RT, TT and TC groups, but none were statistically significant at the 5 percent level (Appendix Table A.2). Furthermore, the interaction of the group assignment variables with applicant characteristics did not show any particular pattern for attrition.

Next, separately for all three analysis samples, we examined the differences in control and outcome variables between the attrited members of the RC (reference) group and the RT, TT and TC groups (separately). Results indicated no systematic differences in almost all the characteristics between the RC and the RT group (Appendix Table A.3, Panel a). We found similar results for the TT and TC group members. Also, there were no significant differences in the outcome variables of the reference (RC) group and the RT, TT and TC groups in the attired sample, except for hours

<sup>&</sup>lt;sup>20</sup>In our endline data, the missing values for the outcome variables were distributed as follows: i) 111 for gainful employment (in which, we considered overseas applicants as gainfully employed even if we could not interview them), ii) 211 for the last month's total working hour, iii) 161 for last month's income, iv) 161 for monthly income working for oneself, v) 161 for business ownership, and vi) 111 for international migration.

worked of the TC group (Appendix Table A.3, Panel b). Importantly, the *F-test* results indicate insignificant differences between the RC and the RT groups, jointly either for the control variables or the outcome variables; we find similar results for the TT and TC groups. Nevertheless, to address any concern about the missing values and attrition, we conducted attrition-adjusted tests throughout the analysis to ensure that our estimates of the treatment effects (TEs) remain valid for policy prescription.

## 3. Empirical method

With a randomized setting, we use the following linear regression model for our investigations:

$$y_i = \beta_0 + \beta_1 RT_i + \boldsymbol{\theta} \boldsymbol{X_i} + \varphi_d + \varepsilon_i, \tag{1}$$

where, for each individual i, y is one of the six outcome variables discussed in Subsection 2.6. RT is a binary variable taking the value of 1 if an individual belongs to the RT group and 0 otherwise. The vector X lists baseline-level controls related to individual and household characteristics, including the baseline outcome.  $\varphi_d$  represents district fixed effects (FEs) while  $\varepsilon$  is a mean-zero error term. We employed a similar model to investigate the case of the TT group, in a separate analysis.

The coefficient  $\beta_1$  in equation (1) captures the intention to treat (ITT) effects in our setting. It is the most policy-relevant parameter as it captures the low-compliance issue we observe in practice. With a high compliance rate, as the case is for our study, the estimate will be close to the average treatment effects (ATEs).

Next, we combine the two groups to allow for a larger sample and estimate the following regression model:

$$y_i = \beta_0 + \beta_1 RT_i + \beta_2 TT_i + \boldsymbol{\theta} \boldsymbol{X_i} + \varphi_d + \varepsilon_i, \tag{2}$$

where, RT and TT are the relevant group indicators (RC is the reference group).

Additionally, to examine whether the post-training differences between the RT and TT groups are statistically significant, we estimate the following model:

$$y_i = \beta_0 + \beta_1 \ Treatment_i + \beta_2 \ Treatment_i \times TT_i + \boldsymbol{\theta} \boldsymbol{X_i} + \varphi_d + \varepsilon_i,$$
 (3)

where, the variable *Treatment* takes the value of 1 for RT or TT groups and 0 for the RC (reference) group. The coefficient  $\beta_1$  indicates the effect of training on the RT group. The coefficient  $\beta_2$  indicates whether the effect on the TT group is higher than that of the RT group.

Throughout our analysis, we have conducted several robustness checks of our estimates of the TEs in each part of our analysis. First, we use regression adjustment (RA) that contrasts the averages of treatment-specific predicted outcomes to estimate the TEs. This method is useful when there is a selection bias in the RCTs, which generally produces misleading results (Allcott, 2015; Słoczyński, 2022; Krauss, 2018, 2021). RA can produce the TE estimates that are robust of any potential selection bias. Second, we employ inverse probability-weighted regression adjustment (IPWRA), which uses weighted regression coefficients to compute averages of the treatment-level predicted outcomes, where the weights are the estimated inverse probabilities of being assigned to the treatment. The contrasts of these averages are used to estimate the TEs.<sup>21</sup> Third, we use augmented inverse-probability weighting (AIPW) with the selection of covariates using a machine learning approach, Lasso.<sup>22</sup> Fourth, we estimate the Lee bounds and tighten them by adding covariates, as suggested in Lee (2009) and J-PAL (2022).<sup>23</sup> Fifth, we examine the significance of the estimated TEs with the randomization inference method.<sup>24</sup>

We also follow certain norms to improve the quality and consistency of the analysis in our study. First, as suggested in Athey & Imbens (2017); Wooldridge (2021); Abadie et al. (2023), we use robust standard error to account for heteroskedasticity and clustered them at the district level to address the issue that treatment assignment is based on the available training spots in districts. Second, we set a random seed and employ 1,000 replications for bootstrapping to ensure the replicability of the results. Third, we follow the discipline's convention of using the 5 percent significance level for our hypotheses testing.

<sup>&</sup>lt;sup>21</sup>The method is double-robust, i.e., either the outcome or the treatment model can be misspecified but still can provide an unbiased estimate of the TE. Thus, the IPWRA estimates are valid even if our outcome model is wrong.

<sup>&</sup>lt;sup>22</sup>AIPW estimators combine aspects of regression-adjustment and inverse-probability-weighted methods and have the double-robust property. Lasso, on the other hand, is a machine-learning approach to the selection of control variables. Selecting covariates with Lasso can be useful in two regards: to better deal with the power issues (Anderson & McKenzie, 2022) and to select a rich set of covariates and their interactions that can be correlated with treatment assignment (Bloniarz et al., 2016). As a result, the AIPW estimates obtained using Lasso are more likely to provide more reliable estimates of the TE.

<sup>&</sup>lt;sup>23</sup>Lee bound estimates an upper and a lower bound of the TEs by trimming, which corresponds to extreme assumptions about the missing values or the attrited observations.

<sup>&</sup>lt;sup>24</sup>It can handle small samples and stratified treatment assignments, and thus indicate robustness of the results.

# 4. Results

We begin our investigation by comparing the post-intervention outcomes of the RT, TT and TC groups with the RC (reference) group. Analysis using the first analysis sample, indicates a statistically (and practically) significant effect on employment of the RT group (Appendix Table A.4). However, jointly for all the outcomes, the effect is not statistically significant. Analysis with the second analysis sample, on the other hand, shows gainful employment and business ownership to be significantly higher for the TT group. Furthermore, the F-test of joint significance of all the outcome variables rejects the null hypothesis of no difference between the groups. Comparison of TC with RC group, using the third analysis sample, finds the income of the former group to be significantly lower. However, we fail to reject the null hypothesis of no differences between TC with RC groups, jointly for all the outcome variables.

With all the initial results being in line with our expectations, we proceed with separately estimating the effects on RT and TT groups compared to the RC group, using model (1). Next, to improve statistical significance in our estimates, we use model (2) and the *first analysis sample* plus the TT group observations.<sup>25</sup> Then, using model (3), we investigate whether the outcome has been improved significantly for the TT group compared to the RT group. Finally, using model (1), we investigate the changes in the TC groups to conclude whether a better outcome for the TT group can be attributed to the positive selection of the trainer-selected trainees.

Once we conduct our main analysis, we examine whether our conclusions remain unaltered when we use statistical significance that corrects for the case of multiple hypothesis tests. We also investigate whether the presence of heterogeneity invalidates our estimated TEs.

#### 4.1. Effect on random treatment group

To examine the effects of the training when trainees are randomly selected, we first estimate our models using the *first analysis sample*. Results are presented in Table 3 in which Panel (a) relies on our preferred district fixed effect model given by equation (1). Column 1 shows that training

<sup>&</sup>lt;sup>25</sup>The second analysis sample includes both the TT the RC group members. From that, we only take the former group as the latter group is already included in the first analysis sample.

improves the probability of being gainfully employed by 18 percentage points (pp). The coefficient is large and statistically significant, indicating the success of the intervention in trainees' employment.

#### [Table 3]

The results remain valid when we estimate the TE with RA, IPWRA, and AIPW with Lasso (panels b-d). The Lee bounds also confirm a significant effect on the outcome under the most conservative assumptions (panel e), while the randomization inference test results (panel f) confirm that the employed *t-distribution* based p-values are similar to those observed in our data.

Training does not seem to have any statistically and economically significant impact on the other outcomes for the RT group (Columns 2-6). For example, their income only grows by 3.2 percent of the endline income of the RC group. Thus, our analysis indicates some impact of the training on employment but not on other outcomes. The lack of a significant increase in the total number of hours worked and income indicates that the benefit of being employed may not increase the training participants' work length, and they can still be employed in low-paid jobs. The training has a limited (and likely insignificant) effect when we include home cultivation in defining gainful employment (Appendix Table A.5).<sup>26</sup>

The effect of vocational training only on employment is common in some previous studies (e.g., Barrera-Osorio et al., 2023). The pattern of findings can be explained by the fact that poor households in low-income countries are typically engaged in a portfolio of work rather than a single job (Blattman & Ralston, 2015). As a result, they may have the flexibility of reporting their employment status either way. So, we conclude that the training with incentive-based remuneration for the trainers results in a limited improvement in the outcomes in the short-run and thus may not be very effective in improving the economic situation of the extreme poor. These findings are consistent with most previous studies and reflect the fact that without capital, the returns

 $<sup>^{26}</sup>$ The table indicates a positive effect of training assignment on internal migration, indicating that improvement in employment can be through the domestic migration channel.

to technical skills could be limited or that designing useful training programs can be challenging (Blattman & Ralston, 2015; McKenzie, 2017).<sup>27,28</sup>

#### 4.2. Effect on trainer treatment group

Next, to examine the effects of the training when motivated trainees are selected by the trainers, we estimate equation (1) using the second analysis sample. Results in Table 4 demonstrate the effects of training on all our chosen outcomes with our preferred model results presented in panel (a). The estimated TE in Column 1 indicates a 28 pp increase in the probability of gainful employment. The effect is about 50 percent higher than the impact on the RT group and is statistically significant at the 5 percent level against a one-sided alternative. The effect also remains significant when we employ RA (panel b), IPWRA (panel c), AIPW with Lasso (panel d), Lee bound (panel e), and randomization inference (panel f) in our analysis.

### [Table 4]

Training also has a positive impact on the working hour of the TT group. The estimate indicates that the trainer-assigned trainees work 37 hours more per month than their counterparts (Column 2). The effect is also statistically significant at the 5 percent level against a one-sided alternative and is robust to the use of other methods employed earlier (panels b-f). Their income has also increased by NRs.2,550 (about 30 percent of the endline income of the RC group), although it is not statistically significant (Column 3). Understandably, their monthly income from working for themselves and business ownership is not affected (Columns 4-5) as they have been trained to get employed. However, their international migration significantly (against a one-sided alternative)

<sup>&</sup>lt;sup>27</sup>Nevertheless, there are studies finding positive effects of vocational training in the short-run (e.g., Maitra & Mani, 2017; Doerr, 2022; Baird et al., 2022; Adhvaryu et al., 2023). Maitra & Mani (2017) found a subsidized vocational education program for women residing in low-income Indian households to increase participants' employment, working hours, and earnings in the short to medium term. Doerr (2022) found that training vouchers in Germany translate into substantial gains in employment and earnings, specifically for low-skilled women. Baird et al. (2022) found an overall positive effect of randomized job training programs on earnings in New Orleans. Interestingly, some studies found an effect on the short-run that disappeared in the long-run (e.g., Hirshleifer et al., 2016; Blattman et al., 2020).

<sup>&</sup>lt;sup>28</sup>The findings in Balboni et al. (2022) can be particularly useful in explaining the phenomenon. They examined whether people stay poor due to differences in fundamentals, such as ability, talent, or motivation, or differences in opportunities that stem from access to wealth. Using a large-scale, randomized asset transfer and an 11-year panel of 6,000 extreme poor households in rural Bangladesh, they found that above a threshold level of initial assets, households accumulate assets, take on better occupations, and grow out of poverty. but the reverse happens for those below the threshold.

increases by 7 pp compared to the RC group. The effect on international migration, however, fails to satisfy our employed robustness checks.

Thus, our analysis indicates some impact on employment, working hours, and international migration of the TT group. Robustness checks with similar outcome variables indicate a similar (though less significant) impact (Appendix Table A.6). So, we conclude that, in the short-run, trainers' selection of motivated trainees generally provides a better outcome compared to the case when trainees are selected randomly. This can be due to the selected trainees' motivation, as previous studies observe better outcomes for those with a preference for vocational training, (e.g., Silliman & Virtanen, 2022).<sup>29</sup>

To better understand the findings and double-check the trainers' selection criteria, we later communicated with some training providers over the phone. They suggested that trainers would primarily look for the motivation of applicants' taking a full-time job. They observed whether study participants' actions were consistent with their commitment to work. For instance, the trainers awarded higher scores to applicants visiting potential employers for job seeking. Similarly, trainers also favoured enthusiastic applicants who were even willing to pay the training fees, if required. Referrals from the previous cohort of trainees regarding applicants' motivation were also greatly valued. Some training providers gave priority to applicants who had family members already working in the same profession. This preference stems from the belief that family experience would only induce better-motivated trainees to apply for the training. In short, they would try to delve deeper to gauge the attitude of the applicants.

#### 4.3. Comparison of effects between treatment groups

At this state, we combine the data for the RC, RT and TT groups and estimate equation (2) to gain statistical significance from using a larger sample. Panel (a) results in Table 5 indicate a similar pattern of the impacts that we have observed earlier (Tables 3-4). Specifically, it provides a significant estimate of the effect on the employment of the RT group. The effects are again not statistically significant for any other outcome variables. In contrast, the TT group experiences

<sup>&</sup>lt;sup>29</sup>Note that, for both RT and TT groups, we see some impact on employment but no statistically significant effect on income, which appears puzzling. So, we investigate the issue further by looking at the impact on hours worked, wages earned, and monthly incomes of the groups, conditional on working, to understand the "intensive" margin. However, we have not found any meaningful significant impact in any of the cases. Results are available on request.

a significantly positive impact on employment and working hour. As expected, for both of the outcome variables, the estimated impacts are higher for the latter group.

#### [Table 5]

Next, we estimate model (3) to compare the differences in the impacts between the two treatment groups—RT and TT. Results in panel (b) of Table 5 indicate that the impact of training on the employment of the TT group is about 9 pp higher than the RT group. The difference is statistically significant at the 5 percent level against a one-sided alternative. The TT group also gains 15.4 working hours per month (again significant at the 5 percent level against a one-tailed test). Beneficial impacts on the other outcomes of interest are higher for the TT group but not statistically significant.<sup>30</sup>

Our estimated TEs are modest for the RT participants and are broadly consistent with Heckman et al. (1999) who suggest vocational training generates low benefits as they generally target low-quality participants. Our finding that the TT group experiences a (slightly) superior outcome is intuitive, as trainers may better understand applicants' motivation for jobs and income, as we have hypothesized. This is particularly so due to an incentive-based research design for the trainers. The pattern is broadly consistent with some previous studies finding a positive relation between individual motivation and training outcomes, including job performance (Colquitt et al., 2000; Bell et al., 2017; Chung et al., 2022). The finding is also consistent with Rodríguez et al. (2022), who find the average returns to training vary across the unobserved ability distribution and Campos et al. (2017), who, conducting an RCT in West Africa, find that personal initiative training, but not traditional training, improves outcomes.

#### 4.4. Difference with the trainer control group and the effect of selection

To directly look into the effect of selection, we have also analyzed the changes in the outcomes for the TC group against the RC (reference) group. Members of both groups do not take any training but the former one is negatively selected in motivation and may therefore experience deteriorated outcomes. When we use the *third analysis sample* and model (1) (now using the variable TC to indicate the trainer control group membership) for our purpose, we find no economically or

<sup>&</sup>lt;sup>30</sup>Results are similar when we include the TC group in our analysis.

statistically significant changes for the TC group (Appendix Table A.7). Further robustness checks with competing outcome variables find similar results (Appendix Table A.8).

Our previous analysis indicates that the TC group members generally do not experience a deteriorated outcome. This may be because the applicants operate in the low-skilled job markets which, without any training, require only limited motivation. Thus, both the RC and TC groups experience similar outcomes without vocational training, indicating no direct effect of selection.

Examining the direct effect of selection allows us to make a more useful interpretation of our earlier results. The effects of selection and training may not be additive, and so, when only better-quality applicants are trained, outcomes may improve through the following channels—a) the training, b) the quality of participants, and c) the interactions of training and quality. Our comparison of the RT group with the RC group (Table 3) offers an idea of (a). We also observe no negative effect on the TC group, applicants who were not selected by the trainers (Appendix Table A.7), indicating a likely limited contribution of (b). Thus, the improvement of the TT group over the RT group is likely due to the interaction effect (c). The overall results thus suggest that, while selection does not directly affect outcomes, it does so indirectly through the interaction with training. Such indirect effects may stem from, among others, the heterogeneous effect of training with regard to motivation, which the trainers can guess during the trainee selection process.

A foolproof way to identify the causal effect of training on selected trainees can be achieved through other ways. For example, i) by randomly dividing the participants into treatment and control groups, and ii) for both of the groups, allowing the trainers to blindly (not knowing which is treatment and which is control group) select the trainees. The impact of training on a person the trainer would have chosen can then be estimated by comparing the two subgroups— trainer-selected treatment and trainer-selected control subgroups. While our setup is different, we have conducted some additional examination on this issue.

First, we compare the outcomes of the TT group with the part of the RC group whose trainerprovided motivation scores were similar to the former group. The TE identified in this way is a
substitute of the results from the ideal design, as the TT group members were selected solely on the
basis of the motivation scores, and so the two groups would have been similar except for training
participation. When we compare the TT group with the part of the RC group whose members'
motivation scores are above the minimum score of the comparable (category-wise) TT group, we

observe results that are similar to the pattern we observed earlier for the TT group (Appendix Table A.9). This indicates that, while selection is important to boost the TE, it alone does not contribute to improving the outcome of the training applicants, as we argue.

We have assessed the impact of selection in another way—by dividing the RC group into high-scoring and low-scoring subgroups. Comparing the two groups can indicate the effect of selection, as while all the applicants were selected randomly, those with high motivation scores would have been selected by the trainers for training if they had been in the second part of the sample, retained to examine the selection issue; the opposite is true for those with low scores. We divide the RC group into two parts—one with members having category-wise above-mean motivation scores, while the reference group includes the rest of them (with below-mean scores). We see null effects (against positive alternatives) of positive selection, indicating no difference in outcomes between the two groups (Appendix Table A.10). This reassures us that selection does not directly contribute to improving the outcome of the training participants.

To better compare the size of the effects on the outcomes between RT and TT groups, Figure 1 below presents the standardized effects/changes on all six outcomes, summarising our earlier results.

#### [Figure 1]

It is worth discussing a potential implication of our research design on the estimates of the TEs. To fully utilize the available capacity, the trainers assign around 72 percent of the participants to the training. The mechanism is likely to be less successful in selecting better quality participants than a case, for example, that selects (top) 10 percent of the participants for training. Thus, by design, our experiment is likely to find a lower effect of training against more conservative selections.

## 4.5. Robustness and Heterogeneity

At this stage, we conduct some additional examination to confirm that our estimated effects are robust. First, our investigation relied on multiple outcomes of interest, which raises the issue of false discovery rate (FDR) associated with multiple hypothesis testing (List et al., 2019, 2023). To report the correct significance level (adjusted for multiple hypothesis testing) for our exposure variable, we follow the approach provided in Romano & Wolf (2005a,b, 2016); Clarke et al. (2020). Table 6 reports three types of *p-values* for the TEs (or changes) in the outcome variables for each

of the RT, TT and TC groups. Columns 1 and 4 present simple (uncorrelated model) *p-values*, Columns 2 and 5 present the *p-values* by random permutation respecting strata and clusters, while Columns 3 and 6 present the Romano-Wolf (R-W) multiple hypotheses corrected *p-values*.

#### [Table 6]

Our conclusions remain unaffected with the use of any, including R-W multiple hypotheses corrected *p-values*, indicating statistically significant effects of the training on i) employment for the RT group, and ii) employment and working hour on the TT group. The table also presents randomization *p-values* for joint tests of treatment significance, as discussed in Young (2019). As earlier, for both groups we reject the null hypothesis that training improves none of the outcomes, confirming positive effects of the training.

Next, we confirm that the exposure variables are not made significant by *p-hacking*. To do so, we use the method in Brodeur et al. (2020a,b) and check whether the use of various combinations of control variables changes the significance of the coefficient of the treatment/group dummy variables. We generate standardized graphical outputs from regression specifications by individually regressing a dependent variable against all possible combinations of independent variables (Appendix Figures A.1-A.2). The effect curves (histograms of the estimated TEs) and the *t-curves* (histograms of the absolute values of the *t-statistics* of the TEs) closely match with the estimates from our employed models, suggesting towards the validity of our estimates.<sup>31</sup>

McKenzie (2017) suggests that the real impact of vocational training is small and thus difficult to identify when the sample sizes are small. Our study employs a reasonable training duration and the sample size also appears reasonable.<sup>32</sup> Nevertheless, for each outcome, we examine whether our study design has enough power to detect a modest effect. To do so, based on observed standard deviations in the actual outcome of the RC groups, we compute the minimum detectable effect size (MDES) with adequate statistical power. We follow the standard practice of 80 percent power with a two-sided test at 5 percent significance level (Islam et al., 2021). A true positive impact smaller than the corresponding MDES will have less than 80 percent chance of being identified.

<sup>&</sup>lt;sup>31</sup>See appendix, Figures A.1-A.2, where we presented the standardized graphical output for all the six outcome variables (in the same order, from left to right and top to bottom) for the RT and TT groups. The specification tests used the Stata code "speccheck" provided by the authors of Brodeur et al. (2020a,b) in https://sites.google.com/site/abelbrodeur/speccheck.

<sup>&</sup>lt;sup>32</sup>Agarwal & Mani (2024) found that the duration of recent experimental studies on vocational training programs ranges from 1-48 months, depending on the type of the program.

For the RT group, our estimated effect size is larger than the MDES (in their original units of measurement) only for employment (Appendix Table A.11). For the TT group, the estimated effects are larger than the MDES for employment and working hours. Thus, we may fail to detect the positive effect of training on some outcomes of interest. However, the comparison of MDES with our estimated effects supports our conclusion of a lower effect of vocational training on the RT group compared to the TT group.

Noncompliance is always an important issue in interpreting the results derived from RCT designs. In our case, some RC group members took the training, while the opposite is true for some RT and TT group members, raising the issue that the ITT estimates are likely to underestimate the true TEs. Therefore, using group-wise training assignment as an instrument of actual (group-wise) training participation, we estimate the LATEs of training participation on all the outcomes. Our estimation of LATE otherwise follows specification (3). As expected, the LATE estimates are higher than their ITT estimates for both the RT and TT groups. Also, in all cases, the impact on the TT group is higher than the RT group, although the differences are statistically significant only for employment and working hours (Appendix Table A.12). Overall, our conclusions about the effectiveness of training for the trainer-selected group remain unaffected when we consider the statistical significance of the estimated TEs.

Heterogeneity in the TEs is commonly observed in empirical studies on vocational training (Blattman & Ralston, 2015; McKenzie, 2017; Mckenzie, 2023). Specifically, average returns to training vary across sex (Acevedo et al., 2020; Attanasio et al., 2011), education (Kiuma et al., 2020), income and wealth (Galdo et al., 2008), caste (Field et al., 2010) and unobserved ability (Rodríguez et al., 2022). One particular problem is that the OLS estimation of equation (1) is generally inappropriate in the presence of heterogeneity (Słoczyński, 2022). To examine whether heterogeneity is a threat to our estimated TEs (or changes for the case of TC group), we repeat the previous analysis by sex, education, and income subgroups.<sup>33</sup>

Table 7 shows the estimated TEs (and their SEs) for the outcome variables by analysis samples and subgroups defined by sex, education, and income (details in Appendix Tables B.1-B.6). Ignoring the statistical significance for now, we usually observe a positive impact on employment for all

<sup>&</sup>lt;sup>33</sup>We could neither investigate the treatment heterogeneity by caste due to a small subsample size nor by unobserved heterogeneity due to data unavailability. The effect of vocational training also depends critically on program design and delivery elements (Carranza & Mckenzie, 2023).

subgroups of the RT group (panel a). Moreover, female, low-educated, and low-income participants benefit more. On the other hand, we generally observe a positive impact on employment, working hour, and income for all subgroups of the TT group (panel b). Again, female, low-educated, and low-income participants benefit more. For all subgroups, the effects are mostly higher for the TT group compared to the RT group.

#### [Table 7]

The higher impact on females is consistent with Attanasio et al. (2011), who find vocational training raises earnings and employment for women in Colombia, and with Acevedo et al. (2020) who find strong and lasting effects of soft skills training on personal skills acquisition and expectations for women but not for men. The pattern of differential impact between men and women suggests that the success of job-training programs may depend on trainees' expectations, as found in Acevedo et al. (2020).<sup>34</sup> Education is also likely to interact with the training positively through productivity and negatively through motivation. For example, Bassanini (2004) find training has a stronger impact on employment security for low-educated workers.

The higher effect on low-income individuals may be due to their stronger motivation and urgency in finding jobs to survive. For example, Doerr (2022) find that low-skilled workers benefited most from a vocational training program in Germany. The same is true for low-income trainees, as they are likely to be low-skilled. While our estimated effects are largely statistically insignificant they still demonstrate a generally larger impact on the TT group compared to the RT group.<sup>35</sup>

We also estimate models that include interactions of group dummies with trainee characteristics and conclude similarly (Appendix Table B.7). To further confirm that heterogeneity does not invalidate the estimated TEs, we use the method provided in Słoczyński (2022). The results largely indicate that the estimated TEs are similar to the estimated ATT or ATE (Appendix Table B.8). Thus, the heterogeneity analysis is consistent with the literature and supports our

<sup>&</sup>lt;sup>34</sup>A randomised experiment in India found that including information sessions about placement opportunities make vocational trainees more likely to stay in the jobs in which they are placed, as trainees who are over-optimistic about placement jobs are more likely to drop out before placement (Chakravorty et al., 2024).

<sup>&</sup>lt;sup>35</sup>Note that discovering and exploiting TE heterogeneity is not a goal of this research. The subgroup analysis here aims to show whether our results are robust even after considering subgroup heterogeneity and whether they can shed additional light as suggested in Duflo et al. (2007). Discovering and exploiting heterogeneity of the TEs requires ex-ante specification of and random assignment into subgroups, requiring a larger sample than that required for examining whether the treatment has an effect (Duflo et al., 2007; Chernozhukov et al., 2018; List, 2025).

findings—vocational training may provide extra benefits in the short run when trainers select motivated participants.

## 5. Policy relevance and intervention cost recovery

Developing countries around the world are continuously seeking ways to improve the economic status of their populations at the bottom of the income distribution. In this regard, vocational training, which we evaluate here, is an approach to enhance labour productivity and thereby increase their employment opportunities. Thus, our findings may have important policy implications in this context. Firstly, we confirm that even intensive vocational training, combined with trainers' incentives linked to trainees' employment, can only affect employment prospects in the short run. This finding is consistent with a large number of studies reporting null or small effects of such training (e.g., Heckman et al., 1999; Blattman & Ralston, 2015; McKenzie, 2017).<sup>36,37</sup>

We also find that the impact on employment is higher, while the working hour increases when the trainers select motivated trainees. The LATE estimates indicate that actual TEs are higher than our estimated ITT effects. We attribute the elevated impact on the trainer-selected group to the trainees' motivation for jobs and income. The unobserved factor, motivation, can be identified by the trainers through interviews. Together with the incentive-based payment, trainee motivation can effectively improve outcomes like working hours and income.

Therefore, our study has significant implications for the design of training programs, suggesting that trainers should select the training participants, particularly when their remuneration is tied to the trainees' job market performance. In doing so, we contribute to the targeting literature, which parallels the causal machine learning literature evaluating TE heterogeneity (e.g., Aiken et al., 2022, 2023; Athey et al., 2023), though we focus on the trainee characteristics that are either unobservable (without an interview) or difficult to measure.

A proper cost-benefit analysis framework, however, compares the program cost against the estimated benefits of the training. The estimated benefit of the training on monthly income is NRs.270

<sup>&</sup>lt;sup>36</sup>Vocational training may have some other beneficial effects on society. For example, skill development training programs for women contribute to liberalizing the gender norms and attitudes around women working outside the household (Janzen et al., 2021). While those objectives are vital, this study focuses solely on economic outcomes.

<sup>&</sup>lt;sup>37</sup>A recent meta-analysis by Agarwal & Mani (2024) finds a small overall effect of vocational training, although they estimate a null effect for vocational plus on the job training—the type of training considered in this study.

for the randomly selected trainees and NRs.2,550 for the trainer-selected applicants. Although none of the estimates are statistically significant, the latter one is economically large. With a training cost of NRs.40,000 per trainee, our back-of-the-envelope calculation indicates that the former group requires 12 years, while the latter group needs about one year and a quarter to recover the training cost. The effect on the income of the trainer selected group is notably larger than in the most recent RCT-based vocational training studies listed in Agarwal & Mani (2024).<sup>38</sup>

We can also take the return-on-investment approach discussed in detail in McKenzie (2021). With a five percent monthly return from investing in a microenterprise, as suggested by De Mel et al. (2008), financing the training cost would earn NRs.2,000 per month. This return appears to be much higher than the increase in income of the randomly selected trainees, but the opposite is true for the trainer-selected applicants. Even a one percent monthly return provides a higher benefit than the gain in income for the randomly selected trainees. The cost-benefit analysis thus indicates that vocational training of the randomly selected trainees misallocates resources, which is counterproductive. In contrast, the training of the trainer-selected applicants is productive.

One key concern with these types of job training programs is that they may displace rather than create new jobs (McKenzie, 2017; Mckenzie, 2023). This pattern has been observed in some previous studies like Crépon et al. (2013). However, the possibility of crowding out seems less likely in our case, as we have observed for the trainer-selected trainee group that the training raises international migration. Previous studies have found large benefits from out-migration, including benefits to the people in the location of origin (Bryan et al., 2014; Meghir et al., 2022). Thus, it is likely that by inducing out-migration, the training increases participants' benefits without negatively affecting others already working in that field.

## 6. Conclusions

We investigate the short-run impact of vocational training with trainers' incentives on applicants' employment, working hours, income, business ownership, and international migration. We find that the training has limited effects on these outcomes, but can generate some benefits when the trainees are selected by the trainers, who may have some insight into unobservable characteristics

<sup>&</sup>lt;sup>38</sup>Incorporating the domestic interest rate into the analysis, which is also more appropriate, would further increase the time required to recover the training cost, but for simplicity, we have excluded this factor from our calculations.

motivation. Our results suggest that positive selection do not directly affect the outcomes but influence them indirectly through the interaction with the training. Trainers, during the interview, can gauge applicants' motivation that can enhance the training outcomes, leading to positive selection. Interviews with the trainers later confirmed our understanding of why the training had a greater impact on selected applicants.

The cost-benefit analysis indicates that the randomly selected vocational training participants require a long time to recoup their training cost, while the trainer-selected trainees can recover costs much more quickly. As this study is one of the most rigorous evaluations of vocational training with an RCT research design in Nepal, its credible findings can assist Nepal and other low-income countries in designing policies to promote employment and reduce poverty. It may also attract the interest of key stakeholders, including training providers, NGOs, government agencies, and international donors.

Thus, it is worth discussing the potential for scaling up the training programs. We follow the five criteria suggested by List (2022) for scaling. The first criterion is whether more evidence is needed before scaling. For the trainer-selected participants, since we chose a large proportion of applicants for training, it is worth exploring whether outcomes could improve with a smaller proportion of training participants. Thus, more evidence is needed in this regard before scaling up. The second criterion is whether the samples used are representative of the population. This criterion is satisfied, as we randomly selected applicants from the interested participants across Nepal. The sample is likely similar to those in other developing countries with comparable settings.

The third criterion is whether the intervention is conducted under conditions representative of the broader situation. So far, the conditions in Nepal and other developing countries, particularly in South Asia, are similar, where there are large pools of applicants interested in traditional jobs. Thus, the vocational training from our study could benefit many low-income youths. The fourth criterion is whether there are likely spillover (network) effects and general equilibrium (GE) effects from scaling up. We observed no effect of the training on other family members' income, suggesting that spillover effects are unlikely to be negative in the long run as long, provided that the trained participants do not replace their untrained competitors in the job market—an issue we discussed earlier. Scaling up may, however, bring a positive GE effect by reducing poverty and vulnerability in the region. The final criterion is whether any diseconomies of scale are associated with the

intervention. Since our training contents and mechanisms are simple, it is easy to train additional trainers, implying that the intervention is likely to avoid diseconomies of scale.

Nonetheless, our approach to estimating the causal effect of trainee selection could be improved further by randomly choosing treatment and control participants in the first stage, and then allowing trainers to select the trainees without knowing their groups in the second stage. The impact of training then could be more credibly estimated by comparing the two trainer-selected subgroups – one from the treatment and another from the control group. Previous research in psychology has identified "training motivation" as an important factor in the effectiveness of formal training programs, though it suggests further work is needed to decompose active learning strategies (Bell et al., 2017; Chung et al., 2022). Therefore, we recommend additional investigation into the impact of vocational training using the design mentioned above before strongly recommending scaling up the program. This approach will also allow for "Option C Thinking"-examining situations beyond the efficacy test-as suggested by List (2024).

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# Tables and Figures

Table 1: Selected applicants by assignment type

Group type	Observations			
a. Random control (RC)	139			
b. Random treatment (RT)	373			
c. Trainer treatment (TT)	374			
d. Trainer control (TC)	150			
Total program participants	1,036			

Note: (a+b) makes our first analysis sample; (a+c) makes our second analysis sample; and (a+d) makes our third analysis sample. Total program participants is given by (a+b+c+d).

Table 2: Balance during baseline by group type

Group	Random control	Random treatment		Trainer treatment		Trainer control			
Variable	Mean (1)	Mean (2)	Difference (3)	Mean (4)	Difference (5)	Mean (6)	Difference (7)		
a. Control variables									
Age 15-19	[0.23]	0.20	-0.03	0.22	-0.01	0.19	-0.04		
1180 10-10	(0.04)	(0.02)	(0.04)	(0.02)	(0.04)	(0.03)	(0.05)		
Age 20-24	0.31	[0.35]	(0.04)	[0.32]	(0.01)	0.41	0.10*		
0"	$     \begin{array}{c}       (0.04) \\       0.23     \end{array} $	(0.02)	(0.05)	(0.02)	(0.05)	(0.04)	(0.06)		
Age 25-29	(0.23)	0.19 $(0.02)$	-0.04 (0.04)	0.21 (0.02)	(0.02)	(0.19)	(0.04)		
C	$0.04) \\ 0.14$	$0.02) \\ 0.17$	0.02	$0.02) \\ 0.14$	0.04)	0.03) $0.14$	(0.03) -0.00		
Age 30-34	(0.03)	(0.02)	(0.04)	(0.02)	(0.03)	(0.03)	(0.04)		
	0.08	0.02	0.01	0.02	0.01	0.05	-0.03		
Age 35-39	(0.02)	(0.01)	(0.03)	(0.01)	(0.03)	(0.02)	(0.03)		
10.40	0.01	0.01	0.00	0.01	0.00	0.02	0.01		
Age 40-49	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)		
Female	[0.34]	[0.36]	[0.02]'	$0.41^{'}$	[0.07]	[0.25]	-0.08		
remaie	(0.04)	(0.02)	(0.05)	(0.03)	(0.05)	(0.04)	(0.05)		
Edu: below primary	[0.30]	[0.25]	-0.05	[0.24]	-0.06	[0.22]	-0.08		
- v	(0.04)	(0.02)	(0.04)	(0.02)	(0.04)	(0.03)	(0.05)		
Edu: primary to below	0.42	0.46	0.04	[0.51]	0.10*	0.51	[0.09]		
$\operatorname{SLC}$	(0.04)	(0.03)	(0.05)	(0.03)	(0.05)	(0.04)	(0.06)		
Edu: SLC & beyond	0.28	(0.29)	(0.01)	0.24	-0.04	0.27	-0.01		
V	$(0.04) \\ 0.41$	$(0.02) \\ 0.38$	$(0.05) \\ -0.03$	$(0.02) \\ 0.34$	$(0.04) \\ -0.07$	$(0.04) \\ 0.44$	$(0.05) \\ 0.03$		
Never married	(0.04)	(0.03)	(0.05)	(0.02)	(0.05)	(0.44)	(0.06)		
	0.19	0.24	0.05	0.20	0.02	0.04) $0.21$	0.02		
Brahmin and Chhetri	(0.03)	(0.02)	(0.04)	(0.02)	(0.04)	(0.03)	(0.05)		
	0.08	0.06	-0.02	0.09	0.01	0.09	0.01		
Prior training participation	(0.02)	(0.01)	(0.02)	(0.01)	(0.03)	(0.02)	(0.03)		
F-test (p-value)	-	-	0.76	-	$0.33^{'}$	-	0.64		
Observations	139	373	512	374	513	150	289		
b. Outcome variables	0.00	0.00	0.00	0.00	0.40**	0.00	0.00		
Gainfully employed	0.36	0.29	-0.06	0.26	-0.10**	0.33	-0.03		
J I I J	$(0.04) \\ 117.22$	(0.02)	(0.05)	(0.02)	$(0.04) \\ 2.37$	(0.04)	(0.06)		
Monthly hours worked	(8.26)	119.38 $(5.08)$	2.16 (9.73)	119.59 $(5.69)$		104.13 (9.21)	-13.09		
·	$\frac{(8.20)}{3.43}$	$(5.08) \\ 2.54$	(9.73) -0.90	(5.69) $2.21$	(10.61) $-1.22**$	(9.21) $1.77$	(12.44) $-1.67**$		
Monthly own income	(0.72)	(0.28)	(0.64)	(0.26)	(0.61)	(0.25)	(0.74)		
	$\frac{(0.72)}{1.87}$	1.16	-0.71	0.20	-0.87	0.65	-1.22*		
Income working for oneself	(0.66)	(0.25)	(0.58)	(0.22)	(0.54)	(0.19)	(0.67)		
Owns business	0.11	0.11	0.00	0.09	-0.02	0.08	-0.03		
	(0.03)	(0.02)	(0.03)	(0.01)	(0.03)	(0.02)	(0.03)		
International Migration	[0.02]	[0.04]	[0.02]	[0.02]	0.00'	0.05	$0.03^{'}$		
	(0.01)	(0.01)	(0.02)	(0.01)	(0.02)	(0.02)	(0.02)		
F-test (p-value)	- ′	- ′	[0.57]	- ′	[0.27]	- ′	[0.38]		
Observations	139	373	512	374	513	150	289		
Note: Many are reported. SEs are in the parentheses. Column 3 shows the difference between PT and the PC group.									

Note: Means are reported; SEs are in the parentheses. Column 3 shows the difference between RT and the RC group; column 5 shows the same between TT and RC group and column 7 shows the same between TC and RC group. The \*s indicate the p-values from the t-tests of differences in the means across the groups (against a two-sided alternative): \*p < 0.10, \*\*p < 0.05, \*\*\* p < 0.01. The F-test of joint significance runs a regression of the relevant group dummy on all the outcome variables and then tests the null hypothesis that all the slope coefficients are zero. The specific control variables related to the applicants are, age in years (that we categorized as 15-19, 20-24, 25-29, 30-34, 35-39, and 40-49 years), whether female, years of education (that we categorized as below primary, primary to below SLC and SLC or beyond), whether married and whether belong to upper caste (Brahmin or Chhetri). School Leaving Certificates (SLCs) are given after completing Grade 10. For more details about the education system in Nepal, see <a href="https://www.scholaro.com/pro/Countries/Nepal/Education-System">https://www.scholaro.com/pro/Countries/Nepal/Education-System</a>. We also control for prior participation in vocational or skill training. Monetary variables are in thousand Nepalese Rupees. The definition of the variable "Gainfully employed" excludes home cultivation, a proxy for subsistence farming.

Table 3: ITT effect on random treatment group

	Gainfully employed (1)	Monthly hours worked (2)	Monthly own income (3)	Income working for oneself (4)	Owns business (5)	International Migration (6)					
a. With district fixed effects											
Treatment	0.18**	14.42	0.27	-0.58	-0.00	0.00					
	(0.08)	(10.84)	(1.43)	(0.90)	(0.05)	(0.04)					
b. With regression adjustment											
Treatment	0.19***	13.80	1.02	0.06	-0.02	0.02					
	(0.05)	(9.56)	(1.50)	(1.31)	(0.04)	(0.04)					
c. With inverse probability weighting											
Treatment	0.19***	13.80	1.02	0.06	-0.02	0.02					
	(0.05)	(9.56)	(1.50)	(1.31)	(0.04)	(0.04)					
d. With selection of covariates using Lasso											
Treatment	0.17***	14.36	1.02	0.16	0.01	0.02					
	(0.05)	(9.79)	(1.73)	(1.54)	(0.04)	(0.04)					
e. Lee bounds											
lower	$0.14^{***}$	-3.60	-2.07	-2.07	-0.06	-0.08					
	(0.05)	(11.88)	(2.26)	(2.12)	(0.04)	(0.06)					
upper	$0.27^{***}$	32.31***	2.03	0.46	0.02	0.05					
	(0.05)	(12.11)	(1.90)	(1.62)	(0.04)	(0.04)					
f. Significance level with randomization inference											
Treatment	0.18***	14.42	0.27	-0.58	-0.00	0.00					
g. Random	g. Random control mean										
At endline	0.61	171.07	8.46	3.07	0.14	0.15					
N	461	419	442	442	442	461					

Note: The models also control for age (groups 15-19, 20-24, 25-29, 30-34, 35-39, and 40-49 years), gender, education (below primary, primary and secondary), marital status, caste, prior training experience and the value of the outcome variable at the baseline as well as the district fixed effects. SEs are clustered at the district level. The \*s indicate the p-values from the t-tests of a null effect against a two-sided alternative: \*p < 0.10, \*\*\* p < 0.05, \*\*\*\* p < 0.01. We used Stata command "teffects ra" to estimates the regression adjusted TEs, "teffects ipwra" to estimate inverse probability weighted regression adjusted TEs and "telasso" to estimate inverse-probability weighted TEs that also use the LASSO method to select the control variables to be included in the model. We use Stata command "leebounds" to estimates the Lee bounds of the TEs as suggested by Lee (2009). We used an unofficial Stata command "ritest" to estimate the randomization inference significance levels and p-values. The command is written by Heß (2017) that is freely available from https://github.com/simonheb/ritest.

Table 4: ITT effect on trainer treatment group

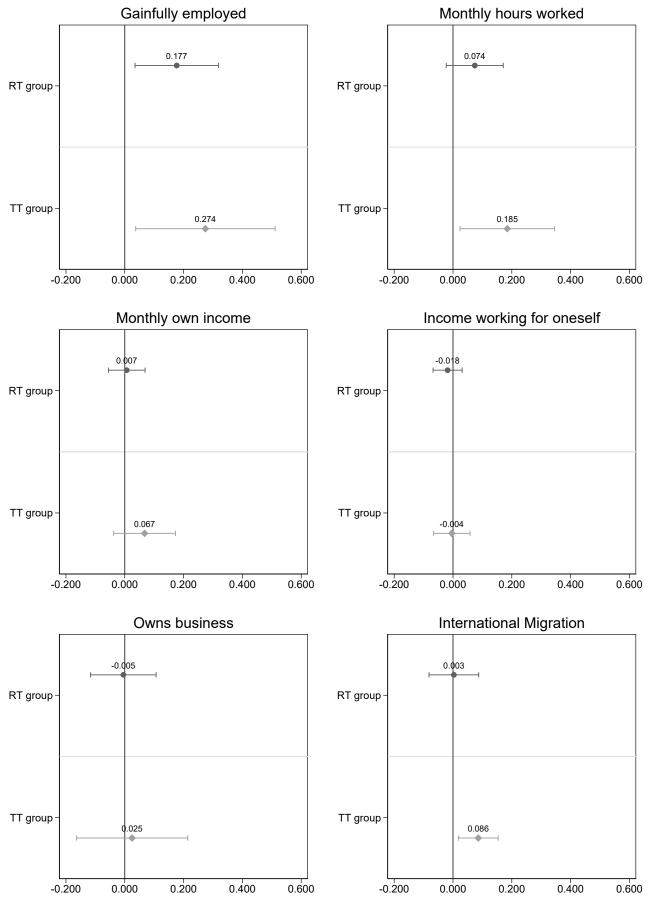
	Gainfully	Monthly	Monthly	Income working for oneself	Owns	International
	employed (1)	hours worked (2)	own income (3)	(4)	business (5)	Migration (6)
a. With dist	trict fixed ef	fects				
Treatment	$0.28^{*}$	$36.93^*$	2.55	-0.24	0.01	$0.07^{*}$
	(0.14)	(18.98)	(2.37)	(1.07)	(0.09)	(0.04)
b. With reg	ression adju	stment				
Treatment	0.22***	17.41*	1.53	0.21	$0.07^{*}$	0.01
	(0.05)	(9.85)	(1.59)	(1.15)	(0.04)	(0.04)
c. With inve	erse probabi	lity weighting				
Treatment	0.22***	17.41*	1.53	0.21	$0.07^{*}$	0.01
	(0.05)	(9.85)	(1.59)	(1.15)	(0.04)	(0.04)
d. With sele	ection of cov	ariates using La	SSO			
Treatment	0.19***	17.25*	1.22	0.18	0.09**	0.00
	(0.05)	(9.92)	(1.74)	(1.36)	(0.04)	(0.04)
e. Lee boun	ds					
lower	0.18***	7.65	-0.67	-0.60	0.04	-0.07
	(0.05)	(12.81)	(2.15)	(1.82)	(0.06)	(0.06)
upper	0.28***	25.53**	2.23	0.39	0.09**	0.04
	(0.07)	(12.71)	(2.01)	(1.45)	(0.04)	(0.04)
f. With rand	domization i	$\underline{\text{inference}}$				
Treatment	0.28***	36.93***	2.55	-0.24	0.01	$0.07^{*}$
g. Random	control mea	n				
At endline	0.61	171.07	8.46	3.07	0.14	0.15
N	453	404	429	429	429	453

Note: See the notes in Table 3.

Table 5: ITT effect of training by group type

	Gainfully employed (1)	Monthly hours worked (2)	Monthly own income (3)	Income working for oneself (4)	Owns business (5)	International Migration (6)
a. With separate du	mmies for th	ne treatment gro	oups			
Random treatment	0.17**	13.58	-0.29	-0.89	-0.01	0.01
group	(0.08)	(10.19)	(1.23)	(0.85)	(0.05)	(0.04)
Trainer treatment	0.26**	28.82**	3.57	1.54	0.05	0.05
group	(0.09)	(13.71)	(2.97)	(2.06)	(0.09)	(0.06)
b. With treatment of	lummy and i	its' interaction v	vith the TT gr	oup dummy		
Treatment	0.17**	13.58	-0.29	-0.89	-0.01	0.01
	(0.08)	(10.19)	(1.23)	(0.85)	(0.05)	(0.04)
Treatment $\times$ TT	0.09*	15.25*	3.87	2.43	0.06	0.04
	(0.05)	(8.80)	(2.96)	(2.45)	(0.07)	(0.08)
N	800	720	759	759	759	800

Note: The models also control for age (groups 15-19, 20-24, 25-29, 30-34, 35-39, and 40-49 years), gender, education (below primary, primary and secondary), marital status, caste, prior training experience and the value of the outcome variable at the baseline as well as the district fixed effects. SEs are clustered at the district level. The \*s indicate the p-values from the t-tests of a null effect against a two-sided alternative: \* p <0.10, \*\*\* p <0.05, \*\*\*\* p <0.01.



 $\begin{array}{c} {\rm Figure} \ 1: \ {\bf Group \ wise \ standardized \ effect \ size \ (with \ 95\% \ CI \ against \ a \ one-sided \ alternative)} \\ {\bf on \ selected \ outcomes} \end{array}$ 

Table 6: The Romano–Wolf (R–W) multiple hypothesis corrected *p–values* for treatment

Group	Ran	dom treatme	ent	Trainer treatment			
Variable	Model (1)	Resample (2)	R-W (3)	Model (4)	Resample (5)	R-W (6)	
Gainfully employed	0.00	0.00	0.00	0.00	0.00	0.00	
Monthly hours worked	0.12	0.14	0.40	0.01	0.01	0.02	
Monthly own income	0.88	0.89	1.00	0.37	0.14	0.49	
Income working for oneself	0.73	0.67	0.99	0.90	0.84	0.94	
Owns business	0.91	0.91	1.00	0.80	0.80	0.94	
International Migration	0.94	0.95	1.00	0.21	0.17	0.38	
Treatment p-value For joint tests		0.00			0.00		

Note: The reported p-values refer to  $H_0$ :  $\beta_1$ =0 against  $H_1$ :  $\beta_1>0$ . The models use district fixed effects. The p-values in columns 1 and 4 are generated from simple (uncorrelated) model; the p-values in columns 2 and 5 are derived from models that randomly resamples respecting strata and clusters and; the p-values in columns 3 and 6 are derived from the Romano-Wolf (R-W) multiple hypotheses corrected models. Romano-Wolf (R-W) p-values have been generated using rwolf command in Stata, discussed in Clarke et al. (2020). The p-values for joint test of significance has been generated using Stata command randomd that conducts a hypothesis test that the treatment (or the group dummy) has no effect, and then tests this hypothesis across equations, relying on bootstrap or randomization inference to calculate the joint distribution of p-values; see Young (2019) for more details about the methodology. We have been benefited from the description of the randomd command by David McKenzie that can be found at https://blogs.worldbank.org/en/impactevaluations/overview-multiple-hypothesis-testing-commands-stata.

Table 7: ITT effect of training by subgroups

	Gainfully employed (1)	Monthly hours worked (2)	Monthly own income (3)	Monthly income working for oneself (4)	Owns business (5)	International Migration (6)
a. Random treatme	ent group					
Male	$0.13^* \\ (0.07)$	$ \begin{array}{c} 2.92 \\ (14.42) \end{array} $	$0.78 \\ (2.42)$	$     \begin{array}{c}       0.81 \\       (1.73)     \end{array} $	(0.05)	-0.02 $(0.06)$
Female	$\begin{pmatrix} 0.21 \\ (0.17) \end{pmatrix}$	(19.35)	$     \begin{array}{r}       1.89 \\       (1.49)     \end{array} $	$-0.43 \\ (0.88)$	$\begin{pmatrix} 0.02 \\ (0.10) \end{pmatrix}$	$\begin{pmatrix} 0.01 \\ (0.02) \end{pmatrix}$
No education	$0.16 \\ (0.15)$	$   \begin{array}{c}     28.72 \\     (21.19)   \end{array} $	$0.36 \\ (3.84)$	$-2.89 \\ (3.76)$	(0.05)	$0.06^* \\ (0.03)$
Primary education	$0.12 \\ (0.11)$	$4.81 \\ (14.95)$	$   \begin{array}{c}     0.91 \\     (3.72)   \end{array} $	$0.51 \\ (2.67)$	-0.10 $(0.06)$	-0.02 $(0.07)$
Secondary education	$0.24 \\ (0.20)$	-0.68 (21.76)	-0.67 (3.88)	$0.70 \\ (1.93)$	$0.05 \\ (0.09)$	-0.04 (0.18)
Low income	$0.24^* \\ (0.11)$	$   \begin{array}{c}     19.93 \\     (14.76)   \end{array} $	$     \begin{array}{c}       1.51 \\       (1.82)     \end{array} $	$0.90 \\ (1.31)$	$\begin{pmatrix} 0.02 \\ (0.08) \end{pmatrix}$	(0.05)
High income	$0.07 \\ (0.08)$	$7.21 \ (15.26)$	-0.37 $(3.46)$	-0.70 (2.93)	$-0.01 \\ (0.07)$	$0.02 \\ (0.08)$
b. Trainer treatme	nt group					
Male	$0.20 \\ (0.12)$	$   \begin{array}{c}     27.98 \\     (18.20)   \end{array} $	$ 3.63 \\ (3.51) $	$     \begin{array}{c}       0.44 \\       (1.86)     \end{array} $	(0.12)	$0.06 \\ (0.07)$
Female	$0.29 \\ (0.35)$	$   \begin{array}{c}     58.42 \\     (43.72)   \end{array} $	$   \begin{array}{c}     1.99 \\     (1.88)   \end{array} $	$     \begin{array}{c}       0.43 \\       (1.14)     \end{array} $	$0.08^* \\ (0.04)$	$0.08 \\ (0.05)$
No education	$     \begin{array}{c}       0.30 \\       (0.31)     \end{array} $	$36.62 \\ (39.20)$	$3.51^* $ $(1.69)$	$     \begin{array}{c}       0.80 \\       (0.98)     \end{array} $	$\begin{pmatrix} 0.01 \\ (0.07) \end{pmatrix}$	$   \begin{array}{c}     0.12 \\     (0.10)   \end{array} $
Primary education	$0.14 \\ (0.15)$	$35.64 \ (26.80)$	$0.65 \\ (1.99)$	$-2.20** \\ (0.90)$	-0.09 $(0.13)$	$0.06 \\ (0.07)$
Secondary education	$0.38^* \ (0.19)$	$   \begin{array}{c}     20.02 \\     (18.20)   \end{array} $	$8.02 \\ (7.82)$	$ \begin{array}{c} 2.71 \\ (3.51) \end{array} $	$   \begin{array}{c}     0.20 \\     (0.12)   \end{array} $	$0.18 \\ (0.13)$
Low income	$0.37^* \ (0.19)$	$48.06 \ (29.39)$	$   \begin{array}{c}     2.20 \\     (1.67)   \end{array} $	$     \begin{array}{c}       0.04 \\       (0.81)     \end{array} $	$0.08 \\ (0.09)$	$0.05 \\ (0.06)$
High income	$     \begin{array}{c}       0.11 \\       (0.13)     \end{array} $	$     \begin{array}{r}       14.29 \\       (19.01)     \end{array} $	$ \begin{array}{c} 1.60 \\ (3.29) \end{array} $	-0.34 (3.27)	-0.14 (0.10)	$     \begin{array}{c}       0.07 \\       (0.07)     \end{array} $

Note: The models also control for age (groups 15-19, 20-24, 25-29, 30-34, 35-39, and 40-49 years), gender, education (below primary, primary and secondary), marital status, caste, prior training experience and the value of the outcome variable at the baseline as well as district fixed effects while excludes the variable(s) that define the subgroup. SEs are clustered at the district level. The \*s indicate the p-values from the t-tests of a null effect against a two-sided alternative: \* p < 0.10, \*\* p < 0.05, \*\*\* p < 0.01. Study participants reporting nil income in 2014 were considered as low-income.

## Appendix A: Additional tables and figures

 $\begin{array}{c} \text{Table A.1: Applicants in the follow-up survey} \\ \text{by tracking method and trainee type} \end{array}$ 

	-6	ila tramee tj	, F -
	Control	Treatment	All
	(1)	(2)	(3)
a. Random treatm	nent group		
Contact in person	100(71.9%)	298(79.9%)	398(77.7%)
Contact over phone	12(8.6%)	32(8.6%)	44(8.6%)
No contact	27(19.4%)	43(11.5%)	70(13.7%)
Total	139(100%)	373(100%)	512(100%)
b. Trainer treatme	ent group		
Contact in person	100(71.9%)	295(78.9%)	395(77.0%)
Contact over phone	12(8.6%)	22(5.9%)	34(6.6%)
No contact	27(19.4%)	57(15.2%)	84(16.4%)
Total	139(100%)	374(100%)	513(100%)
c. Trainer control	group		
Contact in person	100(71.9%)	102(68.0%)	202(69.9%)
Contact over phone	12(8.6%)	14(9.3%)	26(9.0%)
No contact	27(19.4%)	34(22.7%)	61(21.1%)
Total	139(100%)	150(100%)	289(100%)
d. All program pa	rticipants		
Contact in person	100(71.9%)	695(77.5%)	795(76.7%)
Contact over phone	12(8.6%)	68(7.6%)	80(7.7%)
No contact	27(19.4%)	134(14.9%)	161(15.5%)
Grand Total	139(100%)	897(100%)	1,036(100%)

Table A.2: Difference in the attrited sample by group type: OLS estimate with the main specification

Group	Random treatment	Trainer treatment	Trainer control
Variable	(1)	(2)	(3)
Treatment	-0.08*	-0.13*	-0.08
	(0.04)	(0.07)	(0.08)
Age 20-24	$0.03^{'}$	$0.05^{'}$	[0.07]
	(0.05)	(0.06)	(0.06)
Age 25-29	-0.05	[0.01]	-0.01
	(0.06)	(0.08)	(0.08)
Age 30-34	$-0.12^{*}$	[0.01]	-0.09
	(0.06)	(0.08)	(0.08)
Age 35-39	-0.03	$0.03^{\circ}$	0.09
	(0.07)	(0.09)	(0.14)
Age 40-49	-0.10*	-0.09	-0.19
	(0.06)	(0.07)	(0.17)
Female	-0.13***	-0.06	-0.13*
	(0.03)	(0.05)	(0.07)
Education: primary	0.00	0.01	0.04
to below SLC	(0.05)	(0.04)	(0.08)
Education: SLC and	-0.04	-0.05	-0.05
beyond	(0.07)	(0.07)	(0.09)
Never married	-0.01	0.05	-0.00
	(0.05)	(0.05)	(0.06)
Brahmin and Chhetri	0.02	-0.09	0.03
	(0.04)	(0.06)	(0.06)
Prior training	-0.08	-0.12***	-0.21***
participation	(0.06)	(0.04)	(0.06)
Constant	0.28***	0.28**	0.29***
	(0.07)	(0.12)	(0.10)
Adjusted $R^2$	0.03	0.06	0.07
N	512	513	289

Note: The reference groups are participants aged 15-19 and those having below primary education. SEs are clustered at the district level. The \*s indicate the *p-values* from the *t-tests* of a null effect against a two-sided alternative: \*p < 0.10, \*\*p < 0.05, \*\*\*\* p < 0.01.

Table A.3: Balance during baseline in the attrited sample

Grou	Random contro	l Randon	n treatment	Trainer	treatment	Train	er control
Variable	Mean (1)	Mean (2)	Difference (3)	Mean (4)	Difference (5)	Mean (6)	Difference (7)
a. Control variabl	les						
Age 15-19	0.22	0.28	0.06	0.30	0.08	0.24	0.01
Age 10-19	(0.08)	(0.07)	(0.11)	(0.06)	(0.11)	(0.07)	(0.11)
Age 20-24	0.48	0.47	-0.02	0.35	-0.13	0.47	-0.01
11gC 20-24	(0.10)	(0.08)	(0.12)	(0.06)	(0.11)	(0.09)	(0.13)
Age 25-29	0.15	0.14	-0.01	0.16	0.01	0.15	-0.00
11gc 20-23	(0.07)	(0.05)	(0.09)	(0.05)	(0.09)	(0.06)	(0.09)
Age 30-34	0.00	0.07	0.07	0.16	$0.16^{**}$	0.12	$0.12^{*}$
11gc 30-34	(0.00)	(0.04)	(0.05)	(0.05)	(0.07)	(0.06)	(0.06)
Age 35-39	0.15	0.05	-0.10	0.04	-0.11*	0.03	-0.12*
11gc 00-00	(0.07)	(0.03)	(0.07)	(0.02)	(0.06)	(0.03)	(0.07)
Age 40-49	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11gc 40-43	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)
Female	0.11	0.16	0.05	0.25	0.13	0.09	-0.02
remaie	(0.06)	(0.06)	(0.09)	(0.06)	(0.09)	(0.05)	(0.08)
Education: below pr	0.19	0.16	-0.02	0.14	-0.04	0.06	-0.13
Education, below pr	(0.08)	(0.06)	(0.09)	(0.05)	(0.09)	(0.04)	(0.08)
Education: primary	to 0.56	0.49	-0.07	0.60	0.04	0.62	0.06
below SLC	(0.10)	(0.08)	(0.12)	(0.07)	(0.12)	(0.08)	(0.13)
Education: SLC and	0.26	0.35	0.09	0.26	0.00	0.32	0.06
beyond	(0.09)	(0.07)	(0.12)	(0.06)	(0.10)	(0.08)	(0.12)
Never married	0.48	0.51	0.03	0.56	0.08	0.59	0.11
Never married	(0.10)	(0.08)	(0.12)	(0.07)	(0.12)	(0.09)	(0.13)
Brahmin and Chhetr	0.22	0.26	0.03	0.12	-0.10	0.26	0.04
brannin and Cimeti	(0.08)	(0.07)	(0.11)	(0.04)	(0.08)	(0.08)	(0.11)
Duian tuaining mantici	0.00	0.05	0.05	0.07	0.07	0.03	0.03
Prior training partic	(0.00)	(0.03)	(0.04)	(0.03)	(0.05)	(0.03)	(0.03)
F-test (p-value)	· -	-	0.74	-	0.25	-	0.69
Observations	[27]	[43]	[70]	[57]	[84]	[34]	[61]
b. Outcome varial	bles						
	0.30	0.35	0.05	0.23	-0.07	0.21	-0.09
Gainfully employed	(0.09)	(0.07)	(0.12)	(0.06)	(0.10)	(0.07)	(0.11)
36 (11 1	108 67	$\hat{1}00.3\hat{5}$	-8.32	83.28	-25.39	50.15	-58.52**
Monthly hours worke	(19.72)	(17.67)	(27.24)	(13.21)	(23.50)	(12.90)	(22.75)
3.5 (1.1)	1 92	2.23	0.31	1.70	-0.23	1.13	-0.79
Monthly own income	e (0.57)	(0.53)	(0.81)	(0.56)	(0.90)	(0.39)	(0.68)
T 1. C	`0.55 <sup>°</sup>	0.98	0.43	$0.54^{'}$	-0.01	$0.38^{'}$	-0.17
Income working for o	oneself $(0.31)$	(0.36)	(0.52)	(0.44)	(0.68)	(0.27)	(0.42)
0 1 :	0.07	0.12	0.04	0.04	-0.04	0.03	-0.04
Owns business	(0.05)	(0.05)	(0.07)	(0.02)	(0.05)	(0.03)	(0.06)
T 135	`0.07 <sup>°</sup>	$0.07^{'}$	-0.00	$0.02^{'}$	-0.06	0.15	$0.07^{'}$
International Migrat	(0.05)	(0.04)	(0.06)	(0.02)	(0.04)	(0.06)	(0.08)
F-test (p-value)	-	-	0.98	-	0.77	-	0.27
Observations	[27]	[43]	[70]	[57]	[84]	[34]	[61]
	in the mounths		2 ab arrea + b a d			l the DC a	r- 1

Note: Means are reported; SEs are in the parentheses. Column 3 shows the difference between RT and the RC group; column 5 shows the same between TT and RC group and column 7 shows the same between TC and RC group. The \*s indicate the p-values from the t-tests of a null effect against a two-sided alternative: \* p <0.10, \*\* p <0.05, \*\*\* p <0.01. The F-test of joint significance runs a regression of treatment on all the control/outcome variables in the groups and then tests the null hypothesis that all the slope coefficients are zero.

Table A.4: After training mean outcomes by group type and their differences with RC group

Group	Random control	Randon	n treatment	Trainer	treatment	Train	er control
Variable	Mean (1)	Mean (2)	Difference (3)	Mean (4)	Difference (5)	Mean (6)	Difference (7)
Gainfully employed	0.61 $(0.05)$	0.78 $(0.02)$	$0.17^{***} $ $(0.05)$	0.80 $(0.02)$	$0.19^{***}$ $(0.05)$	0.54 $(0.04)$	-0.06 $(0.06)$
Monthly hours worked	171.07 $(8.63)$	185.43 $(4.69)$	14.36 (9.58)	188.32 $(4.97)$	$17.25^*$ (9.89)	153.06 $(9.14)$	-18.01 (12.58)
Monthly own income	8.46 (1.41)	9.48 $(1.01)$	1.02 $(1.93)$	9.75 $(1.11)$	1.29 $(2.05)$	4.87 $(0.78)$	-3.59** (1.60)
Income working for oneself	3.07 $(1.21)$	3.23 $(0.96)$	0.16 $(1.80)$	3.38 $(0.71)$	0.31 $(1.39)$	1.50 $(0.52)$	-1.57 $(1.31)$
Owns business	0.14 $(0.03)$	0.15 $(0.02)$	0.01 $(0.04)$	0.24 $(0.02)$	0.09** (0.04)	0.12 $(0.03)$	-0.02 $(0.04)$
International Migration	$0.15 \\ (0.03)$	0.17 $(0.02)$	0.02 $(0.04)$	0.15 $(0.02)$	$0.00 \\ (0.04)$	0.20 $(0.04)$	$0.05 \\ (0.05)$
F-test (p-value) Observations	[139]	- [373]	0.10 [419]	[374]	0.00 [404]	- [150]	0.22 [208]

Note: Means are reported; SEs are in the parentheses. Column 3 shows the difference between RT and the RC group; column 5 shows the same between TT and RC group and column 7 shows the same between TC and RC group. The \*s indicate the significance in difference in means using t-tests: \* p < 0.10, \*\* p < 0.05, \*\*\* p < 0.01. The F-test of joint significance runs a regression of treatment on all the outcome variables in the groups and then tests the null hypothesis that all the slope coefficients are zero.

Table A.5: **ITT** effect on random treatment group (On some other outcome variables)

	Gainfully employed	Average hours worked	Internal migration	Has a formal business	Other family members' income
	(1)	(2)	(3)	(4)	(5)
a. With district fixed					
Treatment	0.09	0.48	$0.07^{**}$	-0.01	1.07
	(0.07)	(0.36)	(0.03)	(0.01)	(1.40)
Age 20-24	0.10	-0.43	[0.03]	-0.00	-0.55
	(0.07)	(0.73)	(0.07)	(0.01)	(1.07)
Age 25-29	0.14	-0.40	0.02	0.01	-1.03
	(0.08)	(0.88)	(0.08)	(0.01)	(2.59)
Age 30-34	0.14*	-0.06	0.04	-0.00	1.49
4 05 00	(0.07)	(0.97)	(0.08)	(0.00)	(2.78)
Age 35-39	(0.14)	-0.78	0.03	0.03	2.87
10.40	(0.08)	(0.95)	(0.09)	(0.02)	(3.58)
Age 40-49	0.27*	-0.86	0.01	-0.01	-3.73
D. I	(0.15)	(1.29)	(0.07)	(0.01)	(2.39)
Female	-0.29***	-0.50	-0.08	0.02	5.49
Ta 1	(0.07)	(0.67)	(0.06)	(0.02)	(3.16)
Education: primary	0.09**	-0.36	(0.02)	0.01	4.73*
to below SLC	(0.03)	(0.25)	(0.02)	(0.01)	(2.55)
Education: SLC and	0.02	0.23	0.00	0.02	10.15**
beyond	(0.03)	(0.40)	(0.06)	(0.02)	$(3.82) \\ -2.78**$
Never married	0.04	-0.91***	0.03	-0.02	
D 1 : 1 Cl 1 : :	(0.06)	(0.43)	(0.05)	(0.01)	(1.16)
Brahmin and Chhetri	-0.01	-0.37	0.00	-0.01	2.12
D	(0.03)	(0.31)	(0.05)	(0.01)	(3.09)
Prior training	-0.05	-0.53	(0.06)	-0.01	-3.41
participation	(0.10)	(0.53)	(0.07)	(0.00)	(2.02)
$Y_{t-1}$	0.12**	0.09	-0.03	0.99***	0.15**
	(0.05)	(0.07)	(0.07)	(0.01)	(0.06)
Constant	0.65***	6.36***	0.02	-0.00	-1.19
1.52	(0.10)	(0.76)	(0.09)	(0.01)	(3.58)
Adjusted R <sup>2</sup>	0.21	0.12	0.10	0.33	0.12
N	461	419	398	442	442
b. With regression adj	ustment	0.40	0.00***	0.01	1.10
Treatment	0.10***	0.46	0.08***	-0.01	1.19
NT.	(0.04)	(0.32)	(0.02)	(0.01)	(1.26)
N	461	419	398	442	442
c. With inverse probal	Onity weight:		0.00***	0.01	1 10
Treatment	0.10***	0.46	0.08***	-0.01	1.19
NT	(0.04)	(0.32)	(0.02)	(0.01)	(1.26)
N	461	419	398	442	442
d. With selection of co	0 4 0 11 11		0.00***	0.00	1.00
Treatment	0.10**	0.48	$0.09^{***}$	-0.00	1.28
N	(0.04)	(0.33)	(0.02)	(0.01)	(1.27)
N o Loo bounds	461	419	398	442	442
e. Lee bounds lower	0.10**	0.10	-0.02	-0.01	-2.41
TOWEL	(0.05)	-0.19 $(0.39)$	(0.06)		(1.49)
uppor	$0.23^{***}$	1.05***	$0.09^{***}$	(0.01) $-0.00$	$\frac{(1.49)}{2.22}$
upper	(0.25)	(0.40)			
N	(0.06) $512$	$(0.40) \\ 512$	$     \begin{array}{r}       (0.03) \\       512     \end{array} $	$     \begin{array}{c}       (0.01) \\       512     \end{array} $	(1.50)
f. Significance level wi			912	012	512
Treatment	0.09***	1000000000000000000000000000000000000	0.07**	-0.01	1.07
N	461	419	398	-0.01 442	442
11	401	419	990	444	444

Note: SEs are clustered at the district level. The \*s indicate the *p-values* from the *t-tests* of a null effect against a two-sided alternative: \* p < 0.10, \*\* p < 0.05, \*\*\* p < 0.01. The definition of the variable "Gainfully employed" includes home cultivation, a proxy for subsistence farming.

Table A.6: **ITT** effect on the trainer treatment group (On some other outcome variables)

	Gainfully employed (1)	Average hours worked (2)	Internal migration (3)	Has a formal business (4)	Other family members' income (5)
a. With district fixed e	effects	. , ,	. , ,		. ,
Treatment	0.18	$1.23^{*}$	0.05	0.00	-2.19
	(0.12)	(0.63)	(0.03)	(0.01)	(1.59)
Age 20-24	[0.07]	-0.33	-0.07	-0.00	-1.70
	(0.05)	(0.46)	(0.05)	(0.01)	(1.38)
Age 25-29	$0.08^{*}$	-0.35	-0.08	[0.01]	-0.72
	(0.04)	(0.51)	(0.07)	(0.01)	(1.67)
Age 30-34	0.12	0.12	-0.12	-0.02	-3.08
	(0.07)	(0.60)	(0.09)	(0.02)	(2.37)
Age 35-39	0.19**	0.47	-0.10	-0.02	-3.19
	(0.07)	(0.67)	(0.07)	(0.03)	(1.98)
Age 40-49	0.07	3.05**	-0.09	0.16	27.60
D 1	(0.16)	(1.26)	(0.06)	(0.15)	(26.11)
Female	-0.25***	-0.00	-0.05**	-0.00	1.22
D1	(0.07)	(0.36)	(0.02)	(0.02)	(2.75)
Education: primary	0.01	0.02	-0.08	0.00	1.35
to below SLC	(0.05)	(0.44)	(0.06)	(0.01)	(1.19)
Education: SLC and	-0.01	-0.18	-0.08	0.01	5.25**
beyond	(0.06)	(0.63)	(0.06)	(0.01)	(2.03)
Never married	-0.01	(0.33)	0.01	-0.03	-2.81
Dualization and Clabatri	(0.04)	(0.34)	(0.06)	(0.03)	(1.83)
Brahmin and Chhetri	-0.06	0.68	0.03	0.01	-0.42
Prior training	$(0.05) \\ 0.07$	$(0.59) \\ -0.31$	$(0.06) \\ 0.02$	$(0.01) \\ 0.00$	$(1.88) \\ -1.19$
participation	(0.06)	(0.67)	(0.05)	(0.01)	(1.16)
$Y_{t-1}$	0.03	0.02	$0.22^*$	(0.01)	0.07
1 t-1	(0.04)	(0.05)	(0.11)		(0.06)
Constant	0.73***	5.24***	$0.17^{**}$	0.02	7.63**
Constant	(0.12)	(1.01)	(0.08)	(0.02)	(3.64)
Adjusted $R^2$	0.12) $0.17$	0.11	0.14	0.14	0.16
N	453	404	$\frac{0.14}{395}$	429	429
b. With regression adj		404	333	423	423
Treatment	0.11***	0.58*	0.08***	-0.00	1.15
Treatment	(0.04)	(0.33)	(0.02)	(0.01)	(1.08)
N	453	404	395	429	429
c. With inverse probab	oility weighti		300	120	120
Treatment	0.11***	0.58*	0.08***	-0.00	1.15
	(0.04)	(0.33)	(0.02)	(0.01)	(1.08)
N	453	404	395	429	429
d. With selection of co					
Treatment	0.10***	0.58*	0.08***	0.00	0.88
	(0.04)	(0.33)	(0.02)	(0.01)	(1.20)
N	`453´	`404´	`395´	`429´	429
e. Lee bounds					
lower	0.09*	0.10	-0.01	-0.01	-1.29
	(0.05)	(0.41)	(0.06)	(0.01)	(1.53)
upper	0.19***	0.98**	0.09***	[0.00]	[1.32]
27	(0.06)	(0.43)	(0.03)	(0.01)	(1.43)
N	513	513	513	513	513
f. Significance level wit			0.05	0.00	0.10
Treatment	0.18***	1.23***	0.05	0.00	-2.19
N	453	404	395	429	429

Note: SEs are clustered at the district level. The \*s indicate the *p-values* from the *t-tests* of a null effect against a two-sided alternative: \* p < 0.10, \*\* p < 0.05, \*\*\* p < 0.01. The definition of the variable "Gainfully employed" includes home cultivation, a proxy for subsistence farming.

Table A.7: Changes of the trainer control group

	Gainfully employed	Monthly hours worked	Monthly own income	Income working for oneself	Owns business	International Migration
	(1)	(2)	(3)	(4)	(5)	(6)
a. With dist	trict fixed ef	fects				
Treatment	-0.04	-6.78	-1.48	-0.57	-0.04	0.09
	(0.08)	(19.78)	(1.53)	(0.72)	(0.04)	(0.06)
b. With reg	ression adju	stment				
Treatment	-0.09	-20.58	-3.40**	-1.21	-0.01	0.02
	(0.06)	(12.58)	(1.66)	(1.36)	(0.04)	(0.05)
c. With inve	erse probabi	lity weighting				
Treatment	-0.09	-20.58	-3.40**	-1.21	-0.01	0.02
	(0.06)	(12.58)	(1.66)	(1.36)	(0.04)	(0.05)
d. With sele	ection of cov	ariates using La	SSO			
Treatment	-0.09	-18.01	-3.59**	-1.57	-0.02	0.05
	(0.06)	(12.51)	(1.60)	(1.32)	(0.04)	(0.05)
e. Lee boun	ds					
lower	-0.11	-23.87	-4.56**	-1.76	-0.02	-0.00
	(0.07)	(17.84)	(1.97)	(1.49)	(0.05)	(0.06)
upper	-0.09	-14.81	-2.93	-0.21	-0.00	0.03
	(0.08)	(19.05)	(2.63)	(1.96)	(0.07)	(0.05)
f. With ran	domization i	inference				
Treatment	-0.04	-6.78	-1.48	-0.57	-0.04	0.09*
g. Random	control mea	n				
At endline	0.61		8.46	3.07	0.14	0.15
N	239	208	228	228	228	239

Note: See the notes in Table 3.

Table A.8: **ITT** effect on the trainer control group (On some other outcome variables)

	Gainfully employed (1)	Average hours worked (2)	Internal migration (3)	Has a formal business (4)	Other family members' income (5)
W. 1 1: 1 : 1 C 1		(2)	(5)	(4)	(0)
a. With district fixed of	$\frac{\text{effects}}{0.02}$	0.92	0.01	0.09	2.20
Treatment	(0.02)	-0.23 (0.66)	$0.01 \\ (0.03)$	$0.02 \\ (0.02)$	-3.39 (2.18)
Age 20-24	0.07	-0.36	0.03) $0.01$	0.02	$\frac{(2.18)}{3.45}$
Age 20-24	(0.09)	(0.98)	(0.07)	(0.02)	(2.76)
Age 25-29	$0.22^{**}$	-0.28	-0.01	0.02) $0.04$	$\frac{(2.76)}{1.82}$
11gc 20-29	(0.09)	(0.79)	(0.05)	(0.04)	(3.02)
Age 30-34	0.12	-0.59	-0.03	-0.00	0.98
1180 00 01	(0.12)	(1.13)	(0.07)	(0.03)	(2.78)
Age 35-39	$0.24^{**}$	0.11	-0.02	0.01	1.81
1180 00 00	(0.11)	(1.29)	(0.06)	(0.03)	(2.63)
Age 40-49	0.30**	1.84	-0.00	0.00	6.00
1180 10 10	(0.13)	(1.44)	(0.07)	(0.02)	(3.51)
Female	-0.27***	-2.02**	-0.06*	0.00	-0.09
2 (11101)	(0.05)	(0.72)	(0.03)	(0.04)	(1.91)
Education: primary	0.08	-0.39	0.01	0.01	-1.57
to below SLC	(0.05)	(0.56)	(0.02)	(0.04)	(2.01)
Education: SLC and	-0.03	-0.90	0.04	0.01	0.26
beyond	(0.06)	(0.86)	(0.05)	(0.01)	(2.05)
Never married	0.08	-0.05	0.00	-0.01	-0.17
rover married	(0.09)	(0.55)	(0.03)	(0.03)	(2.69)
Brahmin and Chhetri	0.02	-0.02	-0.03	-0.03*	-0.21
21011111111 01114 011110011	(0.09)	(0.80)	(0.02)	(0.02)	(1.99)
Prior training	0.04	-0.18	0.12	-0.02	-1.04
participation	(0.08)	(0.75)	(0.08)	(0.02)	(2.27)
$Y_{t-1}$	0.15**	$0.13^{'}$	0.12	(0.02)	$0.21^{*}$
- t-1	(0.06)	(0.10)	(0.21)		(0.11)
Constant	0.55***	6.41***	0.04	-0.00	4.49*
	(0.12)	(1.06)	(0.06)	(0.03)	(2.42)
Adjusted $R^2$	0.24	0.10	-0.03	-0.05	0.12
N	239	208	202	$\frac{-0.05}{228}$	228
b. With regression adj		200	202	220	220
Treatment	-0.06	-0.69	0.01	0.02	-0.49
	(0.05)	(0.42)	(0.03)	(0.02)	(1.30)
N	239	208	202	228	228
c. With inverse probab			- v <b>-</b>		= <b>=</b> 0
Treatment	-0.06	-0.69	0.01	0.02	-0.49
	(0.05)	(0.42)	(0.03)	(0.02)	(1.30)
N	239	`208´	202	228	228
d. With selection of co		ng Lasso			
Treatment	-0.05	-0.60	0.02	0.02	-0.97
	(0.05)	(0.42)	(0.03)	(0.02)	(1.28)
N	239	208	202	228	228
e. Lee bounds					
lower	-0.02	-0.89	0.02	0.02	-1.24
	(0.06)	(0.56)	(0.03)	(0.02)	(1.45)
upper	-0.01	-0.26	0.05**	$0.03^{*}$	`0.87
	(0.07)	(0.59)	(0.02)	(0.01)	(1.80)
N	`289´	`289´	`289´	`289´	`289´
f. Significance level wi					
Treatment	0.02	-0.23	0.01	0.02	-3.39**
N	239	208	202	228	228

Note: SEs are clustered at the district level. The \*s indicate the *p-values* from the *t-tests* of a null effect against a two-sided alternative: \*p < 0.10, \*\*\* p < 0.05, \*\*\* p < 0.01. The definition of the variable "Gainfully employed" includes home cultivation, a proxy for subsistence farming.

Table A.9: Pure treatment effect on the trainer treatment group (Corresponds to Table 4)
(Compares TT group with the part of RC group members whose score is above the minimum score of the comparable (category-wise) TT group)

				( 0 0 )	0 17		
	Gainfully	Monthly	Monthly	Income working	Owns	International	
	employed	hours worked	own income	for oneself	business	Migration	
	(1)	(2)	(3)	(4)	(5)	(6)	
a. With district fixed effects							
Treatment	0.26	39.56**	1.23	-1.21	-0.03	$0.07^{*}$	
	(0.16)	(17.85)	(1.50)	(0.98)	(0.09)	(0.04)	
b. With reg	gression adju	stment					
Treatment	0.24***	29.16***	3.71***	1.49	$0.09^{*}$	0.05	
	(0.06)	(10.61)	(1.41)	(0.95)	(0.04)	(0.04)	
c. With inv	erse probabi	lity weighting					
Treatment	0.24***	29.16***	3.71***	1.49	$0.09^{*}$	0.05	
	(0.06)	(10.61)	(1.41)	(0.95)	(0.04)	(0.04)	
d. With sel	ection of cov	ariates using La	SSO				
Treatment	0.23***	27.41**	3.73**	0.98	0.09**	0.06	
	(0.06)	(11.22)	(1.47)	(0.86)	(0.04)	(0.04)	
e. Lee bour	ds						
lower	$0.21^{***}$	27.00*	3.56**	$1.79^{*}$	$0.11^{**}$	-0.01	
	(0.06)	(14.12)	(1.63)	(0.96)	(0.05)	(0.06)	
upper	0.28***	28.56*	3.36	1.73	$0.11^{*}$	0.06	
	(0.08)	(16.16)	(2.24)	(1.59)	(0.06)	(0.04)	
f. Significar	ace level with	n randomization	inference				
Treatment	0.26***	39.56***	1.23	-1.21	-0.03	$0.07^{*}$	
g. Random	control mea	n					
At endline	0.57	161.87	6.11	1.62	0.12	0.10	
N	407	366	385	385	385	407	

Note: See the notes in Table 3.

Table A.10: **Pure selection effect**(Corresponds to Table A.8)
(Divides the RC group into two parts-one with members having category-wise above-mean scores while the reference group includes those with category-wise below-mean scores)

	Gainfully employed	Monthly hours worked	Monthly own income	Income working for oneself	Owns business	International Migration		
	(1)	(2)	(3)	(4)	(5)	(6)		
a. With district fixed effects								
Treatment	-0.02	-33.37*	-7.87*	-3.04	-0.03	-0.07		
	(0.14)	(16.44)	(4.21)	(2.73)	(0.12)	(0.10)		
b. With reg	ression adju	stment						
Treatment	-0.01	-18.22	-4.37*	-2.30	-0.07	-0.03		
	(0.09)	(16.95)	(2.34)	(2.02)	(0.06)	(0.06)		
c. With inve	erse probabi	lity weighting						
Treatment	-0.01	-18.22	-4.37*	-2.30	-0.07	-0.03		
	(0.09)	(16.95)	(2.34)	(2.02)	(0.06)	(0.06)		
d. With sele	ection of cov	ariates using La	SSO					
Treatment	-0.07	-26.54	-6.03**	-1.75	-0.04	-0.08		
	(0.09)	(16.98)	(2.68)	(2.34)	(0.06)	(0.07)		
e. Lee boun	ds							
lower	-0.12	-46.44**	-6.30*	-2.86	-0.06	-0.07		
	(0.14)	(20.02)	(3.66)	(2.48)	(0.08)	(0.08)		
upper	0.09	8.09	2.33	1.55	0.11	0.09		
	(0.12)	(18.91)	(2.00)	(1.40)	(0.07)	(0.09)		
f. Significan	ce level with	n randomization						
Treatment	-0.02	-33.37*	-7.87***	-3.04	-0.03	-0.07		
g. Random	control mea	n						
At endline	0.64	184.21	11.37	4.19	0.16	0.19		
N	114	103	112	112	112	114		

Note: See the notes in Table 3.

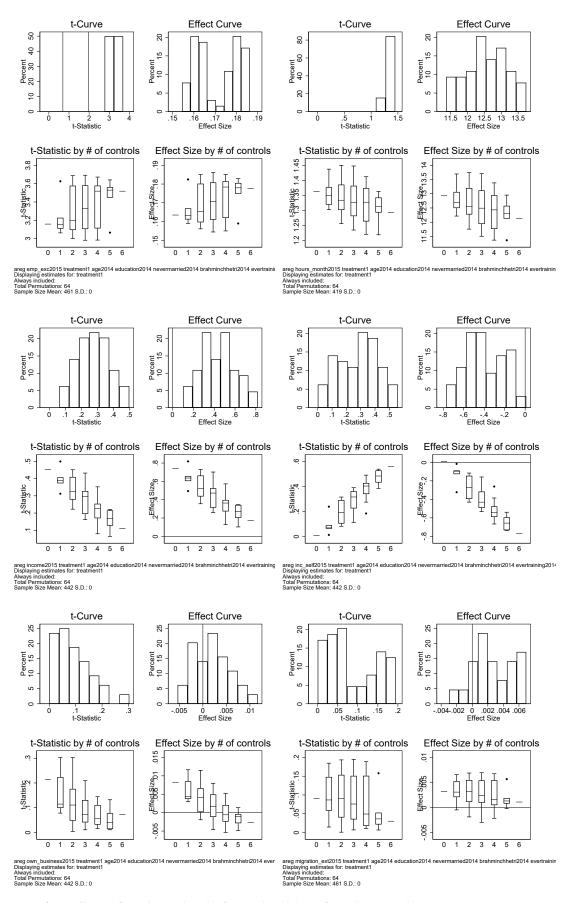


FIGURE A.1: Specification check for p-hacking for the random treatment group

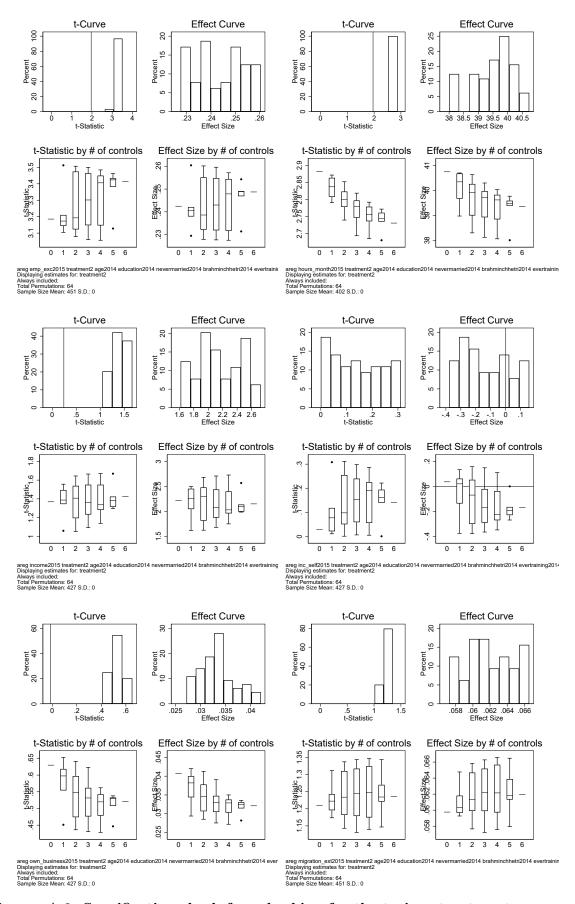


FIGURE A.2: Specification check for p-hacking for the trainer treatment group

Table A.11: Minimum detectable effect size (MDES) by outcomes and group type

	Actu	al mean	-	Sam	ple size		
	Control (1)	Treatment (2)	MDES (3)	Control (4)	Treatment (5)		
a. Random treatment group							
Gainfully employed	0.61	0.78	0.14	114	347		
Monthly hours worked	171.07	185.43	27.69	103	316		
Monthly own income	8.46	9.48	4.89	112	330		
Income working for oneself	3.07	3.23	4.36	112	330		
Owns business	0.14	0.15	0.11	112	330		
International Migration	0.15	0.17	0.11	114	347		
b. Trainer treatment gro	oup						
Gainfully employed	0.61	0.80	0.14	114	339		
Monthly hours worked	171.07	188.32	28.07	103	301		
Monthly own income	8.46	9.75	5.05	112	317		
Income working for oneself	3.07	3.38	3.95	112	317		
Owns business	0.14	0.24	0.12	112	317		
International Migration	0.15	0.15	0.11	114	339		

Note: The MDESs are based on observed standard deviations in the actual outcomes for the control group and the actual sample size of the treatment and control groups. For binary outcomes, the MDES is expressed in terms of proportions. We assume 80% power and a two-sided test at a significance level of 5 percent.

Table A.12: **LATE of training by groups** (Corresponds to Table 5)

	Gainfully employed (1)	Monthly hours worked (2)	Monthly own income (3)	Income working for oneself (4)	Owns business (5)	International Migration (6)
a. With separate du	immies for t	he two treatmen	t groups			
Trained-RT group	0.20**	15.69	-0.35	-1.04	-0.01	0.01
	(0.09)	(11.12)	(1.37)	(0.95)	(0.06)	(0.05)
Trained-TT group	$0.31^{***}$	33.26**	4.20	1.83	0.06	0.06
	(0.10)	(14.03)	(3.32)	(2.31)	(0.10)	(0.07)
b. With interaction	dummies fo	r the two Treatr	nent groups			
Trained	0.22**	17.67	-0.40	-1.16	-0.01	0.01
	(0.09)	(12.66)	(1.53)	(1.07)	(0.07)	(0.05)
Trained $\times$ TT	0.12**	17.93**	4.54	2.84	0.07	0.05
	(0.05)	(8.78)	(3.34)	(2.74)	(0.08)	(0.08)
N	800	720	759	759	759	800

Note: The models additionally include district fixed effects. SEs are clustered at the district level. The \*s indicate the p-values from the t-tests of a null effect against a two-sided alternative: \* p <0.10, \*\*\* p <0.05, \*\*\*\* p <0.01.

## Appendix B: Tables related to the tests for heterogeneity

Table B.1: ITT effect on RT group by sex

	TABLE B.1: 111 elect on K1 group by sex							
	Gainfully	Monthly	Monthly	Income working	Owns	International		
	employed	hours worked	own income	for oneself	business	Migration		
	(1)	(2)	(3)	(4)	(5)	(6)		
TD 4 4 ( 1 )	. ,		. ,	. ,	. ,	0.00		
Treatment (male)	0.13*	2.92	0.78	0.81	-0.02	-0.02		
A 00.04	(0.07)	(14.42)	(2.42)	(1.73)	(0.05)	(0.06)		
Age 20-24	-0.02	-16.37	(2.00)	-0.50	-0.01	0.01		
A 05 00	(0.06)	(27.03)	(2.09)	(0.87)	(0.04)	(0.05)		
Age $25-29$	-0.10	-34.01	(1.12)	(3.02)	(0.04)	-0.10		
A 90.94	(0.11)	(33.54)	(3.93)	(3.77)	(0.07)	(0.11)		
Age 30-34	-0.21*	-8.92	(3.74)	(6.99)	(0.12)	-0.09		
A 95 90	(0.10)	(35.61)	(4.73)	(4.84)	(0.08)	(0.13)		
Age $35-39$	-0.36**	-63.64*	(0.34)	$5.61^*$	(0.17)	-0.15		
A 40 40	(0.16)	(33.97)	(3.90)	(3.18)	(0.14)	(0.14)		
Age 40-49	(0.12)	-18.71	-1.23	-2.39	(0.05)	-0.07		
T-14:	(0.12)	(33.10)	(3.33)	(3.23)	(0.08)	(0.13)		
Education: primary	-0.03	-37.97***	(1.92)	(3.42)	(0.06)	-0.07		
to below SLC	(0.06)	(12.79)	(2.38)	(2.02)	(0.06)	(0.10)		
Education: SLC and	(0.05)	(15.35)	(2.03)	(3.90)	(0.15)	0.01		
beyond Never married	$(0.07) \\ -0.16*$	$(15.35) \\ -23.05$	(3.02) $-1.06$	$(2.54) \\ 1.41$	(0.10) $-0.04$	$(0.10) \\ 0.07$		
never married	(0.08)	-23.05 (16.01)	(3.30)	(2.87)	(0.06)	(0.12)		
Brahmin and Chhetri	-0.08	(10.01) $-5.92$	$\frac{(3.30)}{2.58}$	$\frac{(2.87)}{3.79}$	0.03	-0.01		
Diamini and Cimetri	(0.05)	(10.75)	(4.40)	(4.31)	(0.04)	(0.10)		
Prior training	-0.16	-31.74*	(4.40) -2.60	-0.75	0.04	-0.10		
	(0.16)	(16.71)	(2.57)	(2.21)	(0.04)	(0.07)		
${ m participation} \ { m Y_{t-1}}$	0.10	0.09	$0.19^*$	-0.06	0.09) $0.11$	0.15		
1 t-1	(0.07)	(0.09)	(0.19)	(0.06)	(0.09)	(0.19)		
Constant	0.85***	225.13***	7.18	-4.14	0.01	$0.32^{**}$		
Constant	(0.09)	(25.20)	(6.04)	(5.76)	(0.11)	(0.13)		
Adjusted $R^2$	0.12	0.17	0.22	0.33	0.13	0.18		
N	291	$\frac{0.17}{253}$	$\frac{0.22}{272}$	$\frac{0.33}{272}$	$\frac{0.13}{272}$	291		
Treatment (female)	0.21	22.95	1.89	-0.43	0.02	0.01		
	(0.17)	(19.35)	(1.49)	(0.88)	(0.10)	(0.02)		
Age 20-24	[0.07]	-12.24	-2.89	-5.74	[0.04]	-0.04		
	(0.18)	(31.92)	(3.56)	(3.88)	(0.06)	(0.04)		
Age 25-29	[0.27]	5.89	-1.35	-3.83	$0.18^*$	-0.04		
	(0.25)	(40.14)	(4.29)	(3.76)	(0.09)	(0.04)		
Age 30-34	[0.15]	-5.77	[5.40]	[2.96]	[0.15]	-0.03		
	(0.24)	(38.29)	(5.38)	(4.85)	(0.10)	(0.03)		
Age 35-39	0.14	12.10	-3.31	-5.20	(0.08)	-0.03		
10.40	(0.24)	(28.90)	(4.20)	(4.31)	(0.07)	(0.03)		
Age 40-49	0.43	-33.21	-0.70	-3.13	(0.02)	-0.03		
T. d 4:	(0.26)	(68.62)	(3.21)	(2.00)	(0.05)	(0.03)		
Education: primary	0.18*	8.71	1.11	(2.01)	0.21**	0.01		
to below SLC Education: SLC and	(0.09)	(16.80)	(1.65)	(1.71)	(0.08)	(0.02)		
beyond	(0.16)	7.00	(7.02)	9.48	(0.20)	0.00		
Never married	(0.14)	(22.03)	(7.02)	$(6.78) \\ -6.77^*$	(0.13)	(0.01)		
never married	(0.09)	-32.77 (18.71)	(2.87)	(3.49)	-0.20* (0.09)	(0.03)		
Brahmin and Chhetri	$0.24) \\ 0.01$	12.52	$\frac{(2.87)}{5.38}$	$(3.49) \\ 7.75$	$0.09) \\ 0.14^*$	(0.03) -0.01		
Diamini and Cimetri	(0.01)	(15.29)	(3.59)	(4.45)	(0.14)	(0.01)		
Prior training	-0.11	12.52	6.33**	6.80**	0.01	0.05		
participation	(0.18)	(17.51)	(2.50)	(2.76)	(0.05)	(0.06)		
$Y_{t-1}$	0.25**	0.06	(2.30) -0.16	-0.20**	0.03	0.02		
± t-1	(0.29)	(0.09)	(0.11)	(0.09)	(0.16)	(0.02)		
Constant	0.18	$154.67^{***}$	2.35	$\frac{(0.09)}{3.97}$	0.00	0.02		
Combuant	(0.25)	(42.89)	(3.22)	(2.25)	(0.10)	(0.02)		
Adjusted $R^2$	0.17	0.15	0.10	0.19	0.34	0.21		
N N	$\frac{0.17}{170}$	166	$\frac{0.10}{170}$	170	$\frac{0.34}{170}$	$\frac{0.21}{170}$		
	110	100	110	110	110	110		

Table B.2: ITT effect on TT group by sex

	Gainfully employed (1)	Monthly hours worked (2)	Monthly own income (3)	Income working for oneself (4)	Owns business (5)	International Migration (6)
Treatment (male)	$0.20 \\ (0.12)$	27.98 (18.20)	$3.63 \\ (3.51)$	0.44 (1.86)	-0.10 $(0.12)$	$0.06 \\ (0.07)$
Age 20-24	$ \begin{array}{c} (0.12) \\ 0.02 \\ (0.07) \end{array} $	-13.80 (17.40)	3.54 $(2.12)$	(1.36) $-1.47$ $(1.36)$	-0.08 $(0.05)$	$ \begin{array}{c} (0.07) \\ 0.05 \\ (0.05) \end{array} $
Age 25-29	$ \begin{array}{c} (0.01) \\ 0.03 \\ (0.09) \end{array} $	3.79 $(24.91)$	$ \begin{array}{c} (2.12) \\ 2.96 \\ (4.42) \end{array} $	$ \begin{array}{c} (1.66) \\ 1.66 \\ (2.04) \end{array} $	-0.02 $(0.05)$	-0.04 $(0.07)$
Age~30-34	0.05 $(0.08)$	(24.31) $-1.83$ $(28.56)$	$ \begin{array}{c} (4.42) \\ 0.33 \\ (4.39) \end{array} $	$ \begin{array}{c} (2.04) \\ 3.27 \\ (2.01) \end{array} $	0.09 $(0.11)$	-0.18* (0.09)
Age 35-39	-0.04 $(0.13)$	$ \begin{array}{c} (28.90) \\ 10.63 \\ (31.01) \end{array} $	0.83 $(3.44)$	3.57** (1.65)	$0.23^*$ $(0.13)$	-0.03 $(0.06)$
Age 40-49	$0.04 \\ (0.07)$	181.20*** (62.51)	66.41 $(48.55)$	73.00 $(56.36)$	0.24 $(0.23)$	$0.15 \\ (0.35)$
Education: primary	-0.12**	-11.20	-0.20	(0.39)	-0.07	$0.11^*$
to below SLC Education: SLC and	$(0.06) \\ -0.07$	(19.38) $-13.36$	$     \begin{array}{r}       (3.65) \\       5.25     \end{array} $	$(4.17) \\ 2.62$	$(0.09) \\ 0.00$	$(0.05) \\ 0.07$
beyond	(0.09)	(29.54)	(4.95)	(4.16)	(0.10)	(0.08)
Never married	-0.16 $(0.10)$	-6.74´ (15.84)	-5.53 $(4.31)$	-0.50 $(1.60)$	(0.01)	$-0.12^{*}$ $(0.07)$
Brahmin and Chhetri	-0.06	$12.94^{'}$	[3.73]	[1.13]	[0.04]	-0.10**
Prior training	$(0.08) \\ -0.01$	$(24.09) \\ -6.70$	(2.48) $-3.30$	$(1.90) \\ -0.49$	$(0.06) \\ -0.01$	$(0.05) \\ -0.06$
participation	(0.07)	(21.01)	(2.17)	(1.21)	(0.05)	(0.07)
$Y_{t-1}$	$0.05 \\ (0.06)$	$0.07 \\ (0.07)$	(0.12)	-0.00 $(0.10)$	0.21** (0.08)	-0.06 $(0.14)$
Constant	0.80***	$162.68^{***}$	`7.90′	[0.51]	[0.20]	0.21**
Adjusted R <sup>2</sup>	$(0.17) \\ 0.09$	$(44.71) \\ 0.12$	$(6.02) \\ 0.17$	$(3.80) \\ 0.40$	$(0.16) \\ 0.19$	$(0.08) \\ 0.03$
N N	267	226	246	246	246	267
Treatment (female)	$0.29 \\ (0.35)$	58.42 (43.72)	1.99	0.43	$0.08^*$	0.08
Age 20-24	-0.06	(43.72) -4.66	$     \begin{array}{c}       (1.88) \\       0.00     \end{array} $	$(1.14) \\ 0.10$	$(0.04) \\ 0.04$	$     \begin{array}{c}       (0.05) \\       0.06     \end{array} $
	(0.11)	(34.83)	(1.55)	(1.65)	(0.09)	(0.04)
Age 25-29	-0.06 $(0.13)$	(26.11)	-3.06 (3.22)	-3.39 (3.33)	-0.06 (0.09)	(0.06)
Age 30-34	-0.05	-11.30	-1.33	-1.39	[0.01]	$0.06^*$
Age 35-39	$(0.14) \\ 0.11$	$(27.69) \\ 13.44$	(2.72) $-2.18$	$(2.96) \\ -3.85$	(0.09) -0.02	$     \begin{array}{c}       (0.04) \\       0.02     \end{array} $
9	(0.14)	(49.04)	(3.80)	(3.29)	(0.09)	(0.04)
Age 40-49	-0.02 $(0.28)$	12.86 $(45.41)$	-6.01 (4.69)	-4.89 (3.90)	-0.13 $(0.10)$	(0.02)
Education: primary	-0.12	`7.56 ´	-1.02	-0.77	[0.05]	-0.02
to below SLC	(0.08)	(14.81)	(2.29)	(2.38)	(0.07)	(0.01)
Education: SLC and beyond	(0.16)	-15.38 (20.63)	-3.27 (2.38)	-3.66 $(2.34)$	(0.11)	(0.01)
Never married	0.11	-3.26	-1.60	(2.34) $-1.70$	-0.01	0.03
	(0.08)	(27.47)	(2.47)	(2.85)	(0.13)	(0.03)
Brahmin and Chhetri	$0.14 \\ (0.14)$	$43.62^{*}$ (23.38)	$\begin{array}{c} 5.22 \\ (3.02) \end{array}$	$4.59^*$ (2.30)	$0.18^*$ $(0.10)$	(0.04)
Prior training	$0.24^*$	$\frac{(23.36)}{22.36}$	6.48	5.43	0.10)	-0.07**
participation	(0.13)	(34.70)	(4.46)	(4.71)	(0.12)	(0.03)
$Y_{t-1}$	[0.12]	-0.02	$0.09^{*}$	[0.06]	[0.11]	` /
Constant	$(0.18) \\ 0.46$	$(0.07) \\ 150.69**$	$(0.04) \\ 4.79^*$	$(0.06) \\ 4.61$	$(0.18) \\ 0.22^{**}$	-0.08
	(0.30)	(61.53)	(2.51)	(2.77)	(0.09)	(0.06)
Adjusted $R^2$	[0.17]	$0.13^{\circ}$	$0.12^{'}$	[0.14]	[0.34]	-0.05
N	186	178	183	183	183	186

Table B.3: ITT effect on RT group by educational groups

	TRIBLE B.O.	iii cheet on	tti group by	educational gro	ирь	
	Gainfully employed (1)	Monthly hours worked (2)	Monthly own income (3)	Income working for oneself (4)	Owns business (5)	International Migration (6)
Treatment (no education)	$\begin{pmatrix} 0.16 \\ (0.15) \\ 0.20 \end{pmatrix}$	$(28.72)$ $(21.19)$ $44.59^{***}$	$\begin{pmatrix} 0.36 \\ (3.84) \\ 6.07 \end{pmatrix}$	(3.76)	$\begin{pmatrix} -0.00 \\ (0.05) \\ 0.01 \end{pmatrix}$	$0.06^* \\ (0.03) \\ 0.33^*$
Age 20-24	$0.29 \\ (0.25)$	(9.06)	6.07 $(4.49)$	-2.65 $(3.52)$	$ \begin{array}{c} 0.01 \\ (0.04) \end{array} $	$0.23^*$ $(0.12)$
Age 25-29	$0.45 \\ (0.29)$	$42.31^{**} $ $(16.74)$	8.03** (3.64)	$0.00 \\ (1.95)$	$0.11^*$ $(0.06)$	$     \begin{array}{c}       0.22 \\       (0.13)     \end{array} $
Age 30-34	(0.31)	(22.61) $(17.91)$	$9.21^{**} (3.79)$	(2.28) $(2.42)$	$0.08^*$ $(0.04)$	$0.26^*$ $(0.15)$
Age 35-39	$\begin{pmatrix} 0.33 \\ (0.29) \end{pmatrix}$	30.50 $(27.46)$	(3.26)	-2.68 $(2.97)$	(0.07) $(0.05)$	$\begin{pmatrix} 0.23 \\ (0.15) \end{pmatrix}$
Age 40-49	$0.62^{*}$	$64.77^{***}$	8.01*	-1.48 (2.42)	0.04 $(0.03)$	$0.24^{*}$
Female	(0.34) $-0.13$	(15.20) $-52.82*$ $(28.49)$	$(3.80)$ $-21.99^*$ $(11.72)$	-13.95	-0.07	(0.13) $-0.17$
Never married	$(0.21) \\ 0.52 \\ (0.36)$	93.61*** (28.56)	$\begin{array}{c} (11.72) \\ 8.34 \\ (5.12) \end{array}$	(12.29) $-2.21$ $(3.53)$	$(0.08) \\ 0.05 \\ (0.04)$	$(0.11) \\ 0.35^* \\ 0.17$
Brahmin and Chhetri	-0.12	-5.39	-0.43	[1.65]	-0.03	(0.17) 0.01 (0.02)
Prior training	$(0.21)$ $-0.27^*$	(21.57) $-22.29$	$(1.58)$ $14.46^*$	$(1.93) \\ 15.26^*$	$(0.03)$ $0.14^*$	(0.03) $0.04$
$Y_{t-1}$	$(0.14) \\ 0.21^{**}$	$(52.36) \\ 0.00$	$(7.51) \\ 0.19$	$(8.55) \\ -0.66^{***}$	$(0.07) \\ 0.06$	(0.05) $-0.04$
Constant	$(0.08) \\ 0.23$	$(0.06)$ $158.32^{***}$	$(0.23) \\ 13.20$	(0.07) $13.97$	(0.08) 0.05	(0.04) $-0.12$
Adjusted $R^2$	$(0.\overline{39}) \\ 0.13$	(35.75) $0.11$	$(11.\overline{39}) \\ 0.10$	$(11.66) \\ 0.09$	$(0.07) \\ 0.06$	$(0.16) \\ 0.65$
N	129	123	124	124	124	129
Treatment (primary education)	$\begin{pmatrix} 0.12 \\ (0.11) \end{pmatrix}$	$\begin{pmatrix} 4.81 \\ (14.95) \\ 10.71 \end{pmatrix}$	$\begin{pmatrix} 0.91 \\ (3.72) \\ 2.16 \end{pmatrix}$	(2.67)	(0.10)	(0.02)
Age 20-24	(0.06)	(28.95)	(3.23)	-1.79  (2.50)	(0.04) $(0.04)$	(0.09)
Age 25-29	$0.01 \\ (0.14)$	-13.36 $(35.75)$	-1.15 (3.13)	$     \begin{array}{r}       1.47 \\       (2.78)     \end{array} $	$0.18^{**}  (0.07)$	$-0.15^*$ $(0.08)$
Age 30-34	-0.14 $(0.08)$	$4.64 \\ (36.52)$	7.35 $(7.66)$	$     \begin{array}{r}       10.92 \\       (7.83)     \end{array} $	$0.18^*$ (0.09)	-0.18** (0.07)
Age 35-39	$-0.33^*$ (0.17)	-47.56 (43.18)	-5.93 (3.90)	-0.29 (4.16)	$0.26^*$ $(0.13)$	-0.14 $(0.14)$
Age 40-49	0.06 $(0.11)$	-74.00	-5.08***	-2.78	0.03 $(0.04)$	-0.16* (0.08)
Female	$-0.27^{*}$	(60.26) $5.19$ $(29.30)$	$(2.25) \\ -13.30^* \\ (7.21)$	(2.10) $-7.70$	-0. <u>05</u>	-0.14*
Never married	(0.14) $-0.15$	-38.95*	(7.21) $-1.84$ $(3.77)$	(7.58) $1.67$ $(3.41)$	(0.07) $-0.05$	(0.07) $-0.03$
Brahmin and Chhetri	(0.09) 0.04	(21.06) $-22.77$	8.66	[9.51]	(0.05) 0.08	$(0.08) \\ 0.01 \\ (0.10)$
Prior training	(0.08) $-0.09$	(17.04) $-21.32$	(9.47) $-10.85$	(9.66) -7.44	$(0.06) \\ 0.23^{**}$	(0.10) $-0.08$
$\begin{array}{c} \text{participation} \\ \text{Y}_{\text{t-1}} \end{array}$	$(0.18) \\ 0.17^*$	(24.34) $0.08$	(10.37) $0.04$	(11.30) $0.03$	(0.10) $0.07$	$(0.05) \\ 0.24$
Constant	$(0.09) \\ 0.80^{***}$	$(0.10)$ $193.36^{***}$	$(0.20)$ $11.74^{***}$	(0.21) $(0.85)$	$(0.12) \\ 0.14**$	$(0.25) \\ 0.31^{**}$
Adjusted R <sup>2</sup>	(0.11) $0.23$	(31.52) $0.15$	(3.18) $0.14$	$(3.24) \\ 0.16$	(0.06) $0.43$	(0.11) $0.14$
N	203	184	193	193	193	203
Treatment (secondary education)	(0.24)	(21.76)	$\begin{array}{c} -0.67 \\ (3.88) \\ 2.42 \end{array}$	$\begin{pmatrix} 0.70 \\ (1.93) \\ 1.05 \end{pmatrix}$	$(0.05 \\ (0.09)$	$\begin{array}{c} -0.04 \\ (0.18) \\ 0.05 \end{array}$
Age 20-24	$0.04 \\ (0.13)$	(37.42)	(3.03)	(0.91)	$0.01 \\ (0.05)$	$0.05 \\ (0.13)$
Age 25-29	(0.31)	4.58 $(56.08)$	3.43 <sup>'</sup> (5.85)	(2.07) $(4.59)$	(0.09) $(0.11)$	(0.10)
Age 30-34	(0.17)	24.34 (53.64)	13.26 (11.22)	9.04 (11.11)	(0.23) $(0.17)$	(0.27)
Age 35-39	(0.35)	$27.45' \ (74.52)$	6.09 (6.65)	5.16 (6.07)	0.00′ (0.22)	-0.11 (0.22)
Age 40-49 Female	, ,	, ,	, ,	, ,	, ,	, ,
Never married	$ \begin{array}{c} -0.14 \\ (0.10) \\ -0.11 \end{array} $	$ \begin{array}{c} 11.92 \\ (36.57) \\ -7.26 \end{array} $	$(4.07) \\ (-0.09)$	$     \begin{array}{r}       3.00 \\       (3.87) \\       -0.79     \end{array} $	$ \begin{array}{c} -0.01 \\ (0.11) \\ -0.06 \end{array} $	$ \begin{array}{c} -0.13 \\ (0.16) \\ 0.10 \end{array} $
Brahmin and Chhetri	-0.11 (0.12) -0.12** (0.05)	(30.49) 2.46 (15.19)	$ \begin{array}{c} -0.09 \\ (2.61) \\ 0.99 \\ (2.51) \end{array} $	(2.00) (3.91) (3.12)	(0.07)	(0.10) (0.18) -0.03
Prior training	$(0.05) \\ 0.14$	(15.19) $-9.32$	(2.51) -4.37	-4.49*	$\begin{pmatrix} 0.06 \\ (0.05) \\ -0.18 \end{pmatrix}$	$(0.13) \\ 0.10$
$\begin{array}{c} \text{participation} \\ \text{Y}_{t-1} \end{array}$	$(0.22) \\ 0.11$	(23.21) $0.25$	(4.37) $-0.01$	(2.45) $-0.06$	$(0.11) \\ 0.12$	(0.22) -0.62***
Constant	$(0.10) \\ 0.67^{**}$	$(0.19)$ $173.38^{***}$	(0.09) (8.57)	(0.05) (1.65)	$(0.15) \\ 0.13^*$	(0.05)
Adjusted R <sup>2</sup>	(0.27)	(43.18)	(5.97)	(3.59)	(0.07)	$ \begin{array}{c} 0.29 \\ (0.24) \\ 0.16 \end{array} $
N Adjusted R	0.09 129	0.04 112	0.17 125	0.40 125	$0.15 \\ 125$	0.16 129

Table B.4: ITT effect on TT group by educational groups

Age 25-29		TABLE B.4: J	ITT effect on	1 1 group by	educational gro	ups	
(no education) (0.31) (33.20) (1.69) (0.98) (0.07) (0.10) (0.09) Age 20-24 (0.27		employed	hours worked	own income	for oneself	business	Migration
Age 20-24		(0.30)	(36.62)	3.51*	(0.80	(0.01)	(0.12)
Age 25-29	Age 20-24	-0.27	-18.70	[0.15]	$1.22^{'}$	[0.03]	0.09
Age 30-34	Age 25-29						
Age 35-39	9	(0.17)	(35.50)	(3.20)	(2.19)	(0.05)	(0.07)
Age 40-49	3	(0.26)	(34.91)	(1.87)	(1.27)	(0.05)	(0.08)
Age 40-49         0.02         76.74**         0.31         -0.51         -0.11**         0.26*           Female         0.24         4.070         14.51         1.31.31         0.25         0.05           Never married         0.13         33.82         1.45.11         1.31.31         0.25         0.05           Brahmin and Chhetri         0.12         25.76         1.99         1.50         0.03         0.09           Prior training         0.01         (27.04)         (2.19)         (1.74)         (0.17)*         (0.03)           Prior training         (0.10)         (27.04)         (2.19)         (1.74)         (0.17)*         (0.05)           Prior training         (0.11)         (1.81.3         0.88         1.06         0.16*         0.05           Prior training         (0.10)         (0.11)         (1.81.3         0.88         1.06         0.16*         0.05           Prior training         (0.10)         (0.11)         (0.10)         (0.11)         (0.23)         (0.03)         (0.08)           Yt-1         (0.10)         (0.11)         (0.11)         (0.21)         (0.23)         (0.37)         (0.11)         (0.21)         (0.21)         (0.08)         (0.0	Age 35-39					(0.05)	
Female	Age 40-49	[0.02]	$\dot{7}6.74^{**}$	[0.31]	-0.51	-0.11*** (0.04)	
Never married	Female	-0.24*	`-0.70	-14.51	-13.13	$-0.25^*$	-0.05
Brahmin and Chhetri (0.12) 25.76 (1.99) -1.50 -0.03 -0.02 (1.70) (1.01) (1.01) (2.19) (1.74) (1.01.7) (1.02) (1.02) prior training (0.01) -1.8.13 (0.88) (1.06) -0.16* (0.05) participation (0.26) (40.48) (3.14) (2.89) (0.06) (0.08) (1.71) (1.01) (1.01) (1.01) (1.01) (1.01) (1.02) (1.03) (1.03) (1.03) (1.06) (1.08) (1.08) (1.06) (1.08) (1	Never married	-0.03	(27.39) 8.16 (26.31)	(15.05) (0.94)	`.0.80.´	-0.05	-0.04
Prior training 0.01 1-18.13 0.88 1.06 0.16** 0.05 participation (0.26) (40.48) (3.14) (2.80) (0.06) (0.08) (9.08) (1.06) (1.08) (1.06) (1.08) (1.01) (1.01) (1.02)	Brahmin and Chhetri	[0.12]	25.76	1.99	-1.50	-0.03	-0.02
$\begin{array}{c} \text{participation} \\ Y_{t-1} \\ 0.10 \\ 0.10 \\ 0.11 \\ 0.11^* \\ 0.10^* \\ 0.11^* \\ $	Prior training					(0.17) -0.16***	
Constant (0.10) (0.11) (0.21) (0.25) (0.20) (0.06) (0.06) (0.37) (9.57.7) (8.71) (8.98) (0.12) (0.13) (0.07) (0.13) (0.07) (0.13) (0.07) (0.13) (0.07) (0.13) (0.07) (0.13) (0.07) (0.13) (0.07) (0.13) (0.07) (0.13) (0.07) (0.13) (0.07) (0.13) (0.07) (0.13) (0.07) (0.08) (1.10) (0.08) (1.10) (1.14) (0.92) (0.06) (0.09) (0.13) (0.07) (0.07) (0.07) (0.07) (0.134) (0.92) (0.06) (0.09) (0.07) (0.0	participation			(3.14)		(0.06)	(0.08)
$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$		(0.10)	(0.11)	(0.21)	(0.25)	(0.20)	(0.06)
N		$(0.37^{**})$	(53.77)	(8.71)	$     \begin{array}{c}       12.43 \\       (8.98)     \end{array} $	$(0.40^{***})$	
$ \begin{array}{c} \text{Treatment} \\ \text{Oprimary education} \\ \text{Oprimary education} \\ \text{On } \\ 0.15 \\ \text{Oprimary education} \\ \text{On } \\ 0.06 \\ \text{C23.38} \\ \text{C3.38} \\ \text{C3.38} \\ \text{C3.38} \\ \text{C3.39} \\ \text{C4.38} \\ \text{C4.39} \\ C4$	Adjusted R <sup>2</sup> N	$0.16 \\ 121$	0.13	$0.13 \\ 118$			
$ \begin{array}{cccccccccccccccccccccccccccccccccccc$	Treatment			.0.65	-2.20**	-0.09	0.06
Age 25-29         -0.05         -11.86         -0.43         0.27         0.04         -0.07           Age 30-34         0.06         7.88         5.83         3.36         0.08         -0.12           Age 35-39         -0.08         -26.00         -1.28         -1.36         0.09         0.013           Age 40-49         -0.32**         -8.02         -6.29**         -4.16**         -0.26**         0.04           Female         -0.15         -12.09         -1.98         3.26**         0.31**         0.02**           Never married         -0.15         -12.09         -1.98         3.26**         0.31**         -0.22**           Never married         -0.08         -0.86**         -1.98**         3.26**         0.31**         -0.22**           Never married         -0.15         -12.09         -1.98**         3.26**         0.31**         -0.22**           Never married         -0.08         -0.86**         -1.97**         0.28**         0.01**         -0.05**           Prior training         -0.03         -5.27         1.84**         2.19**         0.13**         0.09**           Prior training         -0.03**         -5.27         1.84**         2.19**		[0.06]	-23.38	`1.83´	-0.15	[0.02]	0.01
Age 30-34	Age 25-29						
$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$	_	(0.07)	(24.89)	(1.67)	(0.95)	(0.08)	(0.07)
Age 40-49	_	(0.10)	(37.08)	(3.20)	(1.98)	(0.09)	(0.13)
$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$	Age 35-39	(0.13)		(2.39)			
Female	Age 40-49						
$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$	Female	-0.15	-12.09	-1.98	$3.26^*$	Ò.31**	-0.22* <sup>*</sup> *
$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$	Never married	-0.08			0.28		-0.05
$ \begin{array}{cccccccccccccccccccccccccccccccccccc$	Brahmin and Chhetri	-0.05	7.16	[0.27]	[3.01]	(0.08) (0.19)	-0.13**
$ \begin{array}{cccccccccccccccccccccccccccccccccccc$	Prior training				$2.19^{'}$		
$\begin{array}{c ccccccccccccccccccccccccccccccccccc$	participation				\ /		
$\begin{array}{c ccccccccccccccccccccccccccccccccccc$		(0.07)	(0.07)	(0.11)	(0.26)	(0.13)	(0.16)
$\begin{array}{c ccccccccccccccccccccccccccccccccccc$		(0.15)	(31.20)	(1.39)	(1.14)	(0.18)	(0.10)
$ \begin{array}{cccccccccccccccccccccccccccccccccccc$	Adjusted R <sup>2</sup> N		$\begin{array}{c} 0.07 \\ 188 \end{array}$			$\begin{array}{c} 0.33 \\ 201 \end{array}$	$0.03 \\ 220$
$ \begin{array}{cccccccccccccccccccccccccccccccccccc$	Treatment (secondary advention)	0.38*	(18.20)	(7.82)	(2.71	(0.20	(0.18)
$ \begin{array}{cccccccccccccccccccccccccccccccccccc$		0.07	4.93	7.92	-0.33	-0.10	0.12
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Age 25-29		(23.37) $-2.60$	$(5.30) \\ 6.03$	$(2.54) \\ -2.68$		
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	S	(0.16)	(31.29)	(5.26)	(4.40)	(0.28)	(0.16)
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	S	(0.13)	(40.09)	(13.34)	(7.20)	(0.29)	(0.09)
$ \begin{array}{cccccccccccccccccccccccccccccccccccc$		(0.16)	(28.81)	(14.81)	(6.08)	(0.30)	(0.11)
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Age 40-49		209.56*** (39.15)	(7.95)	141.99*** (5.64)		
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Female	-Ò.39* <sup>*</sup> *	11.60	-15.24***	-1.36	0.02	-0.25***
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Never married	-0.16*	-37.16**		-4.72	-0.01	-0.11
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Brahmin and Chhetri	[0.04]	$\frac{21.28}{(27.15)}$	9.61	`1.55´	-0.03	`0.06
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Prior training	$0.16^{**}$	9.19	0.32	[3.78]	[0.08]	-0.12
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	$Y_{t-1}$	`0.01		(3.92) $-0.04$		$(0.06) \\ 0.14$	(0.08)
$\begin{array}{cccccccccccccccccccccccccccccccccccc$		(0.15)	(0.10)	(0.24)	(0.05)	(0.11)	U 15
Adjusted K 0.29 0.25 0.15 0.57 0.16 0.21		(0.15)	(27.63)				
	Adjusted R <sup>2</sup> N		0.25 99	108			110

Table B.5: ITT effect on RT group by income groups

1	Gainfully employed (1)	Monthly hours worked (2)	Monthly own income (3)	Income working for oneself (4)	Owns business (5)	International Migration (6)
Treatment	0.24*	19.93	1.51	0.90	0.02	-0.01
(low income)	(0.11)	(14.76)	(1.82)	(1.31)	(0.08)	(0.05)
Age 20-24	-0.12	-37.27	-1.20	-0.71	-0.01	-0.06
	(0.08)	(23.51)	(2.04)	(0.71)	(0.04)	(0.06)
Age 25-29	-0.08	-20.62	-3.21	-1.04	(0.07)	-0.09
1 20 24	(0.16)	(30.02)	(2.51)	(1.92)	(0.06)	(0.08)
Age 30-34	-0.19	-18.93	(1.60)	$\stackrel{`}{3}.67$ (3.84)	(0.09)	-0.10
Age 35-39	(0.13) $-0.30$	(39.97)	$(4.27)$ $-6.50^*$	(3.84) $-2.84$	$(0.08) \\ 0.03$	(0.09)
Age 35-39	(0.24)	-47.91 (38.18)	(3.64)	(3.14)	(0.12)	-0.07 $(0.08)$
Age 40-49	0.16	-54.63	-2.53	-0.61	-0.02	-0.06
1180 10 10	(0.16)	(60.98)	(2.58)	(1.00)	(0.06)	(0.06)
Female	-0.27	-13.19	-3.39	$2.10^{'}$	-0.01	-0.16
	(0.16)	(24.78)	(2.55)	(2.75)	(0.12)	(0.10)
Education: primary	[0.06]	[-6.95]	$1.94^{'}$	[2.50]	0.16**	-0.00
to below SLC	(0.07)	(13.09)	(2.28)	(1.90)	(0.06)	(0.04)
Education: SLC and	$0.15^{*}$	4.02	[4.37]	[6.06]	$0.21^{*}$	[0.05[
beyond	(0.08)	(17.83)	(4.54)	(4.34)	(0.11)	(0.09)
Never married	-0.10	-28.46	-4.30***	-1.66**	-0.09*	0.05
D	(0.12)	(16.32)	(1.75)	(0.73)	(0.04)	(0.07)
Brahmin and Chhetri	-0.06 (0.07)	4.06	(2.00)	3.15*	(0.07)	-0.01
Prior training	-0.15	(14.97) $-15.28$	(1.83) $-0.46$	$(1.80) \\ 1.19$	$(0.05) \\ 0.05$	$(0.08) \\ -0.05$
participation	(0.13)	(23.43)	(2.50)	(1.70)	(0.09)	(0.07)
$Y_{t-1}$	0.16	0.04	$\frac{(2.30)}{3.27}$	15.39	0.18	0.19
- t-1	(0.11)	(0.10)	(6.36)	(14.56)	(0.24)	(0.19)
Constant	0.71***	205.04***	8.41**	-2.55	-0.02	0.29**
	(0.17)	(22.80)	(3.91)	(2.97)	(0.06)	(0.13)
Adjusted $R^2$	[0.14]	0.09	[0.09]	[0.19]	[0.31]	[0.26]
N	281	253	271	271	271	281
Treatment	0.07	7.21	-0.37	-0.70	-0.01	0.02
(high income)	(0.08)	(15.26)	(3.46)	(2.93)	(0.07)	(0.08)
Age 20-24	$0.17^{*}$	42.90'	8.41*	(2.30)'	(0.09)	(0.05)'
	(0.09)	(27.78)	(4.22)	(2.60)	(0.09)	(0.09)
Age 25-29	[0.13]	8.80	10.46	[9.07]	$0.25^{*}$	-0.09
	(0.14)	(32.84)	(7.38)	(6.78)	(0.13)	(0.11)
Age 30-34	-0.02	31.90	14.73	13.47	0.24**	-0.04
1 25 20	(0.12)	(29.19)	(10.21)	(9.83)	(0.11)	(0.10)
Age 35-39	0.04	(26.08)	5.26	(2.56)	0.32**	-0.14
Age 40-49	$(0.13) \\ 0.20$	$(26.08) \\ 18.76$	$(4.09) \\ 7.64$	$(3.54) \\ 0.25$	$(0.13) \\ 0.03$	(0.12) $-0.04$
Age 40-49	(0.14)	(29.82)	(7.00)	(6.69)	(0.10)	(0.11)
Female	-0.18*	-19.55	-19.48	-17.16	-0.08	-0.13*
Telliale	(0.09)	(21.60)	(17.50)	(17.50)	(0.10)	(0.06)
Education: primary	0.16**	-13.41	5.95	6.02	0.11	-0.10
to below SLC	(0.07)	(18.45)	(4.00)	(3.53)	(0.12)	(0.11)
Education: SLC and	[0.12]'	-0.64	8.96**	6.10'	0.10	-0.07
beyond	(0.13)	(14.64)	(4.18)	(5.12)	(0.16)	(0.13)
Never married	-0.03	-15.43	(2.12)	1.20	-0.03	[0.07]
D 1	(0.11)	(17.77)	(3.60)	(3.52)	(0.08)	(0.11)
Brahmin and Chhetri	-0.06	(19.74)	8.52	9.99	0.05	-0.02
Duian tuaini	(0.08)	(13.74)	(9.46)	(9.41)	(0.07)	(0.09)
Prior training	-0.11 (0.15)	-8.98 (28.31)	-8.87 (6.09)	-4.97 (6.90)	0.05	(0.08)
$ \begin{array}{c} \text{participation} \\ \text{Y}_{\text{t-1}} \end{array} $	$(0.15) \\ 0.04$	0.08	0.03	(0.90) -0.06	$(0.11) \\ 0.12$	$(0.08) \\ -0.03$
± t-1	(0.11)	(0.10)	(0.11)	(0.16)	(0.12)	(0.20)
Constant	0.64***	160.27***	0.84	-3.51	-0.10	$0.23^*$
	(0.13)	(41.11)	(7.30)	(6.45)	(0.17)	(0.11)
				\ -/	\ . /	
Adjusted R <sup>2</sup>	$0.12^{'}$	$0.22^{'}$	[0.08]	0.13	0.08	[0.16]

Table B.6: ITT effect on TT group by income groups

	Gainfully employed (1)	Monthly hours worked (2)	Monthly own income (3)	Income working for oneself (4)	Owns business (5)	International Migration (6)
Theotopant	0.37*		2.20	0.04	0.08	. ,
Treatment (low income)	(0.19)	48.06 (29.39)	(1.67)	(0.81)	(0.08)	$0.05 \\ (0.06)$
Age 20-24	-0.10	(29.39) $-13.77$	0.86	-0.27	-0.06	0.07
Age 20-24	(0.07)	(16.45)	(1.36)	(0.95)	(0.07)	(0.06)
Age 25-29	-0.08	-10.57	$\frac{(1.30)}{2.18}$	-2.25	-0.05	0.05
1180 20 20	(0.08)	(19.22)	(2.12)	(1.77)	(0.08)	(0.05)
Age 30-34	0.03	-3.05	0.73	0.42'	0.10	-0.06
8	(0.08)	(18.24)	(1.15)	(1.54)	(0.11)	(0.05)
Age 35-39	-0.01	-9.90	-2.87	-3.23	-0.02	[0.12]'
	(0.12)	(30.23)	(2.43)	(2.36)	(0.11)	(0.12)
Age 40-49	[0.10]	[53.10]	[1.72]	-1.79	-0.05	[0.17]
	(0.12)	(40.59)	(2.34)	(1.80)	(0.07)	(0.15)
Female	-0.24*	-0.64	-6.44**	1.78	0.22**	-0.25***
D1	(0.12)	(17.17)	(2.35)	(1.34)	(0.10)	(0.06)
Education: primary	-0.10**	(15.60)	-2.35	-0.43	(0.05)	(0.01)
to below SLC	(0.05)	(15.69)	(1.39)	(1.11)	(0.05)	(0.05)
Education: SLC and	(0.01)	-5.90 $(26.33)$	(2.21)	$-1.03 \\ (1.53)$	(0.07)	(0.04)
beyond Never married	$(0.07) \\ -0.12$	(20.33) -18.45	-0.34	(1.55) -1.59	$(0.07) \\ 0.01$	$(0.05) \\ -0.06$
TIOVOI IIIAITIEU	(0.09)	(15.13)	(1.18)	(1.81)	(0.07)	(0.07)
Brahmin and Chhetri	0.05	19.69	4.01	2.61	0.06	-0.07
Brainini and Cimetri	(0.08)	(18.27)	(3.30)	(1.83)	(0.07)	(0.06)
Prior training	-0.08	4.68	-0.95	2.20'	0.02	-0.05
participation	(0.09)	(28.71)	(1.77)	(2.90)	(0.06)	(0.06)
$Y_{t-1}$	$0.04^{'}$	(0.07)	-4.46*	-0.11	$0.32^{'}$	-0.26**
	(0.09)	(0.10)	(2.54)	(3.16)	(0.37)	(0.10)
Constant	0.65***	152.49***	8.99***	$2.68^{*}$	0.00	0.23***
	(0.20)	(37.75)	(2.00)	(1.37)	(0.14)	(0.05)
Adjusted $R^2$	0.19	0.05	0.20	0.13	0.20	0.14
N	297	262	282	282	282	297
Treatment	0.11	14.29	1.60	-0.34	-0.14	0.07
(high income)	(0.13)	(19.01)	(3.29)	(3.27)	(0.10)	(0.07)
Age 20-24	[0.11]'	$\stackrel{\backslash}{0.35}^{\prime}$	$2.15^{'}$	-2.43	-0.05	-0.01
	(0.11)	(24.77)	(3.15)	(1.68)	(0.09)	(0.09)
Age 25-29	[0.08]	-19.65	-3.10	[3.68]	-0.07	-0.14
	(0.13)	(31.32)	(6.24)	(3.73)	(0.07)	(0.11)
Age 30-34	(0.01)	3.07	-5.43	2.00	-0.03	-0.12
A 05 00	(0.18)	(40.48)	(6.20)	(2.32)	(0.09)	(0.11)
Age 35-39	(0.15)	(49.33)	-2.06	(0.17)	0.28**	-0.19*
A 40, 40	$(0.12) \\ 0.26*$	(38.53) $210.05****$	(4.80) $129.27***$	(3.85) $148.17***$	$(0.12) \\ 0.60***$	(0.10) $-0.35***$
Age 40-49		(35.50)	(6.93)	(3.57)		(0.09)
Female	(0.13) $-0.16**$	(33.30) -13.38	-3.18	(3.57) -5.19	(0.14) $-0.01$	-0.02
remaie	(0.06)	(17.52)	(6.29)	(5.07)	(0.11)	(0.04)
Education: primary	-0.02	4.46	$\frac{(0.23)}{2.07}$	-1.61	-0.02	0.05
to below SLC	(0.10)	(21.85)	(6.49)	(4.93)	(0.11)	(0.06)
Education: SLC and	-0.18	-16.77	10.47	-2.90	-0.14	0.01
beyond	(0.15)	(26.04)	(12.81)	(5.15)	(0.14)	(0.11)
Never married	-0.01	$9.23^{'}$	$-11.77^{*}$	-1.62	-0.05	-0.11
	(0.10)	(18.90)	(6.26)	(2.72)	(0.07)	(0.12)
Brahmin and Chhetri	-0.18*	[13.71]	[2.74]	$1.67^{'}$	-0.02	-0.01
	(0.09)	(32.40)	(4.71)	(5.02)	(0.09)	(0.08)
Prior training	0.26**	[-8.59]	-2.10	[3.33]	[0.15]	-0.15***
participation	(0.10)	(30.07)	(5.43)	(2.63)	(0.11)	(0.05)
$Y_{t-1}$	(0.05)	0.00	-0.10	-0.03	0.18*	(0.08)
Ctt	(0.10)	(0.08)	(0.14)	(0.10)	(0.10)	(0.19)
Constant	0.77***	173.02***	13.86**	(4.32)	(0.31)	0.20
A 1:4 - 1 D2	(0.20)	(44.20)	(5.30)	(4.23)	(0.18)	(0.13)
Adjusted R <sup>2</sup>	0.08	0.23	0.17	0.58	0.44	0.00
N	156	142	147	147	147	156

Table B.7: **ITT effect by subgroups** (Model with interactions of treatment with the characteristics we examined for heterogeneity)

	Gainfully employed (1)	Monthly hours worked (2)	Monthly own income (3)	Income working for oneself (4)	Owns business (5)	International Migration (6)
a. Randomly	y selected t	trainees				
Treatment ×	0.08	24.04	1.16	-1.34	0.05	0.05
female	(0.16)	(23.11)	(2.64)	(2.01)	(0.12)	(0.06)
Treatment $\times$	-0.00	-17.70	2.77	4.67	-0.08	-0.07
primary	(0.15)	(27.80)	(6.41)	(5.54)	(0.07)	(0.07)
Treatment $\times$	0.08	-19.67	2.27	5.94	0.11	-0.10
secondary	(0.21)	(29.60)	(6.13)	(4.98)	(0.09)	(0.14)
Treatment $\times$	0.02	7.36	1.67	1.04	-0.03	-0.01
high income	(0.06)	(9.56)	(1.30)	(1.24)	(0.05)	(0.04)
b. Trainer se	elected trai	inees				
Treatment $\times$	0.02	33.45	0.86	0.91	-0.00	0.05
female	(0.23)	(31.72)	(5.82)	(5.44)	(0.13)	(0.09)
Treatment $\times$	-0.14	11.67	-0.09	-0.66	-0.13	0.01
primary	(0.16)	(26.77)	(3.58)	(2.69)	(0.09)	(0.08)
Treatment ×	-0.15	-19.39	$4.07^{'}$	3.11	-0.02	-0.16*
secondary	(0.20)	(29.47)	(6.28)	(3.82)	(0.09)	(0.09)
Treatment $\times$	0.03	-5.29	2.82*	1.27	-0.03	-0.03
high income	(0.06)	(12.39)	(1.62)	(1.24)	(0.05)	(0.06)

Note: The models also control for age (groups 15-19, 20-24, 25-29, 30-34, 35-39, and 40-49 years), gender, education (below primary, primary and secondary), marital status, caste, prior experience of vocational training and the value of the outcome variable at the baseline as well as district fixed effects. SEs are clustered at the district level. The \*s indicate the p-values from the t-tests of a null effect against a two-sided alternative: \* p <0.10, \*\* p <0.05, \*\*\* p <0.01.

TABLE B.8: Estimated OLS coefficients and the corresponding ATE, ATT and ATU

	OLS	ATE	ATT	ATU
	(1)	(2)	(3)	(4)
a. Randomly selected tra	ainees			
Gainfully employed	0.18	0.19	0.20	0.17
Monthly hours worked	14.42	17.17	18.40	13.39
Monthly own income	0.27	0.78	1.03	0.02
Income working for oneself	-0.58	-0.43	-0.35	-0.65
Owns business	-0.00	-0.02	-0.03	0.00
International Migration	0.00	0.02	0.03	-0.00
b. Trainer selected train	ees			
Gainfully employed	0.28	0.28	0.27	0.32
Monthly hours worked	36.93	36.83	37.69	34.30
Monthly own income	2.55	2.09	4.65	-5.16
Income working for oneself	-0.24	-0.64	1.72	-7.31
Owns business	0.01	-0.00	0.08	-0.22
International Migration	0.07	0.07	0.07	0.05

Note: The models also control for age (groups 15-19, 20-24, 25-29, 30-34, 35-39, and 40-49 years), gender, education (below primary, primary and secondary), marital status, caste, prior experience of vocational training and the value of the outcome variable at the baseline as well as district fixed effects. User written Stata command hettreatreg has been used for the tests. SEs are clustered at the district level. ATE stands for average treatment effect on the treated and ATU stands for average treatment effect on the untreated. For details of the estimation methodology, see Sloczyński (2022).