The Effect of Height on Cognitive Ability and Wage

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Literature Review

Cognitive Ability

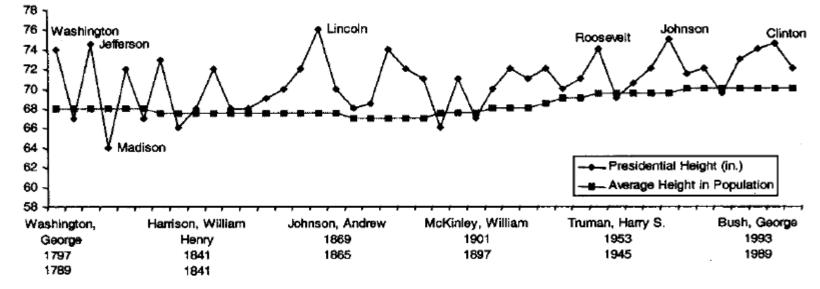
Wage

Diseases

Conclusion

### Introduction

- "Kids, I want you to grow taller than me!"
- Height of the U.S. President and their counterpart
  - There were only 4 times that the shorter candidate won the presidential election since 1928.
  - From 1796, 58% winners were taller candidates.



Source: Persico, Postlewaite and Silverman (2004)

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Literature Review

Cognitive Ability

Wage

Diseases

Conclusion

# Literature Review

#### Related Literatures

- Wage: Loh (1993), Thomas and Strauss (1997), PPS (2004), Dinda et al. (2006), CP (2008), Hubler (2009), Gao and Smyth (2010), Kortt and Leigh (2010), Vogol (2012)
- Health condition: Rees et al. (2009), Case and Paxson (2010)
- Self-esteem/Social esteem: Judge and Cable (2004), Rees et al. (2009)
- Leadership: Judge and Cable (2004), Murray and Schmitz (2011)
- Job performance: Judge and Cable (2004)
- Education level: Case and Paxson (2010), Cinnirella et al. (2011)
- Cognitive ability in the old age: Maurer (2010)
- Happiness: Carrieri and De Paola (2012)
- Ability to write: Spears (2012)
- Career choice: Bockerman et al. (2010)



Literature Review

Cognitive Ability

Wage

Diseases

Conclusion

## Literature Review

- Is height premium a height discrimination?
- There are at least two possible reasons:
  - Teenage height is matter. Height premium is partially mediated through high school sports and clubs experience. (Persico, Postlewaite & Silverman, 2004)
  - A marker of cognitive ability. (Case & Paxson, 2008)



Literature Review

Cognitive Ability

Wage

Diseases

Conclusion

# **Cognitive Ability**

#### Data

- Taiwan Education Panel Survey (TEPS)
  - First and second wave of survey, including junior and senior high school students.
- Sample size:
  - Junior high school: 20,055 released, 16,522 in use.
  - Senior high school: 19,051 released, 16,442 in use.
- Dependent variable: Cognitive ability
- Major independent variable: Height (cm)
- Control variables: Weight, Father's and Mother's education level and ethnicity, Family monthly income, number of siblings, a series of dummy variables indicating public or private school, location, and birth year.



Literature Review

Cognitive Ability

Wage

Diseases

Conclusion

# **Cognitive Ability**

#### Hypotheses

- 1. Height reflects individual's self-esteem, which affects cognitive ability. (representative variable: Self-esteem)
- 2. Height reflects interpersonal dominance, which affects individual's cognitive ability. (interpersonal dominance)
- 3. Height reflects individual's health condition. (mental health, physical health)
- 4. Height reflects individual's non-cognitive ability. (organization ability, self-discipline)
- 5. Height reflects individual's social capital through club experience. (athletics, athletic club, academic club, and others)
- Height reflects individual's leadership.
  (no. of same sex friends, no. of opposite sex friends)
- 7. Height reflects individual's time that hit the growth spurts. (menarche age)



# **Cognitive Ability**

Model Specification - OLS

Introduction

 $Y_i$ 

Literature Review

#### Cognitive Ability

Wage

Diseases

Conclusion

$$= \beta_0 + \beta_1 \cdot Height_i + \beta_2 \cdot Weight_i + \sum_{h=1}^{n} \beta_{3h} \cdot Ethnicity_i + \sum_{j=1}^{8} \beta_{4j} \cdot Father's and Mother's Edu_i + \sum_{k=1}^{7} \beta_{5k} \cdot Family income_i + \sum_{j=1}^{8} \beta_{4j} \cdot Father's and Mother's Edu_i + \sum_{k=1}^{7} \beta_{5k} \cdot Family income_i + \sum_{j=1}^{8} \beta_{4j} \cdot Father's and Mother's Edu_i + \sum_{k=1}^{7} \beta_{5k} \cdot Family income_i + \sum_{j=1}^{8} \beta_{4j} \cdot Father's and Mother's Edu_i + \sum_{k=1}^{7} \beta_{5k} \cdot Family income_i + \sum_{j=1}^{8} \beta_{4j} \cdot Father's and Mother's Edu_i + \sum_{k=1}^{7} \beta_{5k} \cdot Family income_i + \sum_{j=1}^{8} \beta_{4j} \cdot Father's and Mother's Edu_i + \sum_{k=1}^{7} \beta_{5k} \cdot Family income_i + \sum_{j=1}^{8} \beta_{4j} \cdot Father's and Mother's Edu_i + \sum_{k=1}^{7} \beta_{5k} \cdot Family income_i + \sum_{j=1}^{8} \beta_{5k} \cdot Family income_i + \sum_{j=1}^{8} \beta_{4j} \cdot Father's Edu_i + \sum_{j=1}^{8} \beta_{5k} \cdot Family income_i + \sum_{j=1}^{8}$$

10

$$\beta_6 \cdot siblings_i + \beta_7 \cdot school \ type_i + \sum_{l=1}^2 \beta_{8l} \cdot districts_i + \beta_6 \cdot siblings_i + \beta_7 \cdot school \ type_i + \sum_{l=1}^2 \beta_{8l} \cdot districts_i + \beta_8 \cdot school \ type_i + \sum_{l=1}^2 \beta_{8l} \cdot school \ school \ type_i + \sum_{l=1}^2 \beta_{8l} \cdot school \ sch$$

$$\sum_{m=1}^{5} \beta_{9m} \cdot menarcheage_{i} + \sum_{n=1}^{12} \beta_{10n} \cdot hypotheses \ related_{i} + \varepsilon_{i}$$

#### Table 7 OLS Estimates of Cognitive Ability on Height and Related Theories (Junior High School, Female)

	Dependent									
	Variable:	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Cognitive ability									
	Height (cm)	0.007	0.006	0.007	0.007	0.006	0.007	0.007	0.005	0.004
		[0.002]***		[0.002]***	[0.002]***	[0.002]***	[0.002]***	[0.002]***	[0.002]***	[0.002]*
	Self-esteem		0.024							0.019
			[0.007]***							[0.008]**
	Interpersonal									
	Dominance			-0.077						-0.057
				[0.010]***						[0.010]***
	Health									
	Mental				-0.009					-0.014
					[0.002]***					[0.002]***
	Physical				0.02					0.017
	Non-cognitive				[0.004]***					[0.004]***
	ability									
Introduction	Organization					0.039				0.037
	organization					[0.007]***				[0.007]***
	Self-discipline					0.018				0.021
Literature						[0.006]***				[0.006]***
Review	Club									
ICCICW	Athletic teem						0.025			0.027
							[0.021]			[0.022]
Cognitive	Athletic club						-0.199			-0.173
-							[0.029]***			[0.030]***
Ability	Academic club						0.11			0.116
							[0.032]***			[0.032]***
14/	Other club						0.016			0.006
Wage							[0.014]			[0.015]
	Evolution									
Discourse	Friend number in									
Diseases	same sex							0.036		0.027
								[0.008]***		[0.008]***
Conclusion	Friend number in							0.014		-0.02
Conclusion	opposite sex							-0.011		[0,007]***
	Mananaka							[0.007]*		[0.007]***
	Menarche age 9 years old								0.173	0.118
	> years old								[0.166]	[0.171]
	10								0.199	0.205
									[0.056]***	
	11								0.246	0.239
	_								[0.031]***	[0.031]***
	12								0.131	0.12
									[0.025]***	
	13								0.044	0.056
									[0.028]	[0.028]*
	Control Variables	v	V	V	V	v	v	V	v	v
	Constant	-1.082	-1.064	-1.048	-1.073	-1.294	-1.134	-1.191	-0.742	-0.916
		[0.276]***	[0.277]***	[0.276]***	[0.287]***	[0.276]***	[0.274]***	[0.276]***	[0.278]***	[0.291]***
	Observations	7954	7862	7877	7567	7856	7904	7954	7954	7309
	$\mathbb{R}^2$	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.27



Literature Review

Cognitive Ability

Wage

Diseases

Conclusion

# Wage

#### Data

- Nutrition and Health Survey in Taiwan (NAHSIT), 2005-2008.
  - Conducted in every 5 years.
- Dependent variable: monthly wage
- Independent variables:
  - Height (cm)
  - Menarche age.
- Control variables
  - Weight, Father's and Mother's ethnicity and education level, Individual's education level, age, and menarche age in female samples.



Literature Review

Cognitive Ability

Wage

Diseases

Conclusion

#### Table 3 Summary Statistics, by Sex and Adult Height

		Mer	n	Women		
		Height	Height	Height	Height	
_		Average or Above	below Average	Average or Above	below Average	
	Personal Characteristics					
۱	Avg. Height	173.7*	163.63	161.55*	152.64	
	Age	45*	54	42*	50	
	Wage per month	31286*	24143	16956*	13179	
	Education years	11.86*	9.88	10.86*	8.86	
	Ever married (%)	72.54*	87.19	76.94*	90.18	
	Divorced or separated (%)	3.09*	4.75	5.03	4.61	
	Family Background					
	Father's year of schooling	6.85*	4.60	6.74*	4.95	
	Mother's year of schooling	4.84*	2.79	4.55*	3.15	
	Family income (per month)	66070*	51371	59250*	51012	
	Observations	892	1038	785	794	

Note: \* Statistically different at the 5 percent confidence level.



Literature Review

Cognitive Ability

Wage

Diseases

Conclusion

# Wage

0

### Model Specification - OLS

$$Y_{i} = \beta_{0} + \beta_{1} \cdot Height_{i} + \beta_{2} \cdot Weight_{i} + \sum_{j=1}^{10} \beta_{3j} \cdot Ethnicity_{i} + \beta_{2} \cdot Weight_{i} + \sum_{j=1}^{10} \beta_{3j} \cdot Ethnicity_{i} + \beta_{2} \cdot Weight_{i} + \sum_{j=1}^{10} \beta_{3j} \cdot Ethnicity_{i} + \beta_{2} \cdot Weight_{i} + \beta_{2} \cdot Weight_{i} + \sum_{j=1}^{10} \beta_{3j} \cdot Ethnicity_{i} + \beta_{2} \cdot Weight_{i} + \beta_{2} \cdot Weight_{i} + \sum_{j=1}^{10} \beta_{3j} \cdot Ethnicity_{i} + \beta_{2} \cdot Weight_{i} + \beta_{2} \cdot Weight_{i} + \beta_{3} \cdot Wei$$

$$\sum_{k=1}^{\circ} \beta_{4k} \cdot Father's and Mother's Edu_i +$$

 $\sum_{l=1}^{4} \beta_{5l} \cdot Edu_i + \sum_{m=1}^{9} \beta_{6m} \cdot age_i + \sum_{n=1}^{3} \beta_{7n} \cdot menarcheage_i + \varepsilon_i$ 

	Dependent Variable: Monthly Wage (NT Dollars)	(1)	(2)	(3)	(4)	(5)	(6)
	Height						
	Medium 25-75%	8,179.79***	8,475.21***	6,757.74***	6,567.67***	6,334.48***	3,487.76***
		[1,387.11]	[1,499.88]	[1,483.27]	[1,417.61]	[1,412.58]	[1,277.64]
	Top25%	9,398.63***	9,986.85***	7,042.32***	8,632.19***	7,734.33***	3,447.64**
		[1,538.31]	[1,642.10]	[1,635.13]	[1,670.89]	[1,674.61]	[1,546.72]
	Male	9,747.67***	11,545.02***	10,925.74***	12,596.14***	12,543.28***	10,572.67***
		[1,088.14]	[1,436.95]	[1,454.48]	[1,520.17]	[1,510.40]	[1,404.65]
	Weight		-58.91	-3.22	-69.57	-80.93	18.28
			[59.25]	[61.29]	[62.68]	[63.75]	[59.63]
	Father's Education Level						
Introduction	High school					4,919.97***	-203.55
						[1,675.09]	[1,633.45]
Literature	College					3,653.46	-2,800.57
Review						[2,538.31]	[2,546.29]
INEVIEW	Bachelor or above					5,265.79	955.55
						[5,104.76]	[4,925.83]
Cognitive	Mother's Education Level						
Ability	High school					9,274.79***	6,613.04**
						[3,341.13]	[3,330.80]
Wage	College					14,789.57	8,258.32
						[9,689.88]	[9,562.31]
Diseases	Bachelor or above					-6,972.54	-10,223.35*
	Demonst					[5,649.42]	[5,527.94]
Conclusion	Personal Education Level						
	High school						10,522.84***
	ingn senoor						[1,463.64]
	College						21,018.95***
							[1,909.31]
	Bachelor or above						28,041.91***
							[2,383.34]
	Father's and Mother's Ethnicity			V	$\checkmark$	V	√
	Age				$\checkmark$	V	$\checkmark$
	Constant	18,162.20***	20,908.26***	20,868.71***	11,806.29***	8,275.72**	-7,832.72**
		[1,158.25]	[3,210.67]	[3,327.38]	[3,564.81]	[3,662.43]	[3,540.58]
	Observations	2,293	2,037	2,037	2,037	2,037	2,037

0.078

0.109

0.174

0.193

0.276

0.078

 $\mathbb{R}^2$ 

#### Table 11 OLS Estimates. Effect of Height on Wage, All Workers. (NAHSIT, 2004)

	Dependent Variable: Monthly Wage (NT Dollars)	(1)	(2)	(3)	(4)	(5)	(6)
	Height						
	Medium 25-75%	11,757.86***	11,638.87***	8,837.15***	7,969.53***	7,938.04***	5,155.95***
		[2,005.938]	[2,257.197]	[2,213.232]	[2,073.656]	[2,094.239]	[1,907.604]
	Тор25%	11,717.24***	11,264.37***	7,076.81***	8,256.88***	7,180.75***	2,985.53
		[2,144.169]	[2,445.878]	[2,475.925]	[2,388.371]	[2,418.540]	[2,258.928]
	Weight		14.56	76.39	-0.27	-16.65	49.26
			[88.254]	[89.702]	[92.572]	[93.909]	[89.230]
	Father's Education Level						
	High school					5,561.48**	652.65
Introduction						[2,568.693]	[2,586.269]
	College					2,174.50	-4,063.80
Literature	Dechelen en cherre					[3,648.418]	
Review	Bachelor or above					-374.79	-2,070.98 [10,150.644]
	Mother's Education Level					[10,002.072]	[10,150.644]
Cognitive	High school					12,444.54**	9,400.53*
Ability	ingi sensor					[5,417.291]	
	College					21,130.92	14,027.48
Wage	0						[13,256.988]
	Bachelor or above					-6,082.60	-11,734.35
Diseases						[10,813.948]	[10,501.191]
	Personal						
Conclusion	Education Level						
	High school						11,312.13***
							[2,144.293]
	College						20,878.19***
							[2,939.679]
	Bachelor or above						27,561.79***
	Eather's and Mather's Ethnisity				- /		[3,636.457]
	Father's and Mother's Ethnicity Age			V	√ √	√ √	v v
	Constant	25,830.22***	25,549.73***	25,025.69***	v 14,402.08**	v 10,281.27	-4,526.18
	Constant	[1,433.527]	[5,717.702]	[5,760.679]	[6,352.535]	[6,379.718]	[6,032.398]
	Observations	1,344	1,201	1,201	1,201	1,201	1,201
	$R^2$	0.051	0.039	0.084	0.165	0.186	0.251
	IX	0.001	0.000	0.004	0.100	0.100	0.201

#### Table 12 OLS Estimates. Effect of Height on Wage, Male Workers. (NAHSIT, 2004)

Literature Review

Cognitive Ability

Wage

Diseases

Conclusion

Dependent Variable:							
Monthly Wage	(1)	(2)	(3)	(4)	(5)	(6)	(7)
(NT Dollars)							
Height							
Medium 25-75%	2,836.61*	3,791.86**	3,091.66*	3,591.99**	3,056.84*	301.64	431.43
	[1,700.473]	[1,704.185]	[1,691.729]	[1,719.261]	[1,714.571]	[1,515.591]	[1,531.864]
Top25%	6,096.83***	7,872.76***	6,913.88***	8,749.52***	7,911.20***	3,920.75*	4,107.64*
	[2,116.761]	[2,145.872]	[2,143.819]	[2,424.132]	[2,426.768]	[2,178.321]	[2,242.636]
Weight		-224.45***	-188.04***	-202.00***	-199.40***	-56.35	-59.46
		[64.153]	[69.293]	[69.066]	[70.478]	[62.691]	[61.630]
Father's Education							
Level							
High school					4,917.48**	-509.72	-240.10
					[1,941.657]	[1,882.536]	[1,890.525]
College					4,481.27	-1,090.24	-1,277.60
					[3,704.124]	[3,742.995]	[3,729.095]
Bachelor or above					9,526.45**	4,029.47	4,106.58
					[4,348.137]	[4,529.239]	[4,499.579]
Mother's Education							
Level							
High school					6,301.93**	3,889.67	3,998.50
					[2,735.330]	[2,781.717]	[2,759.519]
College					7,178.02	1,755.14	1,313.24
_					[7,530.949]	[6,368.738]	[6,372.739]
Bachelor or above					-7.426.49	-8,319.39	-8,307.57
					[6,644.745]	[6,048.093]	[6,053.546]
Personal							
Education Level							
High school						8,742.53***	8,565.99***
-						[1,832.055]	[1,811.046]
College						20,550.19***	20,088.97***
2						[2,376.945]	[2,379.806]
Bachelor or above						26,473.74***	25,850.54***
						[2,557.266]	[2,631.609]
Menarche age						[_,]	[_,]
Normal (11-14)							5,712.99*
							[3,033.038]
Late (15-)							3,762.07
Late (19-)							[3,335.072]
Father's and Mother's							[0,000.072]
Father's and Mother's Ethnicity			V	V	V	V	V
			v	v	v	v	v
Age Constant	01 111 11***	32,785.07***	33,216.29***	v 24,913.34***			
Constant	21,111.11***				21,441.05***	2,872.45	-2,067.18
	[1,360.781]	[3,688.947]	[3,953.755]	[4,162.508]	[4,269.885]	[4,450.516]	[5,285.658]
Observations	949	836	836	836	836	836	836
R <sup>2</sup>	0.047	0.064	0.093	0.144	0.175	0.308	0.311



Literature Review

Cognitive Ability

Wage

Diseases

Conclusion

#### Diseases

Model Specification - Probit

$$Y_{i} = \beta_{0} + \beta_{1} \cdot Height_{i} + \beta_{2} \cdot Weight_{i} + \sum_{j=1}^{10} \beta_{3j} \cdot Ethnicity_{i} + \beta_{2} \cdot Weight_{i} + \sum_{j=1}^{10} \beta_{3j} \cdot Ethnicity_{i} + \beta_{2} \cdot Weight_{i} + \beta_{2} \cdot Weight_{i} + \sum_{j=1}^{10} \beta_{3j} \cdot Ethnicity_{i} + \beta_{2} \cdot Weight_{i} + \beta_{2} \cdot Weight_{i} + \sum_{j=1}^{10} \beta_{3j} \cdot Ethnicity_{i} + \beta_{2} \cdot Weight_{i} + \beta_{2} \cdot Weight_{i} + \beta_{3} \cdot Ethnicity_{i} + \beta_{3} \cdot$$

$$\sum_{k=1}^{8} \beta_{4k} \cdot Father's and Mother's Edu_i + \\\sum_{l=1}^{4} \beta_{5l} \cdot Edu_i + \sum_{m=1}^{9} \beta_{6m} \cdot age_i + \sum_{p=1}^{4} \beta_{7p} \cdot Occupation_i \\\\\sum_{n=1}^{3} \beta_{8n} \cdot menarcheage_i + \varepsilon_i$$

Table 14 OLS Estimates of Relation between Height and Diseases in Old Age (Male, above 45 years old)

		Dependent Variable:	(1)	(2)	(3)	(4)	(5)
		Diseases	hyperlipidemia	Hypertension	Cancer	Cataract	Emphysema
		Height Medium 25-75%	-0.16	-0.09	0.42*	0.31**	0.54
In	troduction		[0.121]	[0.097]	[0.253]	[0.120]	[0.503]
	terature eview	Тор25%	-0.61***	-0.41***	0.95***	0.07	0.98*
	ognitive		[0.195]	[0.145]	[0.307]	[0.179]	[0.578]
	bility ⁄age	Constant	-2.63***	-2.95***	-0.97	-2.84***	-10.99***
D	iseases		[0.514]	[0.386]	[0.715]	[0.524]	[1.749]
С	onclusion	Observations	1,261	1,269	1,210	1,263	783
		$R^2$	0.08	0.09	0.13	0.21	0.26
			1	1 . 1 1		.1 ' ৬৬৬ 1	

Note: 1. Standard errors robust to heteroskedasticity are in parenthesis. \*\*\* denotes statistically different from 0 in 1% significance level, \*\* denotes statistically different from 0 in 5% significance level, \* denotes statistically different from 0 in 10% significance level,

2. Control variables include father and mother's ethnicity, education level, occupation, and a series of dummy variables which indicate different age group.

Table 15 OLS Estimates of Relation between Height and Diseases in Old Age (Female, above 45 years old)

	Dependent Variable:	(1)	(2)
	Diseases	Chronic bronchitis	Thyroid dysfunction
	Height		
	Medium 25-75%	-0.10	-0.07
		[0.242]	[0.192]
ion	Top25%	-0.68*	0.62***
9		[0.350]	[0.217]
	Menarche age		
	Normal (11-14)	-2.95***	3.13***
		[0.981]	[0.413]
	Late (15-)	-2.76***	3.14***
		[1.009]	[0.438]
	Constant	1.28	-3.89***
on		[1.252]	[0.853]
	Observations	1,039	1,055
	$\mathbb{R}^2$	0.16	0.14
	Note: 1. Standard errors rob	ust to heteroskedasticity are in par	enthesis. *** denotes statistically

Literature Review

Cognitive Ability

Wage

Diseases

Conclusion

Aote: 1. Standard errors robust to heteroskedasticity are in parenthesis. \*\*\* denotes statistically different from 0 in 1% significance level, \*\* denotes statistically different from 0 in 5% significance level, \* denotes statistically different from 0 in 10% significance level,

2. Control variables include father and mother's ethnicity, education level, occupation, and a series of dummy variables which indicate different age group.



Literature Review

Cognitive Ability

Wage

Diseases

Conclusion

### Conclusion

- The height in adolescence reflects the time that individual hits the growth spurts. Height serves as a marker of cognitive ability in adolescence.
- There is a positive relation between height and individual's wage. Menarche age also plays an important role. It is cognitive ability rewarded in labor market.
  - Height is also related to some diseases. There are different patterns in men and women.

## **Thank You**

0

The Singapore Health Economics Association Conference