

Class differences in social networks: Evidence from a referral experiment

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Abstract

Lorem Ipsum ([Beaman, Keleher, & Magruder, 2018](#))

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10 **1 Introduction**

10

11 Equally qualified individuals face different labor market outcomes depending on their
12 socioeconomic status ([Stansbury & Rodriguez, 2024](#)). A key driver of this inequality is
13 due to differences in social capital.¹ Because it correlates strongly with labor market
14 income, the most important facet of social capital is the share of high-SES connections
15 among low-SES individuals ([Chetty et al., 2022b](#)). A lack of social capital means lack
16 of access to individuals with influential (higher paid) jobs and job opportunities. In
17 economic terms, it implies having worse outcomes when using one's network to find jobs
18 conditional on the capacity on leveraging one's social network.²

19 Referral hiring, the formal or informal process where firms ask workers to recommend
20 qualified candidates for job opportunities, is a common labor market practice which
21 makes evident the role of differences in social capital. As referrals originate from the
22 networks of referrers, the composition of referrer networks becomes a crucial channel
23 that propagates inequality: Similar individuals across socio-demographic characteristics
24 form connections at higher rates ([McPherson, Smith-Lovin, & Cook, 2001](#)), making
25 across SES (low-to-high) connections less likely than same-SES connections ([Chetty et](#)
26 [al., 2022b](#)). Referrals will thus reflect similarities in socio-demographic characteristics
27 present in networks even in the absence of biases in the referral procedure, i.e., referring
28 at random from one's network according to some productivity criteria.

29 Yet, experimental evidence shows referrals can be biased even under substantial pay-
30 for-performance incentives beyond what is attributable to differences in network composi-
31 tions, at least for the case of gender ([Beaman et al., 2018](#); [Hederos, Sandberg, Kvissberg,](#)
32 & [Polano, 2025](#)). A similar bias against low-SES may further exacerbate outcomes of
33 low-SES individuals: If job information are in the hands of a select few high-SES which

¹See for example [Bourdieu \(1986\)](#); [Loury \(1977\)](#) for pioneering work on the relationship between social position and human capital acquisition.

²See for example [Lin, Ensel, and Vaughn \(1981\)](#); [Mouw \(2003\)](#) for differential outcomes while using contacts in job search, and [Pedulla and Pager \(2019\)](#); [Smith \(2005\)](#) specifically for the effects of race conditional on network use.

34 low-SES have already limited network access to (social capital hypothesis), and high-SES 34
35 referrers are biased against low-SES, referring other high-SES at higher rates than their 35
36 network composition, we should expect referral hiring to further disadvantage low-SES. 36

37 The empirical question we answer in this paper is whether referrers are biased against 37
38 low-SES peers after accounting for differences in the network SES compositon. We also 38
39 evaluate the causal impact of two different incentive structures on referral behavior. 39

40 In this study, we study inequalities related to SES combining a university-wide cross- 40
41 sectional network data set comprising over 4,500 students in which classroom interactions 41
42 are recorded along with individual attributes. We focus on the role of SES in referrals 42
43 by experimentally investigating whether individuals who are asked to refer a peer tend 43
44 to refer a same-SES candidate. We also explore potential mechanisms behind referral 44
45 patterns by randomizing participants into two different incentive structures. To this end, 45
46 we conducted a lab-in-the-field experiment with 734 students in a Colombian university. 46
47 Participants were instructed to refer a qualified student for tasks similar to the math and 47
48 reading parts of the national university entry exam (equivalent of SAT in US system). 48
49 To incentivize participants to refer qualified candidates, we set earnings dependent on 49
50 referred candidates' actual university entry exam scores. 50

51 Referral hiring in the labor market can range from firm-level formal referral programs 51
52 asking employees to bring candidates to simply passing on job opportunities between net- 52
53 work members ([Topa, 2019](#)). As our participants are students at the university and refer 53
54 based on exam scores, we abstract away from formal referral programs with defined job 54
55 openings. Our setting instead resembles situations where contacts share opportunities 55
56 with each other without the need for the referred candidate to take any action and with- 56
57 out revealing the identity of the referrer. This eliminates reputational concerns as there 57
58 is no hiring firm, and puts a lower bound on the expected reciprocity for the referrer in 58
59 combination with pay-for-performance incentives ([Bandiera, Barankay, & Rasul, 2009](#); 59
60 [Witte, 2021](#)). At the same time, referring based on university entry exam scores are still 60
61 an objective, widely accepted measure of ability, and we show evidence that referrers in 61
62 our setting not only possess accurate information about these signals but are also able 62

63 to screen more productive individuals from their university network. 63

64 In a university setting, class attendance provides essential opportunities for face-to- 64
65 face interaction between students. On the one hand, this reduces network segregation by 65
66 providing ample opportunities to meet across-SES, because of the exposure to an equal 66
67 or higher level of high-SES compared to the population (Chetty et al., 2022a).³ On the 67
68 other hand, as students take more and more classes together, their similarities across 68
69 all observable characteristics tend to increase (Kossinets & Watts, 2009), which should 69
70 drive the high- and low-SES networks to segregate. Our setting is ideal to study these 70
71 opposing forces: First, The very high level of income inequality and existence of deeply 71
72 rooted historical groups in Colombia makes SES differences extremely visible in access 72
73 to tertiary education, where the rich and poor typically select into different institutions 73
74 (Jaramillo-Echeverri & Álvarez, 2023). Yet, thanks to the particular standing of the 74
75 institution we have chosen for this study (Figure 1), all SES groups including both low- 75
76 and high-SES mix together in this university. Second, using administrative data, we are 76
77 able to reconstruct 734 participants' complete university network based on the number 77
78 of common courses they have taken together with other students. This allows directly 78
79 identifying the individual characteristics of those getting referrals among all possible 79
80 candidates, as well as descriptive characterizations of similarity (e.g., in same-SES share) 80
81 in student networks as a function of the number of classes taken. 81

82 We find strong evidence that networks of high- and low-SES participants exhibit 82
83 same-SES bias. Both groups are connected at higher rates with their own SES group 83
84 than what would be at random given actual group shares at the university (Figure 7). As 84
85 students take more courses together within the same program, their networks dwindle 85
86 in size (Figures 8a and 8b), and become more homogenous in SES-shares (Figure 9). We 86
87 identify selection into academic programs as a key mechanism. The private university 87
88 where our study took place implements exogenous cost-based program pricing and does 88

³In a different sample from the same university population, Díaz, Munoz, Reuben, and Tuncer (2025) show this holds true for the highest-SES individuals at this institution, accounting for about 6% of their sample but less than 5% of Colombian high-school graduates Fergusson and Flórez (2021a).

89 not offer SES-based price reductions. These result in programs with very large cost 89
90 differences within the same university (Figure 10). We find that average yearly fee paid 90
91 per student increases with SES, and the high-SES share in the most expensive program 91
92 at the university, medicine, drives the network segregation across SES (Figure 11). 92

93 Do segregated networks account for all the differences in SES referral rates across 93
94 SES groups? Although same-SES referrals are 17% more common than is suggested by 94
95 referrer networks, controlling for these, we find no general SES-bias against beyond what 95
96 is attributable to network composition. Regardless of SES, participants refer productive 96
97 individuals, and referred candidates are characterized by a very high number of courses 97
98 taken together. The latter underlies the impact of program selection, where smaller 98
99 and more homogenous parts of the networks are activated for referrals made in our 99
100 setting. Our treatment randomized participants across two different incentive schemes 100
101 by adding a substantial monetary bonus (\$25) for the referred candidate on top of the 101
102 pay-for-performance incentives. We provide evidence that treatment incentives did not 102
103 change the referral behavior across the same-SES referral rate, the number of courses 103
104 taken together with the referral candidate, and the candidate’s exam scores. 104

105 This paper contributes to the literature on referral experiments by solving the chal- 105
106 lenge of observing the entire referral network. Earlier research could only compare re- 106
107 ferrals made across different incentive structures or experimental instructions and make 107
108 according conclusions. For example, when participants are paid on the basis of their 108
109 referred candidate’s productivity instead of receiving a fixed finder’s fee (Beaman & 109
110 Magruder, 2012), or when participants are restricted to refer either a male or female 110
111 candidate instead of freely (Beaman et al., 2018). Pallais and Sands (2016) recruited a 111
112 random sample of nonreferred workers to compare with referred ones, but none of the 112
113 previous studies could provide a direct comparison of the referral choice set with those 113
114 who were selected by participants. Closest to our work is the work of Hederos et al. 114
115 (2025), who elicited friendship networks by asking referrers to name 5 friends. Their 115
116 findings suggest only half of those who were referred were from the elicited friendship 116
117 network, and thus is not a complete observation of the referral choice set. Although 117

commonplace, censored elicitation methods also result in underestimating network effects (Griffith, 2022) and may suffer from biases in recall. We are able to take our analysis one step further by asking for referrals from the enrollment network, where we have complete information on every single connection that may or may not get a referral. This allows us to neatly separate the effect of the network composition from any potential biases stemming from the referral procedure itself.

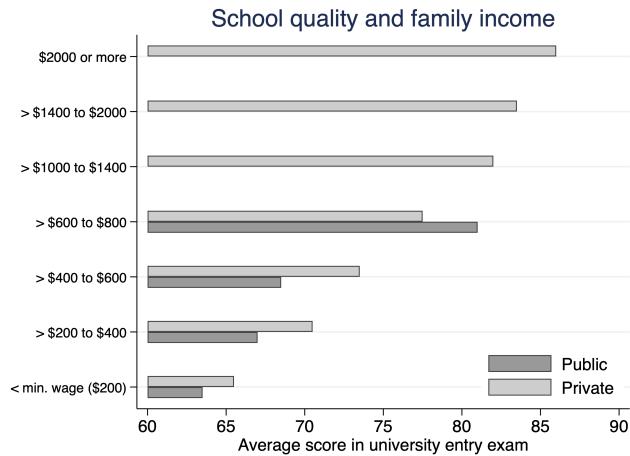
Second, we build upon to the earlier work on SES-biases in referrals. To our knowledge, the first to study SES-biases in referrals are Díaz et al. (2025), and our study is conceptually the closest to theirs. Drawing from a similar sample from the same institution, Díaz et al. (2025) focus on referrals from first year students made within mixed-program classrooms, and find no evidence for an aggregate bias against low-SES. We also find no aggregate bias against low-SES in referrals. Our setup differs as we sample from students who completed their first year and impose no limits on referring from a classroom. This has several implications: We find that referrals in our setup go to individuals within the same program, and that programs have different SES-shares which become more even more accentuated as students take more courses together. While networks drive inequality in referral outcomes because of the institutional environment in our sample, we have no reason to believe first year student networks in Díaz et al. (2025) have similar levels of segregation to begin with. Following the recent evidence, implementing more mixed-program courses which allow for across-SES mixing can be a clear policy goal (Alan, Duysak, Kibilay, & Mumcu, 2023; Rohrer, Keller, & Elwert, 2021).

Finally, we contribute to the growing literature on SES differences in the labor market, expliciting the role of networks as a driver of inequality. Stansbury and Rodriguez (2024) find that low-SES researchers coauthor more often with other low-SES, and have networks that have lower values which can explain why

The remainder of the paper is organized as follows. Section 2 begins with the background and setting in Colombia. In Section 3 we present the design of the experiment. In Section 4 we describe the data and procedures. Section 5 discusses the results of the

¹⁴⁷ experiment. Section 6 concludes. The Appendix presents additional tables and figures ¹⁴⁷
¹⁴⁸ as well as the experiment instructions. ¹⁴⁸

Figure 1: Income, performance, and university choice in Colombia



Note: This figure shows the average score national university entry exam by family income and type of higher education institution. With average student score in the 65-70 band, the private university where we conducted this experiment caters to low- and high-SES students. Figure reproduced from Fergusson and Flórez (2021b).

¹⁴⁹ 2 Background and Setting ¹⁴⁹

¹⁵⁰ Our study takes place at UNAB, a medium-sized private university in Bucaramanga, ¹⁵⁰
¹⁵¹ Colombia with approximately 6,000 enrolled students. The university's student body ¹⁵¹
¹⁵² is remarkably diverse with about 35% of the students classified as low-SES, and 15% ¹⁵²
¹⁵³ high-SES. Diversity at this institution provides a unique research setting as Colombian ¹⁵³
¹⁵⁴ society is highly unequal and generally characterized by limited interaction between ¹⁵⁴
¹⁵⁵ social classes, with different socioeconomic groups separated by education and geographic ¹⁵⁵
¹⁵⁶ residence.⁴ Despite significant financial barriers, many lower and middle-SES families ¹⁵⁶

⁴Colombia has consistently ranked as one of the most unequal countries in Latin America ([World Bank, 2024](#)), with the richest decile earning 50 times more than the poorest decile ([United Nations, 2023](#)). This economic disparity is reflected by a highly stratified society with significant class inequalities and

157 prioritize university education for their children ([Hudson & Library of Congress, 2010](#), 157
158 p. 103), and UNAB represents one of the few environments in Colombia where sustained 158
159 inter-SES contact occurs naturally (see Figure 1). 159

160 In 1994, Colombia introduced a nationwide classification system dividing the popu- 160
161 lation into 6 strata based on housing characteristics and neighborhood amenities.⁵ We 161
162 use this classification as the measure of SES in our experiment: Students in strata 1 to 162
163 2 are categorized as low-SES, strata 3 to 4 as middle-SES and those in strata 5 to 6 as 163
164 high-SES. 164

165 We invited via email all 4,417 UNAB undergraduate students who had at the time of 165
166 recruitment completed their first year at the university to participate in our experiment. 166
167 837 students who joined (19%) vary in terms of their academic programs, SES, and 167
168 progress in their studies. This setup provides a unique opportunity for collaborative 168
169 inter-class contact on equal status, whose positive effects on reducing discrimination are 169
170 casually documented ([Lowe, 2021](#); [Mousa, 2020](#); [Rao, 2019](#)). 170

171 Undergraduate programs at UNAB are spread across two semesters, with each indi- 171
172 vidual course lasting one semester. Students take between 5 to 7 courses per semester, 172
173 with programs lasting anywhere between 4 to 12 semesters (2 to 6 years). Medicine, 173
174 the largest program by size at UNAB, lasts for 12 semesters, followed by engineering 174
175 programs at 10 semesters. Most remaining programs lasting for about 8 to 10 semesters, 175
176 with specialized programs for immediate entry into the workforce lasting only 4. 176

limited class mobility ([Angulo, Gaviria, Páez, & Azevedo, 2012](#); [García, Rodríguez, Sánchez, & Bedoya, 2015](#)).

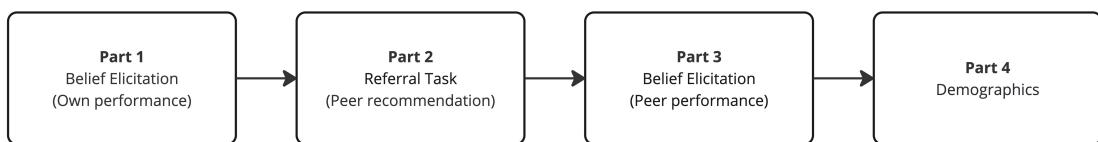
⁵Initially designed for utility subsidies from higher strata (5 and 6) to support lower strata (1 to 3), it now extends to university fees and social program eligibility. Stratum 4 neither receives subsidies nor pays extra taxes. This stratification system largely aligns with and potentially reinforces existing social class divisions ([Guevara S & Shields, 2019](#); [Uribe-Mallarino, 2008](#)).

¹⁷⁷ **3 Design**

¹⁷⁷

¹⁷⁸ We designed an experiment to assess peer referral behavior from an SES perspective and ¹⁷⁸
¹⁷⁹ to causally evaluate the effect of different incentive structures on referrals. The study ¹⁷⁹
¹⁸⁰ design consists of a single online experiment organized at the university level (see Figure ¹⁸⁰
¹⁸¹ 2). The instructions are provided in Appendix B. ¹⁸¹

Figure 2: Experiment Timeline



Note: Participants first report beliefs about their own national university entry exam performance, then recommend peers for each academic area. In the final part, they report beliefs about their recommendations' performance and provide demographic information. This order is implemented for all participants.

¹⁸² **3.1 Productivity measures**

¹⁸²

¹⁸³ To establish an objective basis for referral productivity, we use national university entry ¹⁸³
¹⁸⁴ exam scores (SABER 11). These scores provide pre-existing, comparable measures of ¹⁸⁴
¹⁸⁵ ability across two domains relevant for the labor market. By using existing adminis- ¹⁸⁵
¹⁸⁶ trative data, we eliminate the need for additional testing and ensure that all eligible ¹⁸⁶
¹⁸⁷ students have comparable productivity measures. The scores we use in this experiment ¹⁸⁷
¹⁸⁸ comprise of critical reading and mathematics parts. ¹⁸⁸

¹⁸⁹ Critical reading evaluates competencies necessary to understand, interpret, and eval- ¹⁸⁹
¹⁹⁰ uate texts found in everyday life and broad academic fields (e.g., history). This measures ¹⁹⁰
¹⁹¹ students' ability to comprehend and critically evaluate written material. Mathematics ¹⁹¹
¹⁹² assesses students' competency in using undergraduate level mathematical tools (e.g., ¹⁹²
¹⁹³ reasoning in proportions, financial literacy). This captures quantitative reasoning and ¹⁹³
¹⁹⁴ problem-solving abilities. ¹⁹⁴

195 For each area, we calculate percentile rankings based on the distribution of scores 195
196 among all currently enrolled UNAB students, providing a standardized measure of rela- 196
197 tive performance within the university population. 197

198 **3.2 Referral task** 198

199 After eliciting beliefs about their own performance, participants engage in incentivized 199
200 peer recommendations. For both test areas (critical reading and mathematics), par- 200
201 ticipants recommend one peer they believe excels in that domain. We first present an 201
202 example question from the relevant test area to clarify what skills are being assessed. 202
203 Participants then type the name of their recommended peer, with the system providing 203
204 autocomplete suggestions from enrolled students who have taken the test (see Figure 3). 204

Figure 3: Referral task interface

Your recommendation

We are interested in your recommendation of the person you consider
best to solve similar problems to those in the **Math test**.

- * Only someone with whom you have taken at least one class...
- * We will not contact your recommendation...

Please write the name of your recommendation:

John
John Lennon (Music - 2018) 
John Stuart Mill (Law - 2020)

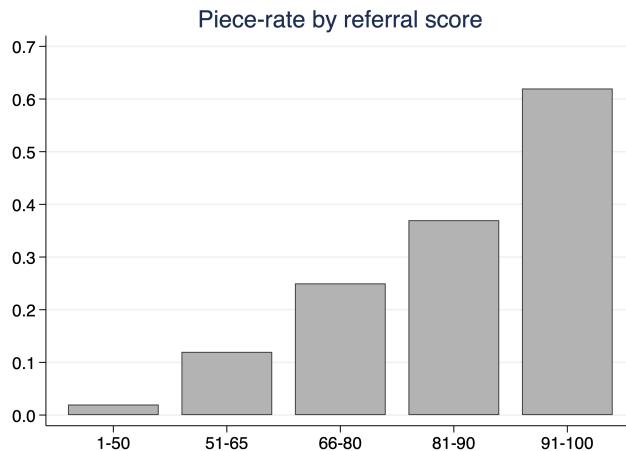
Note: This illustration shows how the system provides suggestions from enrolled students with their program and year of study from the administrative database.

205 Participants can only recommend students with whom they have taken at least one 205
206 class during their university studies. This requirement ensures that referrals are based on 206
207 actual peer interactions and overlap with the enrollment network that we construct. The 207
208 order in which participants make recommendations across the two areas is randomized. 208

209 We incentivize referrals using a productivity-based payment scheme. Referrers earn 209
210 increasing monetary rewards as the percentile ranking of their recommendation increases 210
211 (see Figure 4). We multiply the piece rate coefficient associated to the percentile rank 211

212 with the actual test scores of the recommendation to calculate earnings. This payment 212
213 structure provides strong incentives to screen for highly ranked peers, with potential 213
214 earnings up to \$60 per recommendation.⁶ 214

Figure 4: Referral incentives



Note: This figure shows how the piece rate coefficient increases as a function of the referral ranking in the university, providing incrementally higher rewards for higher ranked peers.

215 3.3 Treatment variation

 215

216 We implement a between-subjects treatment that varies whether the recommended peer 216
217 also receives payment. In the **Baseline** treatment, only the referrer can earn money 217
218 based on their recommendation's productivity. The **Bonus** treatment adds an additional 218
219 fixed payment of \$25 to any peer who is recommended in the randomly selected area for 219
220 payment. This payment is independent of the peer's actual productivity (see Figure 1). 220

221 Participants are informed about their treatment condition before making recommen- 221
222 dations through both video and text instructions. The treatment is assigned at the 222
223 individual level, allowing us to compare referral outcomes across conditions. 223

⁶Due to the selection into the university, the actual test score distribution has limited variance. Below a certain threshold students cannot qualify for the institution and choose a lower ranked university, and above a certain threshold they have better options to choose from.

Table 1: Incentive structure by treatment

	Baseline	Bonus
Referrer (sender)	Productivity-based	Productivity-based
Recommendation (receiver)	No payment	Fixed reward

224 **3.4 Belief elicitation**

225 We elicit incentivized beliefs at two points in the experiment. First, before making 225
 226 referrals, participants report their beliefs about their own percentile ranking in each test 226
 227 area. Second, after making each referral, participants report their beliefs about their 227
 228 recommended recommendation's percentile ranking. For both belief elicitation tasks, participants 228
 229 earn \$5 if their guess is within 7 percentiles of the true value. This tolerance level is 229
 230 expected to balance precision with the difficulty of the task. 230

231 **4 Sample, Incentives, and Procedure**

232 We invited all 4,417 UNAB undergraduate students who had at the time of recruitment 232
 233 completed their first year at the university to participate in our experiment. A total of 233
 234 837 students took part in the data collection with a 19% response rate. Our final sample 234
 235 consists of 734 individuals who referred peers with whom they have taken at least one 235
 236 class together, resulting in an 88% success rate for the sample. We randomly allocated 236
 237 half of the participants into either **Baseline** or **Bonus** treatments. Table 2 presents key 237
 238 demographic characteristics and academic performance indicators across treatments (see 238
 239 Appendix Table A.1 for selection). The sample is well-balanced between the **Baseline** 239
 240 and **Bonus** conditions and we observe no statistically significant differences in any of 240
 241 the reported variables (all p values > 0.1). Our sample is characterized by a majority 241
 242 of middle-SES students with about one-tenth of the sample being high-SES students. 242
 243 The test scores and GPA distributions are balanced. On average, participants took 3.8 243
 244 courses together with their network, and the average network consisted of 175 peers. 244

Table 2: Balance between treatments

	Baseline	Bonus	<i>p</i>
Reading score	64.712	65.693	0.134
Math score	67.366	67.597	0.780
GPA	4.003	4.021	0.445
Connections	173.40	176.88	0.574
Courses taken	3.939	3.719	0.443
Low-SES	0.419	0.401	0.615
Middle-SES	0.492	0.506	0.714
High-SES	0.089	0.094	0.824
Observations	382	352	734

Note: This table presents balance tests between **Baseline** and **Bonus** conditions. *p*-values for binary outcomes are from two-sample tests of proportions; for continuous variables, from two-sample *t*-tests with unequal variances. All reported *p*-values are two-tailed. Reading and math scores are in original scale units out of 100. GPA is grade point average out of 5. Connections refers to the average number of network members. Low-SES, Med-SES, and High-SES indicate SES categories based on strata.

245 The experiment was conducted online through Qualtrics, with participants recruited 245
 246 from active UNAB students. To manage budget constraints while maintaining sufficient 246
 247 incentives, we randomly selected one in ten participants for payment. Selected partici- 247
 248 pants received a fixed payment of \$17 for completion, plus potential earnings from one 248
 249 randomly selected belief question (up to \$5) and one randomly selected recommendation 249
 250 question (up to \$60), for maximum total earnings of \$82. The average time to complete 250
 251 the survey was 30 minutes, with an average compensation of \$80 for one in ten par- 251
 252 ticipants randomly selected for payment. Payment processing occurred through online 252
 253 banking platform Nequi within 15 business days of participation. 253

254 **5 Results**

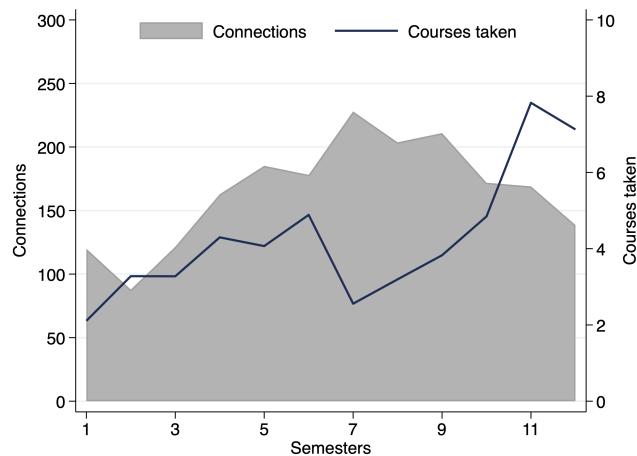
254

255 **5.1 Network characteristics**

255

256 We begin by describing the characteristic features of the “enrollment network” for all 256
257 participants. This data set pairwise associates every participant in our sample with an- 257
258 other university student if they have taken at least one course together at the time of the 258
259 data collection. By doing so, we construct the entire referral choice set for participants. 259
260 We include in this data set both the participant’s and their potential candidate’s indi- 260
261 vidual characteristics, as well as the number of common courses they have taken together. 261
262 In Figure 5, we describe the evolution of the enrollment network across the average num- 262
263 ber of network connections in network and the number of common courses taken with 263
264 network members as participants progress through semesters. 264

Figure 5: Network size and courses taken together by time spent at
the university

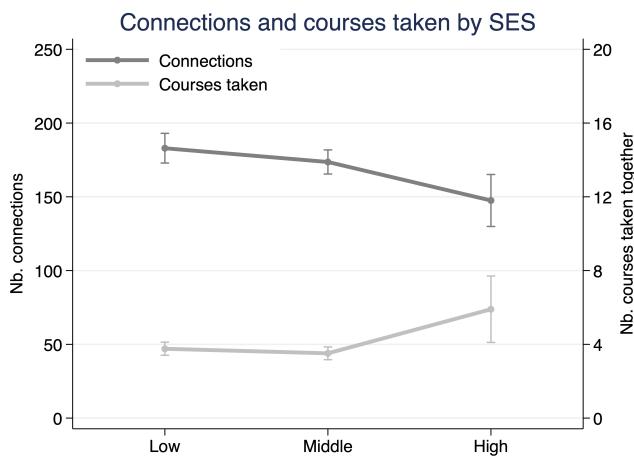


Note: This figure displays the average number of connections in blue and the average number of classes they have taken together with their connections in grey across semesters spent. The data shows an increase in the number of classes taken together as students progress in their programs, with the connections peaking around 7 semesters and dropping as certain students finish their bachelor’s.

265 Are enrollment networks different across SES groups? We look at how the number of 265

266 connections (network size) and number of courses taken together (tie strength) change 266
 267 across SES groups in Figure 6. Low- and middle-SES students have larger networks 267
 268 but take fewer courses together with network members, while high-SES students have 268
 269 smaller, “denser” networks. Specifically, both low- and middle-SES students have signifi- 269
 270 cantly larger networks than high-SES students ($t = 3.03, p = .003$ and $t = 2.49, p = .013$, 270
 271 respectively), but high-SES take significantly more courses with their network members 271
 272 than both low- ($t = -3.70, p < .001$) and middle-SES ($t = -4.20, p < .001$). 272

Figure 6: Network size and courses taken together by SES



Note: This figure displays the average number of connections and the average number of classes taken together across SES groups. The data shows a decrease in the number of connections with SES, and an associated increase in the number of classes taken together.

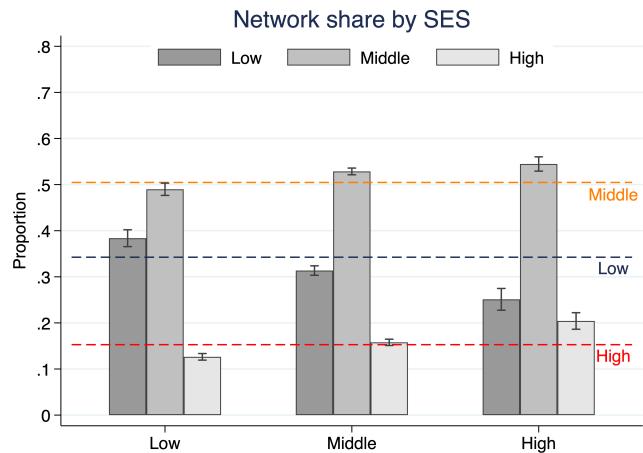
273 5.2 SES diversity in networks 273

274 What are diversity related consequences of SES-driven differences across networks? In 274
 275 terms of network compositions, SES groups may connect at different rates with other 275
 276 SES groups than at random (Figure 7).⁷ Our results reveal modest deviations from 276

⁷Because we estimate the share of SES groups in every individual network, we get very precise estimates of the actual means. However, it is important to note that these are not independent observations for each network. Estimates are precise because each network is a draw with replacement from the same pool of university population. Pooling over SES groups who are connected with similar others systemat-

277 university-wide SES composition across groups. Low-SES students have networks with 277
 278 38.4% low-SES peers compared to the university average of 34.3%, middle-SES students 278
 279 connect with 52.9% middle-SES peers versus the university average of 50.5%, and high- 279
 280 SES students show 20.4% high-SES connections compared to the university average of 280
 281 15.3%. 281

Figure 7: Network shares of SES groups



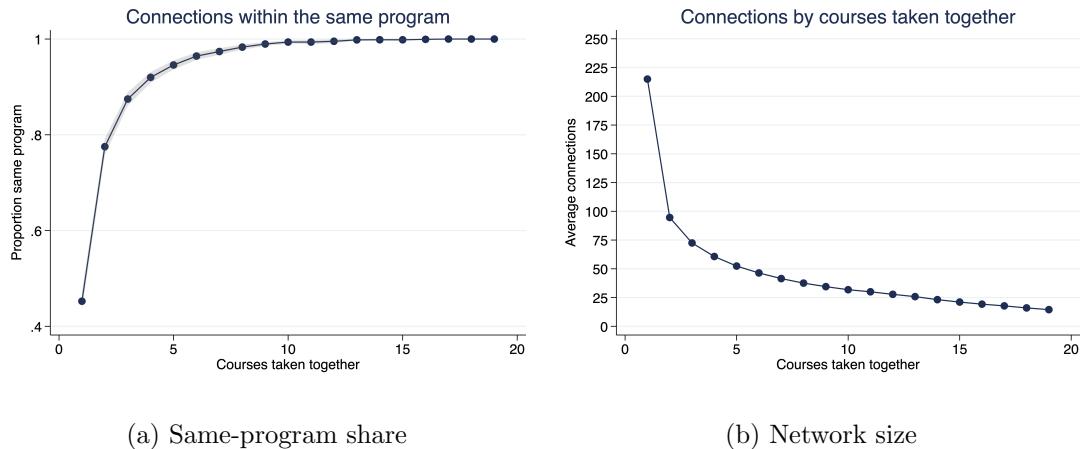
Note: This figure compares the network shares of SES groups in the networks of low-, middle-, and high-SES participants. Horizontal lines plot the university-wide shares of each SES group (Low: 35%, Mid: 51%, High: 14%). While the share of low-SES peers in the network decreases as the SES of the group increases, the share of high-SES peers in the network increases.

282 At the same time, we observe much larger differences between SES groups in how 282
 283 they connect on average with others. Low-SES students connect with other low-SES stu- 283
 284 dents at higher rates than middle-SES students (38.4% vs 31.4%) and high-SES students 284
 285 (38.4% vs 25.1%). Conversely, high-SES students connect more with other high-SES stu- 285
 286 dents than both low-SES students (20.4% vs 12.6%) and middle-SES students (20.4% vs 286
 287 15.8%). Middle-SES students are in between the two extreme patterns, connecting with 287
 288 middle-SES peers at higher rates than low-SES students (52.9% vs 49.0%) but lower rates
 ically reduces variance (similar to resampling in bootstrapping). For this reason we choose not reporting
 test results in certain sections including this one and focus on describing the relationships between SES
 groups. 288

than high-SES students (52.9% vs 54.5%). These findings indicate SES-based network segregation, with same-SES homophily patterns across groups.

So far we have looked at the entire network without considering the intensity of connections between students. In our network data set, this variable amounts to the number of classes taken together with peers. As we will see in the next section, referrals go to peers with whom participants have taken on average 14 courses with, implying the intensity of the connection matters. We begin by dissecting what the intensity means in our context. As students take more courses together, the proportion of peers from the same academic program quickly goes beyond 95% (see Figure 8a). Similarly, the average network size drops very quickly from above 210 to below 50 (see Figure 8b). Both results indicate that actual referral considerations originate from a much smaller pool of individuals from the same academic program.

Figure 8: Network characteristics and courses taken together



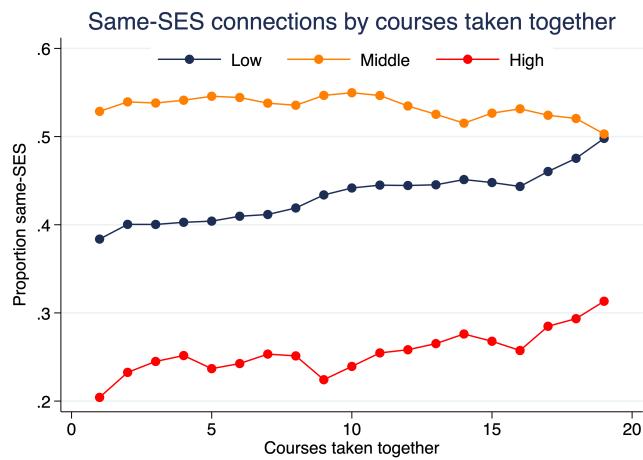
(a) Same-program share

(b) Network size

Note: The left panel illustrates the share of connections within the same program as a function of the number of courses taken together. The right panel shows the average network size as a function of the number of courses taken together. Taking more than 5 courses together with a network member means on average 90% chance to be in the same program. Similarly, past 5 courses together, the average network size dwindles by 80%, from more than 210 individuals to below 50.

301 What are the diversity implications of increasing the intensity of connections between 301
 302 students? As students take more courses together with peers, the share of same-SES 302
 303 peers in the networks of low- and high-SES increases while the share of middle-SES 303
 304 declines (see Figure 9). Both increases are substantial, amounting to 50% for high-, and 304
 305 30% for low-SES. Combining these with the earlier result that beyond 5 courses taken 305
 306 together network members are almost entirely within the same program, these suggest 306
 307 program selection may have strong consequences for SES diversity in our setting. 307

Figure 9: Network size and courses taken together by courses taken



Note: This figure illustrates the shares of same-SES connections for low-, middle-, and high-SES as a function of the average number of courses taken together with network members. Low- and high-SES networks both become more homogenous as the average number of courses taken together with their connections increase.

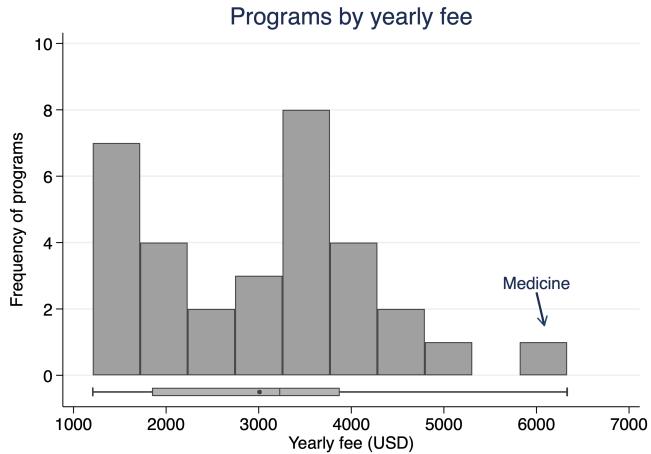
308 5.3 Program selection and SES diversity 308

309 Academic programs at this university are priced based on how much they cost, and 309
 310 typically less than 5% of students receive any kind of scholarship (Díaz et al., 2025). 310
 311 Based on these, we first calculate how much every program at the university is expected 311
 312 to cost students per year (see Figure 10). Considering that net minimum monthly wage 312
 313 stands at \$200 and the average Colombian salary around \$350, the cost difference be- 313
 314 tween programs are large enough to make an impact of program selection. Is it the case 314

315 that SES groups select into programs with financial considerations?

315

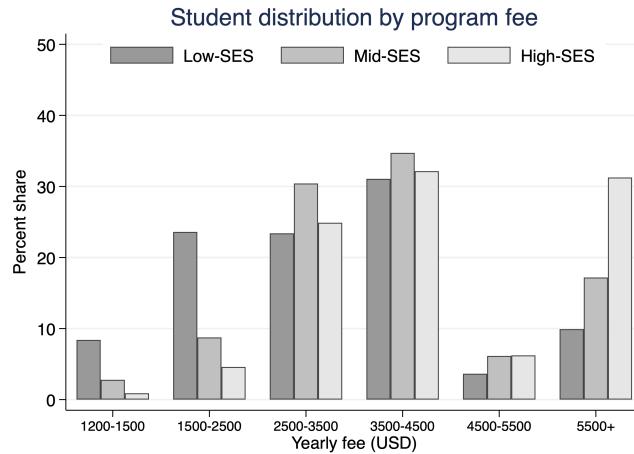
Figure 10: Programs sorted by fee



Note: This figure illustrates the distribution of programs at the university by their average yearly fee. The average yearly fee stands at \$3000, and medicine is an outlier at \$6000.

316 We look at how SES groups are distributed across programs to see evidence of SES- 316
317 based selection (see Figure 11). Indeed, low-SES students select into more affordable 317
318 programs, followed by middle-SES students. High-SES students sort almost exclusively 318
319 into above-average costing programs, with a third selecting into medicine and creating a 319
320 very skewed distribution. The distributions are significantly different across all pairwise 320
321 comparisons: low-SES vs. middle-SES (Kolmogorov-Smirnov test $D = 33.89, p < 0.001$), 321
322 low-SES vs. high-SES ($D = 31.31, p < 0.001$), and middle-SES vs. high-SES ($D = 31.31, 322$
 $p < 0.001$). With this finding, program selection could be the reason why low- and high- 323
324 SES networks tend to segregate as the number of courses taken increases. The next 324
325 section characterizes the referrals, and we will return to the diversity implications of 325
326 program selection once we propose an understanding of how referrals were made. 326

Figure 11: Programs sorted by fee



Note: This figure illustrates the distribution of each SES group across programs sorted by fee. the majority of low-SES select into programs with below average cost, while high-SES select into programs with above average cost. Medicine accounts for a third of all high-SES students at this university.

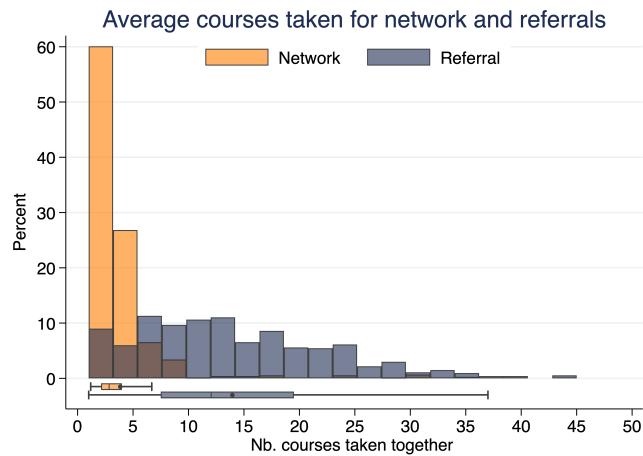
327 5.4 Characterizing referrals 327

328 We observe 1342 referrals from our 734 participants in our final data set. More than 328
 329 90% of these consist from participants referring for both areas of the national entry exam 329
 330 (see Appendix Table A.2). While participants made one referral for Math and Reading 330
 331 parts of the exam, about 70% of these referrals went to two separate individuals. We 331
 332 compare the outcomes across areas for unique referrals in Appendix Table A.3 and all 332
 333 referrals in Appendix Table A.4. In both cases, we find no meaningful differences between 333
 334 referrals made Math or Reading areas of the entry exam. As referrals in both exam areas 334
 335 come from the same referrer network, we pool referrals per participant and report their 335
 336 average in terms of outcomes in our main analysis to avoid unintentionally increasing 336
 337 the statistical power of our tests when making comparisions. 337

338 What are the characteristics of the individuals who receive referrals, and how do they 338
 339 compare to others in the enrollment network? Because we have an entire pool of potential 339
 340 candidates with one referral chosen from it, we compare the distributions for our variables 340

341 of interest between the referred and non-referred students. First, referrals go to peers 341
 342 with whom the referrer has taken around 14 courses with on average, compared to almost 342
 343 4 on average with others in their network (see Figure 12). This difference of 10.1 courses 343
 344 is significant ($t = 34.98$, $p < 0.001$), indicating that referrers choose individuals with 344
 345 whom they have stronger ties. While the median referral recipient has taken 12 courses 345
 346 together with the referrer, the median network member has shared only 2.8 courses. The 346
 347 interquartile range for referrals spans from 7.5 to 19.5 courses, compared to just 2.1 to 347
 348 4.0 courses for the broader network, highlighting the concentration of referrals among 348
 349 peers within same program (93%). 349

Figure 12: Courses taken together with network members and referrals

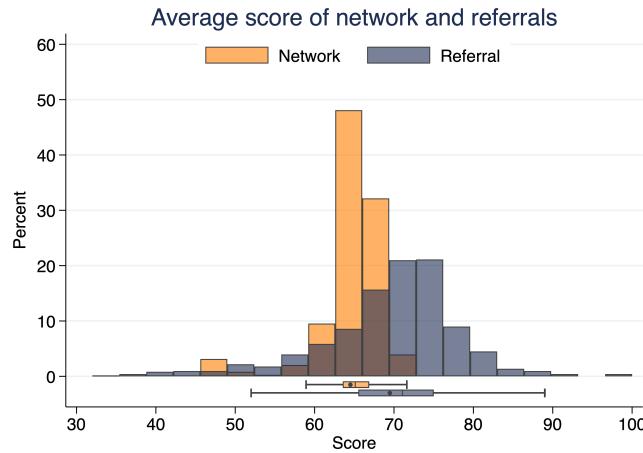


Note: This figure compares the distributions of the number of courses taken together between referrers and their network members (orange) versus referrers and their chosen referral recipients (dark blue) for all 734 participants. 75% of referral recipients having taken more than 7.5 courses together with the referrer, compared to only 25% of network members. The distributions are significantly different (Kolmogorov-Smirnov test $D = 33.37$, $p < 0.001$).

350 Second, we examine entry exam score differences between referred students and the 350
 351 broader network. Referrals go to peers with an average score of 69.5 points, compared to 351
 352 64.5 points for other network members (see Figure 13). This difference of 5 points is sig- 352
 353 nificant ($t = 18.97$, $p < 0.001$), indicating that referrers choose higher-performing peers. 353

354 While the median referral recipient scores 71 points, the median network member scores 354
 355 65.1 points. The interquartile range for referrals spans from 65.5 to 75 points, compared 355
 356 to 63.5 to 66.9 points for the broader network, highlighting the clear concentration of 356
 357 referrals among higher performing peers. 357

Figure 13: Entry exam scores of network members and referrals



Note: This figure compares the distributions of entry exam scores (Math and Reading average) between referrers' network members (orange) versus their chosen referral recipients (dark blue) for all 734 participants. 75% of referral recipients score above 65.5 points compared to only 25% of network members scoring above 66.9 points. The distributions are significantly different (Kolmogorov-Smirnov test $D = 71.16$, $p < 0.001$).

358 5.5 Effect of the Bonus treatment 358

359 Do referred individuals have different outcomes across treatments? We compare the 359
 360 performance, number of courses taken together, and SES shares of referred individuals 360
 361 between the **Baseline** and **Bonus** treatments in Table 3. While performance of referrals 361
 362 across Reading, Math, and GPA are similar across treatments, middle- and high-SES 362
 363 shares have significant differences. We find that referrals under the **Bonus** condition 363
 364 referred a higher proportion of high-SES individuals (13.5% vs 8.8%, $p = 0.041$) and 364
 365 a lower proportion of middle-SES individuals on average (47.0% vs 53.7%, $p = 0.072$). 365
 366 However, these differences do not appear to stem from systematic behavioral changes by 366

367 any particular SES group of referrers, and the overall patterns remain largely consistent 367
 368 across treatments. The similarities in academic performance and number of courses 368
 369 taken together suggest that the core selection criteria, i.e., academic merit and social 369
 370 proximity, remain unchanged between conditions. For this reason, in the remainder of 370
 371 the paper, we report pooled results combining the averages of referral outcomes across 371
 372 treatments. 372

Table 3: Characteristics of referrals by treatment condition

	Baseline Referred	Bonus Referred	<i>p</i>
Reading score	67.806	67.210	0.308
Math score	70.784	70.155	0.406
GPA	4.155	4.149	0.799
Courses taken	13.840	14.065	0.723
Low-SES	0.376	0.395	0.593
Middle-SES	0.537	0.470	0.072
High-SES	0.088	0.135	0.041
Observations	382	352	

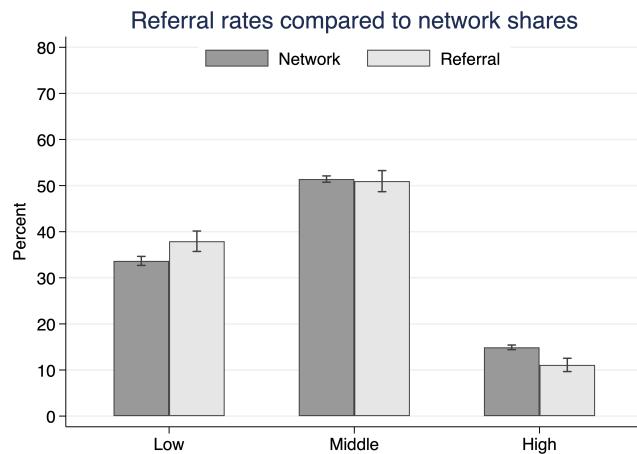
Note: This table compares the characteristics of network members who were referred under baseline vs bonus treatment conditions. *p*-values for binary outcomes are from two-sample tests of proportions; for continuous variables, from two-sample *t*-tests with unequal variances. All reported *p*-values are two-tailed. Reading and math scores are raw test scores out of 100. GPA is grade point average out of 5. Courses taken is the number of courses participant has taken with their referral. Low-SES, Med-SES, and High-SES are binary variables indicating the share of participants in estrato 1-2, 3-4, or 5-6, respectively. Both columns include only network members who were actually nominated for referral in each treatment condition.

373 5.6 Referral SES composition 373

374 We first examine the overall SES-compositions in referral selection. Referrals to low- 374
 375 SES peers constitute 37.9% of all referrals, compared to 33.7% low-SES representation 375
 376 in individual networks (see Figure 14). This represents a modest over-representation 376

377 of 4.3 percentage points. For middle-SES students, referrals constitute 51.0% versus 377
 378 51.4% network representation, showing virtually no difference (-0.5 pp.). High-SES 378
 379 referrals account for 11.1% compared to 14.9% network share, an under-representation 379
 380 of 3.8 percentage points. While these patterns suggest some deviation from proportional 380
 381 representation - with slight over-referral to low-SES peers and under-referral to high-SES 381
 382 peers - the magnitudes are relatively modest. Overall, referral compositions are largely 382
 383 balanced and closely mirror the underlying network structure, with the largest deviation 383
 384 being less than 5 percentage points for any SES group. 384

Figure 14: Referral patterns compared to network composition

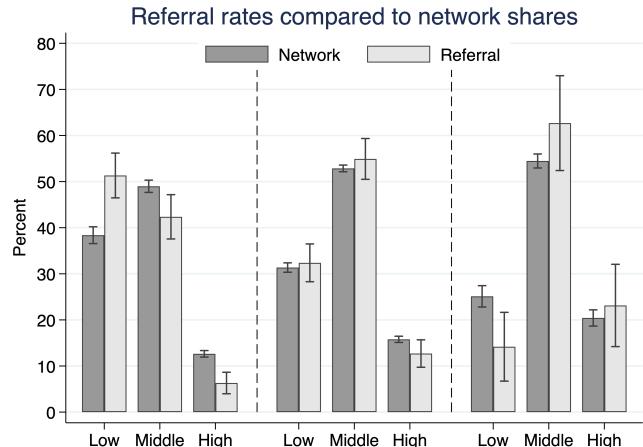


Note: This figure compares the average SES composition of referrers' networks (dark gray) to the SES composition of referrals (light gray). Error bars represent 95% confidence intervals.

385 Then, we examine referral patterns by referrer SES to identify potential SES biases 385
 386 across groups. Figure 15 reveals mixed patterns of deviation from network composition 386
 387 that vary by referrer SES. Most patterns show modest deviations from network compo- 387
 388 sition, with differences typically ranging from 1-6 percentage points. However, at the 388
 389 very extremes, i.e., low-SES to high-SES connections and vice versa, we observe the the 389
 390 largest discrepancies between network share (which were already biased toward same- 390
 391 SES connections to begin with) and referral rates. Low-SES referrers show the strongest 391
 392 same-SES preference, referring 12.9 percentage points more to low-SES students than 392

393 their network composition would suggest, while under-referring to high-SES recipients 393
 394 by 6.3 percentage points. Conversely, high-SES referrers under-refer to low-SES stu- 394
 395 dents by 10.9 percentage points compared to their network composition. Middle-SES 395
 396 referrers show the most balanced patterns, with deviations generally under 3 percent- 396
 397 age points across all recipient groups. These findings indicate that cross-SES referral 397
 398 patterns - particularly between the most socioeconomically distant groups - show the 398
 399 largest departures from network availability, suggesting that when SES differences are 399
 400 most pronounced, referral behavior diverges most from underlying network structure. 400

Figure 15: Referral patterns by referrer SES compared to network composition



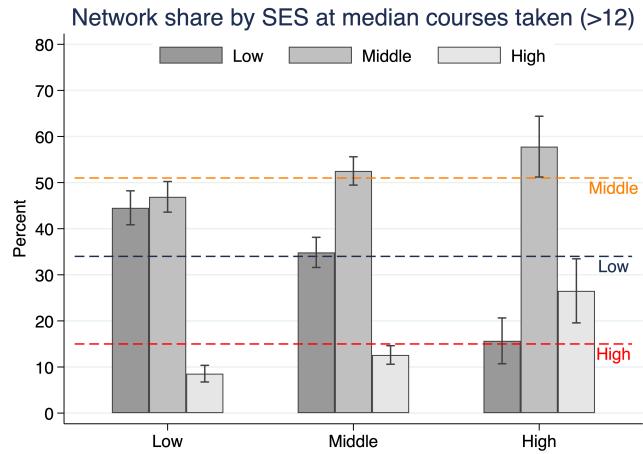
Note: This figure compares the average SES composition of referrers' networks (dark gray) to the SES composition of referrals (light gray) for each SES group. The panels show referral patterns for low-SES (left), middle-SES (center), and high-SES referrers (right). Error bars represent 95% confidence intervals.

401 5.7 Ex post referral choice sets 401

402 We now shed more light on the referral behavior after having characterized how refer- 402
 403 rals were made. Particularly interesting is that referrals go to peers with whom the 403
 404 median participant took 12 courses, with an average of 14. By restricting the networks 404
 405 for courses taken above the median, we can get a snapshot of how the referral choice 405

406 set actually looked for participants before making referral decisions. As discussed in 406
407 Section 5.2, taking more courses with network members increases the share of same-SES 407
408 individuals for both low- and high-SES students, and we had explored program selection 408
409 as a potential mechanism. In Figure 16, we show the effects of network segregation 409
410 on *ex post* referral choice sets for each SES group. Network compositions above the 410
411 median number of courses taken reveal strong segregation effects: Low-SES networks 411
412 contain 44.5% low-SES peers, higher than the 35% university-wide share by 9.5 percent- 412
413 age points. Conversely, high-SES are under-represented in low-SES networks at only 413
414 8.6% average share, compared to the 14% population share (-5.4 pp.). At the other ex- 414
415 treme, high-SES networks show the reverse pattern with average low-SES share dropping 415
416 to just 15.7%, a 19.3 percentage point decrease relative to the university average. High- 416
417 SES students have a same-SES concentration at 26.5%, doubling their 14% population 417
418 share (+12.5 pp.). Middle-SES networks remain relatively balanced and closely track 418
419 population proportions across all SES groups. Taken together, these suggest observed 419
420 referral rates of SES groups may follow the network compositions above median number 420
421 of courses taken together. We will test this formally by setting up a choice model where 421
422 we can take into account individual differences in network compositions across SES, and 422
423 try to identify SES biases that go beyond SES groups' availability in the choice sets. 423

Figure 16: Network size and courses taken together by courses taken



Note: This figure compares the network shares of SES groups in the networks of low-, middle-, and high-SES participants above the median number of courses taken together with peers. Horizontal lines plot the university-wide shares of each SES group (Low: 35%, Mid: 51%, High: 14%). Low- and high-SES networks both become same-SES dominated at the expense of each other while middle-SES networks remain balanced. Error bars represent 95% confidence intervals.

424 5.8 Identifying the SES bias in referrals

424

425 regression time!

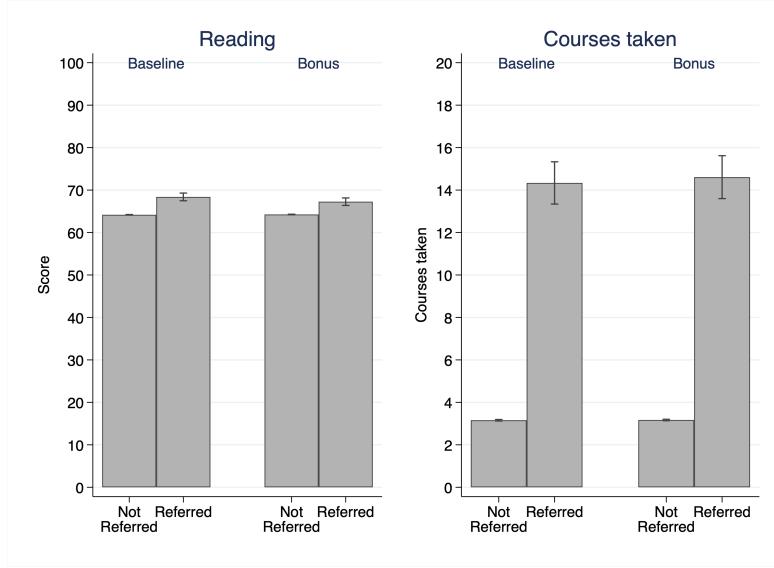
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Table 4: Comparison of math and verbal scores by SES group and data source

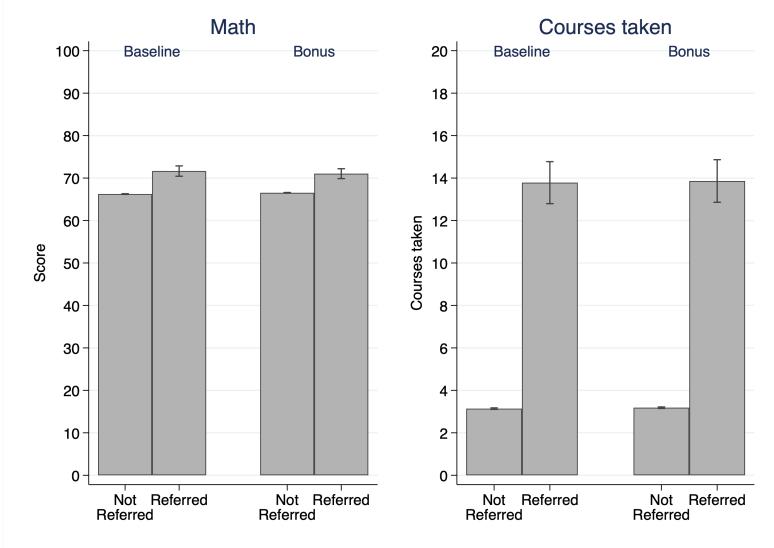
	Math			Verbal		
	Network	Admin	Sample	Network	Admin	Sample
Low-SES	66.976 (0.052)	61.653 (0.346)	67.813 (0.694)	64.738 (0.043)	60.974 (0.274)	66.058 (0.574)
Mid-SES	65.627 (0.039)	64.531 (0.224)	66.859 (0.580)	63.685 (0.032)	63.154 (0.183)	64.779 (0.436)
High-SES	67.781 (0.077)	67.330 (0.416)	70.610 (1.295)	64.966 (0.063)	64.892 (0.341)	66.397 (1.214)
Observations	128,150	4,415	669	128,847	4,403	673

Note: Standard errors in parentheses. The table presents mean scores with standard errors for math and verbal tests across the entire network, the admin data, and the sample. Admin data consistently shows lower scores than both network and the sample across all SES groups consistent with selection, with the largest gaps occurring for the Low-SES. Differences between network and sample scores are generally smaller than those between either and the admin data.

Figure 17: Effect of the Bonus on Referrals



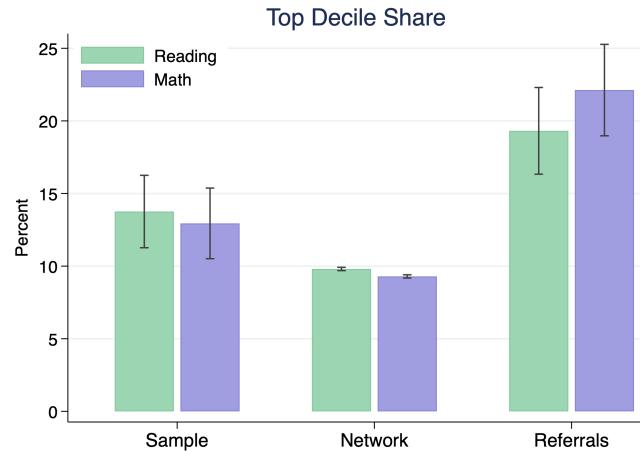
(a) Reading



(b) Math

Note: The top panel compares the reading scores and tie strength of referrals across conditions. The bottom panel shows the average standardized math and tie strength of referrals across conditions. We test differences in across conditions using two-sample t -tests and find no meaningful differences. For both math and reading, treatment causes no significant changes in referral performance or tie strength.

Figure 18: Top decile performer share across the sample, network and referrals



Note: This figure displays the percentage share of top decile individuals according to the admin data across three dimensions. First bar shows referrers in the sample of participants. Second bar is the share of top decile individuals in their networks. Third column shows the share of top decile among the referrals made. We test differences between proportions across these three groups using two-sample tests of proportions. For both math and reading scores, the differences between Sample and Network ($p < 0.001$), Sample and Referrals ($p < 0.005$), and Network and Referrals ($p < 0.001$) are all statistically significant.

426 **6 Conclusion**

426

427 **References**

427

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528 **A Additional Figures and Tables**

528

529 **Additional Figures**

529

Table A.1: Selection into the experiment

	University	Sample	p
Reading score	62.651	65.183	0.000
Math score	63.973	67.477	0.000
GPA	3.958	4.012	0.000
Low-SES	0.343	0.410	0.000
Middle-SES	0.505	0.499	0.763
High-SES	0.153	0.091	0.000
Female	0.567	0.530	0.060
Age	21.154	20.651	0.000
Observations	4,417	734	

Note: This table compares characteristics between the university and the experimental sample. *p*-values for binary outcomes (Low-SES, Med-SES, High-SES, Female) are from two-sample tests of proportions; for continuous variables, from two-sample *t*-tests with unequal variances. All reported *p*-values are two-tailed.

Table A.2: Distribution of referrals by area

Area	Only one area	Both areas	Total
Verbal	65	608	673
Math	61	608	669
Total	126	1,216	1,342

Note: The table shows how many referrers made referrals in only one area versus both areas. “Only one area” indicates individuals who made referrals exclusively for one area of the exam. “Both areas” shows individuals who made referrals in both verbal and math areas. The majority of referrers (608) made referrals in both areas.

Table A.3: Referral characteristics by exam area (unique referrals only)

	Reading	Math	<i>p</i>
Reading score	67.733	67.126	0.252
Math score	69.339	71.151	0.008
GPA	4.136	4.136	0.987
Courses taken	13.916	13.019	0.123
Low-SES	0.372	0.385	0.666
Med-SES	0.526	0.518	0.801
High-SES	0.103	0.097	0.781
Observations	487	483	

Note: This table compares characteristics of uniquely referred students by entry exam area for the referral (verbal vs. math). *p*-values are from two-sample t-tests with unequal variances. Referrals in Math area go to peers with significantly higher math scores ($p = 0.008$), while we find no significant differences for Reading scores, GPA, courses taken, or SES composition for referrals across the two areas. Excluding referrals going to the same individuals does not change the outcomes for referrals compared to Appendix Table A.4

Table A.4: Referral characteristics by academic area

	Reading	Math	<i>p</i>
Reading score	67.85	67.41	0.348
Math score	70.04	71.36	0.029
GPA	4.153	4.153	0.984
Courses taken	14.467	13.822	0.206
Low-SES	37%	38%	0.714
Middle-SES	51%	51%	0.829
High-SES	11%	11%	0.824
Observations	673	669	

Note: This table compares characteristics of referred students by entry exam area for the referral (verbal vs. math). *p*-values are from two-sample t-tests with unequal variances. Referrals in Math area go to peers with significantly higher math scores ($p = 0.029$), while we find no significant differences for Reading scores, GPA, courses taken, or SES composition for referrals across the two areas.

531 **B Experiment**

531

532 We include the English version of the instructions used in Qualtrics. Participants saw 532
533 the Spanish version. Horizontal lines in the text indicate page breaks and clarifying 533
534 comments are inside brackets. 534

535 **Consent**

535

536 You have been invited to participate in this decision-making study. This study is directed 536
537 by [omitted for anonymous review] and organized with the support of the Social Bee Lab 537
538 (Social Behavior and Experimental Economics Laboratory) at UNAB. 538

539 In this study, we will pay **one (1)** out of every **ten (10)** participants, who will be 539
540 randomly selected. Each selected person will receive a fixed payment of **70,000** (seventy 540
541 thousand pesos) for completing the study. Additionally, they can earn up to **270,000** 541
542 (two hundred and seventy thousand pesos), depending on their decisions. So, in total, 542
543 if you are selected to receive payment, you can earn up to **340,000** (three hundred and 543
544 forty thousand pesos) for completing this study. 544

545 If you are selected, you can claim your payment at any Banco de Bogotá office by 545
546 presenting your ID. Your participation in this study is voluntary and you can leave the 546
547 study at any time. If you withdraw before completing the study, you will not receive 547
548 any payment. 548

549 The estimated duration of this study is 20 minutes. 549

550 The purpose of this study is to understand how people make decisions. For this, we will 550
551 use administrative information from the university such as the SABER 11 test scores of 551
552 various students (including you). Your responses will not be shared with anyone and your 552
553 participation will not affect your academic records. To maintain strict confidentiality, the 553
554 research results will not be associated at any time with information that could personally 554

555 identify you. 555

556 There are no risks associated with your participation in this study beyond everyday risks. 556
557 However, if you wish to report any problems, you can contact Professor [omitted for 557
558 anonymous review]. For questions related to your rights as a research study participant, 558
559 you can contact the IRB office of [omitted for anonymous review]. 559

560 By selecting the option “I want to participate in the study” below, you give your con- 560
561 sent to participate in this study and allow us to compare your responses with some 561
562 administrative records from the university. 562

- 563 • I want to participate in the study [advances to next page] 563
564 • I do not want to participate in the study 564

565 ————— 565

566 Student Information 566

567 Please write your student code. In case you are enrolled in more than one program 567
568 simultaneously, write the code of the first program you entered: 568

569 [Student ID code] 569

570 What semester are you currently in? 570

571 [Slider ranging from 1 to 11] 571

572 ————— 572

573 [Random assignment to treatment or control] 573

574 **Instructions**

574

575 The instructions for this study are presented in the following video. Please watch it 575
576 carefully. We will explain your participation and how earnings are determined if you are 576
577 selected to receive payment. 577

578 [Treatment-specific instructions in video format] 578

579 If you want to read the text of the instructions narrated in the video, press the “Read 579
580 instruction text” button. Also know that in each question, there will be a button with 580
581 information that will remind you if that question has earnings and how it is calculated, 581
582 in case you have any doubts. 582

583 • I want to read the instructions text [text version below] 583

584 —————— 584

585 In this study, you will respond to three types of questions. First, are the belief questions. 585
586 For belief questions, we will use as reference the results of the SABER 11 test that you 586
587 and other students took to enter the university, focused on three areas of the exam: 587
588 mathematics, reading, and English. 588

589 For each area, we will take the scores of all university students and order them from 589
590 lowest to highest. We will then group them into 100 percentiles. The percentile is a 590
591 position measure that indicates the percentage of students with an exam score that is 591
592 above or below a value. 592

593 For example, if your score in mathematics is in the 20th percentile, it means that 20 593
594 percent of university students have a score lower than yours and the remaining 80 percent 594
595 have a higher score. A sample belief question is: “compared to university students, in 595
596 what percentile is your score for mathematics?” 596

597 If your answer is correct, you can earn 20 thousand pesos. We say your answer is correct 597

598 if the difference between the percentile you suggest and the actual percentile of your 598
599 score is not greater than 7 units. For example, if you have a score that is in the 33rd 599
600 percentile and you say it is in the 38th, the answer is correct because the difference is 600
601 less than 7. But if you answer that it is in the 41st, the difference is greater than 7 and 601
602 the answer is incorrect. 602

603 The second type of questions are recommendation questions and are also based on the 603
604 mathematics, reading, and English areas of the SABER 11 test. We will ask you to think 604
605 about the students with whom you have taken or are taking classes, to recommend from 605
606 among them the person you consider best at solving problems similar to those on the 606
607 SABER 11 test. 607

608 When you start typing the name of your recommended person, the computer will show 608
609 suggestions with the full name, program, and university entry year of different students. 609
610 Choose the person you want to recommend. If the name doesn't appear, check that you 610
611 are writing it correctly. Do not use accents and use 'n' instead of 'ñ'. If it still doesn't 611
612 appear, it may be because that person is not enrolled this semester or because they did 612
613 not take the SABER 11 test. In that case, recommend someone else. 613

614 You can earn up to 250,000 pesos for your recommendation. We will multiply your 614
615 recommended person's score by 100 pesos if they are in the first 50 percentiles. We will 615
616 multiply it by 500 pesos if your recommended person's score is between the 51st and 616
617 65th percentile. If it is between the 66th and 80th percentile, we will multiply your 617
618 recommended person's score by 1000 pesos. If the score is between the 81st and 90th 618
619 percentile, you earn 1500 pesos multiplied by your recommended person's score. And if 619
620 the score is between the 91st and 100th percentile, we will multiply your recommended 620
621 person's score by 2500 pesos to determine the earnings. 621

622 The third type of questions are information questions and focus on aspects of your 622
623 personal life or your relationship with the people you have recommended. 623

624 **Earnings** 624

625 Now we will explain who gets paid for participating and how the earnings for this study 625
626 are assigned. The computer will randomly select one out of every 10 participants to pay 626
627 for their responses. For selected individuals, the computer will randomly choose one of 627
628 the three areas, and from that chosen area, it will pay for one of the belief questions. 628

629 Similarly, the computer will randomly select one of the three areas to pay for one of the 629
630 recommendation questions. 630

631 **Additionally, if you are selected to receive payment, your recommended per- 631
632 son in the chosen area will receive a fixed payment of 100 thousand pesos. 632
633 [Only seen if assigned to the treatment] 633**

634 Each person selected to receive payment for this study can earn: up to 20 thousand pesos 634
635 for one of the belief questions, up to 250 thousand pesos for one of the recommendation 635
636 questions, and a fixed payment of 70 thousand pesos for completing the study. 636

637 Selected individuals can earn up to 340 thousand pesos. 637

638 638

639 [Participants go through all three Subject Areas in randomized order] 639

640 **Subject Areas** 640

641 **Critical Reading** 641

642 For this section, we will use as reference the Critical Reading test from SABER 11, which 642
643 evaluates the necessary competencies to understand, interpret, and evaluate texts that 643
644 can be found in everyday life and in non-specialized academic fields. 644

645 [Clicking shows the example question from SABER 11 below] 645

646 Although the democratic political tradition dates back to ancient Greece, political 646
647 thinkers did not address the democratic cause until the 19th century. Until then, democ- 647
648 racy had been rejected as the government of the ignorant and unenlightened masses. 648
649 Today it seems that we have all become democrats without having solid arguments in 649
650 favor. Liberals, conservatives, socialists, communists, anarchists, and even fascists have 650
651 rushed to proclaim the virtues of democracy and to show their democratic credentials 651
652 (Andrew Heywood). According to the text, which political positions identify themselves 652
653 as democratic? 653

- 654 • Only political positions that are not extremist 654
655 • The most recent political positions historically 655
656 • The majority of existing political positions 656
657 • The totality of possible political currents 657

658 —————— 658

659 **Mathematics** 659

660 This section references the Mathematics test from SABER 11, which evaluates people's 660
661 competencies to face situations that can be resolved using certain mathematical tools. 661

662 [Clicking shows the example question from SABER 11 below] 662

663 A person living in Colombia has investments in dollars in the United States and knows 663
664 that the exchange rate of the dollar against the Colombian peso will remain constant 664
665 this month, with 1 dollar equivalent to 2,000 Colombian pesos. Their investment, in 665
666 dollars, will yield profits of 3% in the same period. A friend assures them that their 666
667 profits in pesos will also be 3%. Their friend's statement is: 667

- 668 • Correct. The proportion in which the investment increases in dollars is the same 668
669 as in pesos. 669

- Incorrect. The exact value of the investment should be known. 670
 - Correct. 3% is a fixed proportion in either currency. 671
 - Incorrect. 3% is a larger increase in Colombian pesos. 672

673

674 English 674

675 This section uses the English test from SABER 11 as a reference, which evaluates that 675
676 the person demonstrates their communicative abilities in reading and language use in 676
677 this language. 677

[Clicking shows the example question from SABER 11 below]

679 Complete the conversations by marking the correct option. 679

- Conversation 1: I can't eat a cold sandwich. It is horrible!
 - I hope so.
 - I agree.
 - I am not.
 - Conversation 2: It rained a lot last night!
 - Did you accept?

[Following a suggestion of Dr. Paul Goldsmith, Associate Professor of English, Stanford University.]

690 **Your Score**

690

691 Compared to university students, in which percentile do you think your [Subject Area] 691
692 test score falls (1 is the lowest percentile and 100 the highest)? 692

693 [Clicking shows the explanations below] 693

694 How is a percentile calculated? 694

695 A percentile is a position measurement. To calculate it, we take the test scores for all 695
696 students currently enrolled in the university and order them from lowest to highest. The 696
697 percentile value you choose refers to the percentage of students whose score is below 697
698 yours. For example, if you choose the 20th percentile, you're indicating that 20% of 698
699 students have a score lower than yours and the remaining 80% have a score higher than 699
700 yours. 700

701 What can I earn for this question? 701

702 For your answer, you can earn **20,000 (twenty thousand) PESOS**, but only if the 702
703 difference between your response and the correct percentile is less than 7. For example, if 703
704 the percentile where your score falls is 33 and you respond with 38 (or 28), the difference 704
705 is 5 and the answer is considered correct. But if you respond with 41 or more (or 25 or 705
706 less), for example, the difference would be greater than 7 and the answer is incorrect. 706

707 Please move the sphere to indicate which percentile you think your score falls in: 707

708 [Slider with values from 0 to 100] 708

709

 709

710 **Recommendation**

710

711 Among the people with whom you have taken any class at the university, who is your 711
712 recommendation for the [Subject Area] test? Please write that person's name in the 712
713 box below: 713

714 **Important:** You will not be considered for payment unless the recommended 714
715 person is someone with whom you have taken at least one class during your 715
716 studies. 716

717 Your response is only a recommendation for the purposes of this study and we will **not** 717
718 contact your recommended person at any time. 718

719 [Clicking shows the explanations below] 719

720 Who can I recommend? 720

721 Your recommendation **must** be someone with whom you have taken (or are taking) a 721
722 class. If not, your answer will not be considered for payment. The person you recommend 722
723 will not be contacted or receive any benefit from your recommendation. 723

724 As you write, you will see up to 7 suggested student names containing the letters you 724
725 have entered. The more you write, the more accurate the suggestions will be. Please 725
726 write **without** accents and use the letter 'n' instead of 'ñ'. If the name of the person 726
727 you're writing doesn't appear, it could be because you made an error while writing the 727
728 name. 728

729 If the name is correct and still doesn't appear, it could be because the student is not en- 729
730 rolled this semester or didn't take the SABER 11 test. In that case, you must recommend 730
731 someone else. 731

732 My earnings for this question? 732

733 For your recommendation, you could receive earnings of up to 250,000 (two hundred and 733
734 fifty thousand) PESOS. The earnings are calculated based on your recommendation's 734
735 score and the percentile of that score compared to other UNAB students, as follows: 735

- 736 • We will multiply your recommendation's score by \$100 (one hundred) pesos if it's 736
737 between the 1st and 50th percentiles 737
- 738 • We will multiply your recommendation's score by \$500 (five hundred) pesos if it's 738
739 between the 51st and 65th percentiles 739
- 740 • We will multiply your recommendation's score by \$1000 (one thousand) pesos if 740
741 it's between the 66th and 80th percentiles 741
- 742 • We will multiply your recommendation's score by \$1500 (one thousand five hun- 742
743 dred) pesos if it's between the 81st and 90th percentiles 743
- 744 • We will multiply your recommendation's score by \$2500 (two thousand five hun- 744
745 dred) pesos if it's between the 91st and 100th percentiles 745

746 This is illustrated in the image below: 746

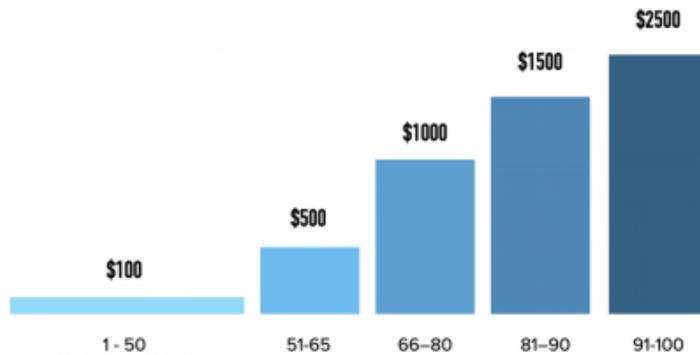


Figure B.1: Earnings for recommendation questions

747 For example, if your recommendation got 54 points and the score is in the 48th percentile, 747

748 you could earn $54 \times 100 = 5400$ PESOS. But, if the same score of 54 points were in the 748
749 98th percentile, you could earn $54 \times 2500 = 135,000$ PESOS. 749

750 [Text field with student name suggestions popping up as participant types] 750

751 _____ 751

752 Relationship with your recommendation 752

753 How close is your relationship with your recommendedation: “[Name of the student 753
754 selected from earlier]”? (0 indicates you are barely acquaintances and 10 means you are 754
755 very close) 755

756 [Slider with values from 0 to 10] 756

757 _____ 757

758 Your recommendation’s score 758

759 Compared to university students, in which percentile do you think [Name of the student 759
760 selected from earlier]’s score falls in the [Subject Area] test (1 is the lowest percentile 760
761 and 100 the highest)? 761

762 [Clicking shows the explanations below] 762

763 How is a percentile calculated? 763

764 A percentile is a position measurement. To calculate it, we take the test scores for all 764
765 students currently enrolled in the university and order them from lowest to highest. The 765
766 percentile value you choose refers to the percentage of students whose score is below 766
767 yours. For example, if you choose the 20th percentile, you’re indicating that 20% of 767
768 students have a score lower than yours and the remaining 80% have a score higher than 768
769 yours. 769

770 What can I earn for this question?

770

771 For your answer, you can earn **20,000 (twenty thousand) PESOS**, but only if the 771
772 difference between your response and the correct percentile is less than 7. For example, 772
773 if the percentile where your recommended person's score falls is 33 and you respond with 773
774 38 (or 28), the difference is 5 and the answer is considered correct. But if you respond 774
775 with 41 or more (or 25 or less), for example, the difference would be greater than 7 and 775
776 the answer is incorrect. 776

777 Please move the sphere to indicate which percentile you think your recommended per- 777
778 son's score falls in: 778

779 [Slider with values from 0 to 100] 779

780 ————— 780

781 Demographic Information 781

782 What is the highest level of education achieved by your father? 782

783 [Primary, High School, University, Graduate Studies, Not Applicable] 783

784 What is the highest level of education achieved by your mother? 784

785 [Primary, High School, University, Graduate Studies, Not Applicable] 785

786 Please indicate the socio-economic group to which your family belongs: 786

787 [Group A (Strata 1 or 2), Group B (Strata 3 or 4), Group C (Strata 5 or 6)] 787

788 ————— 788

789 UNAB Students Distribution

789

790 Thinking about UNAB students, in your opinion, what percentage belongs to each socio- 790
791 economic group? The total must sum to 100%: 791

792 [Group A (Strata 1 or 2) percentage input area] 792

793 [Group B (Strata 3 or 4) percentage input area] 793

794 [Group C (Strata 5 or 6) percentage input area] 794

795 [Shows sum of above percentages] 795

796 _____ 796

797 End of the Experiment

797

798 Thank you for participating in this study. 798

799 If you are chosen to receive payment for your participation, you will receive a confirma- 799
800 tion to your UNAB email and a link to fill out a form with your information. The process 800
801 of processing payments is done through Nequi and takes approximately 15 business days, 801
802 counted from the day of your participation. 802

803 [Clicking shows the explanations below] 803

804 Who gets paid and how is it decided? 804

805 The computer will randomly select one out of every ten participants in this study to be 805
806 paid for their decisions. 806

807 For selected individuals, the computer will randomly select one area: mathematics, 807
808 reading, or English, and from that area will select one of the belief questions. If the 808
809 answer to that question is correct, the participant will receive 20,000 pesos. 809

810 The computer will randomly select an area (mathematics, critical reading, or English) to 810
811 pay for one of the recommendation questions. The area chosen for the recommendation 811
812 question is independent of the area chosen for the belief question. The computer will 812
813 take one of the two recommendations you have made for the chosen area. Depending on 813
814 your recommendation's score, you could win up to 250,000 pesos. 814

815 Additionally, people selected to receive payment for their participation will have a fixed 815
816 earnings of 70,000 pesos for completing the study. 816

817 _____ 817

818 **Participation** 818

819 In the future, we will conduct studies similar to this one where people can earn money 819
820 for their participation. The participation in these studies is by invitation only. Please 820
821 indicate if you are interested in being invited to other studies similar to this one: 821

822 [Yes, No] 822