

UNEMPLOYMENT IN INDIA

Contents to be dealt:

- ▶ Current Situations
- ▶ Statistical Analysis
- ▶ Economic and Technical disorders
- ▶ Consequences
- ▶ Remedies



Introduction



- ▶ Precise definition of Unemployment
- ▶ Types of Unemployment
- ▶ Biggest Devil in India
- ▶ Determines the downfall of the country
- ▶ Economic growth is affected by unemployment
- ▶ Effect on crime rate
- ▶ Effects on individual life (personal and professional life)

Precise Definition

- ▶ What is misunderstood as unemployment ?
- ▶ People waiting to return to job after dischargement from the job.
- ▶ What is correct Definitions ?
- ▶ Individuals who are employable and actively seeking job but unable to find one.
- ▶ Formula for measuring Unemployment rate:

$$\frac{\text{No of people who are unemployed}}{\text{No of people in work force}}$$

Types of Unemployment

- ▶ Demand Deficient Unemployment
- ▶ Structural Unemployment



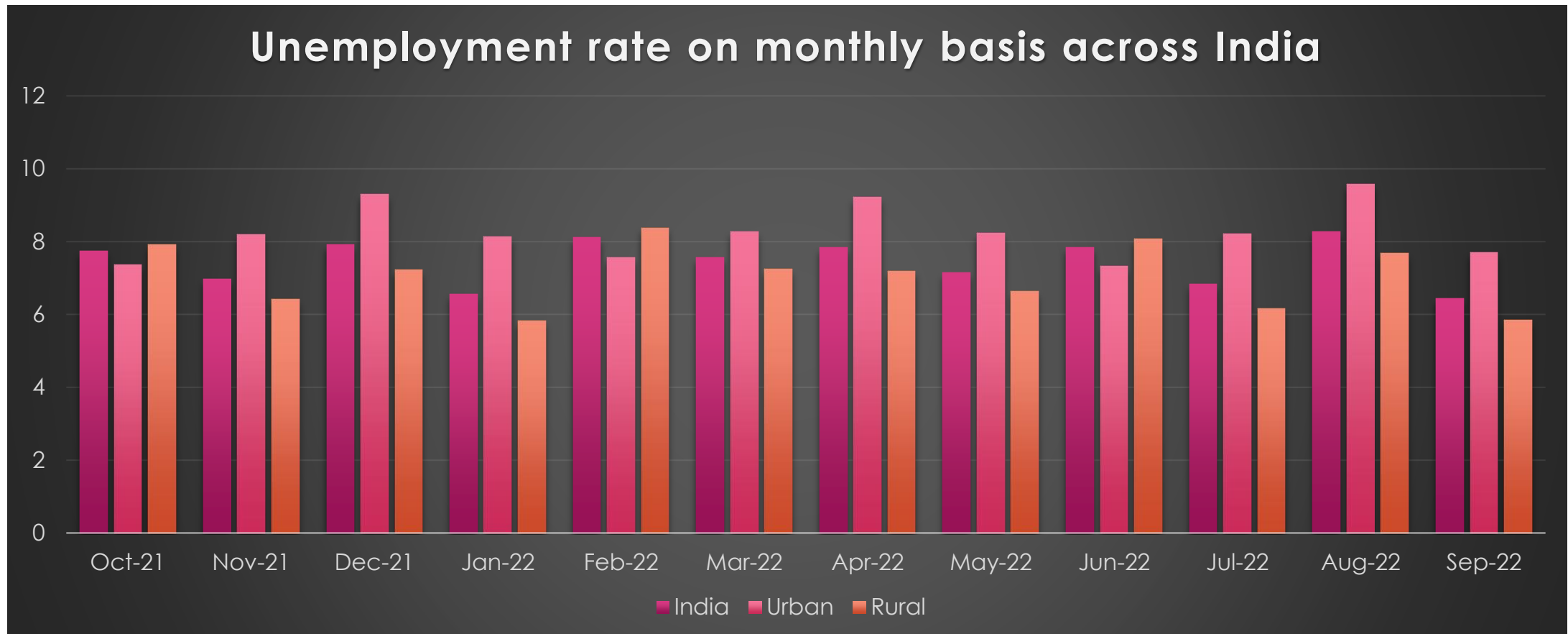
Causes of Unemployment

*UNEMPLOYED knows
EXACTLY the meaning
of LIFE without WORKING!
They know how to LIVE in
SOLITUDE & FREE TIME.
They know the MEANING,
OF STRESS FREE LIFE.
Unpressured working schedules!
They know whats VACATION,
Really mean in a life TIME!*

— NILÜFER GÜNEY

- ▶ High demand rate
- ▶ Global recession and depression
- ▶ Financial crisis
- ▶ Technological Improvement
- ▶ Lack of vocational skills

Statistical Analysis



Effect of Unemployment

- ▶ On country:
 - ▶ Poverty
 - ▶ Debt increases
 - ▶ Economic Problem increases
 - ▶ Contraction in GDP growth
- ▶ On Personal life:
 - ▶ Mental Pressure
 - ▶ Family issues
 - ▶ Inability to meet the basic needs

Unemployment leads to this...



Effect of Unemployment

- ▶ Increase in crime rate:
 - ▶ Robbery or Theft includes burglary, larceny, etc...
Main
 - ▶ Murders (by psychologically affected people)
Rare
- ▶ Reason for increase in crime rate:
 - ▶ Inability to satisfy the basic needs
 - ▶ Prolonged for long time leads to decrement in humanity in people
 - ▶ Lead to even more vulgar crimes



Remedies

What can we expect from the Government?

- ❑ **Educational Reform** – Equipping youth with skills
- ❑ **Encourage industry** – development
- ❑ **Business Environment** – Incentives to businesses (e.g., tax breaks or co-funding)

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- ❑ **Universal basic income** – but too expensive to do
 - ❑ **Drop the retirement age** – Although this costs a lot of money because of higher pension costs, but reduces the number of workers in the workforce.
 - ❑ **Drop interest rates** – more investment – more jobs

So you're telling me...

**The Government pays
people not to work?**

Memedroid

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- ❑ **Tourism** – A labour intensive industry
 - ❑ **Changes in labour law policy**
 - ❑ **Cooperation with private sector**

Government Initiative To Control Unemployment

- **MNREGA** - guarantees a minimum of 100 days paid work per year to the families
- **PMKVY** - enable youth to take up industry-relevant skill training
- **Startup India** - develop an ecosystem that nurtures and promotes entrepreneurship
- **Stand Up India** - facilitate bank loans to women and SC/ST

Job Seeker to Job Giver

- Example set by **Agnikul cosmos, Skyroot** and **Pixxel** in space.
- Ideas to Startup
- Encourage Youth

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- Balance between Academics & Skill development
 - Educate child from rural background
 - **Prime choice:** Product Made in India

Generation Nowhere

Used for people who are not looking for jobs, preparing for exams and addicted to their phones.

Termed by **Craig Jeffrey**

Many Indian Youths are not looking for Jobs

- **Discouraged Worker** - When finding job is hard and unskilled workers decide not to search for jobs
- **What are they doing?** - They're dependent on home rent, pension, etc.
- **Reasons:**
 1. Investment Crisis
 2. Organised Jobs vs Unorganised Jobs
 3. Women leaving workspace

References

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- ▶ <https://unemploymentinindia.cmie.com/>
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- ▶ Economics of the Labour Market: Unemployment and the Costs of Unemployment by **PNR Junankar**