

# Does Friends' Gender Matter for Students' Academic Performance?

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He Jiang<sup>1</sup>   Xu Lin<sup>2</sup>

<sup>1</sup>Department of Economics  
Virginia Tech

<sup>2</sup>Department of Economics  
Virginia Tech

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# Motivation

- Gender peer effects on academic performance are of interest to parents, policy makers, and researchers.
- Peer factors are inputs in the educational production function, like individual factors, family factors, and school factors.
- Peer effects are externalities that spill over from peers' outcomes (endogenous) or peers' exogenous characteristics (contextual).

# Previous Research

- Gender composition effects have been studied a lot in the context of the proportion of female students in an aggregate level, such as classroom.
  - Positive effect: Hoxby, 2000; Lavy and Schlosser, 2011; Eren, 2017; Dewan et al., 2017; Gong et al., 2019
  - Negative effect: Fryer Jr and Levitt, 2010; Bertrand and Pan, 2013; Joensen and Nielsen, 2016; Dustmann et al., 2018
- However, such a broad reference group specification cannot capture the effects generated from social interactions among the students.
- Using proportion cannot capture the effect of being social-integrated.

# Endogenous Friends Variables

- We use the number of same-gender and opposite-gender friends in a school-level friendship network.
- The fundamental challenge is the non-random formation of the peer groups.
- We are also concerned about reverse causation and measurement errors.

$$y_{ics} = \alpha_0 + \alpha_1 \text{FOS}_{ics} + \alpha_2 \text{FFS}_{ics} + X'_{ics} \alpha_3 + C'_{cs} \alpha_4 + S'_s \alpha_5 + \alpha_{\text{county}} + \varepsilon_{ics}$$

- $\alpha_1$  and  $\alpha_2$  are upward biased due to the endogeneity.
- We estimate the model using the instrumental variables.

# Identification Strategy

- The first stage equation is given by running an OLS regression for each of the endogenous variables, FSS and FOS, on all instrumental variables and exogenous variables:

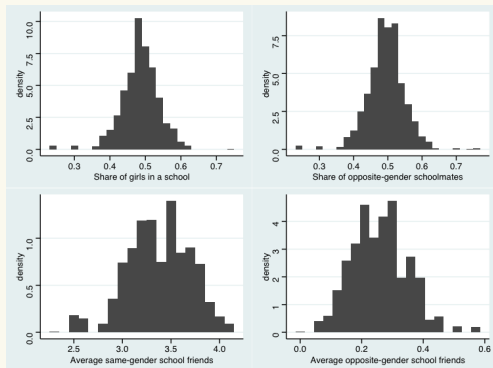
$$FSS_{ics} = \eta_0 + \eta_1 Z_{ics} + X'_{ics} \eta_2 + C'_{cs} \eta_3 + S'_s \eta_4 + \eta_{county} + u_{ics}$$

$$FOS_{ics} = \theta_0 + \theta_1 Z_{ics} + X'_{ics} \theta_2 + C'_{cs} \theta_3 + S'_s \theta_4 + \theta_{county} + v_{ics}$$

- The predicted FSS and FOS are then inserted into the regression equation to carry out an IV estimation to identify the effects.

# Instrumental Variables

- parents' strictness with friends making
- share of opposite gender schoolmates
- school-level average number of same gender friends
- school-level average number of opposite gender friends



Three main contributions of the paper:

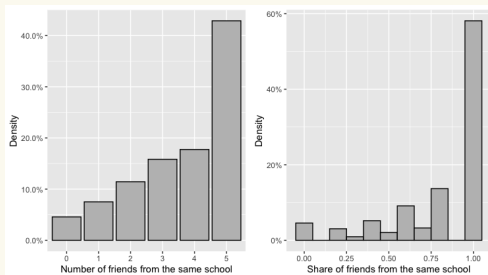
- We use students' school friendship network and divide into two groups respectively, i.e., same-gender and opposite-gender friends.
- We employ a novel set of instrumental variables to address the endogeneity of friends' gender composition.
- We explore the possible channels through which being popular of same gender and opposite gender affects academic achievement.

- China Education Panel Survey (CEPS)
- It is the first national, representative, longitudinal survey of middle school students in China.
- The baseline survey was conducted in the 2013-2014 academic year.
- The baseline survey includes 19,487 students, of which 10,279 students from the 7th grade and 9,208 students from the 9th grade.
- The follow-up survey was conducted in the 2014-2015 academic year. Only data for the 7th grade cohort is available.
- The sample size we use for this study is 18,457.



# Friendship Network

- In the baseline survey, students were asked to nominate up to five friends. Individuals could leave nominations blank, but could not exceed the limit of five nominations.



- Basic demographics of friends are included: gender, Hukou status, is he/she in the same school and/or class.
- Friends' behaviors, such as studying hard, expecting to go to college, skipping classes, criticized or punished for violating school rules, etc, are also available.

# Descriptive Statistics of Variables

	N	mean	St. Dev.	min	max
School FSS	18,457	3.3868	1.5402	0	5
School FOS	18,457	0.2593	0.6506	0	5
<b>Outcomes:</b>					
Chinese	18,441	70.2265	9.7054	6.1645	98.4746
Mathematics	18,427	70.1514	9.8401	8.4217	145.1149
English	18,426	70.1941	9.8343	11.3495	107.8161
Total	18,386	210.6265	25.5760	55.4928	293.9303
<b>Instruments:</b>					
School-level average number of FSS	18,457	3.3755	0.3234	2.3125	4.0920
School-level average number of FOS	18,457	0.2588	0.0889	0	0.5625
% of opposite gender schoolmates	18,457	0.4943	0.0540	0.2455	0.7545
Parents' strictness with making friends: no	18,457	0.1898	0.3922	0	1
Parents' strictness with making friends: moderate	18,457	0.4966	0.5000	0	1
Parents' strictness with making friends: serious	18,457	0.3135	0.4639	0	1

# Main Results

	Chinese (1)	Mathematics (2)	English (3)	Total (4)
OLS RESULTS				
School FSS	0.0678 (0.0525)	0.0089 (0.0535)	0.1596*** (0.0512)	0.2339* (0.1375)
School FOS	0.3400*** (0.1131)	0.2171* (0.1143)	0.3593*** (0.1141)	0.8944*** (0.2953)
Observations	17,609	17,596	17,593	17,556
IV RESULTS				
School FSS	-1.0782*** (0.3556)	-1.2194*** (0.3661)	-1.3629*** (0.3613)	-3.6113*** (0.9218)
School FOS	-1.9793* (1.0335)	-0.8215* (1.0637)	-2.4147** (1.0586)	-5.2456* (2.7056)
Observations	17,609	17,596	17,593	17,556
Diagnostics				
<i>First-stage F statistic</i>	57.984			
	36.909			
<i>Sargan test</i>	2.582	3.544	0.238	0.809

Note: Standard errors in parentheses. Standard errors are clustered at class level.

\*  $p < 0.10$ , \*\*  $p < 0.05$ , \*\*\*  $p < 0.01$

# Robustness Check I: Random Assignment

	Chinese (1)	Mathematics (2)	English (3)	Total (4)
MAIN RESULTS				
School FSS	-1.0782*** (0.3556)	-1.2194*** (0.3661)	-1.3629*** (0.3613)	-3.6113*** (0.9218)
School FOS	-1.9793* (1.0335)	-0.8215* (1.0637)	-2.4147** (1.0586)	-5.2456* (2.7056)
Observations	17,609	17,596	17,593	17,556
SCHOOLS WITH RANDOM ASSIGNMENT				
School FSS	-1.3255** (0.6351)	-0.4720 (0.5713)	-1.4828** (0.6105)	-3.1712** (1.4894)
School FOS	-4.1998** (1.7636)	-0.3980 (1.5761)	-2.9107* (1.7225)	-6.9505* (4.2039)
Observations	11,700	11,696	11,697	11,696

Note: Standard errors in parentheses. Standard errors are clustered at class level.

\*  $p < 0.10$ , \*\*  $p < 0.05$ , \*\*\*  $p < 0.01$

# Robustness Check II: Alternative Friends

	Chinese (1)	Mathematics (2)	English (3)	Total (4)
MAIN RESULTS				
School FSS	-1.0782*** (0.3556)	-1.2194*** (0.3661)	-1.3629*** (0.3613)	-3.6113*** (0.9218)
School FOS	-1.9793* (1.0335)	-0.8215* (1.0637)	-2.4147** (1.0586)	-5.2456* (2.7056)
Observations	17,609	17,596	17,593	17,556
NOT LIMITED TO SCHOOL FRIENDS				
FSS	-2.0401*** (0.6811)	-1.7599*** (0.6824)	-2.5320*** (0.7227)	-6.2869*** (1.8222)
FOS	-2.3336*** (0.8454)	-1.5608* (0.8533)	-2.8984*** (0.9061)	-6.7976*** (2.2826)
Observations	17,609	17,596	17,593	17,556

Note: Standard errors in parentheses. Standard errors are clustered at class level.

\*  $p < 0.10$ , \*\*  $p < 0.05$ , \*\*\*  $p < 0.01$

# Robustness Check III: Additional Controls

	(1)	(2)	(3)
PANEL A: CHINESE			
School FSS	-1.0782*** (0.3556)	-1.1266*** (0.3544)	-1.0925*** (0.3587)
School FOS	-1.9793* (1.0335)	-2.0074* (1.0284)	-2.0974** (1.0526)
PANEL B: MATH			
School FSS	-1.2194*** (0.3661)	-1.2725*** (0.3649)	-1.2599*** (0.3690)
School FOS	-0.8215 (1.0637)	-0.9090 (1.0580)	-1.2222 (1.0823)
Friends' academic performance		✓	
Other parents' strictness measurements			✓

Note: Standard errors in parentheses. Standard errors are clustered at class level.

\*  $p < 0.10$ , \*\*  $p < 0.05$ , \*\*\*  $p < 0.01$

# Robustness Check III: Additional Controls (cont'd)

	(1)	(2)	(3)
PANEL C: ENGLISH			
School FSS	-1.3629*** (0.3613)	-1.4093*** (0.3605)	-1.3377*** (0.3643)
School FOS	-2.4147** (1.0586)	-2.3926** (1.0549)	-2.6003** (1.0772)
PANEL D: TOTAL			
School FSS	-3.6113*** (0.9218)	-3.7557*** (0.9182)	-3.6363*** (0.9296)
School FOS	-5.2456* (2.7056)	-5.3622** (2.6909)	-5.9344** (2.7550)
Friends' academic performance		✓	
Other parents' strictness measurements			✓

Note: Standard errors in parentheses. Standard errors are clustered at class level.

\*  $p < 0.10$ , \*\*  $p < 0.05$ , \*\*\*  $p < 0.01$

# Heterogeneity by Grade Level

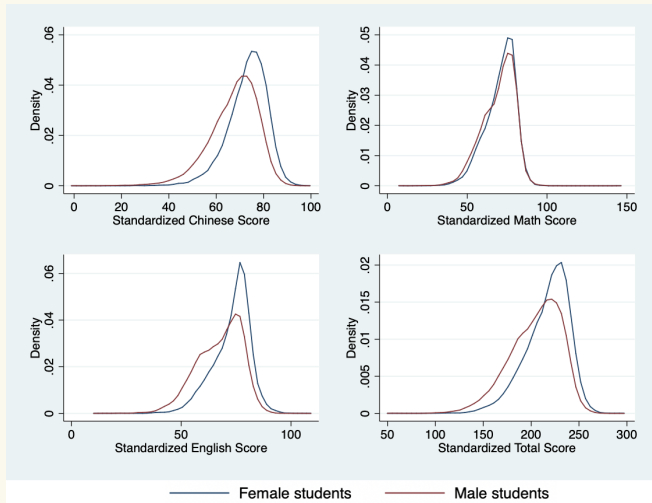
	Chinese (1)	Mathematics (2)	English (3)	Total (4)
7TH GRADE 2013 - 2014				
School FSS	-1.4051*** (0.5003)	-1.6849*** (0.5115)	-1.8462*** (0.5178)	-4.9435*** (1.2974)
School FOS	-4.4722** (1.8412)	-0.8602 (1.8898)	-5.5711*** (1.9266)	-10.8607** (4.8671)
Observations	9,318	9,314	9,316	9,298
7TH GRADE 2014 - 2015				
School FSS	2.1406 (1.3252)	2.0985 (1.6703)	1.0564 (1.4309)	5.4404 (3.3909)
School FOS	-5.0320*** (1.7195)	2.7513 (2.1665)	-3.5014* (1.8469)	-8.0410* (4.3745)
Observations	8,702	8,704	8,694	8,693
9TH GRADE 2013 - 2014				
School FSS	-0.5776 (0.5735)	-0.6023 (0.5849)	-0.4521 (0.5787)	-1.5435 (1.4772)
School FOS	-0.2232 (1.3729)	0.6422 (1.3867)	0.4234 (1.3859)	0.6450 (3.5270)
Observations	8,291	8,282	8,277	8,258

Note: Standard errors in parentheses. Standard errors are clustered at class level.

\*  $p < 0.10$ , \*\*  $p < 0.05$ , \*\*\*  $p < 0.01$



# Standardized Grades by Gender



# Heterogeneity by Gender

	Chinese (1)	Mathematics (2)	English (3)	Total (4)
FEMALE				
School FSS	-0.8606** (0.4369)	-1.9118*** (0.4991)	-1.3908*** (0.4510)	-4.1185*** (1.1749)
School FOS	-2.3369** (1.1771)	-1.3217 (1.3431)	-2.7144** (1.2228)	-6.6234** (3.1847)
Observations	8,707	8,703	8,702	8,692
MALE				
School FSS	-0.9334 (0.5756)	-0.2798 (0.5543)	-0.7889 (0.5742)	-1.8571 (1.4485)
School FOS	-1.1992 (2.0050)	-0.0068 (1.9299)	-1.6545 (2.0197)	-3.0099 (5.1129)
Observations	8,902	8,893	8,891	8,864

Note: Standard errors in parentheses. Standard errors are clustered at class level.

\*  $p < 0.10$ , \*\*  $p < 0.05$ , \*\*\*  $p < 0.01$

# Mechanisms: Time Allocation

DESCRIPTIVE STATISTICS					
	N	Mean	St. Dev.	Min	Max
School assignments	16,472	16.4237	9.1297	0	51.0000
Extra assignments	15,015	2.9421	4.3559	0	19.8333
Cram schools	13,767	0.4529	1.2751	0	8.6667
Sports	15,459	4.2886	4.1226	0	19.8333
Reading (not textbooks)	16,260	5.9795	4.7364	0	23.8333
Watching TV	15,602	5.4000	4.8031	0	25.2333
Internet and video games	16,198	3.6361	4.4778	0	26.2500
Housework	15,792	5.2040	4.5413	0	24.8167
RESULTS					
	School assignments (1)	Extra assignments (2)	Cram schools (3)	Sports (4)	
School FSS	-0.3463 (0.3659)	-0.3069 (0.1899)	0.0208 (0.0566)	-0.1675 (0.1786)	
School FOS	-3.1983*** (1.1309)	-0.0389 (0.5454)	-0.0215 (0.1656)	-1.3362*** (0.5719)	
Observations	15,761	14,337	13,107	14,782	
	Reading (not textbooks) (5)	Watching TV (6)	Internet and video games (7)	Housework (8)	
School FSS	0.0966 (0.1970)	0.7370*** (0.2081)	0.3675* (0.1916)	-1.1379*** (0.2078)	
School FOS	1.0323* (0.5885)	0.6670 (0.6280)	1.2510** (0.5565)	-2.3730*** (0.6119)	
Observations	15,553	14,920	15,491	15,122	

# Mechanisms: Activities and Behaviors

DESCRIPTIVE STATISTICS					
	N	Mean	St. Dev.	Min	Max
Number of hobbies	18,415	1.6096	1.1279	0	7
Museums and zoos (friends)	17,908	1.9293	1.0242	1	5
Movies, games and shows (friends)	17,863	2.2887	1.2686	1	5
Join in class/school activities	18,338	2.7546	1.0126	1	4
Late for classes	18,414	1.2489	0.6136	1	4
Absence from class	18,408	1.0878	0.4211	1	4
Romantic relationship	18,306	1.2375	0.4909	1	3
Sleeping time	18,031	7.9817	1.2376	4	12.9333
RESULTS					
	Number of hobbies (1)	Museums and zoos (2)	Movies, games and shows (3)	Join in class/school activities (4)	
School FSS	0.0562 (0.0442)	0.1171*** (0.0394)	0.1816*** (0.0496)	0.0276 (0.0391)	
School FOS	−0.1794 (0.1290)	0.5171*** (0.1212)	0.6210*** (0.1512)	0.2965*** (0.1125)	
Observations	17,589	17,119	17,074	17,516	
	Late for classes (5)	Absence from class (6)	Romantic relationship (7)	Sleeping time (8)	
School FSS	−0.0390 (0.0243)	0.0273 (0.0168)	−0.0325 (0.0200)	−0.2415*** (0.0457)	
School FOS	0.0503 (0.0705)	0.0120 (0.0485)	0.1648*** (0.0571)	−0.0020 (0.1352)	
Observations	17,588	17,582	17,481	17,238	

# Mechanisms: Class and School Environment

DESCRIPTIVE STATISTICS					
	N	Mean	St. Dev.	Min	Max
Nice classmates	18,350	3.2747	0.7969	1	4
Easy to get along with classmates	18,355	3.1748	0.8340	1	4
Good class atmosphere	18,330	3.1404	0.8717	1	4
Close to people in school	18,216	2.9406	0.9211	1	4
Bored of school	18,267	1.6668	0.8644	1	4
Desire to transfer	18,376	1.5058	0.8662	1	4
RESULTS					
	Nice classmates (1)	Easy to get along with classmates (2)	Good class atmosphere (3)		
School FSS	0.0751** (0.0313)	0.0975*** (0.0330)	0.1835*** (0.0348)		
School FOS	-0.0826 (0.0913)	0.0431 (0.0954)	-0.0917 (0.1007)		
Observations	17,528	17,532	17,511		
	Close to people in school (4)	Bored of school (5)	Desire to transfer (6)		
School FSS	0.1866*** (0.0363)	-0.1325*** (0.0344)	-0.1159*** (0.0343)		
School FOS	0.1180 (0.1029)	0.1500 (0.0987)	0.1608 (0.0991)		
Observations	17,400	17,446	17,551		

# Implications

- Being popular negatively impacts the middle school students' academic performance.
- Being popular with the opposite gender has a larger negative effect than being popular with the same gender.
- Specifically, an additional same-gender friend reduces the standardized total score by 3.6113 points. An additional opposite-gender friend reduces the standardized total score by 5.2456.
- The effects of friends are more strongly correlated with verbal or language test scores than with math test scores.

# Implications (cont'd)

- Younger students are more severely impacted by making friends.
- The negative impacts of making friends mostly occur when building friendship, rather than maintaining friendship.
- Female students are more vulnerable to friendships building and maintenance.
- The main avenue of the negative effects can be explained by the “crowding out effect of time”.
- The increased probability of being in a romantic relationship associated with opposite-gender friends and better feelings about schools associated with same-gender friends explain why the effect of being popular with opposite gender is larger.

