

Accepted Manuscript

Are foreign private equity buyouts bad for workers?

Martin Olsson, Joacim Tåg

PII: S0165-1765(18)30309-4
DOI: <https://doi.org/10.1016/j.econlet.2018.08.002>
Reference: ECOLET 8152

To appear in: *Economics Letters*

Received date: 30 May 2018
Accepted date: 2 August 2018

Please cite this article as: Are foreign private equity buyouts bad for workers?. *Economics Letters* (2018), <https://doi.org/10.1016/j.econlet.2018.08.002>

This is a PDF file of an unedited manuscript that has been accepted for publication. As a service to our customers we are providing this early version of the manuscript. The manuscript will undergo copyediting, typesetting, and review of the resulting proof before it is published in its final form. Please note that during the production process errors may be discovered which could affect the content, and all legal disclaimers that apply to the journal pertain.



Are Foreign Private Equity Buyouts Bad for Workers?*

Martin Olsson

Research Institute of Industrial Economics (IFN)

Joacim Tåg

Research Institute of Industrial Economics (IFN)

May 2018

ABSTRACT

The media often cast foreign private equity firms as villains who gamble with local jobs. We use detailed registry data from Sweden to show that foreign buyouts have not affected workers' labor market outcomes. But domestic buyouts have. They have increased unemployment incidence by a fifth, duration by a third, and lowered labor income by seven percent.

JEL-codes: G24, J20.

Keywords: Buyouts, Cross-border, Employment, Foreign, LBOs, Private Equity, Workers.

* martin.olsson@ifn.se and joacim.tag@ifn.se. Corresponding Author: Joacim Tåg, Research Institute of Industrial Economics, Box 55665, SE-102 15 Stockholm, Sweden. Declaration of interest: none.

Download English Version:

<https://daneshyari.com/en/article/8942314>

Download Persian Version:

<https://daneshyari.com/article/8942314>

[Daneshyari.com](https://daneshyari.com)