Friday the 13th The Empirics of Bad Luck

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Introduction

- Superstitions have important influence on (some) peoples' actions
- Certain events/actions thought to have important effects
 - Black cat crossing one's path; breaking a mirror; walking under a ladder; spilling salt; etc
 - Four-leaf clover; horse-shoe; rabbit foot; shooting star; etc.
 - o Astrology
- People often adjust their behavior and/or attribute certain outcomes to such occurrences

Introduction (cont'd)

- Lucky and unlucky numbers and days
- 13 considered unlucky in European culture (Triskaidekaphobia); 7 lucky number
 O Different beliefs in other cultures: 4/8 in Asia
- Origins: 12 *perfect* number, 13 one too many
 - 12 months, 12 hours, 12 deities of Olympus, 12 tribes of Israel, 12 Apostles of Jesus, 12 successors of Muhammad, 12 signs of the Zodiac, 12 years of the Buddhist cycle
- Friday unlucky day; Friday the 13th particularly unlucky
 - Jesus crucified on Friday; sailors believed it unlucky to start a voyage on Friday

Introduction (cont'd)

- This can have important behavioral implications
 - Airlines and hotels avoid using 13 in row/flight/floor/room numbers
 - In the UK, house at #13 sells for £6,500 less on average than other houses in the same street
 - 28% of UK streets do not have number 13
 - US: 2.2% penalty for houses ending with 4 (2.5% premium if ending with 8) in areas with high immigrant share
 - Vietnam: 12% more children born in auspicious years
- People avoid important decisions on unlucky days
 - Buying/selling house, starting journeys or new undertakings, getting married
- \$800-900mn in lost business on F13 in the US

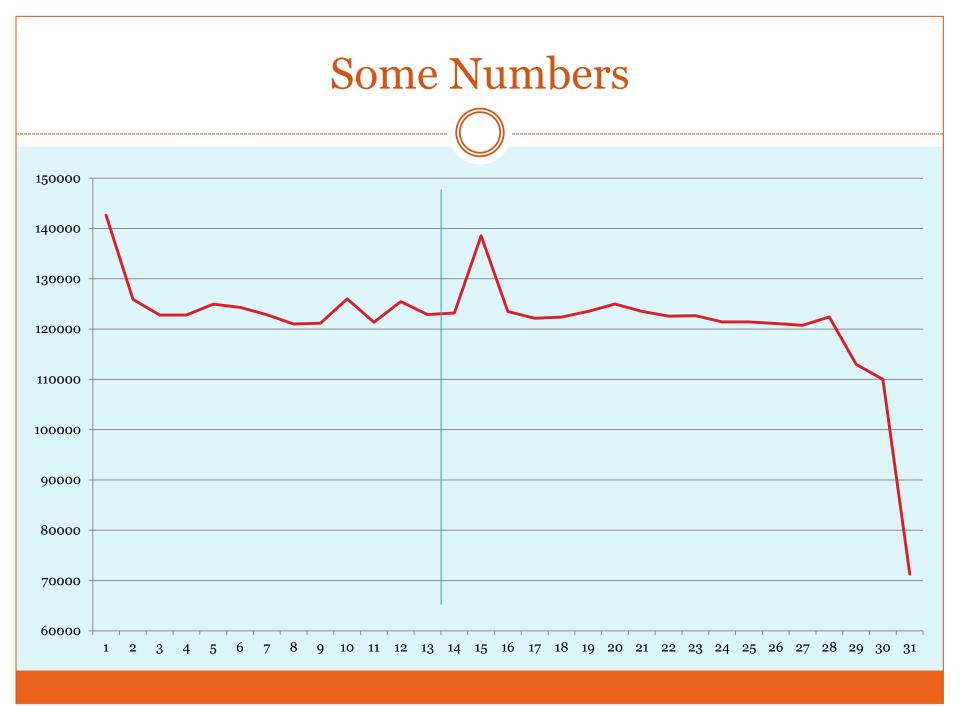
- Effect of being born on the 13th and on Friday the 13th on employment, wages, and marriage
- Important outcomes, unlikely to be affected by shortterm behavioral adjustments
 - Cf accidents, investments, etc
- Potential mechanism at work
- 1. Inauspicious days <u>cause</u> back luck
- 2. People born on an unlucky day different in terms of confidence, attitudes to risk, etc.
- 3. People born on an unlucky day subject to discrimination (positive or negative) by others

Data

- UK Labour Force Survey, 1999-2011
- Over 100K individuals every quarter, almost 4 million usable observations
- Detailed socio-economic information, including date of birth (restricted version)
- Test:
- 1. Effect of being born on the 13th
- 2. Falsification tests: born on the 12th and 14th
- 3. Effect of being born on Friday the 13th

Unlucky 13





Unlucky at work?

Probability of being employed (full or part time)

	Birth on the 13 th		Birth on the 12 th			Birth on the 14 th			
	Total	Men	Women	Total	Men	Women	Total	Men	Women
Birth day effect	.0009421 (.00072) [1.30]	.002016 (.00094) [2.15] **	000352 (.00099) [-0.35]	000439 (.00072) -0.61	0013152 (.00096) [-1.38]	.0007877 (.00097) [0.81]	001229 (.00074) [-1.67] *	.0001402 (.00096) [0.15	002907 (.00101) [-2.87] **
No. of obs	2952022	1537869	1398711	2952022	1537869	1398711	2952022	1537869	1398711
Pseudo R2	0.1908	0.0821	0.2081	0.1908	0.0821	0.2081	0.1908	0.0821	0.2081
LR Chi2	267398.7	57143.33	128839.8	267397.4	57140.75	128840.4	267399.9	57138.84	128848.3
Prob>c hi2	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000

Unlucky at payday?

Effect on hourly wage (1)

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	Birth on the 13 th			Birth on the 12 ^t "			Birth on the 14 th		
	Total	Men	Women	Total	Men	Women	Total	Men	Women
Birth day effect	066 (.117) [-0.57]	.144 (.206) [0.70]	196 (.135) [-1.45]	.1435 (.1169) [1.23]	.3443 (.204) [1.68]	0111 (.1368) [-0.08]	-0.0037 (.1175) [-0.03]	-0.1968 (.2085) [-0.94]	.1454 (.1361) [1.07]
Number of obs	258117	106990	151127	258117	106990	151127	258117	106990	151127
Adj R2	0.0342	0.03	0.041	0.0342	0.0318	0.0405	0.0342	0.0318	0.0405
F	183.59	74.18	131.36	183.62	74.23	131.32	183.58	74.19	131.34
Prob>F	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000

Unlucky at payday?

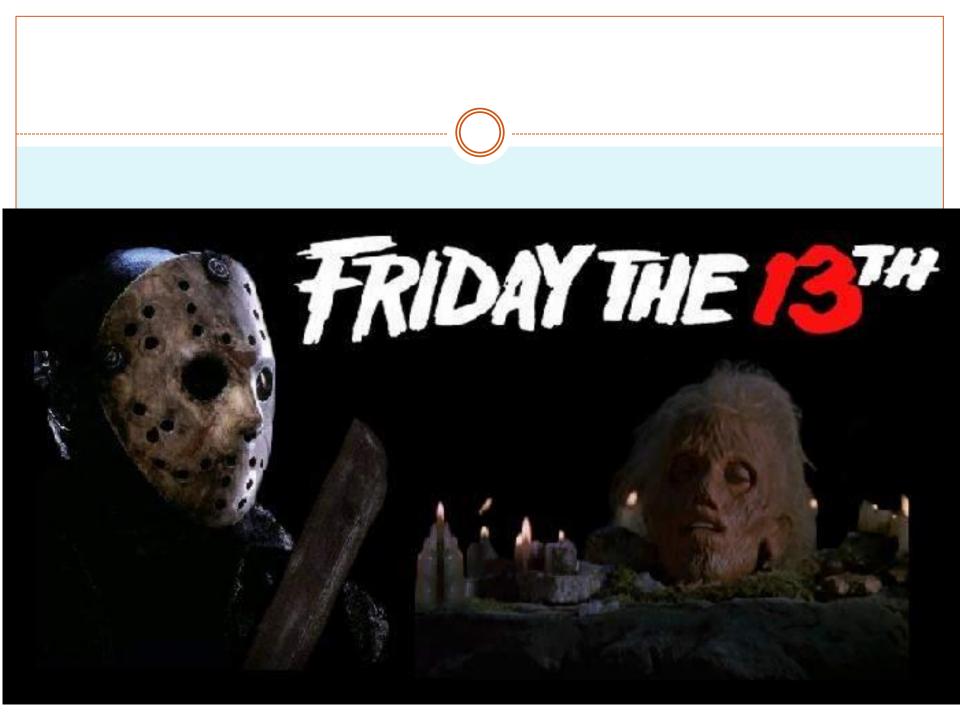
Effect on hourly wage (2)

	Birth on the 13 th		Birth on the 12 ^t "			Birth on the 14 th			
	Total	Blue collar	White collar	Total	Blue collar worker	White collar	Total	Blue collar worker	White collar
Birth day effect	066 (.117) [-0.57]	26462 (.3327) [-0.80]	21069 (.3852) [-0.55]	.1435 (.1169) [1.23]	0.6226 (.3292) [1.89]	1073 (.3818) [-0.28]	-0.0037 (.1175) [-0.03]	0756 (.3268) [-0.23]	0568 (.3954) [-0.14]
Number of obs	258117	34074	16247	258117	34074	16247	258117	34074	16247
Adj R2	0.0342	0.0644	0.0525	0.0342	0.0633	0.0525	0.0342	0.0632	0.0525
F	183.59	50.97	22.45	183.62	51.02	22.45	183.58	50.94	22.45
Prob>F	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000

Unlucky in love?

Probability of being single

	Birth on the 13 th			Birth on the 12 th			Birth on the 14 th		
	Total	Men	Women	Total	Men	Women	Total	Men	Women
Birth day effect	0024872 (.00162) [-1.54]	006715 (.0024) [-2.80] **	.0010283 (.00217) [0.47]	00301 (.0016) [-1.88] *	00351 (.00239) [-1.47]	002273 (.00214) [-1.06]	0035679 (.00162) [-2.21]	0020213 (.00243) [-0.83]	0045031 (.00214) [-2.10] **
No of obs	3802201	1867180	1935020	3802201	1867180	1935020	3802201	1867180	1935020
Pseudo R2	0.3934	0.3976	0.3994	0.3934	0.3976	0.3994	0.3934	0.3976	0.3994
LR chi2	1893916.4	960861.7	954631.5	1893917.	960856.	954632.	1893918.9	960854.6	954635.66
Prob> F	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000			



Unlucky at work?

Probability of being employed (full or part time)

	Birth on Friday the 13 th					
	Total	Men	Women			
Birth day effect	0009006 (.00189) [-0.48]	0000888 (.00246) [-0.04]	0015747 (.00257) [-0.61]			
Number of obs	2,952,022	1,537,869	1,398,711			
Pseudo R2	0.1908	0.0821	0.2081			
LR Chi2	267397.28	57138.82	128840.10			
Prob>chi2	0.0000	0.0000	0.0000			

Unlucky at payday?

Effect on hourly wage

	Birth on Friday the 13 th						
	Total	Men	Women	Blue collar	White collar		
Birth day efffect	3032 (.3061) [-0.99]	5231 (.5586) [-0.94]	0821 (.3480) [-0.24]	4704 (0.853) [-0.55]	5164 (0.9653) [-0.53]		
Number of obs	258117	106990	151127	34074	16247		
Adj R2	0.0342	0.0318	0.0405	0.0632	0.0525		
F	183.61	74.19	131.32	50.59	22.45		
Prob>F	0.0000	0.0000	0.0000	0.0000	0.0000		

Unlucky in love?

Probability of being single

	Birth on Friday the 13 th						
	Total	Men	Women				
Birth day effect Number of obs	.0082634 (.00421) [1.96] ** 3,802,201	.00801 (.00627) [1.28] 1,867,180	.0092068 (.00564) [1.63] * 1,935,020				
Pseudo R2	0.3934	0.3976	0.3994				
LR chi2	1893917.92	960855.55	954633.98				
Prob>F	0.0000	0.0000	0.0000				

Matching Model

Birth day effect on	Birth on the 13 th	Birth on Friday the 13 th
Employment	.001784503	.000569111
	(.002969413)	(.003053289)
	[0.60]	[0.19]
Number of obs	2,952,022	2,952,012
Hourly wage	.014812172	121767635
	(.178562015)	(.145375928)
	[0.08]	[-0.84]
Number of obs	258,117	257,974
Being single	.002247008	.006989903
	(.004667413)	(.005125805)
	[0.48]	[1.36]
Number of obs	3,802,201	3,802,155

Conclusions

- Superstitions and irrational beliefs have important effects of people's behavior
- Some 'inauspicious' outcomes difficult to avoid
- Little evidence that being born on the 13th has adverse effect on employment, pay or marriage
 - Men more likely to be employed, and less likely to remain single but effects small in magnitude
- Little adverse effect of being born on Friday the 13th
 Women more likely to remain single (not very robust)
- The 13th, and Friday the 13th, are days as any other

Daniel Fidrmuc, born on Friday, 13th April 2001

