

## **Schooling and sexual behavior in South Africa: The role of peer effects**

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Prepared for presentation to the 2009 meeting of the Population Association of America

Date of Draft: April 20, 2009

### **Abstract**

This study examines the influence of exposure to older peers on sexual debut in urban South Africa. The study analyzes data from the Cape Area Panel Study (CAPS), a longitudinal survey of young adults in metropolitan Cape Town. The combination of early sexual debut, high school enrollment into the late teens, and high rates of grade repetition create an environment in which young people who progress through school ahead of their cohorts interact with classmates who may be several years older. We construct a measure of cumulative exposure to classmates at least two years older, and show that this measure has a statistically significant positive effect on sexual debut of adolescent girls. It also increases the age difference of the first sexual partner for those girls, and helps explain a significant fraction of the earlier sexual debut of African girls compared to coloured and white girls in Cape Town.

Support for this research was provided by the U.S. National Institute of Child Health and Human Development (Grants R01HD39788 and R01HD045581) and the Fogarty International Center of the U.S. National Institutes of Health (D43TW000657).

## **1. Introduction**

This paper looks at the relationship between schooling and sexual debut in South Africa. The paper builds on two important features of adolescent lives in urban South Africa that have been well documented in previous research. First, school enrollment rates are high through at least age 18. Significant proportions of African (black) South Africans continue to be enrolled in secondary school beyond age 20, a result of high rates of grade repetition and high payoffs to completing grade 12 (Anderson, Case, and Lam, 2001; Lam, Ardington, and Leibbrandt, 2008). The second important feature is that most African adolescents become sexually active by age 18. As shown by Dinkelman, Lam, and Leibbrandt (2007), 72% of 17-18 year-old African females in Cape Town reported having had sex in 2005. The combination of these two patterns means that most young people become sexually active while they are still in school.

Research from a number of other African countries has argued that school enrollment has the “protective effect” of delaying sexual debut (Lloyd 2005, Lloyd 2007, Darabi et al. 2008). These studies argue that schools have the capacity to enhance success in all transitions to adulthood, mainly through the acquisition of knowledge and skills. They also note, however, that schools can be a place of conflict and socialization to undesirable behaviors. Not only teachers and principals, but also peers have an important impact on young people's schooling experience and on how those will relate to subsequent transitions to adulthood. Belonging to a positive peer group is likely to lead to a positive school effect on adolescents' outcomes. At the same time, being exposed to an older and therefore more sexually active peer group might influence adolescents to become sexually active themselves.

The “protective effect” of schools may be more complicated when most adolescents are becoming sexually active at ages before they leave school. One of the intriguing results found in

previous analysis of sexual debut in South Africa (using the same data used in this paper) was a positive effect of baseline grade attainment on subsequent sexual debut, controlling for baseline age (Dinkelman, Lam, and Leibbrandt 2007; Marteleto, Lam, and Ranchhod 2008). Estimating probit regressions of sexual debut on a number of individual and household characteristics, Marteleto et al. (2008) found that the number of grades completed by 2002 had a significant positive effect on sexual debut between 2002 and 2005 for both males and females who were age 14-16 in 2002. These positive effects of schooling on sexual debut, controlling for age, are surprising, since we might expect that young people who are ahead of their age group in school would be less likely to become sexually active. The estimates imply that a girl age 14-16 with one additional grade completed in 2002, given her age, is 6.6 percentage points more likely to sexually debut by 2005. The effect for boys is slightly larger at 8 percentage points. This result turns out to be very robust to alternative specifications.

One possible interpretation of this result is that young people who are ahead of their cohort in school interact with an older and more sexually active group of girls and boys. High rates of grade repetition in South Africa mean that students in any given grade in secondary school span a wide range of ages, especially in African schools. As we will see below, African girls who were age 16 in 2002 were distributed from Grade 6 to Grade 12, implying large differences in the age distribution of their classmates. Adolescents could be influenced by the behavior of older same-sex peers and by interactions with older opposite-sex peers.

The goal of this paper is to explore these possible peer effects in greater detail. Our analysis is similar in spirit to recent research in the United States that tries to identify “contagion” effects of interacting with older peers. A recent paper by Argys and Rees (2008), for example, uses variation in the mandated age at which children begin school across U.S. states as an exogenous

source of variation in exposure to older classmates during the teenage years. Other papers, such as Eisenberg (2004) have used the variation in whether ninth graders are grouped with grade 10-12 students or with grade 6-7 students.

Our analysis uses the fact that there is a high variance in age-for-grade distributions, especially in African and coloured schools. Taking advantage of retrospective schooling histories, we estimate the exposure of respondents to older classmates beginning at age 12. We look at the impact of this exposure measure with and without controls for highest grade completed and a baseline literacy and numeracy evaluation. The results suggest that the apparent positive effect of grade completion on sexual debut is in fact due to the increased exposure to older classmates that results from being further ahead in school. We estimate a statistically significant positive impact of our exposure measure (explained below) on the probability of sexual debut for females, with inclusion of the exposure variable causing the apparent impact of grade completion to become much smaller and statistically insignificant.

We also analyze three other outcomes in addition to sexual debut. We show that our peer exposure variable has a positive impact on the age difference of the first sexual partner for females, consistent with the view that they are being affected by interactions with older classmates. We also look at the impact of our exposure variable on smoking and drinking. While we estimate positive point estimates for the impact of exposure to older classmates on smoking and drinking, these estimates are small in magnitude and are not statistically significant. While this might appear to contradict our hypothesis of contagion effects of older peers, we show that the age gradient for smoking and drinking is much less steep than the age gradient for sexual debut. Smoking and drinking rates are particularly low for Africans, reducing the opportunity for contagion effects to operate.

## 2. Data: The Cape Area Panel Study

We use data from Waves 1-4 of the Cape Area Panel Study (CAPS), a longitudinal survey of young people in metropolitan Cape Town. Details about the design of CAPS are provided in Lam et al. (2008).<sup>1</sup> Wave 1, which was conducted in 2002, included a household questionnaire along with a young adult questionnaire administered to up to three young adults aged 14-22. The young adult questionnaire collected data on a wide range of topics, including sexual behavior, schooling, and employment. The young adult questionnaire also included a literacy and numeracy evaluation and a life history calendar that provides retrospective information on living arrangements, schooling, and pregnancy.

CAPS was designed using a two-stage probability sample of households, with an oversampling of African and white households in order to get large enough samples to make meaningful comparisons across groups. The baseline wave of CAPS surveyed 4,751 young adults living in 3,304 households. As in most South African household surveys, response rates were high in African and coloured areas and low in white areas. Household response rates were 89% in African areas, 83% in coloured areas, and 46% in white areas.<sup>2</sup> Young adult response rates, conditional on participation of the household, were high, even in white areas. Given household participation, response rates for young adults were 93% in African areas, 88% in coloured areas, and 86% in white areas (Lam et al. 2008).

Wave 2 of CAPS took place in 2003 and 2004. Wave 3 took place in 2005, and provides most of the longitudinal information used in this paper. We also use data from Wave 4, which

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<sup>1</sup> The Cape Area Panel Study is a collaborative project of the University of Michigan and the University of Cape Town, funded by the U.S. National Institutes of Health and the Mellon Foundation. Additional details and technical documentation is available at [www.caps.uct.ac.za](http://www.caps.uct.ac.za).

<sup>2</sup> As discussed in Lam et al. (2008), household response rates were lower in high-income areas. Sample weights adjust for differential response rates within sample clusters, which partially accounts for differential response rates that are correlated with sample cluster characteristics such as income. In practice results are very little affected by sample weights when race dummies are included in regressions.

took place in 2006, in order to fill in information for respondents who were interviewed in Wave 4 but were not interviewed in Wave 3. Table 1 summarizes the sample size by population group and provides information on attrition between waves. We present information for the full sample aged 14-22 in 2002, which is used for some of the analysis in the paper, and for the subset that was aged 14-17 in 2002, the sample we use for our regressions. As seen in Table 1, the original Wave 1 sample included roughly equal numbers of African and coloured respondents, as was planned in the sample design. The weighted percent column shows that when sample weights are used to adjust for the sample design and differential response rates, the weighted sample is 28% African, 53% coloured, and 19% white, proportions that are similar to those found for the same age group in Cape Town in the 2001 South African census (Lam et al. 2008).

As seen in Table 1, 3,531 of the 4,751 original respondents were successfully interviewed in Wave 3 in 2005. In 2006 we attempted to follow all of the original respondents and successfully located almost 400 additional respondents that had been missed in 2005. Because we collect retrospective data on variables such as schooling, sexual activity, and pregnancy to cover the period since the respondent was last interviewed, we can use the Wave 4 interview to fill in information on 2005 outcomes for respondents who were interviewed in Wave 4 but not in Wave 3. The effective sample for 2005 outcomes, then, is 3,916, implying a 17.6% overall attrition rate between 2002 and 2005.

As Table 1 demonstrates, attrition rates differ significantly by race. The African attrition rate is 20%, with proxy reports indicating that most attrition is due to migration back to the rural Eastern Cape province, the main sending region for Africans living in Cape Town. The coloured population has its roots primarily in Cape Town, a factor contributing to its lower 10% attrition rate. The 34% attrition rate for whites includes both migration out of Cape Town (including out

of South Africa) and a significant number of refusals. The bottom panel of Table 1 shows the sample size and attrition rates for the sample that was aged 14-17 in 2002, the group we use in our regressions. Attrition for this group is considerably lower than for the full sample, 12% overall, a reflection of the generally positive relationship between age and attrition CAPS has experienced in every wave.

### **3. Distribution of key variables**

In order to see contagion effects from exposure to older classmates we need to see two patterns in the data. First, there needs to be a fairly steep age gradient in the behavior for which we expect there to be contagion effects. Students need to be exposed to significantly different behavior when they interact with, say, 17-year-old classmates than when they interact with 15-year-old classmates. Second, we need to have variation in the degree to which students are exposed to older peers, with some students experiencing significant exposure to older peers. In this section we present evidence about the age gradient in the outcomes we are studying and about the age-for-grade distributions in African, white, and coloured schools. We also define the measure of exposure to older peers that will be used in our regression analysis below.

#### *Age profiles for key outcomes*

We begin by documenting the age profiles in three outcomes we will consider – sexual debut, cigarette smoking, and drinking alcohol. In order for there to be contagion effects from interacting with older classmates, one necessary condition is that there is a relatively steep age gradient in the behavior being considered. Figure 1 shows the age profiles for males and females for these three outcomes from age 14 to 22 based on responses in Wave 1 of CAPS. The results are shown separately for the three population groups. The top panel shows the proportion who reported having had sex in the Wave 1 survey. The age gradient for sexual debut is very steep.

The proportion of African girls who reported having had sex in Wave 1 rises from less than 5% at age 14 to 32% at age 16 to 68% at age 18. A 15-year-old surrounded by predominantly 13-15-year-old classmates would face a very different exposure to sexually active classmates than a 15-year-old surrounded by predominantly 15-17-year-old classmates. As seen in Figure 1, coloured and white teenagers start sexual activity somewhat later than do Africans, although the age gradient is still very steep.

A useful summary measure of the slope of the age gradients in Figure 1 is a simple OLS regression of the binary outcome on age. Table 2 shows this slope coefficient for each of the 18 combinations of gender and population group shown in Figure 1. We use the sample aged 14-20 since that is the range most relevant for our analysis of peer exposure during secondary school. As seen in Table 1, the probability of having had sex rises by 12% and 14% per year of age for African males and females, respectively, and about 10% per year for the other four groups.

The second panel of Figure 1 shows the proportion of respondents who said they had smoked a cigarette in the month prior to the survey in Wave 1. Smoking rates for African females are extremely low, under 4% at all ages from 14-22. Smoking rates for African males are higher, increasing from 4% at age 14 to 20% at age 18. Coloured males and females have the highest smoking rates of the three population groups, with the rate rising from 23% to 54% between age 14 and age 18 for coloured males. As shown in the second panel of Table 2, the age gradient is 7% per year for coloured males and 5% for coloured females. These racial patterns in teenage smoking are consistent with previous work in South Africa that has documented the lower rates of smoking among African adolescents compared to coloured and white adolescents (Swart et al. 2001). Although current legislation bans the sale of cigarettes to minors, Swart et al. found that almost two thirds of current smokers were not refused cigarettes because of their age.



### *Distribution of age by grade*

The second important component of our argument is that some students in a given grade are exposed to classmates spanning a wide age range. In this section we present evidence on the age-for-grade and grade-for-age distributions for students in the age range where contagion effects may be important. Figure 2 shows the distribution of current grade for CAPS respondents who were age 14, 15, and 16 in Wave 1. The large differences in grade-for-age across population groups are immediately apparent. Among white 14-year-olds, 65% were in grade 8 and 98% were between grade 7 and grade 9. Among African 14-year-olds, only 26% were in grade 8, another 27% were in grade 7, and 30% were outside the grade 7-9 range. Similar patterns are observed at age 15 and 16, with Africans having much greater dispersion in grade-for-age than either white or coloured students.

Figure 3 looks at this a different way, showing the age distribution of students in grades 9, 10, and 11. Naturally the dispersion in grade-for-age in Figure 2 is reflected in the age-for-grade distributions in Figure 3. Among white 10th graders, for example, 60% are age 16 and 96% are age 15-17. Among African 10th graders, only 19% are age 16, there are 20% each at age 17 and 18, and 50% are older than the 15-17 age range that might be considered normative for grade 10. About 28% of African 10th graders are over age 18. If the African grade-for-age distributions are typical of all African schools in Cape Town, an African student who is 15 in grade 10 would be at least two years younger than 68% of her classmates and at least three years younger than 48% of her classmates. By contrast, a white 15-year-old in grade 10 would be at least two years younger than only 11% of her classmates and at least three years younger than only 3% of her classmates, assuming she were in a school with a grade-for-age distribution represented by the white students in CAPS. The potential for contagion effects from interacting with older classmates is clearly very large for African students who are not behind in school.

### *A measure of exposure to older peers*

While we cannot observe the actual distribution of ages in the schools attended by our respondents, we can use the patterns shown in Figure 3 to estimate the age distribution faced by respondents in a given grade. We take advantage of the fact that we have a complete schooling history for all respondents. This allows us to generate a race-specific age-for-grade distribution for every grade, pooling the retrospective grade information for all respondents. We can use these to generate an estimate of the age distribution of students that each respondent experienced at every age since starting school.

A key assumption of our measure is that African students face the grade-for-age distribution displayed by all African students. In other words, we implicitly assume that the African age-for-grade distribution is identical in all African schools and that Africans only attend African schools. Analogous assumptions are made for coloured and white students. While these are obviously strong assumptions, there are several reasons to think that they are a reasonable approximation to reality. First, schools in Cape Town, like schools all over South Africa, continue to be highly segregated. Lam, Ardington, and Leibbrandt (2008) show using CAPS data that only 11% of Africans in grade 8 or 9 in 2002 attended historically coloured schools and only 3% attended historically white schools. While all African schools are not identical, the differences *between* African and white schools in all dimensions, including age-for-grade distributions, are vastly greater than differences *within* the group of African (or white) schools. Even if we had the specific age-for-grade distribution for each school we would not necessarily be better off using it. Since the choice of a specific school is endogenous, using the overall age-for-grade distribution of each racial group is in many ways a more valid exogenous predictor of exposure to older peers than would be the actual school-specific distribution.

Our measure of exposure to older peers is constructed as follows: We use the retrospective

schooling histories to construct the age-for-grade distribution for every grade for each of the three racial groups. For each CAPS respondent we then look at the grade they were attending at age 12 (specifically, the year in which they were 12 on January 1), using the retrospective schooling history. We then take the race-specific age-for-grade distribution for that grade and calculate the percentage of students who would have been at least two years older than the respondent. For example, if an African respondent were in Grade 8 at age 12, we take the percentage of eighth graders who are 14 and older in the typical African age-for-grade distribution (67%) and assign that value as the percentage who were at least two years older than the respondent when she was 12. We then make the same calculation at all ages up to the age of the respondent in Wave 1, using only respondents who were age 14-17. Respondents who are not enrolled in school are given a zero for the exposure measure for that age.

We sum these age-specific exposure measures across years from age 12 through their Wave 1 age. For example, if the student were in grade 8 at age 12, repeated grade 8 at age 13, advanced to grade 9 at age 14, and was age 14 in Wave 1, she would have a total exposure of  $0.67 + 0.42 + 0.43 = 1.52$ . All African respondents with the same schooling history will get the same value. This can be thought of as a measure of person-years of exposure to classmates who were at least two years older from age 12. For a 14-year-old in 2002 this has a theoretical maximum of 3, implying that 100% of students were at least two years older than the respondent in every grade since age 12. For 14 year-old Africans in Wave 1 the mean of our exposure measure is 0.62, the standard deviation is 0.44, with a range from 0 to 1.98. The distribution for 14 year-old whites is very different, with a mean of only 0.7, a standard deviation of 0.13, and a range from 0 to 0.93.

We will use this exposure measure in regressions to see if it predicts sexual debut between 2002 and 2005. We are particularly interested in whether including this variable changes the

positive sign on the “highest grade completed” variable that we found in our earlier studies. Note that in order to do this we require that grade completion in 2002 is not perfectly correlated with our exposure measure. In a regime in which all students progress one grade per year, both highest grade completed and our exposure measure might have some variation for students of a given age due to differences in the age at which students began school. This is the source of variation exploited by Argys and Rees (2008), who use differences in the mandated age at starting school across U.S. states as an instrument for exposure to older classmates. The grade variable and the exposure variable will move together as students progress, however, making it almost impossible to estimate separate effects of the two variables. In our case we take advantage of the high levels of grade repetition, especially in African and coloured schools. This means that two 16-year-olds in grade 7 in 2002 may have had very different grade trajectories since age 12. While the correlation between our exposure measure and highest grade completed ranges between 0.85 and 0.91 for Africans for each age from 14 to 17, we will see below that we are able to estimate a statistically significant effect of the exposure measure.

Another important consideration for our analysis is the finding of Lam, Ardington, and Leibbrandt (2008) that grade repetition is poorly linked to actual learning, especially for Africans. They find that there is a stochastic component to grade advancement that is uncorrelated with learning, suggesting that some component of our exposure measure may be unrelated to school performance. Since we will also be including grade attainment and a measure of literacy and numeracy in Wave 1, we will hopefully be able to isolate the effect of older peers from whatever association may exist between school performance and sexual debut.

One limitation of our measure is that it is only an estimate of students who were in the same grade as the respondent in a given year. It ignores the potential effect of interacting with older

students from other grades. While we could construct a measure that includes students in other grades (using typical age-for-grade distributions and the grade grouping of South African schools), such a measure would be highly correlated with the measure we have constructed based on a single grade. We assume that our measure picks up both the effect of older students in the same grade and the effect of older students in other grades. If we assume that a 10th grade student is more likely than a 9th grade student to interact with 11th graders, then a 16-year-old in grade 10 will have an additional source of exposure to older peers when compared to a 16-year-old in grade 9.

#### **4. Empirical results**

In this section we present regressions analyzing the impact of our peer exposure measure and other variables on four outcomes – (1) sexual debut between 2002 and 2005; (2) the age difference of the first sexual partner for those who become sexually active between 2002 and 2005; (3) whether the respondent smoked in the month before the 2002 interview; (4) whether the respondent consumed alcohol in the month before the 2002 interview. All of the analysis is uses CAPS respondents who were aged 14-17 in 2002. In order to control carefully for age we include a quadratic in the month of age. At the individual level we also include an indicator for whether the respondent was enrolled in school in 2002, the highest grade attained in 2002, and the standardized score on the literacy and numeracy exam administered in 2002. Because there is variation in the length of time between Wave 1 and Wave 3 interviews, we also include a control for the number of months between interviews. All of the regressions include a number of controls intended to pick up effects of background household characteristics. These include mother's and father's education (these were collected from the youth respondent even when the parent was not coresident); log of per capita household income in 2002; dummies for coloured

and white; dummies to indicate whether the mother and father were coresident with the young adult in 2002; dummies to indicate that parental education is missing.

### *Descriptive statistics*

Table 3 presents descriptive statistics of key variables, broken down by gender and population group. We see large racial differences in sexual activity by 2002. About 30% of African males and females reported having had sex in CAPS Wave 1, compared to 4-14% for coloured and white youth. Our analysis of sexual debut is restricted to the sample that had not had sex by 2002. Within this group, 68% of African females and 61% of African males become sexually active by 2005. This compares to 37% of coloured females, 30% of white females, 40% of coloured males, and 36% of white males. We will also analyze the age difference of the first sexual partner for those who become sexually active. This difference ranges from 2.2 to 2.6 for females (meaning the male partner is older), and from 0.12 to -0.5 for males.

Table 3 includes several key schooling variables. School enrollment is well over 90% for all groups, but we see substantial racial differences in grade attainment. The largest differences are for males, with African males aged 14-17 having completed 6.8 grades, compared to 8.1 and 8.6 for coloured and white males. Our measure of exposure to peers at least two years older since age 12, explained above, has a mean of 0.96 for African females, 0.46 for coloured females, and 0.09 for white females.

We see large racial differences in performance on the literacy and numeracy evaluation that was administered in Wave 1. This was a self-administered written test taken after completion of the young adult questionnaire. The test had 45 questions and took about 20 minutes to complete. Respondents could choose to take the test in English or Afrikaans. There was no version in Xhosa, the home language of most African respondents. The English language test was taken by

99% of African respondents, 43% of coloured respondents, and 64% of white respondents.

Although it is important to keep in mind that Africans took the test in a second language, it must also be noted that English is the official language of instruction in African schools and is used for many tests such as the grade 12 matriculation exam. We use the score as a measure of cumulative learning as of Wave 1, with performance on the test reflecting factors such as innate ability, home environment, and the quantity and quality of schooling to that point. As seen in Table 3, African females have a mean score that is 1.6 standard deviations below the mean score for white females. As shown in Lam, Ardington, and Leibbrandt (2008), the distribution of test scores for Africans and whites barely overlap. There are also enormous racial differences in income. Household income per capita is almost ten times as high in the households of white 14-17 year-olds as African 14-17 year-olds. Income in coloured households is about twice the income in African households.

#### *Determinants of sexual debut*

Table 4 presents the results of probit regressions in which the dependent variable is equal to 1 if the respondent became sexually active between 2002 and 2005, using the sample that had not had sex by 2002. We present marginal effects from these regressions, with robust standard errors in brackets below the estimated marginal effects. Given sample size limitations we pool the population groups but estimate separate regressions for males and females. Columns 1 and 4 leave out our peer exposure measure and the literacy/numeracy score. We estimate a positive impact of grade attainment on sexual debut, consistent with previous estimates using CAPS. The estimated effect of grade attainment implies that a girl with one additional year of schooling in 2002 (controlling for age) would be 3.7 percentage points more likely to become sexually active by 2005. The effect for boys is similar – 4.4 percentage points per year of schooling. We

estimate a negative but statistically insignificant effect of being in school in 2002 on sexual debut over the next three years. We get very large negative marginal effects on the coloured and white dummies, indicating that the variables included in the regression do not explain the large racial differences in early sexual debut.

Columns 2 and 5 add the literacy numeracy evaluation score to the regressions. The LNE score itself has a negative statistically significant effect on sexual debut for both males and females. A one standard deviation increase in the test score is associated with an 8 percentage point reduction in the probability of sexual debut for females. Also noteworthy is that including the LNE score causes the effect of highest grade completed to become even more positive for both males and females. This is consistent with our hypothesis that the grades completed variable is partially picking up the effect of exposure to older peers. When we don't include the LNE score the highest grade variable picks up two offsetting effects. The first effect is that students who are doing better in school and are more committed to school may be less likely to become sexually active. The second effect is the influence of older peers, which tends to encourage sexual debut. When we include the LNE score it picks up some of the first effect, leaving the highest grade variable to pick up more of the second effect.

Columns 3 and 6 introduce our measure of exposure to peers at least two years older since age 12. This variable is estimated to have a statistically significant positive effect on sexual debut for females. The marginal effect of 0.138 implies that an increase in cumulative exposure by 1.0 would increase the probability of sexual debut by 13.8 percentage points. An increase in cumulative exposure of 1.0 could result from an increase in the percentage of classmates who were at least two years older by 25 percentage points in each of four years since age 12, an increase by 50 percentage points in each of two years, or any other combination that adds up to



1.0. The standard deviation of this variable for Africans is 0.7, so an increase of 1.0 is an empirically plausible example. The estimated effect of the peer exposure variable is only about half as large for males and is not statistically significant. This is similar to the results of Argys and Rees (2008), who find significant peer effects for females but not for males.

Another important result from Table 4 is that including the LNE score causes the estimated effect of grades completed to become much smaller and lose its statistical significance for both males and females. For females the estimated marginal effect of grades completed falls from 0.058 in Regression 2 to 0.015 in Regression 3. This supports our hypothesis that the apparent positive effect of grades completed on sexual debut is due to an effect of exposure to older peers. It is also striking that the coefficient for coloured drops by about 25% for females when the peer exposure variable is added to the regression. The coefficient for white drops by over 60% and becomes statistically insignificant. This suggests that the much higher exposure of African girls in secondary school to peers who are at least two years older plays a substantial role in explaining the earlier sexual debut of African girls compared to coloured and white girls.

Since variation in our peer exposure measure depends on variation in the age of starting school, interruptions in schooling, and grade repetition, it is likely to be correlated with characteristics such as the student's (and parents') commitment to schooling and the student's academic ability. Controlling for the baseline literacy and numeracy score and the highest grade completed in 2002 should remove some of this correlation, but the exposure variable may still be correlated with unobserved characteristics that affect the probability of sexual debut.

Presumably most of these effects would cause us to expect that students who have a history of being farther ahead in school (and thus have high values of the peer exposure variable) would be less likely to become sexually active. The bias in our estimates, then, should work against

finding a positive effect of exposure to older peers on sexual debut. The fact that we do estimate a positive effect gives us confidence that the effect we are measuring is a real effect of peer exposure.

#### *Peer effects and the age of first sexual partner*

The impact of older classmates on sexual debut could work through a number of channels. The simplest version of the “contagion effect” hypothesis is that interacting with peers who are sexually active, whether same sex or opposite sex, may make it more likely that an individual decides to experiment with sexual activity. Another possible channel would be that individuals become sexually active with their classmates (or friends of their classmates). This might be especially important for girls, who, as shown in Table 3, have first sexual partners who are on average two to three years older. We might expect, then, that exposure to older classmates would have an effect on the age of the first sexual partner in addition to having an effect on the probability of sexual debut. CAPS collects information on a number of characteristics of the first sexual partner, including age. Table 5 presents regressions in which the dependent variable is the age difference of the first sexual partner, using only the sample that becomes sexually active between 2002 and 2005.

Looking at Regression 1 in Table 5, we estimate a statistically significant positive effect of our peer exposure variable on the age difference of the first sexual partner for females. An increase in the cumulative peer exposure of 1.0 is associated with an increase in the age difference of the first sexual partner of 0.87 years. Grades completed in 2002 has a statistically significant negative effect on the age difference of the first partner, while the literacy and numeracy score has a statistically significant positive effect. The estimated effect of exposure to older peers for males is much smaller (0.05) and not statistically significant.

### *The impact of older peers on smoking and drinking*

Research on the impact of older peers often includes analysis of smoking and drinking, two outcomes thought to be sensitive to contagion effects (Eisenberg 2004; Argys and Rees 2008). CAPS includes relatively simple questions about whether the respondent smoked any cigarettes or consumed any alcohol “over the past month.” As shown in Figure 1 and Table 3, there are large racial differences in smoking and drinking among teenagers. Only 1% of African girls aged 14-17 report smoking in the last month, compared to 28% of coloured girls and 17% of white girls. Only 3% of African girls aged 14-17 report drinking alcohol in the last month, compared to 12% of coloured girls and 32% of white girls. As previously noted, we see from Figure 1 that the age gradient for these behaviors is much less steep than the age gradient for sexual debut, making it less likely that we will see an impact of exposure to older peers.

Table 6 presents marginal effects from probit regressions for smoking and drinking, estimated separately for males and females. While the estimated effect of our peer exposure variables is positive in all four regressions, the effects are small in magnitude and are never statistically significant. We do estimate a statistically significant negative association between being enrolled in school in 2002 and smoking for girls and for both smoking and drinking for boys. We also estimate statistically significant negative effects of the literacy/numeracy score on smoking for both girls and boys.

While the absence of an impact of our peer exposure variable on smoking and drinking might be seen as weakening our argument about peer effects, we see these results as easily explained by the patterns shown in Figures 1-3. In order for there to be an effect of older classmates on behavior, there needs to be a steep age gradient for that outcome over the relevant ages. The age gradient for sexual debut is much steeper than the age gradient for smoking and drinking, with the possible exception of the white pattern for drinking. Whites are much less

likely to be exposed to older peers as classmates, however, given their much lower variance in age-for-grade. Only the sexual debut outcome has a steep age gradient for the groups that experience significant exposure to older peers as classmates. It is therefore entirely consistent that we see significant effects of older peers on sexual debut but not on smoking and drinking.

## **5. Summary and conclusions**

South Africa's combination of early sexual debut, high school enrollment through late teenage years, and high rates of grade repetition create an environment in which moving through school faster than one's age-mates means being exposed to significant numbers of older classmates who are already sexually active. Previous research provided suggestive evidence of such peer effects, identifying a surprising positive relationship between grade attainment and subsequent sexual debut, controlling for age. This paper attempts to provide clearer evidence about the existence of peer "contagion" effects, taking advantage of several features of the Cape Area Panel Study.

We document two important features of schooling and sexual debut that create the potential for contagion effects. First, we show that there is a steep age-gradient in sexual debut for males and females in all three of the population groups we study – African, coloured, and white. This gradient is much steeper than the gradient observed for smoking and drinking. Second, we show that high rates of grade repetition and secondary enrollment that continues even beyond age 20 lead to high variance in the age-for-grade distribution, especially for Africans. Using the retrospective schooling histories in CAPS, we generate race-specific age-for-grade distributions for all grades and use these to estimate the history of exposure to classmates who are at least two years older beginning at age 12.

Our probit regressions indicate that our measure of cumulative exposure to older peers in 2002 has a positive and statistically significant impact on sexual debut between 2002 and 2005,

controlling for age, grade attainment in 2002, literacy and numeracy competence in 2002, and a number of household background variables. The estimates imply that being exposed to 50% more classmates who are at least two years older for two years increases the probability that a girl becomes sexually active between 2002 and 2005 by 14 percentage points. In addition, inclusion of our peer exposure variable causes the estimated effect of baseline grade completion to drop from a statistically significant positive effect to a much smaller and statistically insignificant effect. The exposure variable also causes the estimated marginal effect of being coloured rather than African to fall by 25% and the estimated effect of being white to drop by over 60% and become statistically insignificant. This is provocative evidence that the earlier sexual debut of African girls may be partly due to the much higher degree of exposure to older classmates experienced in African schools.

We find that our measure of exposure to older peers is also estimated to have a statistically significant positive effect on the age difference of the first sexual partner for females. This is consistent with the argument that exposure to older peers is a factor in encouraging earlier sexual debut. We do not find statistically significant effects of our peer exposure measure on smoking and drinking behavior. We argue that this is consistent with the fact that smoking and drinking have much lower age gradients than sexual debut, especially in the African sample where there is the highest exposure to older classmates.

Our findings are a potentially troubling complication to the view that schooling is protective in terms of delaying sexual debut. Girls who are ahead of their cohorts in advancing through school face the potentially negative consequences of interacting with classmates who may be four or five years older. This may be an important factor that should be taken into account in evaluating the high rates of grade repetition that exist in disadvantaged South African schools.

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**Table 1. Sample size by population group and attrition between waves, Cape Area Panel Study Waves 1-4**

Population group	Wave 1	Unweighted percent	Weighted percent	Interviewed in Wave 3	Interviewed in Wave 3 or Wave 4	Attrition
<i>Full sample aged 14-22 in 2002</i>						
Black/African	2,151	45.27	28.22	1,515	1,724	19.9%
Coloured	2,005	42.2	53.16	1,679	1,801	10.2%
White	595	12.52	18.62	337	391	34.3%
Total	4,751	100	100	3,531	3,916	17.6%
<i>Sample aged 14-17 in 2002</i>						
Black/African	902	41.09	25.7	696	772	14.4%
Coloured	999	45.51	55.3	881	935	6.4%
White	294	13.39	19	205	228	22.4%
Total	2195	100	100	1,782	1,935	11.8%

**Table 2. OLS regressions of outcomes on age, CAPS respondents aged 14-20 in wave 1**

Outcome	African		Coloured		White	
	Male	Female	Male	Female	Male	Female
<i>Had sex by wave 1</i>						
Age coefficient	0.122***	0.145***	0.108***	0.0951***	0.100***	0.0979***
Age std. error	[0.0079]	[0.0069]	[0.0075]	[0.0068]	[0.012]	[0.012]
Observations	726	970	779	862	239	236
<i>Smoked in last month in wave 1</i>						
Age coefficient	0.0500***	0.00245	0.0678***	0.0533***	0.0655***	0.0314**
Age std. error	[0.0069]	[0.0022]	[0.0087]	[0.0083]	[0.015]	[0.014]
Observations	726	965	786	869	243	242
<i>Consumed alcohol in last month in wave 1</i>						
Age coefficient	0.0362***	0.00511	0.0784***	0.0449***	0.116***	0.114***
Age std. error	[0.0063]	[0.0035]	[0.0077]	[0.0069]	[0.015]	[0.015]
Observations	726	967	786	870	243	242

Standard errors in brackets, \*\*\* p<0.01, \*\* p<0.05, \* p<0.1

**Table 3. Means and standard deviations of key variables,  
Cape Area Panel Study respondents aged 14-17 in 2002**

Variable	Female			Male		
	African	Coloured	White	African	Coloured	White
Overall sample size	440	492	117	340	443	111
Had sex by 2002	0.3 (0.46)	0.08 (0.28)	0.05 (0.23)	0.34 (0.47)	0.14 (0.35)	0.04 (0.20)
Smoking in 2002	0.01 (0.12)	0.28 (0.45)	0.17 (0.38)	0.11 (0.31)	0.36 (0.48)	0.16 (0.37)
Drinking in 2002	0.03 (0.18)	0.12 (0.33)	0.32 (0.47)	0.09 (0.29)	0.16 (0.37)	0.44 (0.50)
<b>Conditional on no sex by 2002:</b>						
Conditional sample size	265	404	90	192	347	90
Sexual debut 2002-2005	0.68 (0.47)	0.37 (0.48)	0.3 (0.46)	0.61 (0.49)	0.4 (0.49)	0.36 (0.48)
Age difference of first sexual partner	2.65 (2.19)	2.86 (2.92)	2.21 (2.08)	0.12 (2.35)	0.1 (1.86)	-0.46 (1.59)
Enrolled in school in 2002	0.98 (0.13)	0.94 (0.23)	1 (0.00)	0.98 (0.15)	0.93 (0.25)	0.99 (0.09)
Grades completed in 2002	7.68 (1.48)	8.36 (1.40)	8.63 (1.18)	6.8 (1.61)	8.14 (1.46)	8.64 (1.31)
Grades completed in 2005	9.84 (1.44)	10.23 (1.67)	11.12 (0.90)	9.21 (1.58)	9.79 (1.77)	11.1 (0.96)
Exposure to peers 2+ years older	0.96 (0.73)	0.46 (0.36)	0.09 (0.13)	0.68 (0.62)	0.4 (0.36)	0.07 (0.10)
Literacy and numeracy score (standardized)	-0.47 (0.82)	0.08 (0.78)	1.17 (0.55)	-0.59 (0.84)	0.12 (0.86)	1.31 (0.55)
Household income per capita	441 556	944 914	4270 2968	453 733	999 1060	4081 2784
Log household income per capita	5.59 (1.00)	6.49 (0.87)	8.1 (0.80)	5.59 (0.95)	6.53 (0.88)	8.09 (0.70)
Mother's highest grade	8.49 (3.02)	8.68 (3.00)	12.65 (1.65)	8.63 (2.77)	8.98 (2.77)	12.83 (1.91)
Father's highest grade	7.83 (3.80)	9.12 (3.22)	13.3 (2.20)	7.81 (3.78)	8.99 (3.19)	13.03 (1.89)
Mother co-resident in 2002	0.72 (0.45)	0.81 (0.39)	0.94 (0.24)	0.79 (0.41)	0.83 (0.38)	0.97 (0.18)
Father co-resident in 2002	0.42 (0.50)	0.55 (0.50)	0.77 (0.42)	0.44 (0.50)	0.61 (0.49)	0.8 (0.40)
Mother's grade missing	0.09 (0.29)	0.09 (0.28)	0.04 (0.19)	0.08 (0.27)	0.1 (0.30)	0 (0.00)
Father's grade missing	0.4 (0.49)	0.32 (0.47)	0.1 (0.30)	0.39 (0.49)	0.28 (0.45)	0.08 (0.27)

*Note: Standard deviation in parentheses. Variable for exposure to older students is cumulative from age 12. Household income per capita in rands per month in 2002.*



**Table 4. Marginal effects from probit regressions for sexual debut between 2002 and 2005, CAPS respondents aged 14-17 in 2002**

Variable	Female			Male		
	(1)	(2)	(3)	(4)	(5)	(6)
Enrolled 2002	-0.151 [0.11]	-0.192* [0.11]	-0.173 [0.11]	-0.301*** [0.089]	-0.289*** [0.091]	-0.280*** [0.093]
Grades completed in 2002	0.0369* [0.021]	0.0576** [0.022]	0.0152 [0.031]	0.0440** [0.019]	0.0626*** [0.022]	0.0468 [0.030]
Exposure to peers 2+ years older			0.138** [0.069]			0.0705 [0.080]
Literacy and numeracy score (standardized)		-0.0825*** [0.032]	-0.0823*** [0.031]		-0.0599* [0.032]	-0.0616* [0.032]
Coloured	-0.349*** [0.047]	-0.343*** [0.048]	-0.252*** [0.068]	-0.325*** [0.053]	-0.316*** [0.054]	-0.281*** [0.069]
White	-0.270*** [0.069]	-0.238*** [0.076]	-0.0934 [0.12]	-0.166** [0.084]	-0.121 [0.092]	-0.0511 [0.13]
Log household income per capita	-0.0225 [0.027]	-0.00843 [0.027]	-0.0103 [0.027]	-0.0445 [0.029]	-0.0315 [0.029]	-0.0327 [0.029]
Mother's highest grade	0.00717 [0.0089]	0.0121 [0.0090]	0.0118 [0.0090]	-0.0179* [0.0097]	-0.0171* [0.0098]	-0.0166* [0.0098]
Father's highest grade	-0.0287*** [0.0086]	-0.0270*** [0.0087]	-0.0266*** [0.0087]	-0.0155* [0.0088]	-0.0148* [0.0089]	-0.0153* [0.0090]
Mother co-resident in 2002	-0.0226 [0.058]	-0.0188 [0.058]	-0.0237 [0.059]	-0.0597 [0.069]	-0.055 [0.068]	-0.0535 [0.069]
Father co-resident in 2002	-0.102* [0.055]	-0.109** [0.055]	-0.113** [0.054]	-0.0753 [0.059]	-0.0814 [0.060]	-0.0768 [0.060]
Age in months since age 14	0.0164*** [0.0060]	0.0161*** [0.0060]	0.0176*** [0.0060]	0.0167*** [0.0063]	0.0169*** [0.0064]	0.0170*** [0.0064]
Age in months squared (*1000)	-0.203* [0.12]	-0.216* [0.12]	-0.210* [0.12]	-0.157 [0.13]	-0.171 [0.13]	-0.159 [0.13]
Number months between waves	0.0043 [0.011]	0.00304 [0.011]	0.0035 [0.011]	-0.0202* [0.011]	-0.0196* [0.012]	-0.0200* [0.012]
Mother's grade missing	0.0168 [0.11]	0.083 [0.11]	0.07 [0.11]	-0.203* [0.11]	-0.187* [0.11]	-0.179 [0.11]
Father's grade missing	-0.278*** [0.081]	-0.275*** [0.082]	-0.274*** [0.082]	-0.135 [0.094]	-0.134 [0.095]	-0.135 [0.095]
Observations	819	808	808	687	682	682

Robust standard errors in brackets

\* significant at 10%; \*\* significant at 5%; \*\*\* significant at 1%

**Table 5. OLS regressions for age difference of first sexual partner, CAPS respondents aged 14-17 in 2002**

Variable	Female (1)	Male (2)
Enrolled 2002	0.859 [0.68]	-0.139 [0.56]
Grades completed in 2002	-0.475* [0.28]	-0.109 [0.22]
Exposure to peers 2+ years older	0.870* [0.46]	0.0528 [0.44]
Literacy/numeracy score	0.588** [0.25]	0.216 [0.21]
Coloured	1.226** [0.53]	0.0798 [0.44]
White	1.749* [1.05]	-0.481 [0.87]
Log household income per capita	-0.488** [0.19]	-0.00135 [0.15]
Mother's highest grade	-0.0185 [0.070]	0.0269 [0.047]
Father's highest grade	-0.0474 [0.073]	-0.0221 [0.046]
Mother co-resident in 2002	-0.141 [0.45]	-0.237 [0.50]
Father co-resident in 2002	0.136 [0.39]	0.216 [0.34]
Age in months since age 14	0.00599 [0.050]	0.00012 [0.034]
Age in months squared (*1000)	0.308 [0.90]	-0.113 [0.73]
Number months between waves	-0.007 [0.079]	0.0472 [0.080]
Mother's grade missing	-0.591 [0.84]	-0.167 [0.66]
Father's grade missing	0.223 [0.71]	0.459 [0.55]
Observations	348	279

Robust standard errors in brackets;

\* Significant at 10%; \*\* significant at 5%; \*\*\* significant at 1%

Sample is restricted to respondents who had not had sex in Wave 1.

**Table 6. Marginal effects from probit regressions for smoking and drinking in Wave 1, CAPS respondents aged 14-17 in 2002**

Variable	Female		Male	
	Smoking	Drinking	Smoking	Drinking
Enrolled 2002	-0.252*** [0.082]	-0.0672 [0.059]	-0.280*** [0.075]	-0.191*** [0.072]
Grades completed in 2002	0.0194 [0.017]	0.0253 [0.017]	-0.0141 [0.024]	-0.00423 [0.018]
Exposure to peers 2+ years older	0.0127 [0.039]	0.00336 [0.029]	0.0317 [0.055]	0.0204 [0.044]
Literacy/numeracy score	-0.0316* [0.019]	-0.0242 [0.017]	-0.0388* [0.023]	-0.0229 [0.019]
Coloured	0.345*** [0.043]	0.109*** [0.036]	0.298*** [0.048]	0.0743* [0.044]
White	0.568*** [0.12]	0.451*** [0.12]	0.329** [0.13]	0.419*** [0.14]
Log household income per capita	-0.0129 [0.016]	0.0133 [0.014]	-0.0226 [0.023]	0.027 [0.021]
Mother's highest grade	-0.00596 [0.0054]	-0.00727 [0.0045]	0.00279 [0.0076]	0.00179 [0.0063]
Father's highest grade	0.00496 [0.0053]	0.000594 [0.0043]	-0.00442 [0.0072]	-0.00165 [0.0061]
Mother co-resident in 2002	0.00984 [0.034]	0.0243 [0.029]	-0.134** [0.060]	-0.01 [0.040]
Father co-resident in 2002	-0.015 [0.031]	-0.0492* [0.027]	-0.0241 [0.045]	-0.0625 [0.041]
Age in months since age 14	0.00641* [0.0038]	0.00335 [0.0042]	0.0137*** [0.0051]	0.00788* [0.0046]
Age in months squared (*1000)	-0.105 [0.070]	-0.0399 [0.072]	-0.125 [0.097]	-0.0144 [0.085]
Number months between waves	0.00324 [0.0060]	-0.00205 [0.0051]	-0.00597 [0.0089]	0.000312 [0.0068]
Mother's grade missing	-0.0194 [0.065]	-0.0623* [0.032]	-0.0751 [0.076]	-0.0213 [0.073]
Father's grade missing	0.0312 [0.062]	0.0116 [0.046]	-0.0922 [0.067]	-0.0408 [0.060]
Observations	1020	1023	872	873

Robust standard errors in brackets

\* significant at 10%; \*\* significant at 5%; \*\*\* significant at 1%

Figure 1. Age profiles of sex, smoking, and drinking  
CAPS respondents aged 14-22, 2002

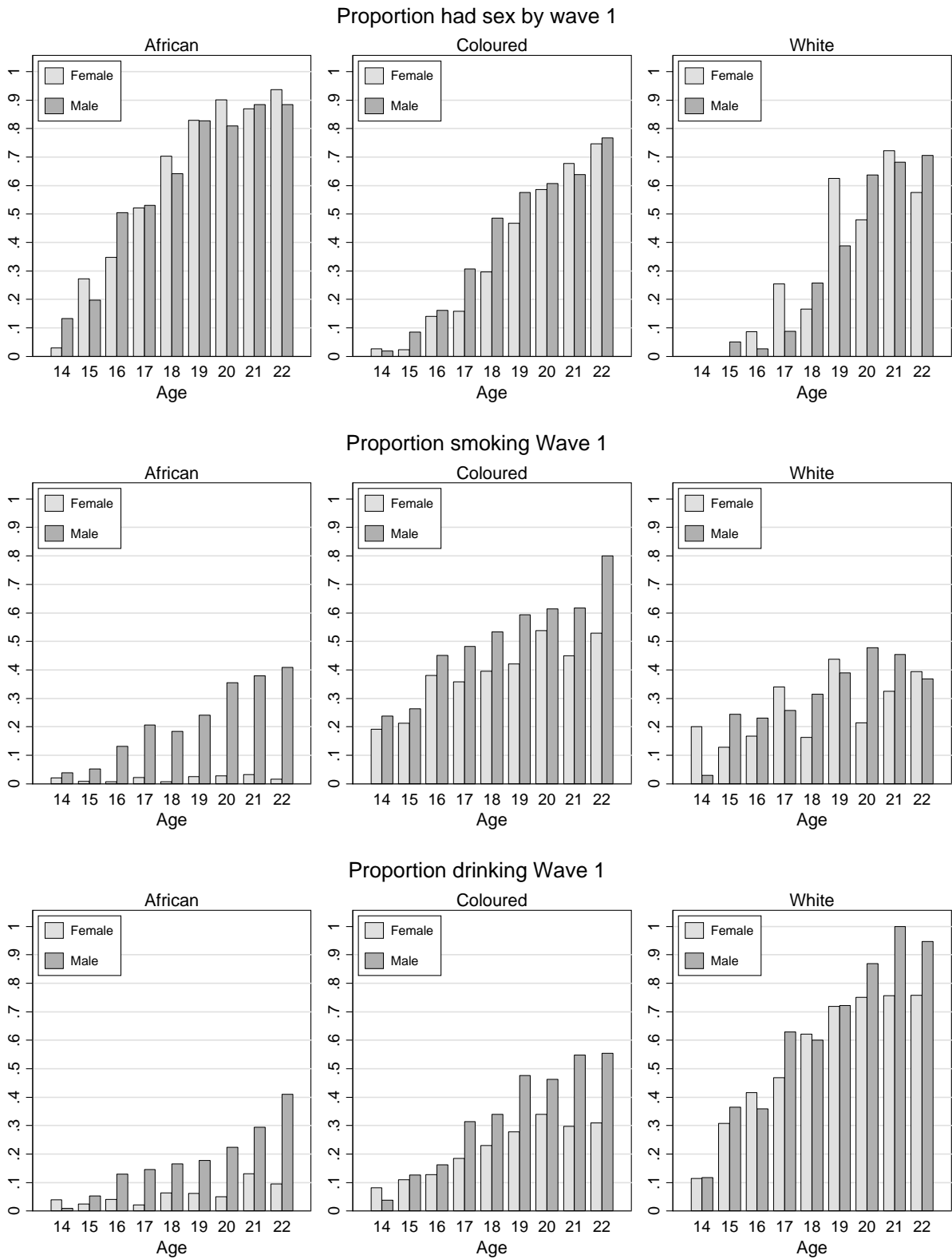


Figure 2. Grade distribution by age  
CAPS Wave 1, 2002

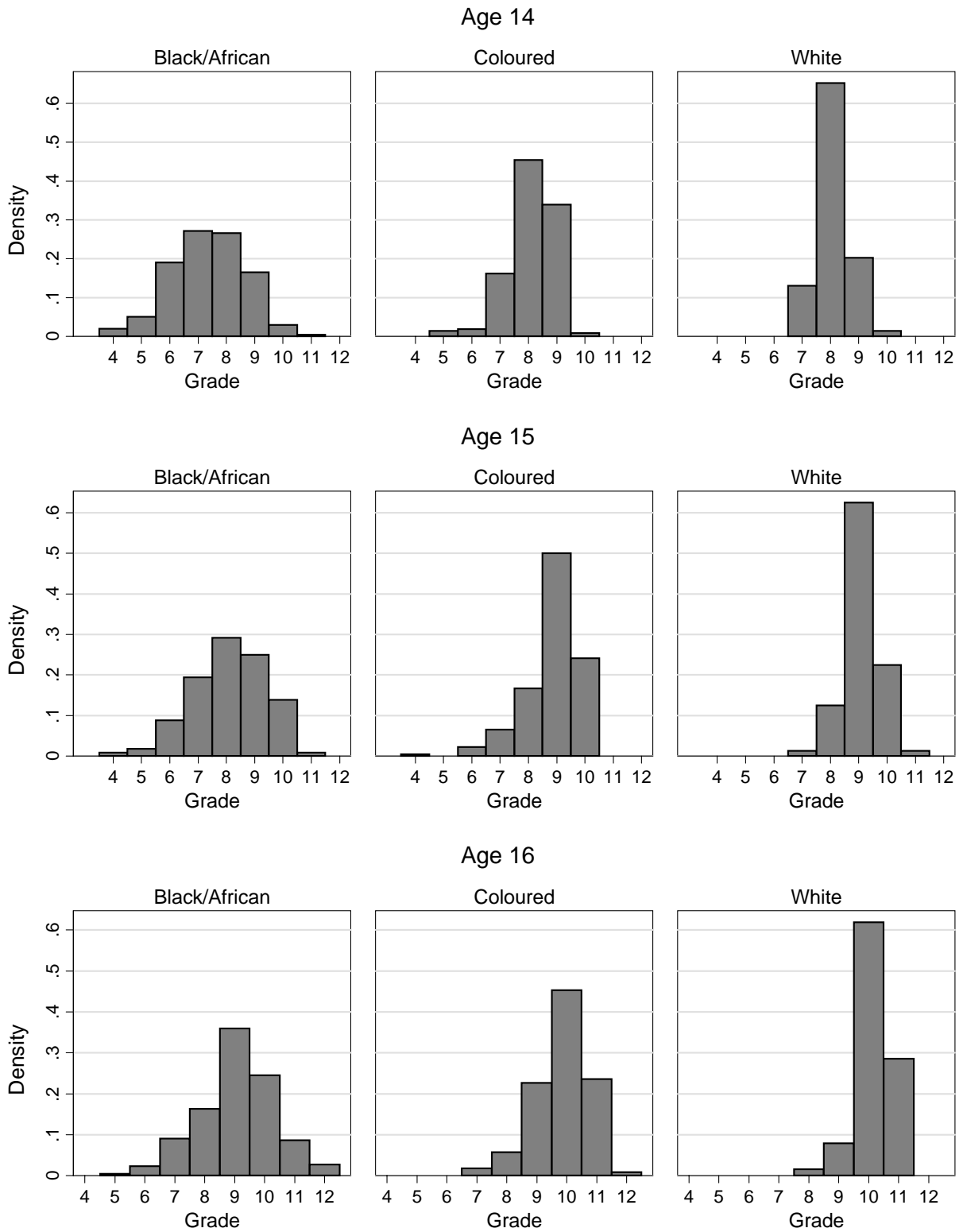


Figure 3. Age distribution by grade  
CAPS Wave 1, 2002

