## Treatment-Related Naturalization Premiums in Two European Countries: Evaluation and Comparison<sup>12</sup>

## Vahan Sargsyan

CERGE-EI<sup>3</sup>, Czech Republic

## Abstract<sup>4</sup>

We conduct an empirical study in order to estimate the impact of naturalization on labor market integration of first generation immigrants in two European countries, France and Denmark. The study contributes to the existing literature by: (1) comparing the employment opportunities and incomes of naturalized and non-naturalized migrants in European labor markets to those of the native population, and (2) attempting to estimate the impact of characteristics of a country's citizenship policy on this relationship.

The results suggest the existence of high naturalization premiums and full socioeconomic integration of naturalized migrants in France, a country with relatively soft naturalization policies, but not for Denmark, which has strict naturalization policies.

**Keywords:** citizenship policy, naturalization, naturalization premium, socioeconomic integration.

JEL Classification: J08, J15, J78, O15

<sup>2</sup> This paper was presented at the Economics and Social Development Conference (Belgrade, Serbia 13-14 May, 2016), and the Multidisciplinary Academic Conference on Economics, Management and Marketing in Prague 2016.

<sup>&</sup>lt;sup>1</sup> Work for this paper was supported by the GAUK, grant number 310916.

<sup>&</sup>lt;sup>3</sup> CERGE-EI, a joint workplace of Charles University and the Economics Institute of the Czech Academy of Sciences, Politickych veznu 7, 111 21 Prague, Czech Republic. Vahan.Sargsyan@cerge-ei.cz

<sup>&</sup>lt;sup>4</sup> We thank Jan Hanousek for assistance with the methodology design, and Randall K. Filer, Štěpán Jurajda, Nikolas Mittag, Daniel Münich, Mariola Pytliková and Andreas Menzal (CERGE-EI) for comments that greatly improved the manuscript.