

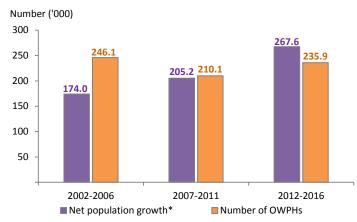
Research Office Legislative Council Secretariat



ISSH18/17-18

## Livelihood of new arrivals from the Mainland

Figure 1 – Number of OWPHs and incremental population growth during 2002-2016

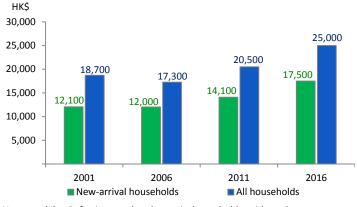


Note: (\*) Net population growth equals to natural increase in population plus inflow of OWPHs and net movement of other residents in Hong Kong.

Figure 2 – Selected socioeconomic characteristics of OWPHs aged 15 and over in 2016

	OWPHs	Overall population
Labour force participation rate	54.2%	58.7%
Share of students and home-makers	37.2%	15.8%
With educational attainment at secondary and below	80.5%	66.8%
Share of lower-skilled workers in employed persons	82.1%	58.7%
Median monthly employment earnings	НК\$10,300	HK\$15,500

Figure 3 – Median monthly household income of new-arrival households<sup>#</sup>, 2001-2016



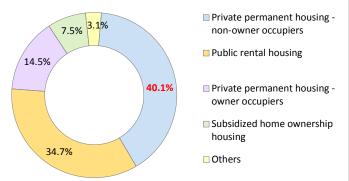
Note: (#) Referring to the domestic households with at least one new

## **Highlights**

- One-way Permit holders ("OWPHs") are immigrants from the Mainland to Hong Kong, mainly for family reunion and have become the most important driver of local population growth. During 2012-2016, there was a total inflow of 235 900 OWPHs, more than offsetting the outflow of other residents and representing around 90% of the incremental growth of overall population (Figure 1). In 2016, the annual inflow of OWPHs rebounded to a 15-year high of 57 400, from the annual average figure of 44 600 in the preceding four years.
- As OWPHs are more likely to be students and home-makers in Hong Kong, just about 54% of them participating in the labour market in 2016, compared with that of 59% for overall population. Moreover, OWPHs in employment tend to have lower earnings due to generally lower educational attainment and engagement in lower-skilled occupations. In 2016, the median monthly employment earnings of OWPHs was 34% lower than the overall employed population in Hong Kong (Figure 2).
- As such, new-arrival families tend to have lower household income. In 2016, the median monthly income of new-arrival households was HK\$17,500, about 30% lower than the overall figure for Hong Kong. That said, the median monthly income of new-arrival households had increased noticeably by 24% during 2011-2016, partly due to implementation of statutory minimum wage and a tightening in the job market in recent years (Figure 3).

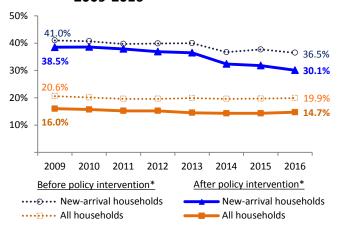
## Livelihood of new arrivals from the Mainland (cont'd)

Figure 4 – Share of new-arrival households by type of housing in 2016



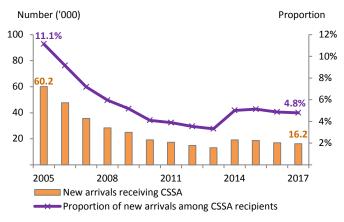
Note: Figures may not add up to 100% due to rounding.

Figure 5 – Poverty rate of new-arrival households, 2009-2016



Policy intervention refers to recurrent cash benefits such as social security payments to eligible households.

Figure 6 – New arrivals receiving CSSA during 2005-2017



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## **Highlights**

- In 2016, some 40% of the new-arrival households rented their accommodation in private housing, higher than the overall figure of 20% in Hong Kong (Figure 4). New-arrival families would then face greater pressure from rising rental in private housing in recent years, as manifested in a cumulative increase of 40% in the median monthly rentals for such families in five years to HK\$4,900 in 2016. For these newarrival families, the median ratio of monthly rental payment to household income rose from 26% to 31% over the same period.
- Against the above backdrop and also due to more children in family composition, new-arrival households were more likely to prone to poverty. According to the Commission on Poverty, although the poverty rate (after payments of cash allowance) of new-arrival households dropped to a record low of 30.1% in 2016, this still doubled the respective figure of 14.7% for all households in Hong Kong (Figure 5).
- After stepping up the intensified measures under the Support for Self-reliance Scheme as a condition of receiving Comprehensive Social Security Allowance ("CSSA") in 2003 and tightening the residence requirement from one year to seven years in 2004, there was a sharp decline of 78% in the number of new arrivals receiving CSSA during 2005-2013. Although the number bounced up slightly after a court decision reverting the residence requirement back to one year in 2014, new arrivals receiving CSSA fell back to 16 200 in 2017, representing around 5% of all CSSA recipients (Figure 6).

Data sources: Latest figures from Census and Statistics Department, Immigration Department, Commission on Poverty and Social Welfare Department.

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