#### Knowledge, Society and the Global Order A development perspective JNU 24th September, 2014



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# Agenda

- Knowledge, Society and the Development Question.
- The elite university and the IIT case-study.
- The easy problems and the hard nut: *legitimization*.
- Meritocracy and the the One-Science hypothesis.



What to do.

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### Stylized Structure of Society



- Key Sectors: People, Civil or *Cultural* Society, the Environment.
- Key Transaction: Agents seeking Biological, Cultural and Environmental value.

# Stylized Structure of Society



- Key Sectors: People, Civil or *Cultural* Society, the Environment.
- Key Transaction: Agents seeking Biological, Cultural and Environmental value.
- Auxillary Sectors: Market, State and Assets, i.e., historical accumulation.

#### More Pop Structure of Society



- Cultural Transactions: based on identity, class, prestige. Usually collective and historical.
- Market and State: e.g., mediated by Power and Money.
- Intricate competition and a dynamic equilibrium between sectors.

# Web of agents



- The web of interactions: individuals in many roles.
- *Fundamentally*: Agents deliver value. This may be cultural, financial, security, and so on.

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# Pop Knowledge

Broad classification of knowledge:

#### T1 Scientific or "Rigorous" knowledge

- Data-gathering, theorization, verfication, *falsifiable*.
- Output: Theory, language, laboratory methods  $\Rightarrow$  Technology

#### T2 Knowledge of Good Practices

- Agent driven loops: serve/present, observe and adapt . Seek to deliver value (cultural, economic, prestige)
- Empirical models and analysis. Borrow from other disciplines.
- Governmental: sadak, bijli, paani, or Para-statal: Urban administration, or Private: music, cars, chulhas
- Key activity: Empirical systems, i.e., data-gathering and memory.

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#### The Two Loops



The usual method vs. output conundrum The process of accumulation vs. the accumulate itself.

• In Science, it is usually the output which is taught and tested.

# Motivation-The *concrete* development challenge



Superficially -poor Human Development Indices

- Extensive governance structure, cultural institutions, democracy
- asset poverty and social and asset inequality
- poor penetration of infrastructure
- malfunctioning markets and state
- large informal sector, unstructured, poor technical content

#### Practices...





• Poor process of accumulation of new practices

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• Poor knowledge content in existing practices

Image: A matrix

#### Economically speaking

- Stagnant formal sector. Little job growth. Poor R&D
- Dropping share of industrial/manufacturing.
- Absence in strategic sectors such as Defence, Electronics/Telecom.
- Few technology and policy professionals.
- Poor participation of industry in core sectors such as water.
- Poor governance.
- Disconnect between knowledge systems and economy.

#### For example-Water Sufficent Drinking Water year-round

Year	Rural	Urban
2012 (69th NSSO), per 1000	858	896
Maharashtra	745	931
2008	862	911

- Old designs, technically unsound schemes, uneven service
- Groundwater failure, ill-managed surface water sources.
- Poor capacity of community to manage, mis-alignment between community expectations and government
- Poor monitoring and evaluation frameworks by state
- Policy-fication and NGO-fication of a key bio-physical sector.
- Retreat of regional socio-technical agencies.
- Rise of international economists, sociologists, WB etc.

#### Other areas...



Cooking energy: *similar*.

**Question:** : How do we understand this *knowledge failure*?

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# Society and the University-a virtuous loop



#### • The University

- repository of knowledge and practices
- training agents who deliver value
- The Elite University
  - thought leadership, the arts, long-term research, destiny
  - symbolic of what a society values!

# The Indian Elite University

- Long history-right after independence
- The IITs, IISc, ISIs, IIMs, TIFR, JNU, Delhi School of Economics
  - ▶ the new *IISERs*, new IITs

Typical features:

- *Key areas*: Science, Technology, Engineering, Economics, Mathematics
- Centrally funded, autonomous
- Research orientation, international faculty
- transparent and highly selective admissions
- focus on excellence and global standing

#### Just how elite are these?-*IITs*

#### Why only the IITs

- because we are here.
- Engineering and Technology key to development outcomes.

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Rough numbers (in Rs. crores)

Total	Central	CFI	IITs
200K	60K	3K	2K

- i.e., about Rs. 10-15 lakhs per student.
- Besides this, roughly equivalent funding from DST, DBT and other agencies.
- Mangalyaan: about Rs. 400 crores. ISRO: Rs. 5000 crores.
- Maharashtra Water Supply and Sanitation : Rs. 1000 crores. Mumbai University: 400 crores.

#### More than money-intellectual space

- JEE and GATE: define engineering in the country.
- TEQIP II: Project document, Chapter 1, page 1: ... gap between other colleges and IIT which needs to be bridged... IITs to act as a catalyst ...
- Domination in research agenda and allocation.
- Curriculum: NCERT, Andhra Pradesh. What is science for schools.
- Bragging rights in a poor developing society.

#### The evaluation of the elite institution

- The conduct of research and its connection with society.
- The output. Where do the graduates go?
- The input. How does the selection determine the society?





#### The Input side

#### At the UG level:

- Two layer process-JEE and advanced JEE.
- In 2013, 12 lakh students sat for JEE of which 1.5 lakh were allowed to write advance JEE.
- JEE admits to NITs (roughly 7000 seats)
- advanced JEE admits into IIT (another 7000 seats) JEE and GATE data
- odds of roughly 1 in 200. Selectivity varies dramatically with discipline.
- At the PG level:
  - Disciplinary GATE exams. Separate admissions.
  - Roughly 10 lakh sat for about 5000 seats. Selectivity roughly *more* constant.

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#### The Output side-the intermediaries



Analysis.

- Placements: The allocation of graduating students to jobs.
- Sectors: Which sectors of the economy.
- Companies: Who owns these companies and which society do they serve.

# Research Objective-who joins where?

• This is done by looking at placement data of IIT Bombay for 2013 (upto April 90% of placements over)

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Aeronautical & Aerospace (A)
Chemical (CHE)
Civil (C)
Computer Science and Engg.
(CSE)
Electrical (EE)
Mechanical (Mech.)
Metallurgical (Met.)
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<u>3 Programs</u>
B.Tech
DD
M.Tech
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- Excluded 5 yr & 2 yr M.Sc., M.Des & Phd
- Energy Science, Environmental Science, etc.

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# Data-Sample

Sample: 833 out of 1066 done (81% approx) TOTAL APPLIED - 1421

- 324 B.Tech Students
- 180 Dual Deegree Students
- 329 M.Tech Students



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Detailed number-wise break-up and average annual salary in Rs. lakhs.

Program	Aero	Chem	Civil	CSE	EE	Mech	Meta
B.Tech.	9(8.6)	45(9.5)	57(7.6)	65(33.4)	48(15.5)	65(10.2)	35(7.4)
DD	21(11.6)	32(11.0)	11(8.4)	-	44(16.4)	46(11.2)	26(8.3)
M.Tech	11(5.9)	17(6.7)	28(4.8)	93(14.8)	98(9.7)	50(8.0)	32(7.3)

Av. Salary highest for CSE be it B.Tech or M.Tech (100 and 50% more than next category).

For DD, it is EE (>33% higher then next category - Aero)

Table 2: % of students in different Sectors for 3 programs and Av. Annual Salary (Rs. Lakhs)

Sector	ET	Fin	Consulting	IT	FMCG	non-IT	Edun
B.Tech	22(10.2)	24(13.0)	21(13.2)	24(23.2)	6(10.0)	2(15.0)	1(6.7)
DD	24(10.0)	24(13.2)	26(11.6)	14(12.9)	9(12.1)	3(16.4)	1(6.2)
M.Tech.	51(8.6)	4(9.4)	10(5.6)	29(15.0)	2(6.2)	1(11.0)	5(4.5)

#### Table 3: Job and Company Profile Label

Name	Description	Location	Example
Super-GG	Globally owned, Global revenues	Abroad	Sony, Japan
GG	Globally owned, Global revenues	India	Goldman Sachs
IG	Indian owned, Global revenues	India	Infosys
GI	Globally owned, Indian revenues	India	Proctor-Gamble
II	Indian owned, Indian revenues	India	Tata Motors

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Table 4: Profile-wise allocations (in %) for the 3 programs and Av. Annual Salary (Rs. Lakhs)

Profile	Super-GG	GG	IG	GI	II
B. Tech	15(46.8)	41(10.8)	14(7.1)	9(10.6)	21(7.3)
DD	8(34.7)	57(10.4)	7(6.8)	9(11.0)	19(8.7)
M.Tech.	7(38.7)	56(8.8)	16(6.4)	7(8.2)	15(6.1)

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# CPI as measure of Training

Profile	Sector	slope(vs. CPI)	p-value	Gini
Super-GG	finance	0.013	0.311	0.209
Super-GG	IT	0.056	0	0.116
II	consulting	1.187	0	0.169
II	finance	0.768	0.11	0.086
II	FMCG	2.189	0	0.198
IG	consulting	1.053	0.08	0.213
GG	finance	4.287	0	0.311
GG	IT	1.566	0	0.18
Super-GG	ET	0.006	0.805	0.23
GG	ET	0.135	0.402	0.109
IG	ET	0.55	0.011	0.165
GI	ET	0.006	0.991	0.119
II	ET	0.051	0.826	0.108

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# Engineering Placements 2013 (IIT Bombay)

Sector	Engg.	Finance	Consulting	IT
Super-GG	25 (27.7)	10 (35.0)	8 (49.6)	41 (52.1)
GG	116 (7.9)	82 (11.7)	110 (9.6)	102 (10.0)
IG	52 (6.5)	19 (7.2)	11 (5.8)	28 (7.2)
GI	24 (9.3)	10 (14.2)	10 (5.2)	5 (9.3)
П	64 (6.5)	13 (9.5)	8 (5.8)	22 (7.9)

Table: Numbers by sector and profile and average annual salary in Rs. lakhs

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#### The Wage-Curves



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#### **IIT** Placements -Key findings

- Global companies serving global consumers is the biggest winner. Super-GG, an increasing trend.
- Engineering is least paying among all major sectors. Service sector most paying. Indian Engineering least among Engineering.
- Most profiles do not need the engineering training that we claim to give.

# **IIT** Placements -Key findings

- Global companies serving global consumers is the biggest winner. Super-GG, an increasing trend.
- Engineering is least paying among all major sectors. Service sector most paying. Indian Engineering least among Engineering.
- Most profiles do not need the engineering training that we claim to give.
- mis-allocation. Away from engineering and away from the Indian economy.
- irrelevance of training. The IIT training does not seem to (i) help Indian engineering, and (ii) lead to better salaries.

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#### The essential conundrum!



#### Key Stake-holders at Cross-Purposes!

Hyper-selectivity one of the causes.

The process of elitization itself is causing the problem.

#### The Three Questions

- Disconnect with the field and with practice.
   Do we have a solution?
- Insufficient agency with State and Market.
  - Will they adopt it?
- The role of the Elite University in a developing society.
  - Global T1 *rigorous* knowledge and regional T2 *agent-driven* knowledge.





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#### Problem 1: Loss of practice

- Much of engineering comes from *Practice*.
- IIT Brand ignores practice and field-work . Depends too much on the *Science of Engineering*.
- This brand is too narrow for others to follow. IIT controls JEE and GATE. *Makes IIT the leader*. De-legitimizes practice by others.
- Entrance exams designed for ease of testability rather than for relevance to engineering.
- Vicious cycle of elite engineering colleges becoming recruiting grounds for non-engineering and global jobs.

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- Vicious cycle of elite engineering colleges becoming recruiting grounds for non-engineering and global jobs.
- Technical inability to provide a DW solution.

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# The Solution: Broaden engineering

# 10 year program to transform engineering.

- Inclusion: Greater common programs which are teachable at all levels.
- Practices: Each college to develop key areas of *regional interest*.



# Problem 2: How to embed the solution within the State or the Market

- Poor understanding of the processes of the State and Market.
- What is an innovation? What is a public good? What is economic efficiency?
- What is value and how is it delivered? How to define a new job profile?
- What is sustainability? What is equity?



#### OK, so we learn the structure of society







#### In summary–Steps I and II

#### Robust Trans-disciplinarity!

- Broader engineering curriculum which interfaces with society.
- Strengthen Practice. Strengthen social science training.
- Institutional skills of interacting with the state and the market.
- A more robust role for the university.

# In summary–Steps I and II

#### Robust Trans-disciplinarity!

- Broader engineering curriculum which interfaces with society.
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- Institutional skills of interacting with the state and the market.
- A more robust role for the university.

#### But this requires the concurrence of the Elite University!

- What is the philosophical basis for this transition? Is it rigorous?
- Is this on the road to global excellence? Does the state want it?
- Is DW really a Science and Technology Issue?

Fear of De-elitization. Questions of Merit and Knowledge.

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The *global* theory of commodity production?

#### **Biscuits**

Machine	Production	Operator	Other costs
(Facility)	tons/day	Ability	
M1	10	0.3	low maintenance
M2	50	0.4	good overall support
M3	200	0.6	imported

- 0.6 is that the person should be in the top 40%.
- similar analysis for service sectors as well.
- may be aggregated for a segment, e.g., cycles.
- wages: depend on taxes, rents, training costs etc.

#### The Wages curves



#### Sorting and labelling

- Allocates the *better* to sophisticated machines.
- Improves social output.
- But there are losers too.

#### The Composite Wages curves



Talent allocated by productivity in sector.

# Meritocracy



- Sorting: The university *correctly* sorts and labels.
- Production: The state and the company utilizes these labels to improve outputs for the society.
- Taxation: Wages are redistributed so that everyone is better off.
- Popular Support: People make an informed judgement to support the university.

#### Hold On-Transfer of productive assets!



• In effect, meritocracy in the presence of another society is a bit complicated!

Image: Image:

### $\mathsf{Globalization} \Rightarrow \mathsf{The \ single \ scale}$

- There is a roughly universal scale of measuring skills which are economically useful.
- Job allocations happen globally based on your being identified on this scale.
- There is no option. Have more global Indian companies!



42 / 55

#### Deeper still...Knowledge in Globalization

- Convergence. Societies of the world will converge into a *global society*.
- One Science. There is one science, one economics and one knowledge system. It is the science of the global society.
- Efficiency. This system is a meritcrocacy and will be just and bountiful. It will eventually benefit all.



#### One intermediate outcome



- A *shear* in the our society and its economic processes.
- A common abstract Merit is deciding wages.

# Our hyper-selective Meritocracy-an open loop!



- A merit of coaching classes, objective questions which must be *fair*, i.e., without context, entrance exams of fantastic odds.
- A job-allocation process which is at best a *fair* lottery. In reality, negative sum game.
- An education system of english-speaking courses and the testing of science through multiple-choice questions.
- Aspirational dysfunction. Loss of scientific temper and culture.

# The Policy-fication





Drinking Water	Kurukshetra University	Civil Engg.	T2
Drinking Water	MIT, Harvard, WB	Poverty Studies	T1

- Delegitmization of local knowledge institutions
- Poor development outcomes

#### But do our elite buy this argument?

#### YES! And they benefit from it .

- Design of IITs. MIT, Manchester as role models. Same situation with economics, sciences and even high school education.
- Increasing use of global indices for measuring progress. Acceptance of elite agencies as arbiters of knowledge.
- Increasing use of a common global abstraction to justify policy. A new *objectivity*.
- The theory of World Class Institutions!

#### What to do?

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# What to do?-As Thinkers-The Research Agenda

- Cultural and politics of production of T1.
  - The Social Imagination of natural and social sciences.
  - ► The Science loop as a political process. "Advanced" science.
  - The global knowledge elite and One-Science.
  - Cultural views and cultural diversity.
- The Question of Rigour. T1 vs. T2.
  - Global rigour vs. a plural and democratic science.
  - Practical Rigour and its features.
  - History of Practices and its institutionalization within/without the university.

• Economics-Elitization and Rents. The processes of production and wages

- Must we make biscuits this way? Is French wine valued similarly? Whats wrong with cultural production?
- Intrinsic inefficiency of a converged system.
- Can there really be an equitable outcome?

#### More research on the Indian knowledge systems

- The input, the output and the conduct of research.
  - The situation of the university, T1 vs. T2.
  - Elite institutions and their impact.
  - MHRD, UGC and other bodies. Accreditation.
- The Competitive Exam and the social imagination of knowledge
  - The definition of basic sciences and social sciences.
  - The race to the bottom. The gender, the urban-rural divide.
  - The impact on wider knowledge formation.
- An institutional analysis. Public Sector and its practices.
  - The appropriate size and roles for the public sector.
  - Sites for good practices, their codification and adaptability.
  - Jobs, new professions and job descriptions and institutional capacity.

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# Situating the University for a developing society



- CENTRAL to the counter-view which legitimizes local knowledge production.
- as a nurturer of *civil society* and a steward of the development agenda and its outcomes.
- Rehabilitation of the vernacular and also the *modern* and *humanist*. Culture and Society as a back-drop to the pursuit of Science.

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# And As Doers-Development, pedagogically the simplest!



- Re-legitimize practice and agency at all levels.
- Develop case-studies and new job-definitions.
- Examine the public sector and its institutional practices.
- Open up assessment and evaluations as legitimate research.
- The CTARA agenda

#### In conclusion...

- Knowledge is once more a battle-ground for contestation.
- Global knowledge frameworks, though appealing and possibly highly productive, have grave dangers.
- Our elite institutions will be ambivalent to this danger.
- Broader knowledge formation and its legitimacy is developmentally important. The University should be a key agent.

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- Our elite institutions will be ambivalent to this danger.
- Broader knowledge formation and its legitimacy is developmentally important. The University should be a key agent.



• However, there is much to be travelled!

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