

189/2018 - 11 December 2018

Self-employment in 2017

More than 1 in 5 self-employed in the EU had seized a suitable opportunity to run their own business

Around 30% of self-employed reported no difficulties in their work

In 2017, in the **European Union** (EU), there were more than 228 million employed people, and about 33 million of them were self-employed. Self-employed people in the EU reported several reasons for becoming self-employed in the current job: suitable opportunity (23%), continuation of the family business (16%), usual practice in the field (15%), flexible work hours (11%), no job found as employee (11%) and request by former employer (2%).

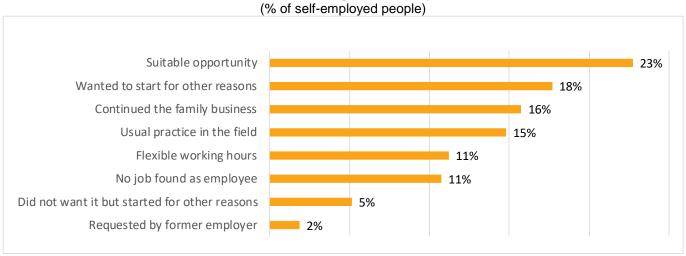
There is a slight difference with regard to reasons to become self-employed reported by male and female self-employed in the EU. More women than men followed the usual practice in the field (16% of female self-employed vs 14% male self-employed) and more women than men opted for flexible work hours (14% vs 10%).

As the main difficulties, the self-employed report high administrative burden (13%) and periods of having no customer, no assignments or projects to work on (12%), delayed payments or non-payments (12%), periods of financial hardship (9%), lack of influence on price settings (8%) and lack of income in case of illness (8%). Almost one third of them reported not facing difficulties (28%).

In 2017, in the EU, 77% of the self-employed had two and more clients where none was dominant, 18% of self-employed people in the EU depended on a dominant client and 4% had no client in the last 12 months.

These selected findings, issued by **Eurostat, the statistical office of the European Union**, come from a special data collection from the 2017 European Labour Force Survey ad hoc module on self-employment, presented in a <u>Statistics Explained</u> article.

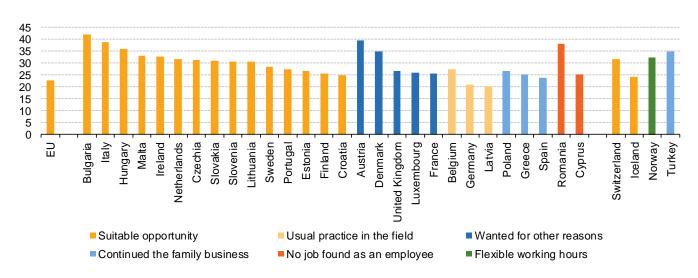
Main reason for becoming self-employed, 2017, EU



Starting a business as a response to suitable opportunity prevails in most countries, with the highest share in Bulgaria, Italy and Hungary

In fifteen EU Member States, "suitable opportunity" was most frequently mentioned as the reason for becoming self-employed, with the largest share in **Bulgaria** (42%), **Italy** (39%) and **Hungary** (36%). In three countries - **Belgium** (28%), **Germany** (21%) and **Latvia** (20%) - the most frequent reason was "usual practice in the field". In another three - **Poland** (27%), **Greece** (25%) and **Spain** (24%) - "continuation of family business" was predominant. "No job found as an employee" was noted as the most frequent reason in **Romania** (38%) and **Cyprus** (25%). In five countries - **Austria** (40%), **Denmark** (35%), the **United Kingdom** (27%), **Luxembourg** and **France** (both 26%) – the self-employed wanted to run their own business for "other reason".

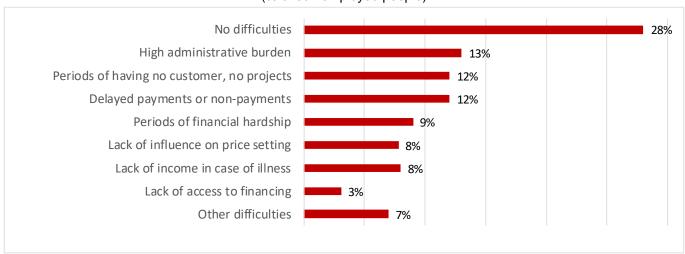
Major reason by country for becoming self-employed, 2017 (% of self-employed)



More than 40% of self-employed in Czechia, the Netherlands and the United Kingdom reported no difficulties in their work

In the EU, 28% of the self-employed reported facing no difficulties working as self-employed in the last 12 months.

Main difficulty experienced by self-employed within last 12 months, 2017, EU (% of self-employed people)

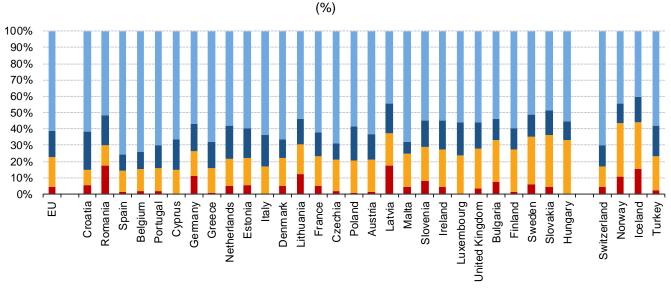


In twenty-four EU Member States, "no difficulty" was most frequently mentioned as experienced when self-employed, with the largest share in **Czechia** (44%), the **Netherlands** (42%), the **United Kingdom** (41%), **Sweden** and **Germany** (both 40%). In three countries - **Estonia** (30%), **Cyprus** (24%) and **Greece** (23%) - the most often mentioned burden was "periods of financial hardship". In **Italy** (26%), the main reported difficulty was "high administrative burden".

The share of self-employed not depending on a dominant client largest in Croatia, smallest in Hungary

In the EU, more than 4 in 5 self-employed do not depend on a dominant client. In all EU Member States, the share of self-employed not depending on a dominant client is higher than 60%. Thirteen countries are above the EU average (82%), with the largest share in **Croatia** (91%), **Romania** (88%), **Spain** and **Belgium** (both 87%). **Hungary** recorded the smallest share of self-employed not depending on a dominant client (67%). Some self-employed reported having had no clients in the last 12 months: at the EU level the share is 4% while the largest share of self-employed serving no client in the last 12 months were observed in **Latvia** and **Romania** (both 18%).





- More than 9 clients in the last 12 months, and none was dominant
- 2-9 clients in the last 12 months, and none was dominant
- One client or more in the last 12 months, one was dominant
- No client in the last 12 months

Countries ranked according to increasing share of self-employed persons with one dominant client

Geographical information

The **European Union (EU)** includes Belgium, Bulgaria, Czechia, Denmark, Germany, Estonia, Ireland, Greece, Spain, France, Croatia, Italy, Cyprus, Latvia, Lithuania, Luxembourg, Hungary, Malta, the Netherlands, Austria, Poland, Portugal, Romania, Slovenia, Slovakia, Finland, Sweden and the United Kingdom.

Methods and definitions

The European Labour Force Survey (LFS) is a large sample survey among private households in Europe and an important source for European statistics about the situation and trends in the EU labour market. The topic of the 2017 ad hoc module was self-employment. The European Labour Force Survey (LFS) samples from the usual resident population. This means that newly arrived migrants and migrants who stay less than one year are normally not captured by the survey.

For more information

Eurostat <u>database</u> on LFS ad hoc module on self-employment Eurostat Statistics Explained article on self-employment in 2017

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Main reason for becoming self-employed, 2017 (% of self-employed people)

	suitable opportunity	wanted to start for other reasons	continued the family business	usual practice in the field	flexible working hours	no job found as employee	did not want but started for other reasons	requested by former employer
EU	23	18	16	15	11	11	5	2
Belgium	21	13	14	28	15	6	3	2
Bulgaria	42	6	4	19	5	20	2*	:
Czechia	31	10	4	28	11	5	6	3
Denmark	27	35	4	13	12	3*	4	3*
Germany	16	20	10	21	18	9	5	2
Estonia	27	12	••	18	23	9	6*	:
Ireland	33	8	24	15	11	5	2	2
Greece	17	15	25	21	1	13	4	3
Spain	23	13	24	14	6	13	6	1
France	18	26	13	12	15	7	8	:
Croatia	25	13*	23	4*	4*	23	6*	:
Italy	39	8	24	7	8	10	1	2
Cyprus	23	8	9	20	8	25	4	2*
Latvia	15	16	5*	20	14	20	9	:
Lithuania	31	15	4*	19	12	14		:
Luxembourg	22*	26	:	22*	:	:	:	:
Hungary	36	3	9	21	20	8	1	2
Malta	33	7	20	20	8	7	4*	:
Netherlands	32	12	9	9	20	6	12	0*
Austria	18	40	25	6	5	4	2*	:
Poland	8	25	27	13	9	10	5	3
Portugal	28	17	17	13	3	15	6	:
Romania	7	11	11	13	8	38	10	:
Slovenia	31	11	26	7*	6*	13	4*	3*
Slovakia	31	1	3	26	4	18	7	9
Finland	26	18	17	11	13	7	6	3
Sweden	29	26	10	8	17	5	2	3
United Kingdom	20	27	7	18	15	6	6	2
Iceland	24	23		14	22	:		:
Norway	11	18	14	13	32	3*	7	2*
Switzerland	32	26	14	7	12	5	3	1
Turkey	25	0	35	14	4	16	4	2

The source dataset can be found <u>here</u>.

* Low reliability data due to high non-response rate
: Data not available because of very low reliability
Percentages exclude non-response

Main difficulty experienced when self-employed, 2017 (% of self-employed people)

	no difficulties	high administrative burden	periods of having no customer, no project		periods of financial hardship	lack of influence on price setting	lack of income in case of illness	lack of access to financing	other reasons
EU	28	13	12	12	9	8	8	3	7
Belgium	32	28	5	8	5	4	6	2	10
Bulgaria	25	9	21	12	5	21	:	4	:
Czechia	44	22	3	13	3	2	5	1*	6
Denmark	26	16	8	9	12	5	5	4	15
Germany	39	7	8	8	5	11	14	2	5
Estonia	25	:	10	11	30	5*	5*	3*	5*
Ireland	33	7	8	13	11	6	14	4	5
Greece	8	8	15	15	23	12	9	4	7
Spain	29	3	14	12	8	4	8	7	15
France	26	18	12	10	9	8	4	4	9
Croatia	24	16*	12*	13*	9*	14*	4*	5*	2*
Italy	10	26	22	20	6	4	5	3	4
Cyprus	23	2*	23	8	24	2*	4	1*	15
Latvia	21	19	22	6	14	7	:	4*	6
Lithuania	32	5	23	:	17	:	11	4*	3*
Luxembourg	28	:	:	15*	12*	:	:	:	12*
Hungary	38	20	5	5	8	5	4	6	9
Malta	29	6	9	16	10	4*	12	4*	9
Netherlands	42	8	9	15	7	7	2	4	6
Austria	31	18	7	7	8	20	2	3	4
Poland	23	14	8	7	11	23	6	4	4
Portugal	26	8	21	19	6	6	3	4	8
Romania	28	5	14	4	17	10	10	6	6
Slovenia	28	5*	10	14	2*	15	19	2*	4*
Slovakia	24	23	6	12	17	5	11	1	:
Finland	21	14	10	10	13	17	4	2	8
Sweden	40	14	5	4	12	6	5	2*	10
United Kingdom	41	8	10	11	7	5	12	2	5
Iceland	26	17	6	6	17	8	:	6	9
Norway	27	12	9	5	11	9	9	4	15
Switzerland	31	16	6	10	6	11	4	3	12
Turkey	11	3	21	12	22	12	4	14	2

The source dataset can be found <u>here</u>.

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Percentages exclude non-response

Self-employed persons by number and importance of clients in the last 12 months, 2017 (in thousands and % of self-employed people)

	no client in the last 12 months			ore in the last 12 was dominant	2-9 clients in the la		more than 9 clients in the last 12 months and none was dominant	
	thousands	%	thousands	%	thousands	%	thousands	%
EU	1 377	4	5 761	18	5 156	16	19 420	61
Belgium	12	2	83	13	66	11	462	74
Bulgaria	25	7	89	26	46	13	188	54
Czechia	16	2	162	19	88	10	586	69
Denmark	10	5	39	18	25	11	145	66
Germany	411	11	562	15	633	17	2 128	57
Estonia	3*	5*	11	17	12	18	39	60
Ireland	12	4	61	23	47	18	146	55
Greece	7	1	165	15	176	16	735	68
Spain	42	1	368	13	287	10	2 196	76
France	147	5	532	18	430	15	1 837	62
Croatia	10*	5*	17*	9*	43	23	114	62
Italy	14	0	837	17	957	19	3 182	64
Cyprus	:	:	7	15	8	19	30	66
Latvia	17	18	19	20	18	18	42	44
Lithuania	19	12	28	18	25	16	85	54
Luxembourg	•	•	4*	22*	3*	19*	9	52
Hungary	•	•	138	33	49	12	232	55
Malta	1*	4*	7	21	2	7	23	68
Netherlands	68	5	220	17	267	20	771	58
Austria	6*	1*	91	20	75	16	293	63
Poland	26	1	522	19	562	21	1 575	59
Portugal	10	2	87	14	86	14	427	70
Romania	305	18	216	12	319	18	903	52
Slovenia	9*	8*	24	21	18	16	62	55
Slovakia	16	4	120	32	58	15	183	49
Finland	4*	1*	66	26	35	14	154	59
Sweden	25	6	122	29	57	14	216	51
United Kingdom	160	3	1 163	25	764	16	2 657	56
Iceland	3	16	6	29	3	16	9	40
Norway	17	11	53	33	19	12	72	44
Switzerland	27	4	76	13	79	13	422	70
Turkey	125	2	1 290	21	1 148	19	3 538	58

The source dataset can be found here.
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